

ANNUAL FINANCIAL REPORT
ROANE COUNTY, TENNESSEE

FOR THE YEAR ENDED JUNE 30, 2017



DIVISION OF LOCAL GOVERNMENT AUDIT



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FOR THE YEAR ENDED JUNE 30, 2017**

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JUSTIN P. WILSON***

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

ROANE COUNTY, TENNESSEE
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Summary of Audit Findings

Annual Financial Report
Roane County, Tennessee
For the Year Ended June 30, 2017

Scope

We have audited the basic financial statements of Roane County as of and for the year ended June 30, 2017.

Results

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

Our audit resulted in one finding and recommendation, which we have reviewed with Roane County management. The detailed finding, recommendation, and management response are included in the Single Audit section of this report.

Finding

The following is a summary of the audit finding:

OFFICE OF DIRECTOR OF ACCOUNTS AND BUDGETS

- ◆ The office had deficiencies in budget operations.

INTRODUCTORY SECTION

Roane County Officials

June 30, 2017

Officials

Ron Woody, County Executive
Dennis Ferguson, Road Superintendent
Dr. Leah Watkins, Director of Schools
Wilma Eblen, Trustee
Molly Hartup, 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
Connie Aytes, Director of Accounts and Budgets
Lynn Farnham, Purchasing Agent

Board of County Commissioners

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

Board of Education

Sam Cox, Chairman	Vic King
Larry Brackett	Darrell Langley
Nadine Jackson	Michael Miller
Rob Jago	Michael Taylor
Hugh Johnson	Danny Wright

Audit Committee

Suzy Jones, Chairman	Doris Thompson
Vic King	Harriet Walker
Darryl Meadows	

FINANCIAL SECTION



JUSTIN P. WILSON
Comptroller

JASON E. MUMPOWER
Chief of Staff

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, 2017, 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, 2017, 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.

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 13-23 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 113-122 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 and Rural Debt Service funds, 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 schedule of expenditures of federal awards is presented for purposes of additional analysis as required by *Title 2 U.S. Code of Federal Regulations Part 200, Uniform*

Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards, and is also 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 and Rural Debt Service funds, combining and individual fund financial statements of the Roane County School Department (a discretely presented component unit), miscellaneous schedules, and schedule of expenditure of federal awards 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, the combining and individual nonmajor fund financial statements, budgetary comparison schedules of nonmajor governmental funds, the General Debt Service and Rural Debt Service funds, combining and individual fund financial statements of the Roane County School Department (a discretely presented component unit), miscellaneous schedules, and schedule of expenditure of federal awards 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 February 27, 2018, 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 solely 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 the effectiveness of Roane County's 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,



Justin P. Wilson
Comptroller of the Treasury
Nashville, Tennessee

February 27, 2018

JPW/kp

**Roane County, Tennessee
Management's Discussion and Analysis
For the Year Ended June 30, 2017**

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, 2017. 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 2017

Key financial highlights for 2017 are as follows:

In total, net position of the primary government increased by \$4.9 million, and net position of the DPCU School Department increased by \$761 thousand. In the primary government, most of the negative unrestricted net position balance (\$7.4 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 \$21 million in revenue or 62 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 \$12.7 million or 38 percent of total revenues of \$33.7 million. General revenues of the DPCU School Department were \$56.8 million.

Total assets in the primary government were \$88.2 million as net taxes receivable totaled \$15.7 million; cash totaled \$20 million; capital assets, net of accumulated depreciation totaled \$49.1 million, and net pension assets totaled \$1.1 million. Total assets in the DPCU School Department were \$95.4 million as net taxes receivable totaled \$15.6 million; cash totaled \$8.5 million; capital assets, net of accumulated depreciation totaled \$68.5 million, and net pension assets totaled \$877 thousand.

The primary government had \$27.8 million in expenses related to governmental activities, with \$11.5 million of these expenses offset by program specific charges for services, grants, or contributions. General revenues (primarily property taxes of \$15.2 million) were adequate to provide current funding for these programs. The DPCU School Department had \$62.8 million in expenses related to governmental activities; \$6.8 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 \$29.6 million and property taxes and sales taxes of \$15.5 and \$7.8 million, respectively) were adequate to provide current funding for these programs.

Among major governmental funds, the General Fund had \$16.7 million in revenues and \$15.7 million in expenditures. The Highway/Public Works Fund had \$4.1 million in revenues and \$3.3 million in expenditures. The General Debt Service Fund had \$3 million in revenues and \$3.2 million in expenditures. The Rural Debt Service Fund had \$1.5 million in revenues and \$1.7 million in expenditures. Fund balance for the General and Highway/Public Works funds increased by \$107 thousand and \$471 thousand, respectively. Fund balances for the General Debt Service and Rural Debt Service funds decreased by \$136 thousand and \$207 thousand, respectively. The major Public Utility Fund (business-type activity) had operating revenues of \$1.0 million and operating expenses of \$1.0 million.

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 Rural Debt Service fund. 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 2017, the Statement of Net Position and the Statement of Activities provide a broader picture of the financial activities during 2017. 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 Rural Debt Service fund. 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 \$29.3 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 \$70 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 2017, 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 2017, for its business-type activities.

An additional portion of the county's net assets, \$12.8 million, represents resources that are subject to external restrictions on how they may be used. In the DPCU School Department, \$2.4 million of net assets are subject to external restrictions.

Table 2a shows the changes in net position for fiscal year 2017, 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 nets position for fiscal year 2017, 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

Governmental Activities

	Roane County Government		DPCU School Department	
	2017	2016	2017	2016
Assets:				
Current and Other Assets	\$ 37,646,527	\$ 36,803,245	\$ 26,899,012	\$ 26,340,820
Capital Assets	42,211,084	42,548,501	68,473,026	70,122,073
Total Assets	\$ 79,857,611	\$ 79,351,746	\$ 95,372,038	\$ 96,462,893
Deferred Outflows of Resources				
Deferred Charges on Refunding	\$ 79,378	\$ 181,548	\$ 0	\$ 0
Deferred Amounts Related to Pensions	1,685,636	805,442	8,768,196	3,191,361
Total Deferred Outflows of Resources	\$ 1,765,014	\$ 986,990	\$ 8,768,196	\$ 3,191,361
Liabilities:				
Long-term Liabilities Outstanding	\$ 38,055,476	\$ 42,505,706	\$ 12,456,379	\$ 7,848,160
Other Liabilities	1,895,015	1,644,181	509,375	297,664
Total Liabilities	\$ 39,950,491	\$ 44,149,887	\$ 12,965,754	\$ 8,145,824
Deferred Inflows of Resources:				
Deferred Current Property Taxes	\$ 15,272,216	\$ 14,674,435	\$ 15,155,472	\$ 15,272,647
Deferred Amounts Related to Pensions	651,585	659,649	5,962,065	6,939,898
Total Deferred Inflows of Resources	\$ 15,923,801	\$ 15,334,084	\$ 21,117,537	\$ 22,212,545
Net Position:				
Net Investment in Capital Assets	\$ 21,782,241	\$ 22,689,333	\$ 68,473,026	\$ 70,122,073
Restricted	12,817,142	12,829,849	2,449,290	3,198,524
Unrestricted	(8,851,050)	(14,664,417)	(865,373)	(4,024,712)
Total Net Position	\$ 25,748,333	\$ 20,854,765	\$ 70,056,943	\$ 69,295,885

Table 1b
Roane County Government Net Position

Business-type Activities

	<u>Roane County Government</u>	
	<u>2017</u>	<u>2016</u>
Assets:		
Current and Other Assets	\$ 1,488,128	\$ 1,180,080
Capital Assets	6,851,770	7,075,860
Total Assets	<u>\$ 8,339,898</u>	<u>\$ 8,255,940</u>
Deferred Outflows of Resources:		
Deferred Amounts Related to Pensions	\$ 32,171	\$ 16,210
Total Deferred Outflows of Resources	<u>\$ 32,171</u>	<u>\$ 16,210</u>
Liabilities:		
Long-term Liabilities Outstanding	\$ 4,701,804	\$ 4,643,782
Other Liabilities	23,962	20,363
Total Liabilities	<u>\$ 4,725,766</u>	<u>\$ 4,664,145</u>
Deferred Inflows of Resources:		
Deferred Amounts Related to Pensions	\$ 11,697	\$ 12,928
Total Deferred Inflows of Resources	<u>\$ 11,697</u>	<u>\$ 12,928</u>
Net Position:		
Net Investment in Capital Assets	\$ 2,149,966	\$ 2,432,078
Restricted	19,418	30,332
Unrestricted	1,465,222	1,132,667
Total Net Position	<u>\$ 3,634,606</u>	<u>\$ 3,595,077</u>

Table 2a

Roane County Government and DPCU School Department Changes in Net Position

Governmental Activities

	Roane County Government		DPCU School Department	
	2017	2016	2017	2016
Revenues:				
Program Revenues:				
Charges for Services	\$ 7,339,985	\$ 7,859,815	\$ 921,932	\$ 1,096,634
Operating Grants and Contributions	2,760,126	3,710,368	5,861,933	5,853,852
Capital Grants and Contributions	1,447,369	314,178	0	3,582
General Revenues:				
Property Taxes	15,168,980	15,475,082	15,529,758	16,065,365
Sales Taxes	829,590	913,024	7,821,685	7,381,812
Other Taxes	1,495,841	1,397,943	31,780	34,111
Grants and Contributions Not Restricted to Specific Programs	3,279,425	2,880,787	33,231,877	32,157,100
Unrestricted Investment Earnings	86,772	38,369	63,066	25,862
Miscellaneous	14,623	190,353	137,132	24,195
Gain on Disposal of Equipment	60,728	33,882	0	0
Amortization Premium	105,257	0	0	0
Total Revenues	\$ 32,588,696	\$ 32,813,801	\$ 63,599,163	\$ 62,642,513
Expenses:				
General Government	\$ 3,706,457	\$ 5,912,550	\$ 0	\$ 0
Finance	2,200,397	1,906,198	0	0
Administration of Justice	2,092,621	1,996,767	0	0
Public Safety	7,490,961	7,368,172	0	0
Public Health and Welfare	5,234,319	4,961,798	0	0
Social, Cultural, and Recreational Services	428,499	572,145	0	0
Agriculture and Natural Resources	141,151	103,297	0	0
Highways	4,307,041	3,766,100	0	0
Education	474,010	439,088	62,838,105	60,497,930
Interest on Long-term Debt	1,701,643	1,620,623	0	0
Total Expenses	\$ 27,777,099	\$ 28,646,738	\$ 62,838,105	\$ 60,497,930
Insurance Recovery	\$ 81,971	\$ 400,000	\$ 0	\$ 0
Change in Net Position	\$ 4,893,568	\$ 4,567,063	\$ 761,058	\$ 2,144,583
Net Position, July 1	20,854,765	16,287,702	69,295,885	67,151,302
Net Position, June 30	\$ 25,748,333	\$ 20,854,765	\$ 70,056,943	\$ 69,295,885

Table 2b
Roane County Government Changes in Net Position

Business-type Activities

	Roane County Government	
	2017	2016
Revenues:		
Program Revenues:		
Charges for Services	\$ 1,031,537	\$ 1,084,611
Capital Grants and Contributions	130,957	146,042
Total Revenues	<u>\$ 1,162,494</u>	<u>\$ 1,230,653</u>
Expenses:		
General Government	\$ 1,122,965	\$ 1,035,845
Total Expenses	<u>\$ 1,122,965</u>	<u>\$ 1,035,845</u>
Transfer	\$ 0	\$ (400,000)
Change in Net Position	\$ 39,529	\$ (205,192)
Net Position, July 1	<u>3,595,077</u>	<u>3,800,269</u>
Net Position, June 30	<u><u>\$ 3,634,606</u></u>	<u><u>\$ 3,595,077</u></u>

Expenses for Public Safety of \$7.5 million, consisting primarily of the law enforcement and jail operating cost, accounted for approximately 27 percent of the \$27.8 million total expenses for governmental activities. Of that \$27.8 million in governmental activities expenses, \$7.3 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 \$17.4 million. Approximately \$5.5 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 \$9.2 million. Approximately \$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 \$5.4 million, while total fund balance was \$7.2 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 46 percent of that same amount.

The fund balance of the county's General Fund increased by \$107 thousand during the current fiscal year.

The Highway/Public Works Fund continues to hold its own in terms of funding the needs of the department. Revenues and other sources exceeded expenditures and other uses by \$471 thousand giving an ending fund balance of \$1.6 million.

The General Debt Service Fund had a net decrease of \$136 thousand in fund balance.

The Rural Debt Service Fund decreased by \$207 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 \$5 million, while total fund balance was \$6.2 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 10 percent of total General Purpose School Fund expenditures, while total fund balance represents 13 percent of that same amount.

Capital Assets

The county's investment in capital assets for its governmental activities as of June 30, 2017, totals \$21.8 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, 2017, totals \$68.5 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 2017 fiscal year, the county's governmental activities had total long-term debt outstanding of \$32.9 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 \$4.7 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 4.8 percent compared to the higher rate of six percent a year ago. The state's average unemployment rate is currently 4.2 percent and the national average is 4.3 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 2018 fiscal year. At the end of the 2017 fiscal year, unassigned fund balance in the General Fund was \$5.5 million. The county has budgeted to use \$1.9 thousand from this fund balance for fiscal year 2018.

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, 2017

	Primary Government			Component
	Governmental	Business-type	Total	Unit
	Activities	Activities		Roane County School Department
<u>ASSETS</u>				
Cash	\$ 34,295	\$ 2,116	\$ 36,411	\$ 92,035
Equity in Pooled Cash and Investments	18,535,508	1,428,397	19,963,905	8,449,969
Accounts Receivable	1,862,668	64,890	1,927,558	77,708
Allowance for Uncollectibles	(606,002)	(48,668)	(654,670)	0
Due from Primary Government	0	0	0	1,592
Due from Component Unit	91	0	91	
Due from Other Governments	986,292	0	986,292	1,798,939
Due from Other Funds	285	0	285	0
Property Taxes Receivable	16,323,453	0	16,323,453	16,198,696
Allowance for Uncollectible Property Taxes	(616,455)	0	(616,455)	(611,750)
Prepaid Items	44,674	21,975	66,649	14,368
Net Pension Asset - Agent Plan (Legacy)	1,068,700	19,183	1,087,883	830,444
Net Pension Asset - Agent Plan (Hybrid)	13,018	235	13,253	4,389
Net Pension Asset - Teacher Retirement Plan	0	0	0	42,622
Capital Assets:				
Assets Not Depreciated:				
Land	4,959,927	5,000	4,964,927	1,338,172
Construction in Progress	399,710	0	399,710	769,299
Assets Net of Accumulated Depreciation:				
Buildings and Improvements	11,608,424	270,729	11,879,153	63,732,760
Other Capital Assets	3,646,157	374,708	4,020,865	2,632,795
Infrastructure - Roads, Streets, and Bridges	21,596,866	6,201,333	27,798,199	0
Total Assets	\$ 79,857,611	\$ 8,339,898	\$ 88,197,509	\$ 95,372,038

(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	\$ 188,703
Pension Changes in Investment Earnings	1,031,088	18,508	1,049,596	5,704,776
Pension Contributions after Measurement Date	654,548	13,663	668,211	2,825,352
Pension Other Deferrals	0	0	0	49,365
Deferred Charge on Refunding	79,378	0	79,378	0
Total Deferred Outflows of Resources	<u>\$ 1,765,014</u>	<u>\$ 32,171</u>	<u>\$ 1,797,185</u>	<u>\$ 8,768,196</u>
<u>LIABILITIES</u>				
Accounts Payable	\$ 328,565	\$ 14,873	\$ 343,438	\$ 298,759
Contracts Payable	82,036	0	82,036	67,917
Accrued Payroll	220,007	4,337	224,344	56,331
Accrued Interest Payable	81,914	0	81,914	0
Payroll Deductions Payable	182,283	4,467	186,750	6,691
Due to Other Funds	0	285	285	0
Due To Primary Government	0	0	0	91
Due To Component Units	1,592	0	1,592	0
Retainage Payable	0	0	0	11,051
Claims and Judgements Payable	987,985	0	987,985	0
Due to State of Tennessee	10,633	0	10,633	0
Other Current Liabilities	0	0	0	68,535
Noncurrent Liabilities:				
Due Within One Year	4,498,704	236,510	4,735,214	148,201
Due in More Than One Year	33,556,772	4,465,294	38,022,066	12,308,178
Total Liabilities	<u>\$ 39,950,491</u>	<u>\$ 4,725,766</u>	<u>\$ 44,676,257</u>	<u>\$ 12,965,754</u>

(Continued)

Exhibit A

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

	Primary Government			Component
	Governmental	Business-type	Total	Unit
	Activities	Activities	Total	Roane County School Department
<u>DEFERRED INFLOWS OF RESOURCES</u>				
Deferred Current Property Taxes	\$ 15,272,216	\$ 0	\$ 15,272,216	\$ 15,155,472
Pension Changes in Experience	651,585	11,697	663,282	5,817,775
Pension Other Deferrals	0	0	0	144,290
Total Deferred Inflows of Resources	<u>\$ 15,923,801</u>	<u>\$ 11,697</u>	<u>\$ 15,935,498</u>	<u>\$ 21,117,537</u>
<u>NET POSITION</u>				
Net Investment in Capital Assets	\$ 21,782,241	\$ 2,149,966	\$ 23,932,207	\$ 68,473,026
Restricted for:				
General	74,812	0	74,812	0
Administration of Justice	89,162	0	89,162	0
Public Safety	406,655	0	406,655	0
Public Health and Welfare	2,823,383	0	2,823,383	0
Highways	1,797,267	0	1,797,267	0
Debt Service	3,339,906	0	3,339,906	0
Capital Projects	3,024,390	0	3,024,390	0
Education	179,849	0	179,849	1,571,835
Pensions	1,081,718	19,418	1,101,136	877,455
Unrestricted	<u>(8,851,050)</u>	<u>1,465,222</u>	<u>(7,385,828)</u>	<u>(865,373)</u>
Total Net Position	<u>\$ 25,748,333</u>	<u>\$ 3,634,606</u>	<u>\$ 29,382,939</u>	<u>\$ 70,056,943</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, 2017

Functions/Programs	Net (Expense) Revenue and Changes in Net Position							Component Unit
	Expenses	Program Revenues			Primary Government			Roane
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-type Activities	Total	County School Department
Primary Government:								
Governmental Activities:								
General Government	\$ 3,706,457	\$ 826,505	\$ 113,209	\$ 298,779	\$ (2,467,964)	\$ 0	\$ (2,467,964)	\$ 0
Finance	2,200,397	1,357,537	0	0	(842,860)	0	(842,860)	0
Administration of Justice	2,092,621	1,151,034	170,568	0	(771,019)	0	(771,019)	0
Public Safety	7,490,961	814,802	149,815	0	(6,526,344)	0	(6,526,344)	0
Public Health and Welfare	5,234,319	2,903,411	305,388	0	(2,025,520)	0	(2,025,520)	0
Social, Cultural, and Recreational Services	428,499	276,204	0	24,050	(128,245)	0	(128,245)	0
Agriculture and Natural Resources	141,151	0	6,676	0	(134,475)	0	(134,475)	0
Highways	4,307,041	10,492	2,014,470	1,124,540	(1,157,539)	0	(1,157,539)	0
Education	474,010	0	0	0	(474,010)	0	(474,010)	0
Interest on Long-term Debt	1,701,643	0	0	0	(1,701,643)	0	(1,701,643)	0
Total Governmental Activities	\$ 27,777,099	\$ 7,339,985	\$ 2,760,126	\$ 1,447,369	\$ (16,229,619)	\$ 0	\$ (16,229,619)	\$ 0
Business-type Activities:								
Public Utility	\$ 1,122,965	\$ 1,031,537	\$ 0	\$ 130,957	\$ 0	\$ 39,529	\$ 39,529	\$ 0
Total Business-type Activities	\$ 1,122,965	\$ 1,031,537	\$ 0	\$ 130,957	\$ 0	\$ 39,529	\$ 39,529	\$ 0
Total Primary Government	\$ 28,900,064	\$ 8,371,522	\$ 2,760,126	\$ 1,578,326	\$ (16,229,619)	\$ 39,529	\$ (16,190,090)	\$ 0
Component Unit:								
Roane County School Department	\$ 62,838,105	\$ 921,932	\$ 5,861,933	\$ 0	\$ 0	\$ 0	\$ 0	\$ (56,054,240)
Total Component Unit	\$ 62,838,105	\$ 921,932	\$ 5,861,933	\$ 0	\$ 0	\$ 0	\$ 0	\$ (56,054,240)

(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					\$ 12,384,012	\$ 0	\$ 12,384,012	\$ 15,529,758
Property Taxes Levied for Highways					1,176,488	0	1,176,488	0
Property Taxes Levied for Debt Service					16,483	0	16,483	0
Property Taxes Levied for Other Purposes					1,591,997	0	1,591,997	0
Local Option Sales Taxes					829,590	0	829,590	7,821,685
Other Local Taxes:								
Litigation Tax					574,663	0	574,663	0
Business Tax					576,378	0	576,378	0
Wholesale Beer Tax					187,371	0	187,371	0
Mixed Drink Tax					3,128	0	3,128	27,480
Other Local Taxes					154,301	0	154,301	4,300
Grants and Contributions Not Restricted to Specific Programs					3,279,425	0	3,279,425	33,231,877
Unrestricted Investment Income					86,772	0	86,772	63,066
Miscellaneous					14,623	0	14,623	137,132
Sale of Equipment					60,728	0	60,728	0
Amortization Premium					105,257	0	105,257	0
Total General Revenues					\$ 21,041,216	\$ 0	\$ 21,041,216	\$ 56,815,298
Insurance Recovery					\$ 81,971	\$ 0	\$ 81,971	\$ 0
Change in Net Position					4,893,568	39,529	4,933,097	761,058
Net Position, July 1, 2016					20,854,765	3,595,077	24,449,842	69,295,885
Net Position, June 30, 2017					\$ 25,748,333	\$ 3,634,606	\$ 29,382,939	\$ 70,056,943

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, 2017

	Major Funds				Nonmajor Funds	Total Governmental Funds
	General	Highway / Public Works	General Debt Service	Rural Debt Service	Other Govern- mental Funds	
<u>ASSETS</u>						
Cash	\$ 22,757	\$ 2,375	\$ 0	\$ 0	\$ 9,163	\$ 34,295
Equity in Pooled Cash and Investments	7,159,477	1,507,495	1,754,784	956,737	5,679,978	17,058,471
Accounts Receivable	112,501	35	21,759	0	1,720,993	1,855,288
Allowance for Uncollectibles	0	0	0	0	(606,002)	(606,002)
Due from Other Governments	336,482	325,164	159,365	0	165,281	986,292
Due from Other Funds	4,742	0	0	0	3,190	7,932
Due from Component Units	0	0	0	0	91	91
Property Taxes Receivable	9,279,941	1,316,303	1,908,641	1,908,641	1,909,927	16,323,453
Allowance for Uncollectible Property Taxes	(350,460)	(49,711)	(72,080)	(72,080)	(72,124)	(616,455)
Prepaid Items	44,674	0	0	0	0	44,674
Total Assets	\$ 16,610,114	\$ 3,101,661	\$ 3,772,469	\$ 2,793,298	\$ 8,810,497	\$ 35,088,039
<u>LIABILITIES</u>						
Accounts Payable	\$ 152,795	\$ 27,769	\$ 2,098	\$ 0	\$ 144,037	\$ 326,699
Accrued Payroll	159,356	19,746	0	0	40,905	220,007
Payroll Deductions Payable	119,408	24,418	0	0	38,457	182,283
Contracts Payable	0	0	0	0	82,036	82,036
Due to Other Funds	9,905	930	0	0	6,427	17,262
Due to Component Units	0	0	0	0	1,592	1,592
Due to State of Tennessee	10,633	0	0	0	0	10,633
Total Liabilities	\$ 452,097	\$ 72,863	\$ 2,098	\$ 0	\$ 313,454	\$ 840,512

(Continued)

Exhibit C-1

Roane County, Tennessee
Balance Sheet
Governmental Funds (Cont.)

	Major Funds				Nonmajor	Total
	General	Highway / Public Works	General Debt Service	Rural Debt Service	Other Govern- mental Funds	
DEFERRED INFLOWS OF RESOURCES						
Deferred Current Property Taxes	\$ 8,682,297	\$ 1,231,531	\$ 1,785,721	\$ 1,785,721	\$ 1,786,946	\$ 15,272,216
Deferred Delinquent Property Taxes	223,793	31,619	46,061	48,282	46,752	396,507
Other Deferred/Unavailable Revenue	36,321	157,437	0	0	992,631	1,186,389
Total Deferred Inflows of Resources	\$ 8,942,411	\$ 1,420,587	\$ 1,831,782	\$ 1,834,003	\$ 2,826,329	\$ 16,855,112
FUND BALANCES						
Nonspendable:						
Prepaid Items	\$ 44,674	\$ 0	\$ 0	\$ 0	\$ 0	\$ 44,674
Restricted:						
Restricted for General Government	74,812	0	0	0	0	74,812
Restricted for Administration of Justice	89,162	0	0	0	0	89,162
Restricted for Public Safety	46,147	0	0	0	48,386	94,533
Restricted for Public Health and Welfare	0	0	0	0	1,721,041	1,721,041
Restricted for Other Operations	0	0	0	0	469,862	469,862
Restricted for Highways/Public Works	0	1,608,211	0	0	0	1,608,211
Restricted for Capital Outlay	0	0	0	0	3,008,393	3,008,393
Restricted for Debt Service	0	0	1,938,589	959,295	423,032	3,320,916
Committed:						
Committed for General Government	1,308,252	0	0	0	0	1,308,252
Committed for Social, Cultural, and Recreational Services	91,755	0	0	0	0	91,755
Assigned:						
Assigned for General Government	17,072	0	0	0	0	17,072
Assigned for Finance	10,461	0	0	0	0	10,461
Assigned for Public Safety	65,903	0	0	0	0	65,903
Unassigned	5,467,368	0	0	0	0	5,467,368
Total Fund Balances	\$ 7,215,606	\$ 1,608,211	\$ 1,938,589	\$ 959,295	\$ 5,670,714	\$ 17,392,415
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	\$ 16,610,114	\$ 3,101,661	\$ 3,772,469	\$ 2,793,298	\$ 8,810,497	\$ 35,088,039

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, 2017

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)		\$ 17,392,415
(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	399,710	
Add: infrastructure net of accumulated depreciation	21,596,866	
Add: building and improvements net of accumulated depreciation	11,608,424	
Add: other capital assets net of accumulated depreciation	<u>3,646,157</u>	42,211,084
(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.		504,181
(3) Long-term liabilities are not due and payable in the current period and therefore are not reported in the governmental funds.		
Less: bonds payable	\$ (31,620,000)	
Less: other loans payable	(1,245,581)	
Add: deferred amount on refunding	79,378	
Less: unamortized premium on debt	(443,310)	
Less: compensated absences payable	(473,888)	
Less: landfill closure/postclosure care costs	(75,697)	
Less: other postemployment benefits liability	(4,197,000)	
Less: accrued interest on bonds and other loans payable	<u>(81,914)</u>	(38,058,012)
(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	\$ 1,685,636	
Less: deferred inflows of resources related to pensions	<u>(651,585)</u>	1,034,051
(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 Plan (Legacy)	\$ 1,068,700	
Add: net pension assets of the Agent Plan (Hybrid)	<u>13,018</u>	1,081,718
(6) Other long-term assets are not available to pay for current-period expenditures and therefore are deferred in the governmental funds.		<u>1,582,896</u>
Net position of governmental activities (Exhibit A)		<u>\$ 25,748,333</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, 2017

	Major Funds				Nonmajor Funds	
	General	Highway / Public Works	General Debt Service	Rural Debt Service	Other Govern- mental Funds	Total Governmental Funds
<u>Revenues</u>						
Local Taxes	\$ 10,554,603	\$ 1,333,627	\$ 2,783,268	\$ 1,454,794	\$ 2,833,583	\$ 18,959,875
Licenses and Permits	546,924	0	0	0	0	546,924
Fines, Forfeitures, and Penalties	153,570	0	0	0	28,881	182,451
Charges for Current Services	530,091	0	0	0	2,558,675	3,088,766
Other Local Revenues	139,695	21,374	87,832	6,116	541,982	796,999
Fees Received From County Officials	2,608,510	0	0	0	0	2,608,510
State of Tennessee	1,821,641	2,686,159	0	0	838,797	5,346,597
Federal Government	375,971	13,937	0	0	25,687	415,595
Other Governments and Citizens Groups	250	3,000	98,316	0	0	101,566
Total Revenues	\$ 16,731,255	\$ 4,058,097	\$ 2,969,416	\$ 1,460,910	\$ 6,827,605	\$ 32,047,283
<u>Expenditures</u>						
Current:						
General Government	\$ 2,594,716	\$ 0	\$ 0	\$ 0	\$ 0	\$ 2,594,716
Finance	2,000,474	0	0	0	297	2,000,771
Administration of Justice	2,136,664	0	0	0	0	2,136,664
Public Safety	6,831,058	0	0	0	634,135	7,465,193
Public Health and Welfare	501,714	0	0	0	4,416,863	4,918,577
Social, Cultural, and Recreational Services	427,322	0	0	0	0	427,322
Agriculture and Natural Resources	138,933	0	0	0	0	138,933
Other Operations	1,118,066	0	0	0	0	1,118,066
Highways	0	3,267,625	0	0	0	3,267,625
Debt Service:						
Principal on Debt	0	0	2,033,316	1,375,000	250,000	3,658,316
Interest on Debt	0	0	888,980	263,350	44,840	1,197,170
Other Debt Service	0	0	268,136	29,340	5,861	303,337

(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	Rural Debt Service	Other Govern- mental Funds	
<u>Expenditures (Cont.)</u>						
Capital Projects	\$ 0	\$ 0	\$ 0	\$ 0	\$ 2,276,444	\$ 2,276,444
Total Expenditures	\$ 15,748,947	\$ 3,267,625	\$ 3,190,432	\$ 1,667,690	\$ 7,628,440	\$ 31,503,134
Excess (Deficiency) of Revenues Over Expenditures	\$ 982,308	\$ 790,472	\$ (221,016)	\$ (206,780)	\$ (800,835)	\$ 544,149
<u>Other Financing Sources (Uses)</u>						
Refunding Debt Issued	\$ 0	\$ 0	\$ 11,240,000	\$ 0	\$ 0	\$ 11,240,000
Premiums on Debt Sold	0	0	105,257	0	0	105,257
Proceeds from Sale of Capital Assets	0	0	0	0	31,272	31,272
Insurance Recovery	4,056	0	0	0	77,915	81,971
Transfers In	0	0	119,894	0	1,199,617	1,319,511
Transfers Out	(879,617)	(319,894)	0	0	(120,000)	(1,319,511)
Payments to Refunded Debt Escrow Agent	0	0	(11,380,247)	0	0	(11,380,247)
Total Other Financing Sources (Uses)	\$ (875,561)	\$ (319,894)	\$ 84,904	\$ 0	\$ 1,188,804	\$ 78,253
Net Change in Fund Balances	\$ 106,747	\$ 470,578	\$ (136,112)	\$ (206,780)	\$ 387,969	\$ 622,402
Fund Balance, July 1, 2016	7,108,859	1,137,633	2,074,701	1,166,075	5,282,745	16,770,013
Fund Balance, June 30, 2017	\$ 7,215,606	\$ 1,608,211	\$ 1,938,589	\$ 959,295	\$ 5,670,714	\$ 17,392,415

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, 2017

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)	\$	622,402	
(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	\$	2,594,292	
Less: current-year depreciation expense		<u>(2,927,376)</u>	(333,084)
(2) The net effect of various miscellaneous transactions involving capital assets (sales, trade-ins, and donations) is to increase net position.			
Less: book value of assets disposed			(4,333)
(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, 2017	\$	1,582,896	
Less: deferred delinquent property taxes and other deferred June 30, 2016		<u>(1,646,938)</u>	(64,042)
(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	\$	58,721	
Add: principal payments on bonds		3,410,000	
Add: principal payments on other loans		248,316	
Add: principal amount of other loans refunded		1,450,000	
Add: principal amount of bonds refunded		9,400,000	
Less: bond proceeds		<u>(11,240,000)</u>	
Less: change in deferred amount on refunding debt		<u>(102,170)</u>	3,224,867
(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	\$	69,223	
Change in compensated absences payable		(43,428)	
Change in net pension asset - agent legacy plan		(479,050)	
Change in net pension asset - agent hybrid plan		13,018	
Change in deferred outflows related to pensions		880,194	
Change in deferred inflows related to pensions		8,064	
Change in landfill closure/postclosure care cost		14,312	
Change in other postemployment benefits liability		<u>1,152,309</u>	1,614,642
(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>(166,884)</u>
Change in net position of governmental activities (Exhibit B)	\$		<u>4,893,568</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, 2017

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2016	Add: Encumbrances 6/30/2017	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
<u>Revenues</u>							
Local Taxes	\$ 10,554,603	\$ 0	\$ 0	\$ 10,554,603	\$ 10,588,350	\$ 10,532,350	\$ 22,253
Licenses and Permits	546,924	0	0	546,924	484,000	484,000	62,924
Fines, Forfeitures, and Penalties	153,570	0	0	153,570	169,300	170,000	(16,430)
Charges for Current Services	530,091	0	0	530,091	469,200	492,400	37,691
Other Local Revenues	139,695	0	0	139,695	258,300	287,300	(147,605)
Fees Received From County Officials	2,608,510	0	0	2,608,510	2,426,000	2,426,000	182,510
State of Tennessee	1,821,641	0	0	1,821,641	2,325,178	2,471,889	(650,248)
Federal Government	375,971	0	0	375,971	147,967	147,967	228,004
Other Governments and Citizens Groups	250	0	0	250	500	500	(250)
Total Revenues	\$ 16,731,255	\$ 0	\$ 0	\$ 16,731,255	\$ 16,868,795	\$ 17,012,406	\$ (281,151)
<u>Expenditures</u>							
<u>General Government</u>							
County Commission	\$ 112,451	\$ 0	\$ 0	\$ 112,451	\$ 137,392	\$ 137,392	\$ 24,941
Board of Equalization	9,277	0	0	9,277	11,400	11,400	2,123
Beer Board	1,413	0	0	1,413	5,620	5,620	4,207
Budget and Finance Committee	11,247	0	0	11,247	12,525	12,525	1,278
Other Boards and Committees	42,109	0	0	42,109	42,830	42,830	721
County Mayor/Executive	260,922	0	0	260,922	282,326	284,058	23,136
County Attorney	120,616	0	0	120,616	121,848	122,848	2,232
Election Commission	352,061	(269)	0	351,792	448,063	449,416	97,624
Register of Deeds	291,863	0	0	291,863	319,003	321,322	29,459
Planning	150,394	(4,867)	0	145,527	210,857	212,289	66,762
Codes Compliance	256,402	0	1,040	257,442	269,757	292,932	35,490
County Buildings	485,160	(5,748)	16,032	495,444	535,223	538,073	42,629
Other General Administration	30,772	0	0	30,772	36,350	37,650	6,878
Preservation of Records	93,176	(757)	0	92,419	130,342	132,032	39,613
Risk Management	376,853	0	0	376,853	461,710	461,710	84,857
<u>Finance</u>							
Accounting and Budgeting	453,806	0	0	453,806	468,370	476,356	22,550

(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 7/1/2016	Add: Encumbrances 6/30/2017	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
<u>Expenditures (Cont.)</u>							
<u>Finance (Cont.)</u>							
Purchasing	\$ 171,516	\$ 0	\$ 0	\$ 171,516	\$ 182,813	\$ 185,593	\$ 14,077
Property Assessor's Office	494,224	0	6,808	501,032	582,086	595,461	94,429
Reappraisal Program	45,528	0	0	45,528	122,720	126,066	80,538
County Trustee's Office	274,508	(1,035)	1,096	274,569	306,896	308,603	34,034
County Clerk's Office	560,892	0	2,557	563,449	624,320	630,689	67,240
<u>Administration of Justice</u>							
Circuit Court	245,945	0	0	245,945	266,597	268,383	22,438
General Sessions Court	451,358	0	0	451,358	498,047	506,468	55,110
General Sessions Judge	566,310	0	0	566,310	597,075	598,242	31,932
Drug Court	178,638	0	0	178,638	179,583	180,166	1,528
Chancery Court	305,941	(1,374)	0	304,567	325,772	343,168	38,601
Juvenile Court	361,996	0	0	361,996	428,741	431,980	69,984
Other Administration of Justice	26,476	0	0	26,476	55,100	55,100	28,624
<u>Public Safety</u>							
Sheriff's Department	3,536,855	0	48,807	3,585,662	3,702,080	3,837,483	251,821
Jail	2,927,976	0	13,221	2,941,197	3,037,339	3,258,685	317,488
Civil Defense	294,447	(780)	3,875	297,542	404,983	409,952	112,410
County Coroner/Medical Examiner	71,780	0	0	71,780	68,000	68,000	(3,780)
<u>Public Health and Welfare</u>							
Local Health Center	130,811	(467)	0	130,344	173,863	180,229	49,885
Other Local Health Services	206,488	0	0	206,488	560,478	599,693	393,205
Appropriation to State	52,285	0	0	52,285	52,781	52,781	496
Other Local Welfare Services	112,130	0	0	112,130	120,000	120,000	7,870
<u>Social, Cultural, and Recreational Services</u>							
Libraries	10,000	0	0	10,000	15,800	15,800	5,800
Parks and Fair Boards	417,322	0	0	417,322	488,372	522,647	105,325
<u>Agriculture and Natural Resources</u>							
Agricultural Extension Service	85,682	0	0	85,682	85,917	85,917	235
Soil Conservation	53,251	0	0	53,251	56,776	57,853	4,602

(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 7/1/2016	Add: Encumbrances 6/30/2017	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
<u>Expenditures (Cont.)</u>							
<u>Other Operations</u>							
Industrial Development	\$ 582,974	\$ 0	\$ 0	\$ 582,974	\$ 613,850	\$ 613,850	\$ 30,876
Veterans' Services	49,010	0	0	49,010	55,191	58,657	9,647
Employee Benefits	46,378	0	0	46,378	64,000	60,000	13,622
Miscellaneous	439,704	(1,531)	0	438,173	438,620	438,620	447
Total Expenditures	<u>\$ 15,748,947</u>	<u>\$ (16,828)</u>	<u>\$ 93,436</u>	<u>\$ 15,825,555</u>	<u>\$ 17,601,416</u>	<u>\$ 18,148,539</u>	<u>\$ 2,322,984</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ 982,308</u>	<u>\$ 16,828</u>	<u>\$ (93,436)</u>	<u>\$ 905,700</u>	<u>\$ (732,621)</u>	<u>\$ (1,136,133)</u>	<u>\$ 2,041,833</u>
<u>Other Financing Sources (Uses)</u>							
Insurance Recovery	\$ 4,056	\$ 0	\$ 0	\$ 4,056	\$ 0	\$ 7,700	\$ (3,644)
Transfers Out	(879,617)	0	0	(879,617)	(119,000)	(881,617)	2,000
Total Other Financing Sources	<u>\$ (875,561)</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ (875,561)</u>	<u>\$ (119,000)</u>	<u>\$ (873,917)</u>	<u>\$ (1,644)</u>
Net Change in Fund Balance	\$ 106,747	\$ 16,828	\$ (93,436)	\$ 30,139	\$ (851,621)	\$ (2,010,050)	\$ 2,040,189
Fund Balance, July 1, 2016	<u>7,108,859</u>	<u>(16,828)</u>	<u>0</u>	<u>7,092,031</u>	<u>7,082,855</u>	<u>7,082,855</u>	<u>9,176</u>
Fund Balance, June 30, 2017	<u>\$ 7,215,606</u>	<u>\$ 0</u>	<u>\$ (93,436)</u>	<u>\$ 7,122,170</u>	<u>\$ 6,231,234</u>	<u>\$ 5,072,805</u>	<u>\$ 2,049,365</u>

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 (Budgetary Basis) and Budget
Highway/Public Works Fund
For the Year Ended June 30, 2017

	Actual (GAAP Basis)	Add: Encumbrances 6/30/2017	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
				Original	Final	
<u>Revenues</u>						
Local Taxes	\$ 1,333,627	\$ 0	\$ 1,333,627	\$ 1,306,500	\$ 1,310,500	\$ 23,127
Other Local Revenues	21,374	0	21,374	60,000	60,000	(38,626)
State of Tennessee	2,686,159	0	2,686,159	2,731,400	2,731,400	(45,241)
Federal Government	13,937	0	13,937	0	0	13,937
Other Governments and Citizens Groups	3,000	0	3,000	0	0	3,000
Total Revenues	\$ 4,058,097	\$ 0	\$ 4,058,097	\$ 4,097,900	\$ 4,101,900	\$ (43,803)
<u>Expenditures</u>						
<u>Highways</u>						
Administration	\$ 285,666	\$ 0	\$ 285,666	\$ 318,674	\$ 320,424	\$ 34,758
Highway and Bridge Maintenance	2,195,312	119,803	2,315,115	2,947,203	2,959,056	643,941
Operation and Maintenance of Equipment	477,222	1,201	478,423	726,384	728,134	249,711
Traffic Control	47,085	990	48,075	63,555	64,138	16,063
Litter and Trash Collection	44,326	0	44,326	52,400	52,952	8,626
Other Charges	136,617	0	136,617	169,800	169,800	33,183
Employee Benefits	78,417	0	78,417	73,100	73,100	(5,317)
Capital Outlay	2,980	0	2,980	0	0	(2,980)
Total Expenditures	\$ 3,267,625	\$ 121,994	\$ 3,389,619	\$ 4,351,116	\$ 4,367,604	\$ 977,985
Excess (Deficiency) of Revenues Over Expenditures	\$ 790,472	\$ (121,994)	\$ 668,478	\$ (253,216)	\$ (265,704)	\$ 934,182
<u>Other Financing Sources (Uses)</u>						
Transfers Out	\$ (319,894)	\$ 0	\$ (319,894)	\$ (319,894)	\$ (319,894)	\$ 0
Total Other Financing Sources	\$ (319,894)	\$ 0	\$ (319,894)	\$ (319,894)	\$ (319,894)	\$ 0

(Continued)

Exhibit C-6

Roane County, Tennessee
Statement of Revenues, Expenditures, and Changes
in Fund Balance - Actual (Budgetary Basis) and Budget
Highway/Public Works Fund (Cont.)

	Actual (GAAP Basis)	Add: Encumbrances 6/30/2017	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
				Original	Final	
Net Change in Fund Balance	\$ 470,578	\$ (121,994)	\$ 348,584	\$ (573,110)	\$ (585,598)	\$ 934,182
Fund Balance, July 1, 2016	1,137,633	0	1,137,633	1,137,633	1,137,633	0
Fund Balance, June 30, 2017	\$ 1,608,211	\$ (121,994)	\$ 1,486,217	\$ 564,523	\$ 552,035	\$ 934,182

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, 2017

	Business-type Activities - Major Enterprise Fund	Governmental Activities
	Public Utility Fund	Internal Service Funds
<u>ASSETS</u>		
Current Assets:		
Cash	\$ 2,116	\$ 0
Equity in Pooled Cash and Investments	1,428,397	1,477,037
Accounts Receivable	64,890	7,380
Allowance for Uncollectibles	(48,668)	0
Due from Other Funds	0	9,655
Prepaid Items	21,975	0
Total Current Assets	<u>\$ 1,468,710</u>	<u>\$ 1,494,072</u>
Noncurrent Assets:		
Net Pension Asset - Agent Plan (Legacy)	\$ 19,183	\$ 0
Net Pension Asset - Agent Plan (Hybrid)	235	
Capital Assets:		
Assets Not Depreciated:		
Land	5,000	0
Assets Net of Accumulated Depreciation:		
Buildings and Improvements	270,729	0
Infrastructure	6,201,333	0
Machinery and Equipment	374,708	0
Total Noncurrent Assets	<u>\$ 6,871,188</u>	<u>\$ 0</u>
Total Assets	<u>\$ 8,339,898</u>	<u>\$ 1,494,072</u>
<u>DEFERRED OUTFLOWS OF RESOURCES</u>		
Deferred Outflows of Resources:		
Pension Changes in Investment Earnings	\$ 18,508	\$ 0
Pension Contributions After Measurement Date	13,663	0
Total Deferred Outflows of Resources	<u>\$ 32,171</u>	<u>\$ 0</u>
Total Assets and Deferred Outflows of Resources	<u>\$ 8,372,069</u>	<u>\$ 1,494,072</u>
<u>LIABILITIES</u>		
Current Liabilities:		
Accounts Payable	\$ 14,873	\$ 1,866
Accrued Payroll	4,337	0
Payroll Deductions Payable	4,467	0
Claims and Judgments Payable	0	987,985
Due to Other Funds	285	40
General Obligation Bonds Payable	47,258	0
Other Loans Payable	189,252	0
Total Current Liabilities	<u>\$ 260,472</u>	<u>\$ 989,891</u>

(Continued)

Exhibit D-1

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

	Business-type Activities - Major <u>Enterprise Fund</u>	<u>Governmental Activities</u>
	Public Utility Fund	Internal Service Funds
<u>LIABILITIES (Cont.)</u>		
Noncurrent Liabilities:		
General Obligation Bonds Payable - Long-term	\$ 549,163	\$ 0
Other Loans Payable - Long-term	3,916,131	0
Total Noncurrent Liabilities	<u>\$ 4,465,294</u>	<u>\$ 0</u>
Total Liabilities	<u>\$ 4,725,766</u>	<u>\$ 989,891</u>
<u>DEFERRED INFLOWS OF RESOURCES</u>		
Deferred Inflows of Resources:		
Pension Changes in Experience	\$ 11,697	\$ 0
Total Deferred Inflows of Resources	<u>\$ 11,697</u>	<u>\$ 0</u>
<u>NET POSITION</u>		
Prepaid Items	\$ 21,975	\$ 0
Restricted for Education	0	179,849
Restricted for Pensions	19,418	0
Unrestricted	1,443,247	324,332
Net Investment in Capital Assets	<u>2,149,966</u>	<u>0</u>
Total Net Position	<u>\$ 3,634,606</u>	<u>\$ 504,181</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, 2017

	Business-type Activities - Major Enterprise Fund	Governmental Activities
	Public Utility Fund	Internal Service Funds
<u>Operating Revenues</u>		
Charges for Services	\$ 1,031,537	\$ 1,157,855
Total Operating Revenues	<u>\$ 1,031,537</u>	<u>\$ 1,157,855</u>
<u>Operating Expenses</u>		
Salaries and Benefits	\$ 319,304	\$ 10,569
Handling Charges and Administration	0	52,883
Advertising	52	0
Communication	1,994	0
Dues and Memberships	700	0
Engineering Services	67,866	0
Legal Services	42,109	0
Licenses	1,063	0
Maintenance Agreements	7,899	0
Maintenance and Repair Services	30,586	0
Postal Charges	3,644	0
Printing, Stationery, and Forms	783	0
Rentals	68	0
Travel	0	921
Disposal Fees	12,241	0
Crushed Stone	323	0
Custodial Supplies	741	0
Diesel Fuel	846	0
Electricity	51,389	0
Food Supplies	862	0
Gasoline	7,371	0
Office Supplies	1,455	0
Tires and Tubes	840	0
Uniforms	2,288	0
Water and Sewer	13,211	0
Testing	6,203	0
Chemicals	24,524	0

(Continued)

Exhibit D-2

Roane County, Tennessee
Statement of Revenues, Expenses, and
Changes in Net Position
Proprietary Funds (Cont.)

	Business-type Activities - Major Enterprise Fund	Governmental Activities
	Public Utility Fund	Internal Service Funds
<u>Operating Expenses (Cont.)</u>		
Building and Contents Insurance	\$ 5,723	\$ 0
Liability Insurance	8,926	0
Medical Claims	0	1,147,915
Trustee's Commission	10,865	0
Vehicle and Equipment Insurance	8,282	0
Workers' Compensation Insurance	4,600	119,415
Depreciation	346,577	0
In Service/Staff Development	0	75
Other Charges	2,677	0
Other Capital Outlay	30,484	0
Total Operating Expenses	<u>\$ 1,016,496</u>	<u>\$ 1,331,778</u>
Operating Income (Loss)	<u>\$ 15,041</u>	<u>\$ (173,923)</u>
<u>Nonoperating Revenues (Expenses)</u>		
Investment Income	\$ 0	\$ 7,039
Interest on Bonds	(28,025)	0
Interest on Other Loans	(75,052)	0
Other Debt Service (Fees on Other Loan)	(3,392)	0
Sale of Equipment	820	0
State Revenue	54,813	0
Grants	75,324	0
Total Nonoperating Revenue (Expenses)	<u>\$ 24,488</u>	<u>\$ 7,039</u>
Income (Loss)	<u>\$ 39,529</u>	<u>\$ (166,884)</u>
Change in Net Position	\$ 39,529	\$ (166,884)
Net Position July 1, 2016	<u>3,595,077</u>	<u>671,065</u>
Net Position, June 30, 2017	<u><u>\$ 3,634,606</u></u>	<u><u>\$ 504,181</u></u>

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, 2017

	Business-type Activities - Major Enterprise Fund	Governmental Activities
	Public Utility Fund	Internal Service Funds
<u>Cash Flows from Operating Activities</u>		
Receipts from Customers and Users	\$ 1,028,199	\$ 0
Receipts from Self-Insurance Premiums	0	1,149,325
Payments to Vendors	(341,014)	0
Payments to Employees	(319,725)	(10,569)
Payments to Employees (Retirement Plan)	(6,277)	0
Payments to Insurers	(27,531)	(119,415)
Payments for Claims	0	(935,077)
Payments for Administrative Costs	0	(56,274)
Net Cash Provided By (Used In) Operating Activities	<u>\$ 333,652</u>	<u>\$ 27,990</u>
<u>Cash Flows from Capital and Related Financing Activities</u>		
Proceeds from Capital Debt	\$ 293,408	\$ 0
Capital Grants	75,324	0
Acquisition and Construction of Capital Assets	(122,487)	0
Principal Paid on Bonds	(46,690)	0
Principal Paid on Other Loans Payable	(188,696)	0
Interest Paid on Bonds	(28,025)	0
Interest Paid on Other Loans Payable	(75,052)	0
Other Debt Service on Other Loans Payable	(3,392)	0
Net Cash Provided By (Used In) Capital and Related Financing Activities	<u>\$ (95,610)</u>	<u>\$ 0</u>
<u>Cash Flows from Noncapital Financing Activities</u>		
Nonoperating Revenues	\$ 55,633	\$ 0
Net Cash Provided By (Used In) Noncapital Financing Activities	<u>\$ 55,633</u>	<u>\$ 0</u>
<u>Cash Flows from Investing Activities</u>		
Interest on Investments	\$ 0	\$ 7,039
Net Cash Provided By (Used In) Investing Activities	<u>\$ 0</u>	<u>\$ 7,039</u>
Increase (Decrease) in Cash	\$ 293,675	\$ 35,029
Cash, July 1, 2016	<u>1,136,838</u>	<u>1,442,008</u>
Cash, June 30, 2017	<u>\$ 1,430,513</u>	<u>\$ 1,477,037</u>

(Continued)

Exhibit D-3

Roane County, Tennessee
Statement of Cash Flows
Proprietary Funds (Cont.)

	Business-type Activities - Major 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)	\$ 15,041	\$ (173,923)
Adjustments to Reconcile Net Operating Income (Loss) to Net Cash Provided By (Used In) Operating Activities:		
Depreciation	346,577	0
Changes in Assets and Liabilities:		
(Increase) Decrease in Current Operating Receivables	(3,338)	(8,530)
(Increase) Decrease in Prepaid Items	(21,875)	0
Increase (Decrease) in Accounts Payable	3,736	0
Increase (Decrease) in Accrued Payroll	210	0
Increase (Decrease) in Due to Other Funds	(667)	0
Increase (Decrease) in Payroll Deductions Payable	246	0
(Increase) Decrease in Net Pension Asset	10,914	0
(Increase) Decrease in Deferred Outflows Related to Pensions	5,965	0
Increase (Decrease) in Deferred Inflows Related to Pensions	(23,157)	0
Increase (Decrease) in Other Current Operating Liabilities	0	210,443
	<hr/>	<hr/>
Net Cash Provided By (Used In) Operating Activities	<u>\$ 333,652</u>	<u>\$ 27,990</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, 2017

	Private Purpose Trust Fund	
	<u>Endowment Fund</u>	<u>Agency Funds</u>
<u>ASSETS</u>		
Cash	\$ 0	\$ 1,512,980
Equity in Pooled Cash and Investments	20,094	512,576
Due from Other Governments	0	2,051
Due from Other Funds	0	1,197,154
Property Taxes Receivable	0	1,047,549
Allowance for Uncollectible Property Taxes	0	(39,460)
Prepaid Items	0	11,521
Notes Receivable - Long-term	0	561,062
	<u>0</u>	<u>561,062</u>
Total Assets	<u>\$ 20,094</u>	<u>\$ 4,805,433</u>
<u>LIABILITIES</u>		
Accounts Payable	\$ 0	\$ 5,337
Due to Other Taxing Units	0	2,196,437
Due to Litigants, Heirs, and Others	0	1,539,271
Due to Joint Ventures	0	159,613
Other Current Liabilities	0	904,775
	<u>0</u>	<u>904,775</u>
Total Liabilities	<u>\$ 0</u>	<u>\$ 4,805,433</u>
<u>NET POSITION</u>		
Held in Trust for Scholarships	<u>\$ 20,094</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, 2017

	Private Purpose Trust Fund <hr/> Endowment Fund <hr/>
<u>ADDITIONS</u>	
Investment Income:	
Interest	\$ 94
Total Additions	<hr/> \$ 94 <hr/>
<u>DEDUCTIONS</u>	
Education:	
Scholarships	\$ 0
Total Deductions	<hr/> \$ 0 <hr/>
Change in Net Position	\$ 94
Net Position, July 1, 2016	<hr/> 20,000 <hr/>
Net Position, June 30, 2017	<hr/> \$ 20,094 <hr/>

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, 2017

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, 2017.

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.

Rural Debt Service Fund – This fund accounts for the resources accumulated and payments made 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.

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:

Capital Projects Fund – are 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.

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 2.02 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 \$68,535 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 acquisition 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. Accordingly, the items are reported in the government-wide Statement of Net Position and the governmental funds balance sheet. These items are for pension changes in experience, pension changes in investment earnings, pension changes in proportionate share of contributions, employer contributions made to the pension plan 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 a 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 items are from the following sources: current and delinquent property taxes, pension changes in experience, pension changes in proportionate share of contributions, and various receivables for revenues, which do not meet the availability criteria in governmental funds. These amounts are deferred and recognized as an inflow of resources in the period that the amounts become available.

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.

As of June 30, 2017, Roane County had \$12,802,835 in outstanding debt for capital purposes of other entities (schools of \$9,340,581 and industrial purposes of \$3,462,254). 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.

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 Plans (agent legacy and agent hybrid plans) 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 Plans 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 and the Teacher Legacy Pension 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 and the Teacher Legacy Pension 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

A. **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.

At June 30, 2017, Roane County and the Roane County School Department reported the following significant encumbrances:

Primary Government			
Major Funds:			
General	Repairs to Security Cameras	\$	14,408
"	Computers		34,723
"	Law Enforcement Equipment		34,113
Highway/Public Works	Asphalt		95,725
"	Engineering Services		23,574
School Department:			
Major Fund:			
General Purpose School	Computers		217,920

B. Expenditures Exceeded Appropriations

Total expenditures of the General Debt Service Fund exceeded total appropriations approved by the county commission by \$11,564.

Expenditures exceeded appropriations approved by the county commission in major appropriation categories (the legal level of control) of various funds administered by the office. These over expenditures are reflected in the following table:

<u>Fund/Major Appropriation Category</u>	<u>Amount Overspent</u>
General Fund:	
County Coroner/Medical Examiner	\$ 3,780
Rural Debt Service Fund:	
Education	640
Highway/Public Works Fund:	
Employee Benefits	5,317
Capital Outlay	2,980

Expenditures that exceed appropriations are a violation of state statutes. These expenditures in excess of appropriations were funded by greater than anticipated revenues in the General Debt Service and Rural Debt Service funds and by available fund balance in the General and Highway/Public Works funds.

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, 2017, Roane County had the following investments carried at amortized cost using a Stable Net Asset Value. 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.

Investment	Weighted Average Maturity (days)	Amortized Cost
State Treasurer's Investment Pool	3 to 80	\$ 23,206,259

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, 2017, Roane County's investment in the State Treasurer's Investment Pool was unrated.

B. Notes Receivable

Notes receivable consists of industrial loans totaling \$561,062 in the Community Development - Agency Fund due from local businesses. These loans were made from revolving loan funds received from the U.S. Department of Commerce passed through the Tennessee Department of Economic and Community Development.

C. Capital Assets

Capital assets activity for the year ended June 30, 2017, was as follows:

Primary Government

Governmental Activities:

	Balance 7-1-16	Increases	Decreases	Balance 6-30-17
Capital Assets				
Not Depreciated:				
Land	\$ 4,959,927	\$ 0	\$ 0	\$ 4,959,927
Construction in Progress	505,197	14,210	(119,697)	399,710
Total Capital Assets Not Depreciated	<u>\$ 5,465,124</u>	<u>\$ 14,210</u>	<u>\$ (119,697)</u>	<u>\$ 5,359,637</u>
Capital Assets Depreciated:				
Buildings and Improvements	\$ 16,237,583	\$ 97,604	\$ (15,411)	\$ 16,319,776
Infrastructure	38,242,518	1,519,536	0	39,762,054
Other Capital Assets	13,060,731	1,082,639	(885,454)	13,257,916
Total Capital Assets Depreciated	<u>\$ 67,540,832</u>	<u>\$ 2,699,779</u>	<u>\$ (900,865)</u>	<u>\$ 69,339,746</u>
Less Accumulated Depreciation For:				
Buildings and Improvements	\$ 4,281,114	\$ 445,649	\$ (15,411)	\$ 4,711,352
Infrastructure	16,769,370	1,395,818	0	18,165,188
Other Capital Assets	9,406,971	1,085,909	(881,121)	9,611,759
Total Accumulated Depreciation	<u>\$ 30,457,455</u>	<u>\$ 2,927,376</u>	<u>\$ (896,532)</u>	<u>\$ 32,488,299</u>
Total Capital Assets Depreciated, Net	<u>\$ 37,083,377</u>	<u>\$ (227,597)</u>	<u>\$ (4,333)</u>	<u>\$ 36,851,447</u>
Governmental Activities Capital Assets, Net	<u>\$ 42,548,501</u>	<u>\$ (213,387)</u>	<u>\$ (124,030)</u>	<u>\$ 42,211,084</u>

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

Governmental Activities:

General Government	\$ 409,195
Finance	3,152
Administration of Justice	17,477
Public Safety	444,083
Public Health and Welfare	430,097
Social, Cultural, and Recreational Services	61,483
Highways/Public Works	<u>1,561,889</u>
Total Depreciation Expense - Governmental Activities	<u>\$ 2,927,376</u>

Business-Type Activities:

	Balance 7-1-16	Increases	Decreases	Balance 6-30-17
Capital Assets Not Depreciated:				
Land	\$ 5,000	\$ 0	\$ 0	\$ 5,000
Construction in Progress	<u>2,514,078</u>	<u>0</u>	<u>(2,514,078)</u>	<u>0</u>
Total Capital Assets Not Depreciated	<u>\$ 2,519,078</u>	<u>\$ 0</u>	<u>\$ (2,514,078)</u>	<u>\$ 5,000</u>
Capital Assets Depreciated:				
Buildings and Improvements	\$ 996,279	\$ 0	\$ 0	\$ 996,279
Infrastructure	5,663,622	2,585,190	0	8,248,812
Other Capital Assets	<u>1,026,195</u>	<u>51,375</u>	<u>0</u>	<u>1,077,570</u>
Total Capital Assets Depreciated	<u>\$ 7,686,096</u>	<u>\$ 2,636,565</u>	<u>\$ 0</u>	<u>\$ 10,322,661</u>
Less Accumulated Depreciation For:				
Buildings and Improvements	\$ 716,738	\$ 8,812	\$ 0	\$ 725,550
Infrastructure	1,847,511	199,968	0	2,047,479
Other Capital Assets	<u>565,065</u>	<u>137,797</u>	<u>0</u>	<u>702,862</u>
Total Accumulated Depreciation	<u>\$ 3,129,314</u>	<u>\$ 346,577</u>	<u>\$ 0</u>	<u>\$ 3,475,891</u>
Total Capital Assets Depreciated, Net	<u>\$ 4,556,782</u>	<u>\$ 2,289,988</u>	<u>\$ 0</u>	<u>\$ 6,846,770</u>
Business-type Activities Capital Assets, Net	<u>\$ 7,075,860</u>	<u>\$ 2,289,988</u>	<u>\$ (2,514,078)</u>	<u>\$ 6,851,770</u>

Depreciation expense totaling \$346,577 was charged to the Public Utility Fund.

Discretely Presented Roane County School Department

Governmental Activities:

	Balance 7-1-16	Increases	Decreases	Balance 6-30-17
Capital Assets				
Not Depreciated:				
Land	\$ 1,338,172	\$ 0	\$ 0	\$ 1,338,172
Construction in Progress	579,858	458,852	(269,411)	769,299
Total Capital Assets Not Depreciated	\$ 1,918,030	\$ 458,852	\$ (269,411)	\$ 2,107,471
Capital Assets Depreciated:				
Buildings and Improvements	\$ 105,417,892	\$ 50,455	\$ 0	\$ 105,468,347
Other Capital Assets	9,489,735	1,115,947	(194,462)	10,411,220
Total Capital Assets Depreciated	\$ 114,907,627	\$ 1,166,402	\$ (194,462)	\$ 115,879,567
Less Accumulated Depreciation For:				
Buildings and Improvements	\$ 39,271,042	\$ 2,464,545	\$ 0	\$ 41,735,587
Other Capital Assets	7,432,542	540,345	(194,462)	7,778,425
Total Accumulated Depreciation	\$ 46,703,584	\$ 3,004,890	\$ (194,462)	\$ 49,514,012
Total Capital Assets Depreciated, Net	\$ 68,204,043	\$ (1,838,488)	\$ 0	\$ 66,365,555
Governmental Activities Capital Assets, Net	\$ 70,122,073	\$ (1,379,636)	\$ (269,411)	\$ 68,473,026

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

Governmental Activities:

Support Services	\$ 2,978,459
Operation of Non-instructional Services	26,431
Total Depreciation Expense - Governmental Activities	\$ 3,004,890

D. Construction Commitments

Discretely Presented Roane County School Department

At June 30, 2017, the School Department had an uncompleted construction contract in the Education Capital Projects Fund of approximately \$59,080 for

the construction of classrooms. Funding has been received for these future expenditures.

E. Interfund Receivables, Payables, and Transfers

The composition of interfund balances as of June 30, 2017, was as follows:

Due to/from Other Funds:

Receivable Fund	Payable Fund	Amount
Primary Government:		
General	Nonmajor governmental	\$ 4,742
Nonmajor governmental	General	3,190
Internal service	Highway/Public Works	930
"	Public Utility	285
"	Nonmajor governmental	1,725
"	General	6,715

Discretely Presented School

Department:

General Purpose School	Nonmajor governmental	25,119
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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.

Due to/from Primary Government and Component Unit:

Receivable	Payable	Amount
Primary Government:		
Nonmajor governmental	Component Unit: School Department: Nonmajor governmental	\$ 91
Component Unit:		
School Department: Nonmajor governmental	Primary Government: Nonmajor governmental	1,592

The balance of the amount reflected as Due from Component Unit (\$91) consists of various payable amounts owed from the component units' School Transportation Fund to the primary government's Other Special Revenue Fund at year-end. The balance of the amount reflected as Due to Component Unit (\$1,592) consists of various payable amounts owed from the primary government's Solid Waste/Sanitation (\$695) and Other Special Revenue (\$897) funds to the component units' School Department's School Transportation Fund at year-end.

Interfund Transfers:

Interfund transfers for the year ended June 30, 2017, consisted of the following amounts:

Primary Government

Transfers Out	Transfers In		Purpose
	General Debt Service Fund	Nonmajor Governmental Fund	
Highway/Public Works Fund	\$ 0	\$ 200,000	Capital Projects
Highway/Public Works Fund	119,894	0	Retire Debt
Nonmajor Governmental Fund	0	120,000	Capital Projects
General Fund	0	879,617	Capital Projects
Total	\$ 119,894	\$ 1,199,617	

Discretely Presented Roane County School Department

Transfers Out	Transfers In		Purpose
	General Purpose School Fund	Nonmajor Governmental Fund	
General Purpose School Fund	\$ 0	\$ 400,000	Capital Projects
Nonmajor governmental funds	25,119	0	Indirect Costs
Total	\$ 25,119	\$ 400,000	

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 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.

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 15 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, 2017, will be retired from the county's debt service funds.

General obligation bonds and other loans outstanding as of June 30, 2017, for governmental activities are as follows:

Type	Interest Rate	Final Maturity	Original Amount of Issue	Balance 6-30-17
General Obligation Bonds	2 to 5 %	6-1-25	\$ 5,881,503	\$ 2,000,856
General Obligation Refunding Bonds	2 to 5	5-1-29	38,063,497	20,774,144
Rural School Bonds	2 to 3.5	6-30-20	1,325,000	420,000
Rural School Refunding Bonds	2.8 to 5	5-1-22	14,215,000	8,425,000
Other Loans - Public Building Authorities	4.25 to 5	6-1-27	750,000	750,000
Other Loans - Energy Efficient Schools	0	3-1-23	944,127	495,581

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, 2017:

Description	Original Amount of Loan Agreement	Outstanding Principal 6-30-17	Interest Type	Interest Rate
<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>\$ 750,000</u>		

The annual requirements to amortize all bonds and other loans outstanding as of June 30, 2017, including interest payments, are presented in the following tables:

Year Ending June 30	Bonds		
	Principal	Interest	Total
2018	\$ 3,970,000	\$ 973,978	\$ 4,943,978
2019	4,120,000	839,516	4,959,516
2020	4,315,000	694,733	5,009,733
2021	3,825,000	550,774	4,375,774
2022	3,995,000	429,926	4,424,926
2023-2027	8,995,000	929,077	9,924,077
2028-2029	2,400,000	90,000	2,490,000
Total	\$ 31,620,000	\$ 4,508,004	\$ 36,128,004

Year Ending June 30	Other Loans		
	Principal	Interest	Total
2018	\$ 98,316	\$ 35,438	\$ 133,754
2019	98,316	35,437	133,753
2020	98,316	35,438	133,754
2021	98,316	35,437	133,753
2022	73,383	35,438	108,821
2023-2027	778,934	142,188	921,122
Total	\$ 1,245,581	\$ 319,376	\$ 1,564,957

There is \$3,320,916 available in the debt service funds to service long-term debt. Bonded debt per capita totaled \$615, for residents living outside the Harriman and Oak Ridge school districts, \$437, for residents living inside the Harriman school district, and \$420, for residents living inside the Oak Ridge school district based on the 2010 federal census. Debt per capita, including bonds and other loans totaled \$638, for residents living outside the Harriman and Oak Ridge school districts, \$460, for residents living inside the Harriman school district, and \$443, 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, 2017, was as follows:

Governmental Activities

	<u>Bonds</u>	<u>Other Loans</u>
Balance, July 1, 2016	\$ 33,190,000	\$ 2,943,897
Additions	11,240,000	0
Reductions	(3,410,000)	(248,316)
Debt Refunded	<u>(9,400,000)</u>	<u>(1,450,000)</u>
Balance, June 30, 2017	<u>\$ 31,620,000</u>	<u>\$ 1,245,581</u>
Balance Due Within One Year	<u>\$ 3,970,000</u>	<u>\$ 98,316</u>

	<u>Landfill Postclosure Care Costs</u>	<u>Compensated Absences</u>	<u>Other Post- Employment Benefits</u>
Balance, July 1, 2016	\$ 90,009	\$ 430,460	\$ 5,349,309
Additions	972	464,923	612,354
Reductions	<u>(15,284)</u>	<u>(421,495)</u>	<u>(1,764,663)</u>
Balance, June 30, 2017	<u>\$ 75,697</u>	<u>\$ 473,888</u>	<u>\$ 4,197,000</u>
Balance Due Within One Year	<u>\$ 34,197</u>	<u>\$ 396,191</u>	<u>\$ 0</u>

Analysis of Noncurrent Liabilities Presented on Exhibit A:

Total Noncurrent Liabilities, June 30, 2017	\$ 37,612,166
Less: Balance Due Within One Year	(4,498,704)
Add: Unamortized Premium on Debt	<u>443,310</u>
Noncurrent Liabilities - Due in More Than One Year - Exhibit A	<u>\$ 33,556,772</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.

Current Refunding

On May 19, 2017, Roane County refunded a general obligation bond refunding issue and another loan issue with two separate general obligation bond issues. These refunding bonds were issued in the amounts of \$9,770,000 and \$1,470,000 to provide resources to retire existing debt, and as a result, the refunded debt is considered retired and the liability has been removed from the county's long-term debt. As a result of this refunding, total debt service payments of the refunded portion of the general obligation bond refunding issue over the next 16 years will be reduced by \$2,672,945, and an economic gain (difference between the present value of the debt service payments of the refunded and refunding bonds) of \$1,841,423 was obtained. Also, as a result of this refunding, total debt service payments of the refunded other loan issue over the next seven years will be reduced by \$215,948, and an economic gain of \$196,634 was obtained.

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, 2017, for business-type activities are as follows:

Type	Interest Rate	Final Maturity	Original Amount of Issue	Balance 6-30-17
Revenue and Tax Bonds	4.75 %	4-20-40	\$ 620,000	\$ 491,421
General Obligation Bonds	2 to 3.75	6-1-20	305,000	105,000
Other Loans - Revolving Loan Fund	1.77	12-1-35	4,387,595	4,105,383

The annual requirements to amortize all bonds and other loans outstanding as of June 30, 2017, including interest payments, are presented in the following tables:

Year Ending June 30	Bonds		
	Principal	Interest	Total
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
2023-2027	85,602	91,098	176,700
2028-2032	108,497	68,203	176,700
2033-2037	137,518	39,182	176,700
2038-2040	92,268	6,453	98,721
Total	\$ 596,421	\$ 320,838	\$ 917,259

Year Ending June 30	Other Loans			Total
	Principal	Interest	Other Fees	
2018	\$ 189,252	\$ 71,136	\$ 3,216	\$ 263,604
2019	192,624	67,764	3,060	263,448
2020	196,068	64,320	2,904	263,292
2021	199,572	60,816	2,748	263,136
2022	203,124	57,264	2,592	262,980
2023-2027	1,071,312	230,628	10,428	1,312,368
2028-2032	1,170,360	131,580	5,952	1,307,892
2033-2036	883,071	28,284	1,279	912,634
Total	\$ 4,105,383	\$ 711,792	\$ 32,179	\$ 4,849,354

Changes in Long-term Obligations

Long-term obligation activity for the Public Utility Fund (enterprise fund) for the year ended June 30, 2017, was as follows:

Business-type Activities:

	Bonds	Other Loans
Balance, July 1, 2016	\$ 643,111	\$ 4,000,671
Additions	0	293,408
Reductions	(46,690)	(188,696)
Balance, June 30, 2017	<u>\$ 596,421</u>	<u>\$ 4,105,383</u>
Balance Due Within One Year	<u>\$ 47,258</u>	<u>\$ 189,252</u>

Analysis of Noncurrent Liabilities Presented on Exhibit A:

Total Noncurrent Liabilities, June 30, 2017	\$ 4,701,804
Less: Balance Due Within One Year	<u>(236,510)</u>
Noncurrent Liabilities - Due in More Than One Year - Exhibit A	<u>\$ 4,465,294</u>

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, 2017, for governmental activities was as follows:

	Compensated Absences	Other Post- employment Benefits	Net Pension Liability Teacher Legacy Plan
Balance, July 1, 2016	\$ 144,987	\$ 7,418,262	\$ 284,911
Additions	198,534	1,332,883	6,391,116
Reductions	(187,520)	(836,636)	(2,290,158)
Balance, June 30, 2017	<u>\$ 156,001</u>	<u>\$ 7,914,509</u>	<u>\$ 4,385,869</u>
Balance Due Within One Year	<u>\$ 148,201</u>	<u>\$ 0</u>	<u>\$ 0</u>

Analysis of Noncurrent Liabilities Presented on Exhibit A:

Total Noncurrent Liabilities, June 30, 2017	\$ 12,456,379
Less: Balance Due Within One Year	<u>(148,201)</u>
Noncurrent Liabilities - Due in More Than One Year - Exhibit A	<u>\$ 12,308,178</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, 2017, were \$201,008 and \$70,588, respectively. The School Department has recognized these on-behalf payments as revenues and expenditures in the General Purpose School Fund.

H. 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, 2017, interest earned totaled \$94.

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 \$197,765 and \$306,416 existed in the Employee Insurance – Dental and Workers' Compensation funds, respectively, at June 30, 2017. 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
2015-2016	\$ 0	\$ 512,495	\$ (512,495)	\$ 0
2016-2017	0	536,444	(536,444)	0

Workers' Compensation

	Beginning of Fiscal Year Liability	Current-year Claims and Estimates	Payments	Balance at Fiscal Year-end
2015-2016	\$ 844,589	\$ 445,324	\$ (520,444)	769,469
2016-2017	769,469	829,987	(611,471)	987,985

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. 74, *Financial Reporting for Postemployment Benefit Plans Other Than Pension Plans*; Statement No. 77, *Tax Abatement Disclosures*; Statement No. 78, *Pensions Provided through Certain Multiple-Employer Defined Benefit Pension Plans*; Statement No. 80, *Blending Requirements for Certain Component Units*; and Statement No. 82, *Pension Issues an amendment of GASB Statements No. 67, No. 68, and No. 73*, became effective for the year ended June 30, 2017.

GASB Statement No. 74, establishes accounting and reporting requirements for postemployment benefits other than pensions (other postemployment benefits or OPEB), which are included in the general purpose external financial reports of state and local governmental OPEB plans. This statement replaces GASB Statements No. 43 and No. 57. It also includes requirements for defined contribution OPEB plans that replace the requirements in Statements No. 25, No. 43, and No. 50. The scope of this statement includes OPEB plans, both defined benefit and defined contribution, administered through trusts meeting the necessary criteria as well as reporting assets accumulated through OPEB plans that are not administered through trusts that meet the specified criteria.

GASB Statement No. 77, establishes reporting requirements for tax abatements. This standard requires the disclosure of information about the nature and magnitude of tax abatement agreements entered into by state and local governments that reduce the government's tax revenues.

GASB Statement No. 78, amends Statement No. 68 to exclude certain pensions provided to employees of state or local governments through a cost-sharing multiple-employer pension plans that are not state or local plans and meet

specific other criteria. This statement establishes recognition, measurement, and reporting criteria for these plans.

GASB Statement No. 80, amends the blending requirements of paragraph 53 of Statement No. 14. This standard adds additional blending criterion, which requires blending of a component unit incorporated as a not-for-profit corporation in which the primary government is the sole corporate member.

GASB Statement No. 82 amends Statements No. 67, No. 68, and No. 73. This standard establishes covered payroll as the payroll on which contributions to a pension plan are based in the Required Supplementary Information. In addition, this standard clarifies that employer paid member contributions should be considered plan member contributions for purposes of applying Statement No. 67, and employee contributions for the purposes of applying Statement No. 68. This standard further states that an employer's expense and expenditures for employer paid member contributions should be recognized in the period for which the contribution is assessed and classified in the same manner that the employer classifies similar compensation other than pensions (for example, as salaries and wages or as fringe benefits).

C. 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.

D. Changes in Administration

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

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

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 \$75,697 reported as postclosure care liability as June 30, 2017, represents amounts based on what it would cost to perform all postclosure care in 2017. 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, 2017. 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

Roane County Legacy Pension Plan

General Information About the Pension Plan

Plan Description – Roane County Legacy Plan. Employees of Roane County and non-certified employees of the discretely presented Roane County School Department with membership in TCRS before October 1, 2015, are provided a defined benefit pension plan (Roane County Legacy Plan) through the Public Employee Retirement Plan, an agent multiple-employer pension plan administered by the TCRS. The Roane County Legacy Plan is closed to new membership. The primary government employees comprised 56.71 percent and the non-certified employees of the discretely presented School Department comprised 43.29 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, 2016, the following employees were covered by the benefit terms:

Inactive Employees or Beneficiaries Currently Receiving Benefits	339
Inactive Employees Entitled to But Not Yet Receiving Benefits	553
Active Employees	542
Total	1,434

Roane County withdrew from the TCRS Roane County Legacy Plan effective September 30, 2015. Employees hired after the date of withdrawal are not eligible to participate in the Roane County Legacy Plan. Employees active as of the withdrawal date will continue to accrue salary and services credit in TCRS. The employer remains responsible for the pension liability for employees and retirees that were active as of the withdrawal date.

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 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, 2017, the employer contribution for Roane County was \$1,071,875 based on a rate of seven 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 actuarially determined contributions (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, 2016, 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, 2016, 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	2.50%

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, 2016, 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 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	4.61	8
Real Estate	0.98	29
Short-term Securities	4.73	7
	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, 2015	\$ 50,890,835	\$ 53,596,738	\$ (2,705,903)
Changes for the year:			
Service Cost	\$ 1,470,041	\$ 0	\$ 1,470,041
Interest	3,838,367	0	3,838,367
Differences Between Expected and Actual Experience	(901,376)	0	(901,376)
Contributions-Employer	0	1,408,437	(1,408,437)
Contributions-Employees	0	833,399	(833,399)
Net Investment Income	0	1,418,189	(1,418,189)
Benefit Payments, Including Refunds of Employee Contributions	(2,365,307)	(2,365,307)	0
Administrative Expense	0	(42,315)	42,315
Other Changes	0	1,747	(1,747)
Net Changes	\$ 2,041,725	\$ 1,254,150	\$ 787,575
Balance, June 30, 2016	\$ 52,932,560	\$ 54,850,888	\$ (1,918,328)

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

		Total Pension Liability	Plan Fiduciary Net Position	Net Pension Liability (Asset)
Primary Government	56.71%	\$ 30,018,055	\$ 31,105,939	\$ (1,087,884)
School Department	43.29%	22,914,505	23,744,949	(830,444)
Total		\$ 52,932,560	\$ 54,850,888	\$ (1,918,328)

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	Current Discount Rate	1% Increase
	6.5%	7.5%	8.5%
Net Pension Liability	\$ 4,751,325	\$ (1,918,328)	\$ (7,460,085)

Pension Expense (Income) and Deferred Outflows of Resources and Deferred Inflows of Resources to Pensions

Pension Expense. For the year ended June 30, 2017, Roane County recognized pension expense of \$349,333.

Deferred Outflows of Resources and Deferred Inflows of Resources. For the year ended June 30, 2017, 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	\$ 1,156,162
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	1,849,589	0
Contributions Subsequent to the Measurement Date of June 30, 2016 (1)	1,071,875	N/A
Total	<u>\$ 2,921,464</u>	<u>\$ 1,156,162</u>

- (1) The amount shown above for “Contributions Subsequent to the Measurement Date of June 30, 2016,” 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	\$ 1,650,661	\$ 655,660
School Department	1,270,803	500,502
Total	<u>\$ 2,921,464</u>	<u>\$ 1,156,162</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
2018	\$ 152,640
2019	(152,640)
2020	659,897
2021	338,808
2022	0
Thereafter	0

In the table shown above, positive amounts will increase pension expense while negative amounts will decrease pension expense.

Roane County Hybrid Pension Plan

Plan Description – Roane County Hybrid Plan. Employees of Roane County and non-certified employees of the discretely presented Roane County School Department hired on or after October 1, 2015, are provided a defined benefit pension plan (Roane County Hybrid Plan) through the Public Employee Retirement Plan, an agent multiple-employer pension plan administered by the TCRS. The primary government employees comprised 75.12 percent and the non-certified employees of the discretely presented School Department comprised 24.88 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 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 in which the member's age and service credit total 80. 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. Moreover, there are defined cost controls and unfunded liability controls that provide for the adjustment of benefit terms and conditions on an automatic basis.

Employees Covered by Benefit Terms. At the measurement date of June 30, 2016, the following employees were covered by the benefit terms:

Inactive Employees or Beneficiaries Currently Receiving Benefits	0
Inactive Employees Entitled to But Not Yet Receiving Benefits	2
Active Employees	54
Total	<hr/> <hr/> 56

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 salary. Roane County makes 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 Roane County Hybrid 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, 2017, to the Roane County Hybrid Plan were \$95,463, 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

Roane County’s net pension liability (asset) was measured as of June 30, 2016, 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, 2016, 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	2.50%

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, 2016, 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 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
Short-term Securities	0.98	29
	4.73	7
	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 Hybrid Plan 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, 2015	\$ 0	\$ 0	\$ 0
Changes for the year:			
Service Cost	\$ 39,738	\$ 0	\$ 39,738
Interest	2,980	0	2,980
Differences Between Expected and Actual Experience	(11,275)	0	(11,275)
Contributions-Employer	0	22,707	(22,707)
Contributions-Employees	0	28,384	(28,384)
Net Investment Income	0	661	(661)
Benefit Payments, Including Refunds of Employee Contributions	0	0	0
Administrative Expense	0	(2,667)	2,667
Other Changes	0	0	0
Net Changes	\$ 31,443	\$ 49,085	\$ (17,642)
Balance, June 30, 2016	\$ 31,443	\$ 49,085	\$ (17,642)

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

		Total Pension Liability	Plan Fiduciary Net Position	Net Pension Liability (Asset)
Primary Government	75.12%	\$ 23,620	\$ 36,873	\$ (13,253)
School Department	24.88%	7,823	12,212	(4,389)
Total		\$ 31,443	\$ 49,085	\$ (17,642)

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:

	1% Decrease	Current Discount Rate	1% Increase
Roane County	6.5%	7.5%	8.5%
Net Pension Liability	\$ (7,191)	\$ (17,642)	\$ (25,186)

Pension Expense (Income) and Deferred Outflows of Resources and Deferred Inflows of Resources to Pensions

Pension Expense. For the year ended June 30, 2017, the Roane County Hybrid Plan recognized pension expense of \$14,288.

Deferred Outflows of Resources and Deferred Inflows of Resources. For the year ended June 30, 2017, the Roane County Hybrid Plan 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	\$ 10,147
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	924	0
Contributions Subsequent to the Measurement Date of June 30, 2016 (1)	95,463	N/A
Total	\$ 96,387	\$ 10,147

(1) The amount shown above for “Contributions Subsequent to the Measurement Date of June 30, 2016,” 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	\$ 67,146	\$ 7,622
School Department	29,241	2,525
Total	<u>\$ 96,387</u>	<u>\$ 10,147</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
2018	\$ (897)
2019	(897)
2020	(897)
2021	(897)
2022	(1,128)
Thereafter	(4,512)

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 Plans

Plan Description – Roane County Legacy Plan. As noted above under the primary government, employees of Roane County and non-certified employees of the discretely presented Roane County School Department with membership in TCRS before October 1, 2015, are provided a defined benefit pension plan (Roane County Legacy Plan) through the Public Employee Retirement Plan, an agent multiple-employer pension plan administered by the TCRS. The primary government employees comprised 56.71 percent and the non-certified employees of the discretely presented School Department comprised 43.29 percent of the plan based on contribution data.

Roane County withdrew from the TCRS Roane County Legacy Plan effective September 30, 2015. Employees hired after the date of withdrawal are not eligible to participate in the Roane County Legacy Plan. Employees active as of the withdrawal date will continue to accrue salary and services credit in TCRS. The employer remains responsible for the pension liability for employees and retirees that were active as of the withdrawal date.

Plan Description – Roane County Department Hybrid Plan. Employees of Roane County and non-certified employees of the discretely presented Roane County School Department hired on or after October 1, 2015, are provided a defined benefit pension plan (Roane County Hybrid Plan) through the Public Employee Retirement Plan, an agent multiple-employer pension plan administered by the TCRS. The primary government employees comprised 75.12 percent and the non-certified employees of the discretely presented School Department comprised 24.88 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 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. 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, 2017, to the Teacher Retirement Plan were \$123,662, 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, 2017, the Roane County School Department reported an asset of \$42,622 for its proportionate share of the net pension asset. The net pension asset was measured as of June 30, 2016, 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, 2016, the Roane County School Department’s proportion was .409425 percent. The revised proportion measured at June 30, 2015, was .471347 percent.

Pension Expense. For the year ended June 30, 2017, the Roane County School Department recognized pension expense of \$35,829.

Deferred Outflows of Resources and Deferred Inflows of Resources. For the year ended June 30, 2017, 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	\$ 4,130	\$ 4,914
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	6,979	0
Changes in proportion of Net Pension Liability (Asset)	1,737	0
LEA's Contributions Subsequent to the Measurement Date of June 30, 2016	<u>123,662</u>	N/A
Total	<u>\$ 136,508</u>	<u>\$ 4,914</u>

The Roane County School Department’s employer contributions of \$123,662, reported as pension related deferred outflows of resources subsequent to the measurement date, will be recognized as an increase of net pension liability (asset) in the year ending June 30, 2018. 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
2018	\$ 1,870
2019	1,870
2020	1,870
2021	1,537
2022	42
Thereafter	742

Actuarial Assumptions. The total pension liability in the June 30, 2016, 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, 2016, 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	4.61	8
Real Estate	0.98	29
Short-term Securities	4.73	7
	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%
Net Pension Liability	\$ 20,127	\$ (42,622)	\$ (88,856)

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 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. 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, 2017, to the Teacher Legacy Pension Plan were \$2,202,563, 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, 2017, the Roane County School Department reported a liability of \$4,385,868 for its proportionate share of the net pension liability (asset). The net pension liability (asset) was measured as of June 30, 2016, 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, 2016, the Roane County School Department's proportion was .701801 percent. The proportion measured at June 30, 2015, was .695522 percent.

Pension Expense. For the year ended June 30, 2017, the Roane County School Department recognized pension expense of \$490,325.

Deferred Outflows of Resources and Deferred Inflows of Resources. For the year ended June 30, 2017, 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	\$ 184,573	\$ 5,390,833
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	4,896,881	0
Changes in Proportion and Differences Between LEA's Contributions and Proportionate Share of Contributions	47,628	144,290
Changes in Proportion on Net Pension Liability (Asset)		
LEA's Contributions Subsequent to the Measurement Date of June 30, 2016	<u>2,202,563</u>	N/A
Total	<u>\$ 7,331,645</u>	<u>\$ 5,535,123</u>

The Roane County School Department's employer contributions of \$2,202,563 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, 2018. 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
2018	\$ (847,214)
2019	(847,214)
2020	1,501,817
2021	204,061
2022	(336,490)
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, 2016, 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 Developed Market	6.46	% 33
International Equity Emerging Market	6.26	17
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 \$ 24,083,557 \$ 4,385,868 \$ 11,930,809

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 \$83,111 to the 401(k) portion of the plan on-behalf of plan participants. The School Department contributed \$36,222 on behalf of non-certified employees and \$154,562 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 Medicare Supplement Plan. In addition, the School Department participates in the state-administered Local Education Group 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 8-27-701, *TCA*, for the Medicare Supplement. 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 health care 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 <https://www.tn.gov/finance/fa/fa-accounting-financial/fa-acffin-cafr.html>.

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, 2017, Roane County contributed \$121,575 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, 2017, the discretely presented School Department contributed \$836,636 for postemployment benefits.

Annual OPEB Cost and Net OPEB Obligation

	Local Government Group Plan	Local Education Group Plan
ARC	\$ 632,000	\$ 1,334,000
Interest on the NOPEBO	181,759	278,185
Adjustment to the ARC	(201,405)	(279,302)
Annual OPEB cost	\$ 612,354	\$ 1,332,883
Amount of contribution	(121,575)	(836,636)
Adjustment to align ARC with AAL	(1,643,088)	0
Increase/decrease in NOPEBO	\$ (1,152,309)	\$ 496,247
Net OPEB obligation, 7-1-16	5,349,309	7,418,262
Net OPEB obligation, 6-30-17	\$ 4,197,000	\$ 7,914,509

Fiscal Year Ended	Plans	Annual OPEB Cost	Percentage of Annual OPEB Cost Contributed	Net OPEB Obligation at Year End
6-30-15	Local Government Group	\$ 575,507	18 %	\$ 4,846,900
6-30-16	"	610,270	18	5,349,309
6-30-17	"	612,354	20	4,197,000
6-30-15	Local Education Group	1,231,597	63	6,855,584
6-30-16	"	1,288,968	56	7,418,262
6-30-17	"	1,332,883	63	7,914,509

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 the 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 health care cost trend rate of six percent in fiscal year 2017, and then be reduced by decrements to an ultimate rate of 4.645 percent by fiscal year 2050. Both rates include 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 35-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

	2014	2015	2016
Total Pension Liability			
Service Cost	\$ 1,432,976	\$ 1,452,317	\$ 1,470,041
Interest	3,457,408	3,669,310	3,838,367
Differences Between Actual and Expected Experience	(54,297)	(688,903)	(901,376)
Benefit Payments, Including Refunds of Employee Contributions	(2,032,756)	(2,027,403)	(2,365,307)
Net Change in Total Pension Liability	\$ 2,803,331	\$ 2,405,321	\$ 2,041,725
Total Pension Liability, Beginning	45,682,183	48,485,514	50,890,835
Total Pension Liability, Ending (a)	\$ 48,485,514	\$ 50,890,835	\$ 52,932,560
Plan Fiduciary Net Position			
Contributions - Employer	\$ 1,569,912	\$ 1,444,357	\$ 1,408,437
Contributions - Employee	858,839	867,965	833,399
Net Investment Income	7,325,925	1,596,148	1,418,189
Benefit Payments, Including Refunds of Employee Contributions	(2,032,756)	(2,027,403)	(2,365,307)
Administrative Expense	(23,410)	(30,371)	(42,315)
Other	0	0	1,747
Net Change in Plan Fiduciary Net Position	\$ 7,698,510	\$ 1,850,696	\$ 1,254,150
Plan Fiduciary Net Position, Beginning	44,047,532	51,746,042	53,596,738
Plan Fiduciary Net Position, Ending (b)	\$ 51,746,042	\$ 53,596,738	\$ 54,850,888
Net Pension Liability (Asset), Ending (a - b)	\$ (3,260,528)	\$ (2,705,903)	\$ (1,918,328)
Plan Fiduciary Net Position as a Percentage of Total Pension Liability	106.72%	105.32%	103.62%
Covered Payroll	\$ 17,176,207	\$ 17,092,984	\$ 16,667,904
Net Pension Liability (Asset) as a Percentage of Covered Payroll	(18.98)%	(15.83)%	(11.51)%

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 Changes in Net Pension Liability (Asset) and Related Ratios Based on
Participation in the Public Employee Pension Plan of TCRS
Primary Government
For the Fiscal Year Ended June 30

	<u>2016</u>
Total Pension Liability	
Service Cost	\$ 39,738
Interest	2,980
Differences Between Actual and Expected Experience	<u>(11,275)</u>
Net Change in Total Pension Liability	\$ 31,443
Total Pension Liability, Beginning	<u>0</u>
Total Pension Liability, Ending (a)	<u>\$ 31,443</u>
Plan Fiduciary Net Position	
Contributions - Employer	\$ 22,707
Contributions - Employee	28,384
Net Investment Income	661
Administrative Expense	<u>(2,667)</u>
Net Change in Plan Fiduciary Net Position	\$ 49,085
Plan Fiduciary Net Position, Beginning	<u>0</u>
Plan Fiduciary Net Position, Ending (b)	<u>\$ 49,085</u>
Net Pension Liability (Asset), Ending (a - b)	<u>\$ (17,642)</u>
Plan Fiduciary Net Position as a Percentage of Total Pension Liability	156.11%
Covered Payroll	\$ 567,683
Net Pension Liability (Asset) as a Percentage of Covered Payroll	(3.11)%

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

	<u>2016</u>	<u>2017</u>
Actuarially Determined Contribution	\$ 22,707	\$ 95,463
Less Contributions in Relation to the Actuarially Determined Contribution	<u>(22,707)</u>	<u>(95,463)</u>
Contribution Deficiency (Excess)	<u>\$ 0</u>	<u>\$ 0</u>
Covered Payroll	\$ 567,683	\$ 2,385,748
Contributions as a Percentage of Covered Payroll	4.00%	4.00%

Note: ten-year information will be presented when available.

Note: data presented includes the primary government and the non-certified employees of the discretely presented School Department

Exhibit F-4

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

	2014	2015	2016	2017
Actuarially Determined Contribution	\$ 1,569,912	\$ 1,444,357	\$ 1,408,870	\$ 1,071,875
Less Contributions in Relation to the Actuarially Determined Contribution	<u>(1,569,912)</u>	<u>(1,444,357)</u>	<u>(1,408,870)</u>	<u>(1,071,875)</u>
Contribution Deficiency (Excess)	<u>\$ 0</u>	<u>\$ 0</u>	<u>0</u>	<u>0</u>
Covered Payroll	\$ 17,176,207	\$ 17,092,984	\$ 16,667,904	\$ 15,312,474
Contributions as a Percentage of Covered Payroll	9.14%	8.45%	8.45%	7.00%

Note: ten-year information will be presented when available.

Note: data presented includes the primary government and the non-certified employees of the discretely presented School Department

Exhibit F-5

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>	<u>2017</u>
Contractually Required Contribution	\$ 39,999	\$ 72,060	\$ 123,662
Less Contributions in Relation to the Contractually Required Contribution	<u>(39,999)</u>	<u>(72,060)</u>	<u>(123,662)</u>
Contribution Deficiency (Excess)	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
Covered Payroll	\$ 999,964	\$ 1,801,492	\$ 3,091,225
Contributions as a Percentage of Covered Payroll	4.00%	4.00%	4.00%

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

Exhibit F-6

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

	2014	2015	2016	2017
Contractually Required Contribution	\$ 2,438,536	\$ 2,353,733	\$ 2,290,158	\$ 2,202,563
Less Contributions in Relation to the Contractually Required Contribution	(2,438,536)	(2,353,733)	(2,290,158)	(2,202,563)
Contribution Deficiency (Excess)	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
Covered Payroll	\$ 27,460,985	\$ 26,036,905	\$ 25,333,638	\$ 24,365,988
Contributions as a Percentage of Covered Payroll	8.88%	9.04%	9.04%	9.04%

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

Exhibit F-7

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 2017

	2016	2017
School Department's Proportion of the Net Pension Liability/Asset	0.471347%	0.409425%
School Department's Proportionate Share of the Net Pension Liability (Asset)	\$ (19,362)	\$ (42,622)
Covered Payroll	\$ 999,964	\$ 1,801,492
School Department's Proportionate Share of the Net Pension Liability (Asset) as a Percentage of its Covered Payroll	(1.94)%	(2.37)%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	127.46%	121.88%

* 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 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 2017

	<u>2015</u>	<u>2016</u>	<u>2017</u>
School Department's Proportion of the Net Pension Liability/Asset	0.699644%	0.695522%	0.701801%
School Department's Proportionate Share of the Net Pension Liability (Asset)	\$ (113,689)	\$ 284,911	\$ 4,385,868
Covered Payroll	\$ 27,460,985	\$ 26,036,905	\$ 25,333,638
School Department's Proportionate Share of the Net Pension Liability (Asset) as a Percentage of its Covered Payroll	(0.41)%	1.09%	17.31%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	100.08%	99.81%	97.14%

* 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-9

Roane County, Tennessee
Schedule of Funding Progress – Other Postemployment Benefits Plans
Primary Government and Discretely Presented Roane County School Department
June 30, 2017

(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 %
"	7-1-13	0	3,648	3,648	0	8,614	42
"	7-1-15	0	4,197	4,197	0	8,616	49
<u>DISCRETELY PRESENTED ROANE COUNTY SCHOOL DEPARTMENT</u>							
Local Education Group	7-1-11	0	14,355	14,355	0	33,570	43
"	7-1-13	0	11,225	11,225	0	34,859	32
"	7-1-15	0	11,991	11,991	0	32,030	37

ROANE COUNTY, TENNESSEE
NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION
For the Year Ended June 30, 2017

TENNESSEE CONSOLIDATED RETIREMENT SYSTEM

Valuation Date: Actuarially determined contribution rates for 2017 were calculated based on the July 1, 2015, 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	Varies by Year
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
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 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 Funds

Capital Projects Funds are 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.

General Capital Projects Fund – The General Capital Projects Fund accounts for general capital expenditures of the county.

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, 2017

	Special Revenue Funds				
	Solid Waste / Sanitation	Ambulance Service	Special Purpose	Drug Control	Other Special Revenue
<u>ASSETS</u>					
Cash	\$ 0	\$ 5,060	\$ 100	\$ 0	\$ 200
Equity in Pooled Cash and Investments	460,320	683,975	415,786	48,612	599,082
Accounts Receivable	0	1,692,008	1,062	0	387
Allowance for Uncollectibles	0	(606,002)	0	0	0
Due from Other Governments	0	0	148,385	0	0
Due from Other Funds	0	3,190	0	0	0
Due from Component Units	0	0	0	0	91
Property Taxes Receivable	0	131,620	462,004	0	394,891
Allowance for Uncollectible Property Taxes	0	(4,971)	(17,443)	0	(14,913)
Total Assets	<u>\$ 460,320</u>	<u>\$ 1,904,880</u>	<u>\$ 1,009,894</u>	<u>\$ 48,612</u>	<u>\$ 979,738</u>
<u>LIABILITIES</u>					
Accounts Payable	\$ 44,697	\$ 38,507	\$ 3,983	\$ 226	\$ 52,404
Accrued Payroll	7,143	25,458	4,330	0	3,974
Payroll Deductions Payable	2,963	19,382	15,529	0	583
Contracts Payable	0	0	0	0	0
Due to Other Funds	115	1,060	295	0	215
Due to Component Units	695	0	0	0	897
Total Liabilities	<u>\$ 55,613</u>	<u>\$ 84,407</u>	<u>\$ 24,137</u>	<u>\$ 226</u>	<u>\$ 58,073</u>

(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</u>					
Deferred Current Property Taxes	\$ 0	\$ 123,153	\$ 432,262	\$ 0	\$ 369,459
Deferred Delinquent Property Taxes	0	2,872	11,410	0	9,912
Other Deferred/Unavailable Revenue	0	920,408	72,223	0	0
Total Deferred Inflows of Resources	<u>\$ 0</u>	<u>\$ 1,046,433</u>	<u>\$ 515,895</u>	<u>\$ 0</u>	<u>\$ 379,371</u>
<u>FUND BALANCES</u>					
Restricted:					
Restricted for Public Safety	\$ 0	\$ 0	\$ 0	\$ 48,386	\$ 0
Restricted for Public Health and Welfare	404,707	774,040	0	0	542,294
Restricted for Other Operations	0	0	469,862	0	0
Restricted for Capital Outlay	0	0	0	0	0
Restricted for Debt Service	0	0	0	0	0
Total Fund Balances	<u>\$ 404,707</u>	<u>\$ 774,040</u>	<u>\$ 469,862</u>	<u>\$ 48,386</u>	<u>\$ 542,294</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 460,320</u>	<u>\$ 1,904,880</u>	<u>\$ 1,009,894</u>	<u>\$ 48,612</u>	<u>\$ 979,738</u>

(Continued)

Exhibit G-1

Roane County, Tennessee
Combining Balance Sheet
Nonmajor Governmental Funds (Cont.)

	<u>Special Revenue Funds (Cont.)</u>		<u>Debt Service Fund</u>	<u>Capital Projects Funds</u>
	<u>Constitu - tional Officers - Fees</u>	<u>Total</u>	<u>Education Debt Service</u>	<u>General Capital Projects</u>
<u>ASSETS</u>				
Cash	\$ 3,803	\$ 9,163	\$ 0	\$ 0
Equity in Pooled Cash and Investments	0	2,207,775	422,581	2,618,701
Accounts Receivable	939	1,694,396	0	26,597
Allowance for Uncollectibles	0	(606,002)	0	0
Due from Other Governments	0	148,385	0	16,896
Due from Other Funds	0	3,190	0	0
Due from Component Units	0	91	0	0
Property Taxes Receivable	0	988,515	263,260	658,152
Allowance for Uncollectible Property Taxes	0	(37,327)	(9,942)	(24,855)
Total Assets	<u>\$ 4,742</u>	<u>\$ 4,408,186</u>	<u>\$ 675,899</u>	<u>\$ 3,295,491</u>
<u>LIABILITIES</u>				
Accounts Payable	\$ 0	\$ 139,817	\$ 0	\$ 4,220
Accrued Payroll	0	40,905	0	0
Payroll Deductions Payable	0	38,457	0	0
Contracts Payable	0	0	0	82,036
Due to Other Funds	4,742	6,427	0	0
Due to Component Units	0	1,592	0	0
Total Liabilities	<u>\$ 4,742</u>	<u>\$ 227,198</u>	<u>\$ 0</u>	<u>\$ 86,256</u>

(Continued)

Exhibit G-1

Roane County, Tennessee
Combining Balance Sheet
Nonmajor Governmental Funds (Cont.)

	<u>Special Revenue Funds (Cont.)</u>		<u>Debt Service Fund</u>		<u>Capital Projects Funds</u>	
	<u>Constitu - tional Officers - Fees</u>	<u>Total</u>	<u>Education Debt Service</u>		<u>General Capital Projects</u>	
<u>DEFERRED INFLOWS OF RESOURCES</u>						
Deferred Current Property Taxes	\$ 0	\$ 924,874	\$ 246,306	\$	\$ 615,766	
Deferred Delinquent Property Taxes	0	24,194	6,561		15,997	
Other Deferred/Unavailable Revenue	0	992,631	0		0	
Total Deferred Inflows of Resources	\$ 0	\$ 1,941,699	\$ 252,867	\$	\$ 631,763	
<u>FUND BALANCES</u>						
Restricted:						
Restricted for Public Safety	\$ 0	\$ 48,386	\$ 0	\$	\$ 0	
Restricted for Public Health and Welfare	0	1,721,041	0		0	
Restricted for Other Operations	0	469,862	0		0	
Restricted for Capital Outlay	0	0	0		2,577,472	
Restricted for Debt Service	0	0	423,032		0	
Total Fund Balances	\$ 0	\$ 2,239,289	\$ 423,032	\$	\$ 2,577,472	
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	\$ 4,742	\$ 4,408,186	\$ 675,899	\$	\$ 3,295,491	

(Continued)

Exhibit G-1

Roane County, Tennessee
Combining Balance Sheet
Nonmajor Governmental Funds (Cont.)

	<u>Capital Projects Funds (Cont.)</u>		Total
	Highway Capital Projects	Total	Nonmajor Governmental Funds
<u>ASSETS</u>			
Cash	\$ 0	\$ 0	\$ 9,163
Equity in Pooled Cash and Investments	430,921	3,049,622	5,679,978
Accounts Receivable	0	26,597	1,720,993
Allowance for Uncollectibles	0	0	(606,002)
Due from Other Governments	0	16,896	165,281
Due from Other Funds	0	0	3,190
Due from Component Units	0	0	91
Property Taxes Receivable	0	658,152	1,909,927
Allowance for Uncollectible Property Taxes	0	(24,855)	(72,124)
Total Assets	<u>\$ 430,921</u>	<u>\$ 3,726,412</u>	<u>\$ 8,810,497</u>
<u>LIABILITIES</u>			
Accounts Payable	\$ 0	\$ 4,220	\$ 144,037
Accrued Payroll	0	0	40,905
Payroll Deductions Payable	0	0	38,457
Contracts Payable	0	82,036	82,036
Due to Other Funds	0	0	6,427
Due to Component Units	0	0	1,592
Total Liabilities	<u>\$ 0</u>	<u>\$ 86,256</u>	<u>\$ 313,454</u>

(Continued)

Exhibit G-1

Roane County, Tennessee
Combining Balance Sheet
Nonmajor Governmental Funds (Cont.)

<u>DEFERRED INFLOWS OF RESOURCES</u>	<u>Capital Projects Funds (Cont.)</u>		
	<u>Highway Capital Projects</u>	<u>Total</u>	<u>Total Nonmajor Governmental Funds</u>
Deferred Current Property Taxes	\$ 0	\$ 615,766	\$ 1,786,946
Deferred Delinquent Property Taxes	0	15,997	46,752
Other Deferred/Unavailable Revenue	0	0	992,631
Total Deferred Inflows of Resources	\$ 0	\$ 631,763	\$ 2,826,329
 <u>FUND BALANCES</u> 			
Restricted:			
Restricted for Public Safety	\$ 0	\$ 0	\$ 48,386
Restricted for Public Health and Welfare	0	0	1,721,041
Restricted for Other Operations	0	0	469,862
Restricted for Capital Outlay	430,921	3,008,393	3,008,393
Restricted for Debt Service	0	0	423,032
Total Fund Balances	\$ 430,921	\$ 3,008,393	\$ 5,670,714
 Total Liabilities, Deferred Inflows of Resources, and Fund Balances	 \$ 430,921	 \$ 3,726,412	 \$ 8,810,497

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, 2017

	Special Revenue Funds				
	Solid Waste / Sanitation	Ambulance Service	Special Purpose	Drug Control	Other Special Revenue
<u>Revenues</u>					
Local Taxes	\$ 711,275	\$ 248,704	\$ 647,989	\$ 0	\$ 375,382
Fines, Forfeitures, and Penalties	0	0	0	28,881	0
Charges for Current Services	0	2,251,938	34,734	0	193,606
Other Local Revenues	0	110	5,889	9,287	254,906
State of Tennessee	200,000	0	100,600	0	18,919
Federal Government	0	0	0	0	25,687
Total Revenues	<u>\$ 911,275</u>	<u>\$ 2,500,752</u>	<u>\$ 789,212</u>	<u>\$ 38,168</u>	<u>\$ 868,500</u>
<u>Expenditures</u>					
Current:					
Finance	\$ 0	\$ 0	\$ 0	\$ 0	0
Public Safety	0	0	519,389	114,746	0
Public Health and Welfare	1,001,301	2,479,232	291,794	0	644,536
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>\$ 1,001,301</u>	<u>\$ 2,479,232</u>	<u>\$ 811,183</u>	<u>\$ 114,746</u>	<u>\$ 644,536</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ (90,026)</u>	<u>\$ 21,520</u>	<u>\$ (21,971)</u>	<u>\$ (76,578)</u>	<u>\$ 223,964</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>					
Proceeds from Sale of Capital Assets	\$ 0	\$ 0	\$ 0	\$ 0	0
Insurance Recovery	463	7,410	0	0	0
Transfers In	0	0	0	0	0
Transfers Out	(50,000)	0	0	0	(70,000)
Total Other Financing Sources (Uses)	<u>\$ (49,537)</u>	<u>\$ 7,410</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ (70,000)</u>
Net Change in Fund Balances	\$ (139,563)	\$ 28,930	\$ (21,971)	\$ (76,578)	\$ 153,964
Fund Balance, July 1, 2016	<u>544,270</u>	<u>745,110</u>	<u>491,833</u>	<u>124,964</u>	<u>388,330</u>
Fund Balance, June 30, 2017	<u>\$ 404,707</u>	<u>\$ 774,040</u>	<u>\$ 469,862</u>	<u>\$ 48,386</u>	<u>\$ 542,294</u>

(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</u>	<u>Capital</u>
	<u>Constitu -</u>		<u>Fund</u>	<u>Projects</u>
	<u>tional</u>		<u>Education</u>	<u>General</u>
	<u>Officers -</u>		<u>Debt</u>	<u>Capital</u>
	<u>Fees</u>	<u>Total</u>	<u>Service</u>	<u>Projects</u>
<u>Revenues</u>				
Local Taxes	\$ 0	\$ 1,983,350	\$ 223,005	\$ 627,228
Fines, Forfeitures, and Penalties	0	28,881	0	0
Charges for Current Services	297	2,480,575	0	78,100
Other Local Revenues	0	270,192	2,558	269,232
State of Tennessee	0	319,519	0	67,341
Federal Government	0	25,687	0	0
Total Revenues	\$ 297	\$ 5,108,204	\$ 225,563	\$ 1,041,901
<u>Expenditures</u>				
Current:				
Finance	\$ 297	\$ 297	\$ 0	\$ 0
Public Safety	0	634,135	0	0
Public Health and Welfare	0	4,416,863	0	0
Debt Service:				
Principal on Debt	0	0	250,000	0
Interest on Debt	0	0	44,840	0
Other Debt Service	0	0	5,861	0
Capital Projects	0	0	0	1,530,290
Total Expenditures	\$ 297	\$ 5,051,295	\$ 300,701	\$ 1,530,290
Excess (Deficiency) of Revenues				
Over Expenditures	\$ 0	\$ 56,909	\$ (75,138)	\$ (488,389)

(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</u>	<u>Capital</u>
	<u>Constitu -</u>		<u>Fund</u>	<u>Projects</u>
	<u>tional</u>		<u>Education</u>	<u>General</u>
	<u>Officers -</u>		<u>Debt</u>	<u>Capital</u>
	<u>Fees</u>	<u>Total</u>	<u>Service</u>	<u>Projects</u>
<u>Other Financing Sources (Uses)</u>				
Proceeds from Sale of Capital Assets	\$ 0	\$ 0	\$ 0	\$ 31,272
Insurance Recovery	0	7,873	0	70,042
Transfers In	0	0	0	999,617
Transfers Out	0	(120,000)	0	0
Total Other Financing Sources (Uses)	\$ 0	\$ (112,127)	\$ 0	\$ 1,100,931
Net Change in Fund Balances	\$ 0	\$ (55,218)	\$ (75,138)	\$ 612,542
Fund Balance, July 1, 2016	0	2,294,507	498,170	1,964,930
Fund Balance, June 30, 2017	\$ 0	\$ 2,239,289	\$ 423,032	\$ 2,577,472

(Continued)

Exhibit G-2

Roane County, Tennessee
Combining Statement of Revenues, Expenditures,
and Changes in Fund Balances
Nonmajor Governmental Funds (Cont.)

	<u>Capital Projects Funds (Cont.)</u>		Total
	Highway Capital Projects	Total	Nonmajor Governmental Funds
<u>Revenues</u>			
Local Taxes	\$ 0	\$ 627,228	\$ 2,833,583
Fines, Forfeitures, and Penalties	0	0	28,881
Charges for Current Services	0	78,100	2,558,675
Other Local Revenues	0	269,232	541,982
State of Tennessee	451,937	519,278	838,797
Federal Government	0	0	25,687
Total Revenues	<u>\$ 451,937</u>	<u>\$ 1,493,838</u>	<u>\$ 6,827,605</u>
<u>Expenditures</u>			
Current:			
Finance	\$ 0	\$ 0	\$ 297
Public Safety	0	0	634,135
Public Health and Welfare	0	0	4,416,863
Debt Service:			
Principal on Debt	0	0	250,000
Interest on Debt	0	0	44,840
Other Debt Service	0	0	5,861
Capital Projects	746,154	2,276,444	2,276,444
Total Expenditures	<u>\$ 746,154</u>	<u>\$ 2,276,444</u>	<u>\$ 7,628,440</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ (294,217)</u>	<u>\$ (782,606)</u>	<u>\$ (800,835)</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 Funds (Cont.)</u>		Total Nonmajor Governmental Funds
	Highway Capital Projects	Total	
<u>Other Financing Sources (Uses)</u>			
Proceeds from Sale of Capital Assets	\$ 0	\$ 31,272	\$ 31,272
Insurance Recovery	0	70,042	77,915
Transfers In	200,000	1,199,617	1,199,617
Transfers Out	0	0	(120,000)
Total Other Financing Sources (Uses)	<u>\$ 200,000</u>	<u>\$ 1,300,931</u>	<u>\$ 1,188,804</u>
Net Change in Fund Balances	\$ (94,217)	\$ 518,325	\$ 387,969
Fund Balance, July 1, 2016	<u>525,138</u>	<u>2,490,068</u>	<u>5,282,745</u>
Fund Balance, June 30, 2017	<u>\$ 430,921</u>	<u>\$ 3,008,393</u>	<u>\$ 5,670,714</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, 2017

	Actual	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
		Original	Final	
<u>Revenues</u>				
Local Taxes	\$ 711,275	\$ 708,000	\$ 709,200	\$ 2,075
State of Tennessee	200,000	200,000	200,000	0
Total Revenues	<u>\$ 911,275</u>	<u>\$ 908,000</u>	<u>\$ 909,200</u>	<u>\$ 2,075</u>
<u>Expenditures</u>				
<u>Public Health and Welfare</u>				
Convenience Centers	\$ 1,001,301	\$ 894,651	\$ 1,007,147	\$ 5,846
Total Expenditures	<u>\$ 1,001,301</u>	<u>\$ 894,651</u>	<u>\$ 1,007,147</u>	<u>\$ 5,846</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ (90,026)</u>	<u>\$ 13,349</u>	<u>\$ (97,947)</u>	<u>\$ 7,921</u>
<u>Other Financing Sources (Uses)</u>				
Insurance Recovery	\$ 463	\$ 0	\$ 500	\$ (37)
Transfers Out	(50,000)	(140,000)	(50,000)	0
Total Other Financing Sources	<u>\$ (49,537)</u>	<u>\$ (140,000)</u>	<u>\$ (49,500)</u>	<u>\$ (37)</u>
Net Change in Fund Balance	\$ (139,563)	\$ (126,651)	\$ (147,447)	\$ 7,884
Fund Balance, July 1, 2016	<u>544,270</u>	<u>544,270</u>	<u>544,270</u>	<u>0</u>
Fund Balance, June 30, 2017	<u>\$ 404,707</u>	<u>\$ 417,619</u>	<u>\$ 396,823</u>	<u>\$ 7,884</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, 2017

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2016	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
				Original	Final	
<u>Revenues</u>						
Local Taxes	\$ 248,704	\$ 0	\$ 248,704	\$ 242,100	\$ 245,300	\$ 3,404
Charges for Current Services	2,251,938	0	2,251,938	2,393,500	2,393,500	(141,562)
Other Local Revenues	110	0	110	0	0	110
Total Revenues	<u>\$ 2,500,752</u>	<u>\$ 0</u>	<u>\$ 2,500,752</u>	<u>\$ 2,635,600</u>	<u>\$ 2,638,800</u>	<u>\$ (138,048)</u>
<u>Expenditures</u>						
<u>Public Health and Welfare</u>						
Ambulance/Emergency Medical Services	\$ 2,479,232	\$ (1,079)	\$ 2,478,153	\$ 2,566,283	\$ 2,658,705	\$ 180,552
Total Expenditures	<u>\$ 2,479,232</u>	<u>\$ (1,079)</u>	<u>\$ 2,478,153</u>	<u>\$ 2,566,283</u>	<u>\$ 2,658,705</u>	<u>\$ 180,552</u>
Excess (Deficiency) of Revenues Over Expenditures	\$ 21,520	\$ 1,079	\$ 22,599	\$ 69,317	\$ (19,905)	\$ 42,504
<u>Other Financing Sources (Uses)</u>						
Insurance Recovery	\$ 7,410	\$ 0	\$ 7,410	\$ 0	\$ 0	\$ 7,410
Total Other Financing Sources	<u>\$ 7,410</u>	<u>\$ 0</u>	<u>\$ 7,410</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 7,410</u>
Net Change in Fund Balance	\$ 28,930	\$ 1,079	\$ 30,009	\$ 69,317	\$ (19,905)	\$ 49,914
Fund Balance, July 1, 2016	745,110	(1,079)	744,031	907,881	907,881	(163,850)
Fund Balance, June 30, 2017	<u>\$ 774,040</u>	<u>\$ 0</u>	<u>\$ 774,040</u>	<u>\$ 977,198</u>	<u>\$ 887,976</u>	<u>\$ (113,936)</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, 2017

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2016	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
				Original	Final	
<u>Revenues</u>						
Local Taxes	\$ 647,989	\$ 0	\$ 647,989	\$ 558,000	\$ 558,000	\$ 89,989
Charges for Current Services	34,734	0	34,734	38,800	38,800	(4,066)
Other Local Revenues	5,889	0	5,889	6,000	6,000	(111)
State of Tennessee	100,600	0	100,600	103,000	103,000	(2,400)
Total Revenues	<u>\$ 789,212</u>	<u>\$ 0</u>	<u>\$ 789,212</u>	<u>\$ 705,800</u>	<u>\$ 705,800</u>	<u>\$ 83,412</u>
<u>Expenditures</u>						
<u>Public Safety</u>						
Fire Prevention and Control	\$ 519,389	\$ (25,400)	\$ 493,989	\$ 557,535	\$ 598,275	\$ 104,286
<u>Public Health and Welfare</u>						
Rabies and Animal Control	291,794	0	291,794	308,688	311,896	20,102
Total Expenditures	<u>\$ 811,183</u>	<u>\$ (25,400)</u>	<u>\$ 785,783</u>	<u>\$ 866,223</u>	<u>\$ 910,171</u>	<u>\$ 124,388</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ (21,971)</u>	<u>\$ 25,400</u>	<u>\$ 3,429</u>	<u>\$ (160,423)</u>	<u>\$ (204,371)</u>	<u>\$ 207,800</u>
Net Change in Fund Balance	\$ (21,971)	\$ 25,400	\$ 3,429	\$ (160,423)	\$ (204,371)	\$ 207,800
Fund Balance, July 1, 2016	<u>491,833</u>	<u>(25,400)</u>	<u>466,433</u>	<u>491,833</u>	<u>491,833</u>	<u>(25,400)</u>
Fund Balance, June 30, 2017	<u>\$ 469,862</u>	<u>\$ 0</u>	<u>\$ 469,862</u>	<u>\$ 331,410</u>	<u>\$ 287,462</u>	<u>\$ 182,400</u>

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, 2017

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2016	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
				Original	Final	
<u>Revenues</u>						
Fines, Forfeitures, and Penalties	\$ 28,881	\$ 0	\$ 28,881	\$ 27,500	\$ 27,500	\$ 1,381
Other Local Revenues	9,287	0	9,287	20,200	20,200	(10,913)
Total Revenues	\$ 38,168	\$ 0	\$ 38,168	\$ 47,700	\$ 47,700	\$ (9,532)
<u>Expenditures</u>						
<u>Public Safety</u>						
Sheriff's Department	\$ 114,746	\$ (2,000)	\$ 112,746	\$ 153,921	\$ 153,921	\$ 41,175
Total Expenditures	\$ 114,746	\$ (2,000)	\$ 112,746	\$ 153,921	\$ 153,921	\$ 41,175
Excess (Deficiency) of Revenues Over Expenditures	\$ (76,578)	\$ 2,000	\$ (74,578)	\$ (106,221)	\$ (106,221)	\$ 31,643
Net Change in Fund Balance	\$ (76,578)	\$ 2,000	\$ (74,578)	\$ (106,221)	\$ (106,221)	\$ 31,643
Fund Balance, July 1, 2016	124,964	(2,000)	122,964	121,770	121,770	1,194
Fund Balance, June 30, 2017	\$ 48,386	\$ 0	\$ 48,386	\$ 15,549	\$ 15,549	\$ 32,837

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, 2017

	Actual	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
		Original	Final	
<u>Revenues</u>				
Local Taxes	\$ 375,382	\$ 373,500	\$ 374,200	\$ 1,182
Charges for Current Services	193,606	159,000	190,000	3,606
Other Local Revenues	254,906	177,000	185,600	69,306
State of Tennessee	18,919	30,000	15,000	3,919
Federal Government	25,687	0	0	25,687
Total Revenues	<u>\$ 868,500</u>	<u>\$ 739,500</u>	<u>\$ 764,800</u>	<u>\$ 103,700</u>
<u>Expenditures</u>				
<u>Public Health and Welfare</u>				
Recycling Center	\$ 629,252	\$ 739,436	\$ 751,802	\$ 122,550
Postclosure Care Costs	15,284	53,000	53,000	37,716
Total Expenditures	<u>\$ 644,536</u>	<u>\$ 792,436</u>	<u>\$ 804,802</u>	<u>\$ 160,266</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ 223,964</u>	<u>\$ (52,936)</u>	<u>\$ (40,002)</u>	<u>\$ 263,966</u>
<u>Other Financing Sources (Uses)</u>				
Transfers Out	\$ (70,000)	\$ (70,000)	\$ (70,000)	\$ 0
Total Other Financing Sources	<u>\$ (70,000)</u>	<u>\$ (70,000)</u>	<u>\$ (70,000)</u>	<u>\$ 0</u>
Net Change in Fund Balance	\$ 153,964	\$ (122,936)	\$ (110,002)	\$ 263,966
Fund Balance, July 1, 2016	<u>388,330</u>	<u>388,330</u>	<u>388,330</u>	<u>0</u>
Fund Balance, June 30, 2017	<u>\$ 542,294</u>	<u>\$ 265,394</u>	<u>\$ 278,328</u>	<u>\$ 263,966</u>

Exhibit G-8

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, 2017

	Actual	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
		Original	Final	
<u>Revenues</u>				
Local Taxes	\$ 223,005	\$ 219,000	\$ 219,000	\$ 4,005
Other Local Revenues	2,558	500	500	2,058
Total Revenues	<u>\$ 225,563</u>	<u>\$ 219,500</u>	<u>\$ 219,500</u>	<u>\$ 6,063</u>
<u>Expenditures</u>				
<u>Principal on Debt</u>				
Education	\$ 250,000	\$ 250,000	\$ 250,000	\$ 0
<u>Interest on Debt</u>				
Education	44,840	44,840	44,840	0
<u>Other Debt Service</u>				
Education	5,861	5,890	5,890	29
Total Expenditures	<u>\$ 300,701</u>	<u>\$ 300,730</u>	<u>\$ 300,730</u>	<u>\$ 29</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ (75,138)</u>	<u>\$ (81,230)</u>	<u>\$ (81,230)</u>	<u>\$ 6,092</u>
Net Change in Fund Balance	\$ (75,138)	\$ (81,230)	\$ (81,230)	\$ 6,092
Fund Balance, July 1, 2016	498,170	498,170	498,170	0
Fund Balance, June 30, 2017	<u><u>\$ 423,032</u></u>	<u><u>\$ 416,940</u></u>	<u><u>\$ 416,940</u></u>	<u><u>\$ 6,092</u></u>

Exhibit G-9

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, 2017

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2016	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
				Original	Final	
<u>Revenues</u>						
Local Taxes	\$ 627,228	\$ 0	\$ 627,228	\$ 640,000	\$ 640,000	\$ (12,772)
Charges for Current Services	78,100	0	78,100	60,000	60,000	18,100
Other Local Revenues	269,232	0	269,232	0	526,520	(257,288)
State of Tennessee	67,341	0	67,341	16,095	886,095	(818,754)
Federal Government	0	0	0	0	29,138	(29,138)
Total Revenues	\$ 1,041,901	\$ 0	\$ 1,041,901	\$ 716,095	\$ 2,141,753	\$ (1,099,852)
<u>Expenditures</u>						
<u>Capital Projects</u>						
General Administration Projects	\$ 543,304	\$ (28,671)	\$ 514,633	\$ 664,000	\$ 1,717,324	\$ 1,202,691
Public Safety Projects	32,554	0	32,554	58,095	111,833	79,279
Public Health and Welfare Projects	63,982	0	63,982	240,000	461,694	397,712
Social, Cultural, and Recreation Projects	484,241	(203,065)	281,176	611,000	1,131,303	850,127
Other General Government Projects	406,209	(49,813)	356,396	316,200	1,246,228	889,832
Total Expenditures	\$ 1,530,290	\$ (281,549)	\$ 1,248,741	\$ 1,889,295	\$ 4,668,382	\$ 3,419,641
Excess (Deficiency) of Revenues						
Over Expenditures	\$ (488,389)	\$ 281,549	\$ (206,840)	\$ (1,173,200)	\$ (2,526,629)	\$ 2,319,789
<u>Other Financing Sources (Uses)</u>						
Proceeds from Sale of Capital Assets	\$ 31,272	\$ 0	\$ 31,272	\$ 0	\$ 0	\$ 31,272
Insurance Recovery	70,042	0	70,042	0	13,103	56,939
Transfers In	999,617	0	999,617	329,000	1,001,617	(2,000)
Total Other Financing Sources	\$ 1,100,931	\$ 0	\$ 1,100,931	\$ 329,000	\$ 1,014,720	\$ 86,211

(Continued)

Exhibit G-9

Roane County, Tennessee
Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Actual (Budgetary Basis) and Budget
General Capital Projects Fund (Cont.)

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2016	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
				Original	Final	
Net Change in Fund Balance	\$ 612,542	\$ 281,549	\$ 894,091	\$ (844,200)	\$ (1,511,909)	\$ 2,406,000
Fund Balance, July 1, 2016	1,964,930	(281,549)	1,683,381	2,071,732	2,071,732	(388,351)
Fund Balance, June 30, 2017	\$ 2,577,472	\$ 0	\$ 2,577,472	\$ 1,227,532	\$ 559,823	\$ 2,017,649

Major Governmental Funds

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.

General Debt Service Fund – The General Debt Service Fund is used to account for the accumulation of resources for, and the payment of, debt principal, interest, and related costs.

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.

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, 2017

	Actual	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
		Original	Final	
<u>Revenues</u>				
Local Taxes	\$ 2,783,268	\$ 2,756,100	\$ 2,756,100	\$ 27,168
Other Local Revenues	87,832	15,000	15,000	72,832
Other Governments and Citizens Groups	98,316	0	98,316	0
Total Revenues	\$ 2,969,416	\$ 2,771,100	\$ 2,869,416	\$ 100,000
<u>Expenditures</u>				
<u>Principal on Debt</u>				
General Government	\$ 1,835,000	\$ 1,870,000	\$ 1,835,000	\$ 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	869,086	1,087,901	869,088	2
Highways and Streets	19,894	19,894	19,894	0
<u>Other Debt Service</u>				
General Government	268,136	77,122	256,570	(11,566)
Total Expenditures	\$ 3,190,432	\$ 3,154,917	\$ 3,178,868	\$ (11,564)
<u>Excess (Deficiency) of Revenues Over Expenditures</u>				
	\$ (221,016)	\$ (383,817)	\$ (309,452)	\$ 88,436
<u>Other Financing Sources (Uses)</u>				
Refunding Debt Issued	\$ 11,240,000	\$ 0	\$ 11,240,000	\$ 0
Premiums on Debt Sold	105,257	0	105,257	0
Transfers In	119,894	159,269	119,894	0
Payments to Refunded Debt Escrow Agent	(11,380,247)	0	(11,380,247)	0
Total Other Financing Sources	\$ 84,904	\$ 159,269	\$ 84,904	\$ 0
Net Change in Fund Balance	\$ (136,112)	\$ (224,548)	\$ (224,548)	\$ 88,436
Fund Balance, July 1, 2016	2,074,701	2,074,701	2,074,701	0
Fund Balance, June 30, 2017	\$ 1,938,589	\$ 1,850,153	\$ 1,850,153	\$ 88,436

Exhibit H-2

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, 2017

	Actual	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
		Original	Final	
<u>Revenues</u>				
Local Taxes	\$ 1,454,794	\$ 1,426,650	\$ 1,426,650	\$ 28,144
Other Local Revenues	6,116	4,000	4,000	2,116
Total Revenues	<u>\$ 1,460,910</u>	<u>\$ 1,430,650</u>	<u>\$ 1,430,650</u>	<u>\$ 30,260</u>
<u>Expenditures</u>				
<u>Principal on Debt</u>				
Education	\$ 1,375,000	\$ 1,375,000	\$ 1,375,000	\$ 0
<u>Interest on Debt</u>				
Education	263,350	264,258	264,258	908
<u>Other Debt Service</u>				
Education	29,340	28,700	28,700	(640)
Total Expenditures	<u>\$ 1,667,690</u>	<u>\$ 1,667,958</u>	<u>\$ 1,667,958</u>	<u>\$ 268</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ (206,780)</u>	<u>\$ (237,308)</u>	<u>\$ (237,308)</u>	<u>\$ 30,528</u>
Net Change in Fund Balance	\$ (206,780)	\$ (237,308)	\$ (237,308)	\$ 30,528
Fund Balance, July 1, 2016	1,166,075	1,166,075	1,166,075	0
Fund Balance, June 30, 2017	<u>\$ 959,295</u>	<u>\$ 928,767</u>	<u>\$ 928,767</u>	<u>\$ 30,528</u>

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.

Roane County, Tennessee
Combining Statement of Net Position
Proprietary Funds
June 30, 2017

	<u>Internal Service Funds</u>		
	Employee Insurance - Dental	Workers' Compensation	Total Proprietary Funds
<u>ASSETS</u>			
Current Assets:			
Equity in Pooled Cash and Investments	\$ 188,150	\$ 1,288,887	\$ 1,477,037
Accounts Receivable	0	7,380	7,380
Due from Other Funds	9,655	0	9,655
Total Assets	<u>\$ 197,805</u>	<u>\$ 1,296,267</u>	<u>\$ 1,494,072</u>
<u>LIABILITIES</u>			
Current Liabilities:			
Accounts Payable	\$ 0	\$ 1,866	\$ 1,866
Claims and Judgments Payable	0	987,985	987,985
Due to Other Funds	40	0	40
Total Liabilities	<u>\$ 40</u>	<u>\$ 989,851</u>	<u>\$ 989,891</u>
<u>NET POSITION</u>			
Restricted for Education	\$ 0	\$ 179,849	\$ 179,849
Unrestricted	197,765	126,567	324,332
Total Net Position	<u>\$ 197,765</u>	<u>\$ 306,416</u>	<u>\$ 504,181</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, 2017

	<u>Internal Service Funds</u>		
	Employee Insurance - Dental	Workers' Compensation	Total
<u>Operating Revenues</u>			
Self-Insurance Premiums	\$ 606,185	\$ 551,670	\$ 1,157,855
Total Operating Revenues	<u>\$ 606,185</u>	<u>\$ 551,670</u>	<u>\$ 1,157,855</u>
<u>Operating Expenses</u>			
Other Salaries and Wages	\$ 10,569	\$ 0	\$ 10,569
Travel	0	921	921
Medical Claims	536,444	611,471	1,147,915
Handling Charges and Administration	44,594	8,289	52,883
Workers' Compensation Insurance	0	119,415	119,415
In Service/Staff Development	0	75	75
Total Operating Expenses	<u>\$ 591,607</u>	<u>\$ 740,171</u>	<u>\$ 1,331,778</u>
Operating Income (Loss)	<u>\$ 14,578</u>	<u>\$ (188,501)</u>	<u>\$ (173,923)</u>
<u>Nonoperating Revenues (Expenses)</u>			
Investment Income	\$ 670	\$ 6,369	\$ 7,039
Total Nonoperating Revenues (Expenses)	<u>\$ 670</u>	<u>\$ 6,369</u>	<u>\$ 7,039</u>
Change in Net Position	\$ 15,248	\$ (182,132)	\$ (166,884)
Net Position, July 1, 2016	182,517	488,548	671,065
Net Position, June 30, 2017	<u>\$ 197,765</u>	<u>\$ 306,416</u>	<u>\$ 504,181</u>

Exhibit I-3

Roane County, Tennessee
Combining Statement of Cash Flows
Proprietary Funds
For the Year Ended June 30, 2017

	<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	\$ 596,530	\$ 552,795	\$ 1,149,325
Payments for Claims	(536,404)	(398,673)	(935,077)
Payments to Employees	(10,569)	0	(10,569)
Payments for Administrative Costs	(44,594)	(11,680)	(56,274)
Payments to Insurers	0	(119,415)	(119,415)
Net Cash Provided By (Used In) Operating Activities	<u>\$ 4,963</u>	<u>\$ 23,027</u>	<u>\$ 27,990</u>
<u>Cash Flows from Investing Activities</u>			
Interest on Investments	\$ 670	\$ 6,369	\$ 7,039
Net Cash Provided By (Used In) Investing Activities	<u>\$ 670</u>	<u>\$ 6,369</u>	<u>\$ 7,039</u>
Increase (Decrease) in Cash	\$ 5,633	\$ 29,396	\$ 35,029
Cash, July 1, 2016	182,517	1,259,491	1,442,008
Cash, June 30, 2017	<u>\$ 188,150</u>	<u>\$ 1,288,887</u>	<u>\$ 1,477,037</u>
<u>Reconciliation of Operating Income (Loss) to Net</u>			
<u>Cash Provided By (Used In) Operating Activities</u>			
Operating Income (Loss)	\$ 14,578	\$ (188,501)	\$ (173,923)
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	(9,655)	1,125	(8,530)
Increase (Decrease) in Other Current Operating Liabilities	40	210,403	210,443
Net Cash Provided By (Used In) Operating Activities	<u>\$ 4,963</u>	<u>\$ 23,027</u>	<u>\$ 27,990</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 - All Agency Funds
Fiduciary Funds
June 30, 2017

	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	\$ 1,512,980	\$ 0	\$ 1,512,980
Equity in Pooled Cash and Investments	0	1,061	139,125	343,798	0	28,592	512,576
Accounts Receivable	0	1,267	784	0	0	0	2,051
Due from Other Governments	1,104,173	81,847	10,684	0	0	450	1,197,154
Property Taxes Receivable	0	1,047,549	0	0	0	0	1,047,549
Allowance for Uncollectible Property Taxes	0	(39,460)	0	0	0	0	(39,460)
Prepaid Items	0	0	11,521	0	0	0	11,521
Notes Receivable - Long-term	0	0	0	561,062	0	0	561,062
Total Assets	\$ 1,104,173	\$ 1,092,264	\$ 162,114	\$ 904,860	\$ 1,512,980	\$ 29,042	\$ 4,805,433
<u>LIABILITIES</u>							
Accounts Payable	\$ 0	\$ 0	\$ 2,501	\$ 85	\$ 0	\$ 2,751	\$ 5,337
Due to Other Taxing Units	1,104,173	1,092,264	0	0	0	0	2,196,437
Due to Litigants, Heirs, and Others	0	0	0	0	1,512,980	26,291	1,539,271
Due to Joint Ventures	0	0	159,613	0	0	0	159,613
Other Current Liabilities	0	0	0	904,775	0	0	904,775
Total Liabilities	\$ 1,104,173	\$ 1,092,264	\$ 162,114	\$ 904,860	\$ 1,512,980	\$ 29,042	\$ 4,805,433

Exhibit J-2

Roane County, Tennessee
Combining Statement of Changes in Assets and Liabilities - All Agency Funds
For the Year Ended June 30, 2017

	Beginning Balance	Additions	Deductions	Ending Balance
<u>Cities - Sales Tax Fund</u>				
<u>Assets</u>				
Equity in Pooled Cash and Investments	\$ 0	\$ 7,156,902	\$ 7,156,902	\$ 0
Due from Other Governments	1,084,191	1,104,173	1,084,191	1,104,173
Total Assets	<u>\$ 1,084,191</u>	<u>\$ 8,261,075</u>	<u>\$ 8,241,093</u>	<u>\$ 1,104,173</u>
<u>Liabilities</u>				
Due to Other Taxing Units	<u>\$ 1,084,191</u>	<u>\$ 8,261,075</u>	<u>\$ 8,241,093</u>	<u>\$ 1,104,173</u>
Total Liabilities	<u>\$ 1,084,191</u>	<u>\$ 8,261,075</u>	<u>\$ 8,241,093</u>	<u>\$ 1,104,173</u>
<u>City School ADA - Oak Ridge Fund</u>				
<u>Assets</u>				
Equity in Pooled Cash and Investments	\$ 1,601	\$ 1,518,705	\$ 1,519,245	\$ 1,061
Accounts Receivable	0	1,267	0	1,267
Due from Other Governments	67,334	81,847	67,334	81,847
Property Taxes Receivable	853,824	1,047,549	853,824	1,047,549
Allowance for Uncollectible Property Taxes	(33,607)	(39,460)	(33,607)	(39,460)
Total Assets	<u>\$ 889,152</u>	<u>\$ 2,609,908</u>	<u>\$ 2,406,796</u>	<u>\$ 1,092,264</u>
<u>Liabilities</u>				
Due to Other Taxing Units	<u>\$ 889,152</u>	<u>\$ 2,609,908</u>	<u>\$ 2,406,796</u>	<u>\$ 1,092,264</u>
Total Liabilities	<u>\$ 889,152</u>	<u>\$ 2,609,908</u>	<u>\$ 2,406,796</u>	<u>\$ 1,092,264</u>
<u>Joint Venture - Agency Fund</u>				
<u>Assets</u>				
Equity in Pooled Cash and Investments	\$ 180,617	\$ 161,923	\$ 203,415	\$ 139,125
Accounts Receivable	0	784	0	784
Due from Other Governments	4,740	10,684	4,740	10,684
Due from Other Funds	3,300	0	3,300	0
Prepaid Items	11,731	11,521	11,731	11,521
Total Assets	<u>\$ 200,388</u>	<u>\$ 184,912</u>	<u>\$ 223,186</u>	<u>\$ 162,114</u>
<u>Liabilities</u>				
Accounts Payable	\$ 41,185	\$ 2,501	\$ 41,185	\$ 2,501
Due to Other Funds	1,740	0	1,740	0
Due to Joint Venture	157,463	159,613	157,463	159,613
Total Liabilities	<u>\$ 200,388</u>	<u>\$ 162,114</u>	<u>\$ 200,388</u>	<u>\$ 162,114</u>

(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	\$ 289,450	\$ 132,447	\$ 78,099	\$ 343,798
Notes Receivable - Long-term	611,654	62,581	113,173	561,062
Total Assets	<u>\$ 901,104</u>	<u>\$ 195,028</u>	<u>\$ 191,272</u>	<u>\$ 904,860</u>
<u>Liabilities</u>				
Accounts Payable	\$ 0	\$ 85	\$ 0	\$ 85
Other Current Liabilities	901,104	194,943	191,272	904,775
Total Liabilities	<u>\$ 901,104</u>	<u>\$ 195,028</u>	<u>\$ 191,272</u>	<u>\$ 904,860</u>
<u>Constitutional Officers - Agency Fund</u>				
<u>Assets</u>				
Cash	\$ 1,568,199	\$ 9,561,305	\$ 9,616,524	\$ 1,512,980
Total Assets	<u>\$ 1,568,199</u>	<u>\$ 9,561,305</u>	<u>\$ 9,616,524</u>	<u>\$ 1,512,980</u>
<u>Liabilities</u>				
Due to Litigants, Heirs, and Others	\$ 1,568,199	\$ 9,561,305	\$ 9,616,524	\$ 1,512,980
Total Liabilities	<u>\$ 1,568,199</u>	<u>\$ 9,561,305</u>	<u>\$ 9,616,524</u>	<u>\$ 1,512,980</u>
<u>District Attorney General</u>				
<u>Assets</u>				
Equity in Pooled Cash and Investments	\$ 28,555	\$ 14,475	\$ 14,438	\$ 28,592
Due from Other Governments	959	450	959	450
Total Assets	<u>\$ 29,514</u>	<u>\$ 14,925</u>	<u>\$ 15,397</u>	<u>\$ 29,042</u>
<u>Liabilities</u>				
Accounts Payable	\$ 80	\$ 2,751	\$ 80	\$ 2,751
Due to Other Funds	3,300	0	3,300	0
Due to Litigants, Heirs, and Others	26,134	26,291	26,134	26,291
Total Liabilities	<u>\$ 29,514</u>	<u>\$ 29,042</u>	<u>\$ 29,514</u>	<u>\$ 29,042</u>

(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	\$ 1,568,199	\$ 9,561,305	\$ 9,616,524	\$ 1,512,980
Equity in Pooled Cash and Investments	500,223	8,984,452	8,972,099	512,576
Accounts Receivable	0	2,051	0	2,051
Due from Other Governments	1,157,224	1,197,154	1,157,224	1,197,154
Due from Other Funds	3,300	0	3,300	0
Property Taxes Receivable	853,824	1,047,549	853,824	1,047,549
Allowance for Uncollectible Property Taxes	(33,607)	(39,460)	(33,607)	(39,460)
Prepaid Items	11,731	11,521	11,731	11,521
Notes Receivable -Long-term	611,654	62,581	113,173	561,062
Total Assets	<u>\$ 4,672,548</u>	<u>\$ 20,827,153</u>	<u>\$ 20,694,268</u>	<u>\$ 4,805,433</u>
<u>Liabilities</u>				
Accounts Payable	\$ 41,265	\$ 5,337	\$ 41,265	\$ 5,337
Due to Other Funds	5,040	0	5,040	0
Due to Other Taxing Units	1,973,343	10,870,983	10,647,889	2,196,437
Due to Litigants, Heirs, and Others	1,594,333	9,587,596	9,642,658	1,539,271
Due to Joint Venture	157,463	159,613	157,463	159,613
Other Current Liabilities	901,104	194,943	191,272	904,775
Total Liabilities	<u>\$ 4,672,548</u>	<u>\$ 20,818,472</u>	<u>\$ 20,685,587</u>	<u>\$ 4,805,433</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, 2017

Functions/Programs	Expenses	Program Revenues		Net (Expense)
		Charges for Services	Operating Grants and Contributions	Revenue and Changes in Net Position
				Total Governmental Activities
Governmental Activities:				
Instruction	\$ 34,315,813	\$ 1,600	\$ 2,681,648	\$ (31,632,565)
Support Services	23,744,448	9,137	39,622	(23,695,689)
Operation of Non-instructional Services	4,777,844	911,195	3,140,663	(725,986)
Total Governmental Activities	\$ 62,838,105	\$ 921,932	\$ 5,861,933	\$ (56,054,240)
General Revenues:				
Taxes:				
Property Taxes Levied for General Purposes				\$ 15,529,758
Local Option Sales Taxes				7,821,685
Mixed Drink Tax				27,480
Other Local Taxes				4,300
Grants and Contributions Not Restricted for Specific Programs				33,231,877
Unrestricted Investment Income				63,066
Miscellaneous				137,132
Total General Revenues				\$ 56,815,298
Change in Net Position				\$ 761,058
Net Position, July 1, 2016				69,295,885
Net Position, June 30, 2017				\$ 70,056,943

Exhibit K-2

Roane County, Tennessee
 Balance Sheet - Governmental Funds
 Discretely Presented Roane County School Department
 June 30, 2017

	<u>Major Fund</u>	<u>Nonmajor Funds</u>	<u>Total</u>
	General Purpose School	Other Govern- mental Funds	Governmen- tal Funds
<u>ASSETS</u>			
Cash	\$ 83,535	\$ 8,500	\$ 92,035
Equity in Pooled Cash and Investments	5,543,236	2,906,733	8,449,969
Accounts Receivable	2,294	75,414	77,708
Due from Other Governments	1,407,367	391,572	1,798,939
Due from Other Funds	25,119	0	25,119
Due from Primary Government	0	1,592	1,592
Property Taxes Receivable	15,079,838	1,118,858	16,198,696
Allowance for Uncollectible Property Taxes	(569,496)	(42,254)	(611,750)
Prepaid Items	2,665	11,703	14,368
Total Assets	<u>\$ 21,574,558</u>	<u>\$ 4,472,118</u>	<u>\$ 26,046,676</u>
<u>LIABILITIES</u>			
Accounts Payable	\$ 231,817	\$ 66,942	\$ 298,759
Accrued Payroll	11,018	45,313	56,331
Payroll Deductions Payable	1,374	5,317	6,691
Contracts Payable	0	67,917	67,917
Retainage Payable	0	11,051	11,051
Due to Other Funds	0	25,119	25,119
Due to Primary Government	0	91	91
Other Current Liabilities	68,535	0	68,535
Total Liabilities	<u>\$ 312,744</u>	<u>\$ 221,750</u>	<u>\$ 534,494</u>
<u>DEFERRED INFLOWS OF RESOURCES</u>			
Deferred Current Property Taxes	\$ 14,108,670	\$ 1,046,802	\$ 15,155,472
Deferred Delinquent Property Taxes	363,938	27,645	391,583
Other Deferred/Unavailable Revenue	555,422	250,195	805,617
Total Deferred Inflows of Resources	<u>\$ 15,028,030</u>	<u>\$ 1,324,642</u>	<u>\$ 16,352,672</u>
<u>FUND BALANCES</u>			
Nonspendable:			
Prepaid Items	\$ 2,665	\$ 11,703	\$ 14,368
Restricted:			
Restricted for Education	2,345	1,247,643	1,249,988
Restricted for Capital Outlay	0	279,834	279,834
Committed:			
Committed for Education	404,336	1,386,546	1,790,882
Assigned:			
Assigned for Education	836,657	0	836,657

(Continued)

Exhibit K-2

Roane County, Tennessee
Balance Sheet - Governmental Funds
Discretely Presented Roane County School Department (Cont.)

	<u>Major Fund</u>	<u>Nonmajor Funds</u>	
	General Purpose School	Other Govern- mental Funds	Total Governmental Funds
<u>FUND BALANCES (Cont.)</u>			
Unassigned	\$ 4,987,781	\$ 0	\$ 4,987,781
Total Fund Balances	<u>\$ 6,233,784</u>	<u>\$ 2,925,726</u>	<u>\$ 9,159,510</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 21,574,558</u>	<u>\$ 4,472,118</u>	<u>\$ 26,046,676</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, 2017

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)		\$	9,159,510
(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		769,299	
Add: building and improvements net of accumulated depreciation		63,732,760	
Add: other capital assets net of accumulated depreciation		<u>2,632,795</u>	68,473,026
(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	\$	(7,914,509)	
Less: compensated absences payable		(156,001)	
Less: net pension liability - teacher legacy plan		<u>(4,385,869)</u>	(12,456,379)
(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	\$	8,768,196	
Less: deferred inflows of resources related to pensions		<u>(5,962,065)</u>	2,806,131
(4) Net pension assets are not current financial resources and therefore are not reported in the governmental funds:			
Add: net pension assets - agent plan (legacy)	\$	830,444	
Add: net pension assets - agent plan (hybrid)		4,389	
Add: net pension assets - teacher retirement plan		<u>42,622</u>	877,455
(5) Other long-term assets are not available to pay for current-period expenditures and therefore are deferred in the governmental funds.			<u>1,197,200</u>
Net position of governmental activities (Exhibit A)		\$	<u><u>70,056,943</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, 2017

	Major Fund	Nonmajor Funds	
	General Purpose School	Other Govern- mental Funds	Total Governmental Funds
<u>Revenues</u>			
Local Taxes	\$ 20,533,824	\$ 2,800,284	\$ 23,334,108
Licenses and Permits	2,598	0	2,598
Charges for Current Services	33,618	987,479	1,021,097
Other Local Revenues	65,094	32,531	97,625
State of Tennessee	31,753,304	292,655	32,045,959
Federal Government	41,967	7,000,353	7,042,320
Total Revenues	<u>\$ 52,430,405</u>	<u>\$ 11,113,302</u>	<u>\$ 63,543,707</u>
<u>Expenditures</u>			
Current:			
Instruction	\$ 32,338,385	\$ 2,640,363	\$ 34,978,748
Support Services	17,351,653	3,485,132	20,836,785
Operation of Non-Instructional Services	1,069,425	3,865,055	4,934,480
Capital Outlay	49,431	0	49,431
Debt Service:			
Other Debt Service	98,316	0	98,316
Capital Projects	0	1,970,820	1,970,820
Total Expenditures	<u>\$ 50,907,210</u>	<u>\$ 11,961,370</u>	<u>\$ 62,868,580</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ 1,523,195</u>	<u>\$ (848,068)</u>	<u>\$ 675,127</u>
<u>Other Financing Sources (Uses)</u>			
Insurance Recovery	\$ 0	\$ 9,141	\$ 9,141
Transfers In	25,119	400,000	425,119
Transfers Out	(400,000)	(25,119)	(425,119)
Total Other Financing Sources (Uses)	<u>\$ (374,881)</u>	<u>\$ 384,022</u>	<u>\$ 9,141</u>
Net Change in Fund Balances	\$ 1,148,314	\$ (464,046)	\$ 684,268
Fund Balance, July 1, 2016	5,085,470	3,389,772	8,475,242
Fund Balance, June 30, 2017	<u>\$ 6,233,784</u>	<u>\$ 2,925,726</u>	<u>\$ 9,159,510</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, 2017

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)		\$	684,268
(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	\$	1,355,843	
Less: current-year depreciation expense		<u>(3,004,890)</u>	(1,649,047)
(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, 2017	\$	1,197,200	
Less: deferred delinquent property taxes and other deferred June 30, 2016		<u>(1,148,085)</u>	49,115
(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	\$	(496,247)	
Change in compensated absences		(11,014)	
Change in net pension liability - teacher legacy plan		(4,100,958)	
Change in net pension asset - teacher retirement plan		23,260	
Change in net pension asset - agent legacy plan		(297,376)	
Change in net pension asset - agent hybrid paln		4,389	
Change in deferred outflows related to pensions		5,576,835	
Change in deferred inflows related to pensions		<u>977,833</u>	<u>1,676,722</u>
Change in net position of governmental activities (Exhibit B)			<u>\$ 761,058</u>

Exhibit K-6

Roane County, Tennessee
Combining Balance Sheet - Nonmajor Governmental Funds
Discretely Presented Roane County School Department
June 30, 2017

	Special Revenue Funds					Total
	School Federal Projects	Central Cafeteria	School Transpor - tation	Extended School Program		
<u>ASSETS</u>						
Cash	\$ 0	\$ 6,000	\$ 0	\$ 2,500	\$ 8,500	
Equity in Pooled Cash and Investments	402,432	1,239,727	885,353	16,696	2,544,208	
Accounts Receivable	151	2,556	4,804	29,714	37,225	
Due from Other Governments	138,989	0	250,195	2,388	391,572	
Due from Primary Government	0	0	1,592	0	1,592	
Property Taxes Receivable	0	0	0	0	0	
Allowance for Uncollectible Property Taxes	0	0	0	0	0	
Prepaid Items	3,218	8,485	0	0	11,703	
Total Assets	\$ 544,790	\$ 1,256,768	\$ 1,141,944	\$ 51,298	\$ 2,994,800	
<u>LIABILITIES</u>						
Accounts Payable	\$ 1,055	\$ 640	\$ 18,759	\$ 2,419	\$ 22,873	
Accrued Payroll	16,365	0	11,157	17,791	45,313	
Payroll Deductions Payable	2,251	0	1,174	1,892	5,317	
Contracts Payable	0	0	0	0	0	
Retainage Payable	0	0	0	0	0	
Due to Other Funds	25,119	0	0	0	25,119	
Due to Primary Government	0	0	91	0	91	
Total Liabilities	\$ 44,790	\$ 640	\$ 31,181	\$ 22,102	\$ 98,713	

(Continued)

Exhibit K-6

Roane County, Tennessee
Combining Balance Sheet - Nonmajor Governmental Funds
Discretely Presented Roane County School Department (Cont.)

	Special Revenue Funds					Total
	School Federal Projects	Central Cafeteria	School Transpor - tation	Extended School Program		
<u>DEFERRED INFLOWS OF RESOURCES</u>						
Deferred Current Property Taxes	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	0
Deferred Delinquent Property Taxes	0	0	0	0	0	0
Other Deferred/Unavailable Revenue	0	0	250,195	0	0	250,195
Total Deferred Inflows of Resources	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 250,195</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>250,195</u>
<u>FUND BALANCES</u>						
Nonspendable:						
Prepaid Items	\$ 3,218	\$ 8,485	\$ 0	\$ 0	\$ 0	11,703
Restricted:						
Restricted for Education	0	1,247,643	0	0	0	1,247,643
Restricted for Capital Outlay	0	0	0	0	0	0
Committed:						
Committed for Education	496,782	0	860,568	29,196	0	1,386,546
Total Fund Balances	<u>\$ 500,000</u>	<u>\$ 1,256,128</u>	<u>\$ 860,568</u>	<u>\$ 29,196</u>	<u>\$ 0</u>	<u>2,645,892</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 544,790</u>	<u>\$ 1,256,768</u>	<u>\$ 1,141,944</u>	<u>\$ 51,298</u>	<u>\$ 0</u>	<u>2,994,800</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>
	Education Capital Projects	Nonmajor Governmental Funds
<u>ASSETS</u>		
Cash	\$ 0	\$ 8,500
Equity in Pooled Cash and Investments	362,525	2,906,733
Accounts Receivable	38,189	75,414
Due from Other Governments	0	391,572
Due from Primary Government	0	1,592
Property Taxes Receivable	1,118,858	1,118,858
Allowance for Uncollectible Property Taxes	(42,254)	(42,254)
Prepaid Items	0	11,703
Total Assets	<u>\$ 1,477,318</u>	<u>\$ 4,472,118</u>
<u>LIABILITIES</u>		
Accounts Payable	\$ 44,069	\$ 66,942
Accrued Payroll	0	45,313
Payroll Deductions Payable	0	5,317
Contracts Payable	67,917	67,917
Retainage Payable	11,051	11,051
Due to Other Funds	0	25,119
Due to Primary Government	0	91
Total Liabilities	<u>\$ 123,037</u>	<u>\$ 221,750</u>

(Continued)

Exhibit K-6

Roane County, Tennessee
Combining Balance Sheet - Nonmajor Governmental Funds
Discretely Presented Roane County School Department (Cont.)

<u>DEFERRED INFLOWS OF RESOURCES</u>	<u>Capital Projects Fund</u>	<u>Total Nonmajor Governmental Funds</u>
	Education Capital Projects	
Deferred Current Property Taxes	\$ 1,046,802	\$ 1,046,802
Deferred Delinquent Property Taxes	27,645	27,645
Other Deferred/Unavailable Revenue	0	250,195
Total Deferred Inflows of Resources	<u>\$ 1,074,447</u>	<u>\$ 1,324,642</u>
 <u>FUND BALANCES</u> 		
Nonspendable:		
Prepaid Items	\$ 0	\$ 11,703
Restricted:		
Restricted for Education	0	1,247,643
Restricted for Capital Outlay	279,834	279,834
Committed:		
Committed for Education	0	1,386,546
Total Fund Balances	<u>\$ 279,834</u>	<u>\$ 2,925,726</u>
 Total Liabilities, Deferred Inflows of Resources, and Fund Balances	 <u>\$ 1,477,318</u>	 <u>\$ 4,472,118</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, 2017

	Special Revenue Funds					Total
	School Federal Projects	Central Cafeteria	School Transpor - tation	Extended School Program		
<u>Revenues</u>						
Local Taxes	\$ 0	\$ 0	\$ 1,800,000	\$ 0	\$ 1,800,000	
Charges for Current Services	0	742,402	86,072	159,005	987,479	
Other Local Revenues	0	5,154	27,375	2	32,531	
State of Tennessee	0	34,253	250,000	8,402	292,655	
Federal Government	4,033,925	2,938,471	0	27,957	7,000,353	
Total Revenues	\$ 4,033,925	\$ 3,720,280	\$ 2,163,447	\$ 195,366	\$ 10,113,018	
<u>Expenditures</u>						
Current:						
Instruction	\$ 2,640,363	\$ 0	\$ 0	\$ 0	\$ 2,640,363	
Support Services	1,372,947	0	2,112,185	0	3,485,132	
Operation of Non-Instructional Services	0	3,665,133	0	199,922	3,865,055	
Capital Projects	0	0	0	0	0	
Total Expenditures	\$ 4,013,310	\$ 3,665,133	\$ 2,112,185	\$ 199,922	\$ 9,990,550	
Excess (Deficiency) of Revenues						
Over Expenditures	\$ 20,615	\$ 55,147	\$ 51,262	\$ (4,556)	\$ 122,468	
<u>Other Financing Sources (Uses)</u>						
Insurance Recovery	\$ 0	\$ 0	\$ 1,036	\$ 0	\$ 1,036	
Transfers In	0	0	0	0	0	
Transfers Out	(25,119)	0	0	0	(25,119)	
Total Other Financing Sources (Uses)	\$ (25,119)	\$ 0	\$ 1,036	\$ 0	\$ (24,083)	

(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.)

	Special Revenue Funds				
	School Federal Projects	Central Cafeteria	School Transpor - tation	Extended School Program	Total
Net Change in Fund Balances	\$ (4,504)	\$ 55,147	\$ 52,298	\$ (4,556)	\$ 98,385
Fund Balance, July 1, 2016	504,504	1,200,981	808,270	33,752	2,547,507
Fund Balance, June 30, 2017	\$ 500,000	\$ 1,256,128	\$ 860,568	\$ 29,196	\$ 2,645,892

(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.)

	<u>Capital</u> <u>Projects Fund</u>		Total Nonmajor Governmental Funds	
	Education Capital Projects			
<hr/>				
<u>Revenues</u>				
Local Taxes	\$ 1,000,284	\$	2,800,284	
Charges for Current Services	0		987,479	
Other Local Revenues	0		32,531	
State of Tennessee	0		292,655	
Federal Government	0		7,000,353	
Total Revenues	<u>\$ 1,000,284</u>	\$	<u>11,113,302</u>	
<u>Expenditures</u>				
Current:				
Instruction	\$ 0	\$	2,640,363	
Support Services	0		3,485,132	
Operation of Non-Instructional Services	0		3,865,055	
Capital Projects	1,970,820		1,970,820	
Total Expenditures	<u>\$ 1,970,820</u>	\$	<u>11,961,370</u>	
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ (970,536)</u>	\$	<u>(848,068)</u>	
<u>Other Financing Sources (Uses)</u>				
Insurance Recovery	\$ 8,105	\$	9,141	
Transfers In	400,000		400,000	
Transfers Out	0		(25,119)	
Total Other Financing Sources (Uses)	<u>\$ 408,105</u>	\$	<u>384,022</u>	

(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.)

	<u>Capital Projects Fund</u>	Total Nonmajor Governmental Funds
	Education Capital Projects	
Net Change in Fund Balances	\$ (562,431)	\$ (464,046)
Fund Balance, July 1, 2016	<u>842,265</u>	<u>3,389,772</u>
Fund Balance, June 30, 2017	<u>\$ 279,834</u>	<u>\$ 2,925,726</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, 2017

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2016	Add: Encumbrances 6/30/2017	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
Revenues							
Local Taxes	\$ 20,533,824	\$ 0	\$ 0	\$ 20,533,824	\$ 20,271,500	\$ 20,321,500	\$ 212,324
Licenses and Permits	2,598	0	0	2,598	2,500	2,500	98
Charges for Current Services	33,618	0	0	33,618	50,000	50,000	(16,382)
Other Local Revenues	65,094	0	0	65,094	1,627,600	1,629,100	(1,564,006)
State of Tennessee	31,753,304	0	0	31,753,304	31,534,609	31,903,219	(149,915)
Federal Government	41,967	0	0	41,967	130,000	110,000	(68,033)
Total Revenues	\$ 52,430,405	\$ 0	\$ 0	\$ 52,430,405	\$ 53,616,209	\$ 54,016,319	\$ (1,585,914)
Expenditures							
Instruction							
Regular Instruction Program	\$ 25,861,683	\$ 0	\$ 222,708	\$ 26,084,391	\$ 27,049,062	\$ 26,929,096	\$ 844,705
Alternative Instruction Program	133,987	0	0	133,987	143,596	143,596	9,609
Special Education Program	4,663,516	0	0	4,663,516	4,855,697	4,855,697	192,181
Career and Technical Education Program	1,679,199	0	0	1,679,199	1,670,870	1,750,229	71,030
Other	0	0	0	0	826,384	0	0
Support Services							
Attendance	98,602	0	0	98,602	136,944	136,944	38,342
Health Services	592,679	0	0	592,679	662,786	662,786	70,107
Other Student Support	1,720,587	0	0	1,720,587	1,834,193	1,838,646	118,059
Regular Instruction Program	1,823,706	(6,282)	1,738	1,819,162	1,972,206	1,979,206	160,044
Alternative Instruction Program	124,631	0	0	124,631	125,991	125,991	1,360
Special Education Program	966,541	0	0	966,541	977,199	1,001,343	34,802
Career and Technical Education Program	101,032	0	0	101,032	115,243	125,219	24,187
Technology	715,785	0	0	715,785	0	826,384	110,599
Other Programs	271,596	0	0	271,596	0	271,596	0
Board of Education	936,301	(19,850)	25,625	942,076	1,054,650	1,049,650	107,574
Director of Schools	324,916	0	0	324,916	340,231	340,281	15,365
Office of the Principal	4,180,468	0	0	4,180,468	4,356,672	4,362,112	181,644
Fiscal Services	341,226	0	0	341,226	363,461	366,661	25,435

(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 7/1/2016	Add: Encumbrances 6/30/2017	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
<u>Expenditures (Cont.)</u>							
<u>Support Services (Cont.)</u>							
Human Services/Personnel	\$ 21,743	\$ 0	\$ 0	\$ 21,743	\$ 23,834	\$ 25,334	\$ 3,591
Operation of Plant	3,920,398	(18,256)	20,565	3,922,707	4,272,392	4,272,392	349,685
Maintenance of Plant	1,031,992	(17,603)	4,070	1,018,459	1,170,893	1,182,358	163,899
Transportation	179,450	0	0	179,450	281,183	281,183	101,733
<u>Operation of Non-Instructional Services</u>							
Community Services	390,066	0	0	390,066	490,920	490,920	100,854
Early Childhood Education	679,359	0	0	679,359	681,668	686,819	7,460
<u>Capital Outlay</u>							
Regular Capital Outlay	49,431	0	0	49,431	50,000	50,000	569
<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	\$ 50,907,210	\$ (61,991)	\$ 274,706	\$ 51,119,925	\$ 53,554,391	\$ 53,852,759	\$ 2,732,834
Excess (Deficiency) of Revenues Over Expenditures	\$ 1,523,195	\$ 61,991	\$ (274,706)	\$ 1,310,480	\$ 61,818	\$ 163,560	\$ 1,146,920
<u>Other Financing Sources (Uses)</u>							
Insurance Recovery	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 9,121	\$ (9,121)
Transfers In	25,119	0	0	25,119	31,095	31,936	(6,817)
Transfers Out	(400,000)	0	0	(400,000)	(400,000)	(400,000)	0
Total Other Financing Sources	\$ (374,881)	\$ 0	\$ 0	\$ (374,881)	\$ (368,905)	\$ (358,943)	\$ (15,938)
Net Change in Fund Balance	\$ 1,148,314	\$ 61,991	\$ (274,706)	\$ 935,599	\$ (307,087)	\$ (195,383)	\$ 1,130,982
Fund Balance, July 1, 2016	5,085,470	(61,991)	0	5,023,479	5,132,225	5,132,225	(108,746)
Fund Balance, June 30, 2017	\$ 6,233,784	\$ 0	\$ (274,706)	\$ 5,959,078	\$ 4,825,138	\$ 4,936,842	\$ 1,022,236

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, 2017

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2016	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
				Original	Final	
<u>Revenues</u>						
Federal Government	\$ 4,033,925	\$ 0	\$ 4,033,925	\$ 4,523,576	\$ 4,831,614	\$ (797,689)
Total Revenues	\$ 4,033,925	\$ 0	\$ 4,033,925	\$ 4,523,576	\$ 4,831,614	\$ (797,689)
<u>Expenditures</u>						
<u>Instruction</u>						
Regular Instruction Program	\$ 1,692,618	\$ 0	\$ 1,692,618	\$ 1,686,848	\$ 1,803,080	\$ 110,462
Special Education Program	850,593	0	850,593	1,033,571	1,111,260	260,667
Career and Technical Education Program	97,152	(4,554)	92,598	87,486	92,648	50
<u>Support Services</u>						
Other Student Support	54,439	0	54,439	94,540	89,378	34,939
Regular Instruction Program	484,888	0	484,888	664,481	667,936	183,048
Special Education Program	832,857	0	832,857	925,054	1,033,876	201,019
Career and Technical Education Program	500	0	500	500	500	0
Transportation	263	0	263	0	1,000	737
Total Expenditures	\$ 4,013,310	\$ (4,554)	\$ 4,008,756	\$ 4,492,480	\$ 4,799,678	\$ 790,922
Excess (Deficiency) of Revenues Over Expenditures	\$ 20,615	\$ 4,554	\$ 25,169	\$ 31,096	\$ 31,936	\$ (6,767)
<u>Other Financing Sources (Uses)</u>						
Transfers Out	\$ (25,119)	\$ 0	\$ (25,119)	\$ (31,096)	\$ (31,936)	\$ 6,817
Total Other Financing Sources	\$ (25,119)	\$ 0	\$ (25,119)	\$ (31,096)	\$ (31,936)	\$ 6,817
Net Change in Fund Balance	\$ (4,504)	\$ 4,554	\$ 50	\$ 0	\$ 0	\$ 50
Fund Balance, July 1, 2016	504,504	(4,554)	499,950	0	0	499,950
Fund Balance, June 30, 2017	\$ 500,000	\$ 0	\$ 500,000	\$ 0	\$ 0	\$ 500,000

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, 2017

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2016	Add: Encumbrances 6/30/2017	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
<u>Revenues</u>							
Charges for Current Services	\$ 742,402	\$ 0	\$ 0	\$ 742,402	\$ 803,000	\$ 803,000	\$ (60,598)
Other Local Revenues	5,154	0	0	5,154	2,500	2,500	2,654
State of Tennessee	34,253	0	0	34,253	34,500	34,500	(247)
Federal Government	2,938,471	0	0	2,938,471	2,990,000	2,990,000	(51,529)
Total Revenues	<u>\$ 3,720,280</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 3,720,280</u>	<u>\$ 3,830,000</u>	<u>\$ 3,830,000</u>	<u>\$ (109,720)</u>
<u>Expenditures</u>							
<u>Operation of Non-Instructional Services</u>							
Food Service	\$ 3,665,133	\$ (4,425)	\$ 4,525	\$ 3,665,233	\$ 3,880,000	\$ 3,930,000	\$ 264,767
Total Expenditures	<u>\$ 3,665,133</u>	<u>\$ (4,425)</u>	<u>\$ 4,525</u>	<u>\$ 3,665,233</u>	<u>\$ 3,880,000</u>	<u>\$ 3,930,000</u>	<u>\$ 264,767</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ 55,147</u>	<u>\$ 4,425</u>	<u>\$ (4,525)</u>	<u>\$ 55,047</u>	<u>\$ (50,000)</u>	<u>\$ (100,000)</u>	<u>\$ 155,047</u>
Net Change in Fund Balance	\$ 55,147	\$ 4,425	\$ (4,525)	\$ 55,047	\$ (50,000)	\$ (100,000)	\$ 155,047
Fund Balance, July 1, 2016	1,200,981	(4,425)	0	1,196,556	1,196,556	1,196,556	0
Fund Balance, June 30, 2017	<u>\$ 1,256,128</u>	<u>\$ 0</u>	<u>\$ (4,525)</u>	<u>\$ 1,251,603</u>	<u>\$ 1,146,556</u>	<u>\$ 1,096,556</u>	<u>\$ 155,047</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, 2017

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2016	Add: Encumbrances 6/30/2017	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
<u>Revenues</u>							
Local Taxes	\$ 1,800,000	\$ 0	\$ 0	\$ 1,800,000	\$ 1,800,000	\$ 1,800,000	\$ 0
Charges for Current Services	86,072	0	0	86,072	80,000	80,000	6,072
Other Local Revenues	27,375	0	0	27,375	13,000	24,000	3,375
State of Tennessee	250,000	0	0	250,000	250,000	250,000	0
Total Revenues	\$ 2,163,447	\$ 0	\$ 0	\$ 2,163,447	\$ 2,143,000	\$ 2,154,000	\$ 9,447
<u>Expenditures</u>							
<u>Support Services</u>							
Transportation	\$ 2,112,185	\$ (6,293)	\$ 49,794	\$ 2,155,686	\$ 2,243,000	\$ 2,255,814	\$ 100,128
Total Expenditures	\$ 2,112,185	\$ (6,293)	\$ 49,794	\$ 2,155,686	\$ 2,243,000	\$ 2,255,814	\$ 100,128
Excess (Deficiency) of Revenues Over Expenditures	\$ 51,262	\$ 6,293	\$ (49,794)	\$ 7,761	\$ (100,000)	\$ (101,814)	\$ 109,575
<u>Other Financing Sources (Uses)</u>							
Insurance Recovery	\$ 1,036	\$ 0	\$ 0	\$ 1,036	\$ 0	\$ 1,814	\$ (778)
Total Other Financing Sources	\$ 1,036	\$ 0	\$ 0	\$ 1,036	\$ 0	\$ 1,814	\$ (778)
Net Change in Fund Balance	\$ 52,298	\$ 6,293	\$ (49,794)	\$ 8,797	\$ (100,000)	\$ (100,000)	\$ 108,797
Fund Balance, July 1, 2016	808,270	(6,293)	0	801,977	808,270	808,270	(6,293)
Fund Balance, June 30, 2017	\$ 860,568	\$ 0	\$ (49,794)	\$ 810,774	\$ 708,270	\$ 708,270	\$ 102,504

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, 2017

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2016	Add: Encumbrances 6/30/2017	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
<u>Revenues</u>							
Charges for Current Services	\$ 159,005	\$ 0	\$ 0	\$ 159,005	\$ 180,000	\$ 165,000	\$ (5,995)
Other Local Revenues	2	0	0	2	0	0	2
State of Tennessee	8,402	0	0	8,402	55,000	10,000	(1,598)
Federal Government	27,957	0	0	27,957	0	35,000	(7,043)
Total Revenues	\$ 195,366	\$ 0	\$ 0	\$ 195,366	\$ 235,000	\$ 210,000	\$ (14,634)
<u>Expenditures</u>							
<u>Operation of Non-Instructional Services</u>							
Community Services	\$ 199,922	\$ (4,325)	\$ 4,425	\$ 200,022	\$ 235,000	\$ 210,000	\$ 9,978
Total Expenditures	\$ 199,922	\$ (4,325)	\$ 4,425	\$ 200,022	\$ 235,000	\$ 210,000	\$ 9,978
Excess (Deficiency) of Revenues Over Expenditures	\$ (4,556)	\$ 4,325	\$ (4,425)	\$ (4,656)	\$ 0	\$ 0	\$ (4,656)
Net Change in Fund Balance	\$ (4,556)	\$ 4,325	\$ (4,425)	\$ (4,656)	\$ 0	\$ 0	\$ (4,656)
Fund Balance, July 1, 2016	33,752	(4,325)	0	29,427	33,750	33,750	(4,323)
Fund Balance, June 30, 2017	\$ 29,196	\$ 0	\$ (4,425)	\$ 24,771	\$ 33,750	\$ 33,750	\$ (8,979)

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, 2017

	Actual	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
		Original	Final	
<u>Revenues</u>				
Local Taxes	\$ 1,000,284	\$ 999,600	\$ 999,600	\$ 684
Total Revenues	\$ 1,000,284	\$ 999,600	\$ 999,600	\$ 684
<u>Expenditures</u>				
<u>Capital Projects</u>				
Education Capital Projects	\$ 1,970,820	\$ 1,580,018	\$ 2,165,987	\$ 195,167
Total Expenditures	\$ 1,970,820	\$ 1,580,018	\$ 2,165,987	\$ 195,167
Excess (Deficiency) of Revenues Over Expenditures	\$ (970,536)	\$ (580,418)	\$ (1,166,387)	\$ 195,851
<u>Other Financing Sources (Uses)</u>				
Insurance Recovery	\$ 8,105	\$ 0	\$ 9,105	\$ (1,000)
Transfers In	400,000	400,000	400,000	0
Total Other Financing Sources	\$ 408,105	\$ 400,000	\$ 409,105	\$ (1,000)
Net Change in Fund Balance	\$ (562,431)	\$ (180,418)	\$ (757,282)	\$ 194,851
Fund Balance, July 1, 2016	842,265	840,433	840,433	1,832
Fund Balance, June 30, 2017	\$ 279,834	\$ 660,015	\$ 83,151	\$ 196,683

MISCELLANEOUS SCHEDULES

Exhibit L-1

Roane County, Tennessee
Schedule of Changes in Long-term Bonds and Other Loans
For the Year Ended June 30, 2017

Description of Indebtedness	Original Amount of Issue	Interest Rate	Date of Issue	Last Maturity Date	Outstanding 7-1-16	Issued During Period	Paid and/or Matured During Period	Refunded	Outstanding 6/30/17
<u>GOVERNMENTAL ACTIVITIES</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	5-19-17	\$ 9,975,000	\$ 0	\$ 35,000	\$ 9,400,000	\$ 540,000
General Obligation Refunding Bonds, Series 2008B	7,410,000	3 to 4.1	6-30-08	6-1-22	6,325,000	0	750,000	0	5,575,000
General Obligation Refunding Bonds, Series 2009A	5,628,497	2 to 5	4-22-09	6-30-24	2,820,549	0	700,000	0	2,120,549
General Obligation Refunding Bonds, Series 2010A	3,810,000	2 to 3.75	5-5-10	6-1-25	1,298,595	0	0	0	1,298,595
General Obligation Refunding Bonds, Series 2017A	9,770,000	2 to 2.50	5-19-17	5-1-29	0	9,770,000	0	0	9,770,000
General Obligation Refunding Bonds, Series 2017B	1,470,000	2 to 2.50	5-19-17	5-1-24	0	1,470,000	0	0	1,470,000
General Obligation Bonds, Series 2009A	2,696,503	2 to 5	4-22-09	6-30-24	1,354,451	0	0	0	1,354,451
General Obligation Bonds, Series 2010A	3,185,000	2 to 3.75	5-5-10	6-1-25	946,405	0	300,000	0	646,405
Total Payable through General Debt Service Fund					\$ 22,720,000	\$ 11,240,000	\$ 1,785,000	\$ 9,400,000	\$ 22,775,000
<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	\$ 300,000	\$ 0	\$ 100,000	\$ 0	\$ 200,000
Rural School Refunding, Series 2014	11,435,000	2.8	5-1-14	5-1-22	9,075,000	0	1,275,000	0	7,800,000
Total Payable through Rural Debt Service Fund					\$ 9,375,000	\$ 0	\$ 1,375,000	\$ 0	\$ 8,000,000
<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	\$ 545,000	\$ 0	\$ 120,000	\$ 0	\$ 425,000
Rural School Bonds, Series 2009B	1,325,000	2 to 3.5	4-22-09	6-30-20	550,000	0	130,000	0	420,000
Total Payable through Education Debt Service Fund					\$ 1,095,000	\$ 0	\$ 250,000	\$ 0	\$ 845,000
Total Bonds Payable					\$ 33,190,000	\$ 11,240,000	\$ 3,410,000	\$ 9,400,000	\$ 31,620,000

(Continued)

Exhibit L-1

Roane County, Tennessee
 Schedule of Changes in Long-term Bonds and Other Loans (Cont.)

Description of Indebtedness	Original Amount of Issue	Interest Rate	Date of Issue	Last Maturity Date	Outstanding 7-1-16	Issued During Period	Paid and/or Matured During Period	Refunded	Outstanding 6-30-17
<u>GOVERNMENTAL ACTIVITIES (Cont.)</u>									
<u>OTHER LOANS PAYABLE</u>									
<u>Payable through General Debt Service Fund</u>									
Public Improvement - Blount Co. PBA - B-13-A	\$ 1,750,000	5.6 to 6 %	10-18-07	5-19-17	\$ 1,600,000	\$ 0	\$ 150,000	\$ 1,450,000	\$ 0
Public Improvement - Blount Co. PBA - B-20-A	750,000	4.25 to 5	6-15-10	6-1-27	750,000	0	0	0	750,000
Energy Efficient Incentive School Loan	558,217	0	2-1-12	1-1-22	333,411	0	59,724	0	273,687
Energy Efficient Incentive School Loan	385,910	0	4-1-13	3-1-23	260,486	0	38,592	0	221,894
Total Other Loans Payable					<u>\$ 2,943,897</u>	<u>\$ 0</u>	<u>\$ 248,316</u>	<u>\$ 1,450,000</u>	<u>\$ 1,245,581</u>
<u>BUSINESS-TYPE ACTIVITIES</u>									
<u>BONDS PAYABLE</u>									
General Obligation Bonds, Series 2010A	305,000	2 to 3.75	5-5-10	6-1-20	\$ 140,000	\$ 0	\$ 35,000	\$ 0	\$ 105,000
Water and Sewer Revenue and Tax, Series 2000	620,000	4.75	6-20-02	4-20-40	503,111	0	11,690	0	491,421
Total Bonds Payable					<u>\$ 643,111</u>	<u>\$ 0</u>	<u>\$ 46,690</u>	<u>\$ 0</u>	<u>\$ 596,421</u>
<u>OTHER LOANS PAYABLE</u>									
State Revolving Loan Fund	(1) 4,387,595	1.77	6-24-11	12-1-35	\$ 4,000,671	\$ 293,408	\$ 188,696	\$ 0	\$ 4,105,383
Total Other Loans Payable					<u>\$ 4,000,671</u>	<u>\$ 293,408</u>	<u>\$ 188,696</u>	<u>\$ 0</u>	<u>\$ 4,105,383</u>

(1) Other Loans Payable State Revolving Loan Fund has been finalized as of June 30, 2017.

Exhibit L-2

Roane County, Tennessee
Schedule of Long-term Debt Requirements by Year

GOVERNMENTAL ACTIVITIES:

Year Ending June 30	Bonds		
	Principal	Interest	Total
2018	\$ 3,970,000	\$ 973,978	\$ 4,943,978
2019	4,120,000	839,516	4,959,516
2020	4,315,000	694,733	5,009,733
2021	3,825,000	550,774	4,375,774
2022	3,995,000	429,926	4,424,926
2023	2,115,000	301,671	2,416,671
2024	2,200,000	240,156	2,440,156
2025	1,680,000	166,000	1,846,000
2026	1,500,000	127,500	1,627,500
2027	1,500,000	93,750	1,593,750
2028	1,200,000	60,000	1,260,000
2029	1,200,000	30,000	1,230,000
Total	\$ 31,620,000	\$ 4,508,004	\$ 36,128,004

Year Ending June 30	Other Loans		
	Principal	Interest	Total
2018	\$ 98,316	\$ 35,438	\$ 133,754
2019	98,316	35,437	133,753
2020	98,316	35,438	133,754
2021	98,316	35,437	133,753
2022	73,383	35,438	108,821
2023	28,934	35,437	64,371
2024	0	35,438	35,438
2025	225,000	35,437	260,437
2026	250,000	24,188	274,188
2027	275,000	11,688	286,688
Total	\$ 1,245,581	\$ 319,376	\$ 1,564,957

(Continued)

Exhibit L-2

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

BUSINESS-TYPE ACTIVITIES:

Year Ending June 30	Bonds		
	Principal	Interest	Total
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	\$ 596,421	\$ 320,838	\$ 917,259

Year Ending June 30	Other Loans			
	Principal	Interest	Other Fees	Total
2018	\$ 189,252	\$ 71,136	\$ 3,216	\$ 263,604
2019	192,624	67,764	3,060	263,448
2020	196,068	64,320	2,904	263,292
2021	199,572	60,816	2,748	263,136
2022	203,124	57,264	2,592	262,980
2023	206,748	53,640	2,424	262,812
2024	210,444	49,944	2,256	262,644
2025	214,200	46,188	2,088	262,476
2026	218,016	42,372	1,920	262,308
2027	221,904	38,484	1,740	262,128
2028	225,864	34,524	1,560	261,948
2029	229,896	30,492	1,380	261,768
2030	234,000	26,388	1,188	261,576
2031	238,176	22,212	1,008	261,396
2032	242,424	17,964	816	261,204
2033	246,756	13,632	612	261,000
2034	251,160	9,228	420	260,808
2035	255,636	4,752	216	260,604
2036	129,519	672	31	130,222
Total	\$ 4,105,383	\$ 711,792	\$ 32,179	\$ 4,849,354

Exhibit L-3

Roane County, Tennessee
Schedule of Notes Receivable
For the Year Ended June 30, 2017

Description	Debtor	Original Amount of Note	Date of Issue	Date of Maturity	Interest Rate	Balance 6-30-17
<u>Community Development - Agency Fund</u>						
Industrial Loan (Revolving)	Browder Hardware II	\$ 100,000	6/13/02	6/13/17	(1) 3.75 %	\$ 34
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	3,182
Industrial Loan (Revolving)	Dana Audio	50,000	2/26/03	4/23/10	(1) 3.25	19,173
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	21,943
Industrial Loan (Revolving)	Market Street	100,000	10/16/09	10/16/18	4.00	29,424
Industrial Loan (Revolving)	Amazing Brakes (ABCC)	60,000	2/7/11	2/7/21	4.00	25,143
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	37,576
Industrial Loan (Revolving)	Kari Openshaw Interiors	75,000	5/4/12	5/4/17	(1) 4.00	55,399
Industrial Loan (Revolving)	Mountains to Lakes Real Estate	100,000	4/24/12	4/24/27	4.00	72,965
Industrial Loan (Revolving)	Simply Sweets	60,000	10/20/14	4/1/30	4.00	55,822
Industrial Loan (Revolving)	Phyllis Ellis	100,000	10/1/15	3/13/31	4.00	94,392
Industrial Loan (Revolving)	Rockwood Revitalization	62,581	12/4/16	5/4/32	4.00	<u>62,581</u>
Total Notes Receivable						<u>\$ 561,062</u>

(1) Payments for these loans were delinquent as of 6-30-17.

Exhibit L-4

Roane County, Tennessee
Schedule of Transfers
Primary Government and Discretely Presented Roane County School Department
For the Year Ended June 30, 2017

<u>From Fund</u>	<u>To Fund</u>	<u>Purpose</u>	<u>Amount</u>
<u>PRIMARY GOVERNMENT</u>			
General	General Capital Projects	Capital projects	\$ 879,617
Highway/Public Works	General Debt Service	Retire debt	119,894
Highway/Public Works	Highway Capital Projects	Capital projects	200,000
Other Special Revenue	General Capital Projects	"	70,000
Solid Waste/Sanitation	"	"	<u>50,000</u>
Total Transfers Primary Government			<u>\$ 1,319,511</u>
<u>DISCRETELY PRESENTED ROANE COUNTY SCHOOL DEPARTMENT</u>			
School Federal Projects	General Purpose School	Indirect costs	\$ 25,119
General Purpose School	Education Capital Projects	Capital projects	<u>400,000</u>
Total Transfers Discretely Presented Roane County School Department			<u>\$ 425,119</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, 2017

Official	Authorization of Salary	Salary Paid During Period	Bond	Surety
County Executive	Section 8-24-102, <i>TCA</i> , and County Commission	\$ 97,622 (1)	\$ 100,000	Auto-Owners Insurance Company
Road Superintendent	Section 8-24-102, <i>TCA</i>	85,649 (2)	100,000	The Ohio Casualty Insurance Company
Director of Schools	State Board of Education and Roane County Board of Education	120,000 (3)	50,000	Auto-Owners Insurance Company
Trustee	Section 8-24-102, <i>TCA</i>	77,863	2,101,400	"
Assessor of Property:				
David Morgan (7-1-16 through 8-31-16)	Section 8-24-102, <i>TCA</i>	14,375	50,000	The Ohio Casualty Insurance Company
Molly Hartup (9-1-16 through 6-30-17)	Section 8-24-102, <i>TCA</i>	63,488	50,000	Auto-Owners Insurance Company
Director of Accounts and Budgets:				
Kaley Walker (7-1-16 through 9-18-16)	County Commission	17,426 (4)	100,000	RLI Insurance Company
Connie Aytes (9-19-16 through 6-30-17)	County Commission	60,437 (5)	100,000	Auto-Owners Insurance Company
County Clerk	Section 8-24-102, <i>TCA</i>	77,863	100,000	"
Circuit and General Sessions Courts Clerk	Section 8-24-102, <i>TCA</i>	77,863	100,000	"
Clerk and Master	Section 8-24-102, <i>TCA</i> and Chancery Court Judge	77,863 (6)	50,000	Western Surety Company
Register of Deeds	Section 8-24-102, <i>TCA</i>	77,863	100,000	Auto-Owners Insurance Company
Sheriff	Section 8-24-102, <i>TCA</i>	85,649 (7)	100,000	"
Purchasing Agent	County Commission	61,909 (8)	100,000	RLI Insurance Company
Employee Blanket Bond				
Public Employee Dishonesty			250,000	State National Insurance Company

- (1) Does not include \$1,757 for board and committee meetings, \$7,625 salary supplement for serving as sanitation supervisor, or \$1,164 for a phone stipend.
- (2) Does not include \$1,164 for a phone stipend.
- (3) Does not include an incentive bonus of \$15,000, a chief executive officer supplement of \$1,000, or a \$500 (403-b) match.
- (4) Does not include \$683 for board and committee meetings or an educational incentive payment of \$1,000.
- (5) Does not include \$2,147 for board and committee meetings.
- (6) Does not include special commissioner fees of \$565.
- (7) Does not include a law enforcement training supplement of \$600 or a phone stipend of \$1,164.
- (8) Does not include an educational incentive payment of \$1,000 or a phone stipend of 1,164.

Exhibit L-6

Roane County, Tennessee
Schedule of Detailed Revenues -
All Governmental Fund Types
For the Year Ended June 30, 2017

	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	\$ 8,272,364	\$ 0	\$ 238,327	\$ 422,002	\$ 0	\$ 356,098
Trustee's Collections - Prior Year	244,216	757	6,474	11,947	0	10,193
Circuit Clerk/Clerk and Master Collections - Prior Years	249,374	9,590	3,533	7,072	0	7,076
Interest and Penalty	59,380	928	370	1,426	0	2,015
Payments in-Lieu-of Taxes - T.V.A.	68,991	0	0	0	0	0
Payments in-Lieu-of Taxes - Local Utilities	70,483	0	0	0	0	0
Payments in-Lieu-of Taxes - Other	114,512	0	0	0	0	0
<u>County Local Option Taxes</u>						
Local Option Sales Tax	0	700,000	0	205,542	0	0
Hotel/Motel Tax	85,673	0	0	0	0	0
Litigation Tax - General	356,139	0	0	0	0	0
Litigation Tax - Jail, Workhouse, or Courthouse	218,524	0	0	0	0	0
Business Tax	576,378	0	0	0	0	0
Mixed Drink Tax	3,128	0	0	0	0	0
Mineral Severance Tax	0	0	0	0	0	0
<u>Statutory Local Taxes</u>						
Bank Excise Tax	48,070	0	0	0	0	0
Wholesale Beer Tax	187,371	0	0	0	0	0
Interstate Telecommunications Tax	0	0	0	0	0	0
Total Local Taxes	\$ 10,554,603	\$ 711,275	\$ 248,704	\$ 647,989	\$ 0	\$ 375,382
<u>Licenses and Permits</u>						
<u>Licenses</u>						
Cable TV Franchise	\$ 287,343	\$ 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	\$ 3,436	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Building Permits	256,145	0	0	0	0	0
Total Licenses and Permits	\$ 546,924	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
<u>Fines, Forfeitures, and Penalties</u>						
<u>Circuit Court</u>						
Fines	\$ 1,363	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Officers Costs	6,332	0	0	0	0	0
Drug Control Fines	0	0	0	0	6,783	0
Drug Court Fees	44	0	0	0	0	0
Jail Fees	3,495	0	0	0	0	0
DUI Treatment Fines	285	0	0	0	0	0
Data Entry Fee - Circuit Court	1,193	0	0	0	0	0
Courtroom Security Fee	302	0	0	0	0	0
<u>General Sessions Court</u>						
Fines	14,231	0	0	0	0	0
Fines for Littering	68	0	0	0	0	0
Officers Costs	72,699	0	0	0	0	0
Game and Fish Fines	542	0	0	0	0	0
Drug Control Fines	0	0	0	0	2,795	0
Drug Court Fees	5,276	0	0	0	0	0
Jail Fees	7,192	0	0	0	0	0
DUI Treatment Fines	8,392	0	0	0	0	0
Data Entry Fee - General Sessions Court	17,536	0	0	0	0	0
Courtroom Security Fee	297	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	\$ 200	\$ 0	\$ 0	\$ 0	\$ 0	0
<u>Chancery Court</u>						
Officers Costs	1,430	0	0	0	0	0
Data Entry Fee - Chancery Court	11,756	0	0	0	0	0
Courtroom Security Fee	591	0	0	0	0	0
<u>Judicial District Drug Program</u>						
Drug Task Force Forfeitures and Seizures	0	0	0	0	19,303	0
<u>Other Fines, Forfeitures, and Penalties</u>						
Other Fines, Forfeitures, and Penalties	346	0	0	0	0	0
Total Fines, Forfeitures, and Penalties	\$ 153,570	\$ 0	\$ 0	\$ 0	\$ 28,881	\$ 0
<u>Charges for Current Services</u>						
<u>General Service Charges</u>						
Transfer Waste Stations Collection Charge	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	37,530
Solid Waste Disposal Fee	0	0	0	0	0	116,575
Surcharge - Waste Tire Disposal	0	0	0	0	0	39,501
Patient Charges	0	0	2,238,215	0	0	0
Past Due Collections - Ambulance	0	0	13,200	0	0	0
Work Release Charges for Board	150	0	0	0	0	0
Health Department Collections	55	0	0	0	0	0
Other General Service Charges	0	0	0	34,734	0	0
<u>Fees</u>						
Recreation Fees	167,481	0	0	0	0	0
Copy Fees	7,627	0	523	0	0	0
Archives and Records Management Fee	30,623	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>						
Greenbelt Late Application Fee	\$ 500	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Telephone Commissions	46,813	0	0	0	0	0
Constitutional Officers' Fees and Commissions	0	0	0	0	0	0
Data Processing Fee - Register	17,320	0	0	0	0	0
Probation Fees	8,017	0	0	0	0	0
Data Processing Fee - Sheriff	3,970	0	0	0	0	0
Sexual Offender Registration Fee - Sheriff	5,300	0	0	0	0	0
Data Processing Fee - County Clerk	3,291	0	0	0	0	0
<u>Education Charges</u>						
Other Charges for Services	238,944	0	0	0	0	0
Total Charges for Current Services	\$ 530,091	\$ 0	\$ 2,251,938	\$ 34,734	\$ 0	\$ 193,606
<u>Other Local Revenues</u>						
<u>Recurring Items</u>						
Investment Income	\$ 0	\$ 0	\$ 0	\$ 0	\$ 199	\$ 0
Lease/Rentals	8,280	0	0	0	0	0
Sale of Materials and Supplies	46	0	0	0	0	0
Commissary Sales	40,439	0	0	0	0	0
Sale of Recycled Materials	348	0	0	0	148	253,468
Commodity Rebates	1,274	0	110	0	0	0
Miscellaneous Refunds	208	0	0	0	0	30
Expenditure Credits	219	0	0	0	0	0
<u>Nonrecurring Items</u>						
Sale of Equipment	12,390	0	0	0	0	0
Sale of Property	60,476	0	0	0	0	0
Contributions and Gifts	600	0	0	5,889	8,940	1,408

(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	\$ 15,415	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Total Other Local Revenues	\$ 139,695	\$ 0	\$ 110	\$ 5,889	\$ 9,287	\$ 254,906
<u>Fees Received From County Officials</u>						
<u>Fees In-Lieu-of Salary</u>						
County Clerk	\$ 434,409	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Circuit Court Clerk	101,797	0	0	0	0	0
General Sessions Court Clerk	498,354	0	0	0	0	0
Clerk and Master	376,414	0	0	0	0	0
Register	244,148	0	0	0	0	0
Sheriff	34,551	0	0	0	0	0
Trustee	918,837	0	0	0	0	0
Total Fees Received From County Officials	\$ 2,608,510	\$ 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
<u>Public Safety Grants</u>						
Law Enforcement Training Programs	25,200	0	0	0	0	0
<u>Public Works Grants</u>						
Bridge Program	0	0	0	0	0	0
State Aid Program	0	0	0	0	0	0
Litter Program	0	0	0	0	0	0
<u>Other State Revenues</u>						
Income Tax	102,815	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>State of Tennessee (Cont.)</u>						
<u>Other State Revenues (Cont.)</u>						
Beer Tax	\$ 18,415	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Alcoholic Beverage Tax	93,757	0	0	0	0	0
State Revenue Sharing - T.V.A.	855,011	200,000	0	100,000	0	15,000
Contracted Prisoner Boarding	437,188	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
Registrar's Salary Supplement	15,164	0	0	0	0	0
Other State Grants	241,214	0	0	0	0	3,919
Other State Revenues	23,877	0	0	600	0	0
Total State of Tennessee	\$ 1,821,641	\$ 200,000	\$ 0	\$ 100,600	\$ 0	\$ 18,919
<u>Federal Government</u>						
<u>Federal Through State</u>						
Civil Defense Reimbursement	\$ 16,000	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Disaster Relief	60,109	0	0	0	0	25,687
Other Federal through State	179,309	0	0	0	0	0
<u>Direct Federal Revenue</u>						
Other Direct Federal Revenue	120,553	0	0	0	0	0
Total Federal Government	\$ 375,971	\$ 0	\$ 0	\$ 0	\$ 0	\$ 25,687
<u>Other Governments and Citizens Groups</u>						
<u>Other Governments</u>						
Contributions	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Contracted Services	250	0	0	0	0	0
Total Other Governments and Citizens Groups	\$ 250	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Total	\$ 16,731,255	\$ 911,275	\$ 2,500,752	\$ 789,212	\$ 38,168	\$ 868,500

(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	\$ 1,190,143	\$ 1,725,638	\$ 1,352,021	\$ 207,623	\$ 595,636
Trustee's Collections - Prior Year	0	35,397	50,860	39,297	6,538	17,174
Circuit Clerk/Clerk and Master Collections - Prior Years	0	33,584	49,495	49,495	7,070	10,604
Interest and Penalty	0	8,821	12,946	11,035	1,774	3,814
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	944,329	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	65,682	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	2,946	0	0
Total Local Taxes	\$ 0	\$ 1,333,627	\$ 2,783,268	\$ 1,454,794	\$ 223,005	\$ 627,228
<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
Total Licenses and Permits	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
<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
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 - 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.)

	<u>Special Revenue Funds</u>		<u>Debt Service Funds</u>			<u>Capital</u>
	<u>Constitu -</u> <u>tional</u> <u>Officers -</u> <u>Fees</u>	<u>Highway /</u> <u>Public</u> <u>Works</u>	<u>General</u> <u>Debt</u> <u>Service</u>	<u>Rural</u> <u>Debt</u> <u>Service</u>	<u>Education</u> <u>Debt</u> <u>Service</u>	<u>Projects</u> <u>Funds</u> <u>General</u> <u>Capital</u> <u>Projects</u>
<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
Surcharge - Waste Tire Disposal	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
Health Department Collections	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	78,100
Copy Fees	0	0	0	0	0	0
Archives and Records Management Fee	0	0	0	0	0	0

(Continued)

Exhibit L-6

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

	<u>Special Revenue Funds</u>		<u>Debt Service Funds</u>			<u>Capital</u>
	<u>Constitu -</u> <u>tional</u> <u>Officers -</u> <u>Fees</u>	<u>Highway /</u> <u>Public</u> <u>Works</u>	<u>General</u> <u>Debt</u> <u>Service</u>	<u>Rural</u> <u>Debt</u> <u>Service</u>	<u>Education</u> <u>Debt</u> <u>Service</u>	<u>General</u> <u>Capital</u> <u>Projects</u>
<u>Charges for Current Services (Cont.)</u>						
<u>Fees (Cont.)</u>						
Greenbelt Late Application Fee	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Telephone Commissions	0	0	0	0	0	0
Constitutional Officers' Fees and Commissions	297	0	0	0	0	0
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	\$ 297	\$ 0	\$ 0	\$ 0	\$ 0	\$ 78,100
<u>Other Local Revenues</u>						
<u>Recurring Items</u>						
Investment Income	\$ 0	\$ 0	\$ 77,899	\$ 6,116	\$ 2,558	\$ 0
Lease/Rentals	0	0	0	0	0	0
Sale of Materials and Supplies	0	8,957	0	0	0	0
Commissary Sales	0	0	0	0	0	0
Sale of Recycled Materials	0	1,535	0	0	0	0
Commodity Rebates	0	0	0	0	0	0
Miscellaneous Refunds	0	0	93	0	0	0
Expenditure Credits	0	0	0	0	0	0
<u>Nonrecurring Items</u>						
Sale of Equipment	0	10,882	0	0	0	3,743
Sale of Property	0	0	9,840	0	0	0
Contributions and Gifts	0	0	0	0	0	265,489

(Continued)

Exhibit L-6

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

	<u>Special Revenue Funds</u>		<u>Debt Service Funds</u>			<u>Capital Projects Funds</u>
	<u>Constitu -</u>	<u>Highway /</u>	<u>General</u>	<u>Rural</u>	<u>Education</u>	<u>General</u>
	<u>Officers -</u>	<u>Public</u>	<u>Debt</u>	<u>Debt</u>	<u>Debt</u>	<u>Capital</u>
	<u>Fees</u>	<u>Works</u>	<u>Service</u>	<u>Service</u>	<u>Service</u>	<u>Projects</u>
<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	\$ 21,374	\$ 87,832	\$ 6,116	\$ 2,558	\$ 269,232
<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
<u>Public Safety Grants</u>						
Law Enforcement Training Programs	0	0	0	0	0	0
<u>Public Works Grants</u>						
Bridge Program	0	59,998	0	0	0	0
State Aid Program	0	612,605	0	0	0	0
Litter Program	0	63,001	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	1,911,461	0	0	0	0
Petroleum Special Tax	0	39,094	0	0	0	0
Registrar's Salary Supplement	0	0	0	0	0	0
Other State Grants	0	0	0	0	0	67,341
Other State Revenues	0	0	0	0	0	0
Total State of Tennessee	\$ 0	\$ 2,686,159	\$ 0	\$ 0	\$ 0	\$ 67,341
<u>Federal Government</u>						
<u>Federal Through State</u>						
Civil Defense Reimbursement	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Disaster Relief	0	0	0	0	0	0
Other Federal through State	0	13,937	0	0	0	0
<u>Direct Federal Revenue</u>						
Other Direct Federal Revenue	0	0	0	0	0	0
Total Federal Government	\$ 0	\$ 13,937	\$ 0	\$ 0	\$ 0	\$ 0
<u>Other Governments and Citizens Groups</u>						
<u>Other Governments</u>						
Contributions	\$ 0	\$ 0	\$ 98,316	\$ 0	\$ 0	\$ 0
Contracted Services	0	3,000	0	0	0	0
Total Other Governments and Citizens Groups	\$ 0	\$ 3,000	\$ 98,316	\$ 0	\$ 0	\$ 0
Total	\$ 297	\$ 4,058,097	\$ 2,969,416	\$ 1,460,910	\$ 225,563	\$ 1,041,901

(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>Local Taxes</u>			
<u>County Property Taxes</u>			
Current Property Tax	\$ 0	\$ 0	14,359,852
Trustee's Collections - Prior Year	0	0	422,853
Circuit Clerk/Clerk and Master Collections - Prior Years	0	0	426,893
Interest and Penalty	0	0	102,509
Payments in-Lieu-of Taxes - T.V.A.	0	0	68,991
Payments in-Lieu-of Taxes - Local Utilities	0	0	70,483
Payments in-Lieu-of Taxes - Other	0	0	1,058,841
<u>County Local Option Taxes</u>			
Local Option Sales Tax	0	0	905,542
Hotel/Motel Tax	0	0	85,673
Litigation Tax - General	0	0	356,139
Litigation Tax - Jail, Workhouse, or Courthouse	0	0	218,524
Business Tax	0	0	576,378
Mixed Drink Tax	0	0	3,128
Mineral Severance Tax	0	0	65,682
<u>Statutory Local Taxes</u>			
Bank Excise Tax	0	0	48,070
Wholesale Beer Tax	0	0	187,371
Interstate Telecommunications Tax	0	0	2,946
Total Local Taxes	<u>\$ 0</u>	<u>\$ 0</u>	<u>18,959,875</u>
<u>Licenses and Permits</u>			
<u>Licenses</u>			
Cable TV Franchise	\$ 0	\$ 0	287,343

(Continued)

Exhibit L-6

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

	Capital Projects Fund	Highway Capital Projects	Total
<u>Licenses and Permits (Cont.)</u>			
<u>Permits</u>			
Beer Permits	\$ 0	\$ 0	3,436
Building Permits	0	0	256,145
Total Licenses and Permits	<u>\$ 0</u>	<u>\$ 0</u>	<u>546,924</u>
<u>Fines, Forfeitures, and Penalties</u>			
<u>Circuit Court</u>			
Fines	\$ 0	\$ 0	1,363
Officers Costs	0	0	6,332
Drug Control Fines	0	0	6,783
Drug Court Fees	0	0	44
Jail Fees	0	0	3,495
DUI Treatment Fines	0	0	285
Data Entry Fee - Circuit Court	0	0	1,193
Courtroom Security Fee	0	0	302
<u>General Sessions Court</u>			
Fines	0	0	14,231
Fines for Littering	0	0	68
Officers Costs	0	0	72,699
Game and Fish Fines	0	0	542
Drug Control Fines	0	0	2,795
Drug Court Fees	0	0	5,276
Jail Fees	0	0	7,192
DUI Treatment Fines	0	0	8,392
Data Entry Fee - General Sessions Court	0	0	17,536
Courtroom Security Fee	0	0	297

(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>Fines, Forfeitures, and Penalties (Cont.)</u>				
<u>Juvenile Court</u>				
Fines	\$	0	\$	200
<u>Chancery Court</u>				
Officers Costs		0		1,430
Data Entry Fee - Chancery Court		0		11,756
Courtroom Security Fee		0		591
<u>Judicial District Drug Program</u>				
Drug Task Force Forfeitures and Seizures		0		19,303
<u>Other Fines, Forfeitures, and Penalties</u>				
Other Fines, Forfeitures, and Penalties		0		346
Total Fines, Forfeitures, and Penalties	\$	0	\$	182,451
<u>Charges for Current Services</u>				
<u>General Service Charges</u>				
Transfer Waste Stations Collection Charge	\$	0	\$	37,530
Solid Waste Disposal Fee		0		116,575
Surcharge - Waste Tire Disposal		0		39,501
Patient Charges		0		2,238,215
Past Due Collections - Ambulance		0		13,200
Work Release Charges for Board		0		150
Health Department Collections		0		55
Other General Service Charges		0		34,734
<u>Fees</u>				
Recreation Fees		0		245,581
Copy Fees		0		8,150
Archives and Records Management Fee		0		30,623

(Continued)

Exhibit L-6

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

	Capital Projects Fund	Highway Capital Projects	Total
<u>Charges for Current Services (Cont.)</u>			
<u>Fees (Cont.)</u>			
Greenbelt Late Application Fee	\$ 0	\$ 0	500
Telephone Commissions	0	0	46,813
Constitutional Officers' Fees and Commissions	0	0	297
Data Processing Fee - Register	0	0	17,320
Probation Fees	0	0	8,017
Data Processing Fee - Sheriff	0	0	3,970
Sexual Offender Registration Fee - Sheriff	0	0	5,300
Data Processing Fee - County Clerk	0	0	3,291
<u>Education Charges</u>			
Other Charges for Services	0	0	238,944
Total Charges for Current Services	<u>\$ 0</u>	<u>\$ 0</u>	<u>3,088,766</u>
<u>Other Local Revenues</u>			
<u>Recurring Items</u>			
Investment Income	\$ 0	\$ 0	86,772
Lease/Rentals	0	0	8,280
Sale of Materials and Supplies	0	0	9,003
Commissary Sales	0	0	40,439
Sale of Recycled Materials	0	0	255,499
Commodity Rebates	0	0	1,384
Miscellaneous Refunds	0	0	331
Expenditure Credits	0	0	219
<u>Nonrecurring Items</u>			
Sale of Equipment	0	0	27,015
Sale of Property	0	0	70,316
Contributions and Gifts	0	0	282,326

(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	\$	15,415
Total Other Local Revenues	\$	0	\$	796,999
<u>Fees Received From County Officials</u>				
<u>Fees In-Lieu-of Salary</u>				
County Clerk	\$	0	\$	434,409
Circuit Court Clerk		0		101,797
General Sessions Court Clerk		0		498,354
Clerk and Master		0		376,414
Register		0		244,148
Sheriff		0		34,551
Trustee		0		918,837
Total Fees Received From County Officials	\$	0	\$	2,608,510
<u>State of Tennessee</u>				
<u>General Government Grants</u>				
Juvenile Services Program	\$	0	\$	9,000
<u>Public Safety Grants</u>				
Law Enforcement Training Programs		0		25,200
<u>Public Works Grants</u>				
Bridge Program		451,937		511,935
State Aid Program		0		612,605
Litter Program		0		63,001
<u>Other State Revenues</u>				
Income Tax		0		102,815

(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>State of Tennessee (Cont.)</u>				
<u>Other State Revenues (Cont.)</u>				
Beer Tax	\$ 0	\$	18,415	
Alcoholic Beverage Tax	0		93,757	
State Revenue Sharing - T.V.A.	0		1,170,011	
Contracted Prisoner Boarding	0		437,188	
Gasoline and Motor Fuel Tax	0		1,911,461	
Petroleum Special Tax	0		39,094	
Registrar's Salary Supplement	0		15,164	
Other State Grants	0		312,474	
Other State Revenues	0		24,477	
Total State of Tennessee	<u>\$ 451,937</u>	\$	<u>5,346,597</u>	
<u>Federal Government</u>				
<u>Federal Through State</u>				
Civil Defense Reimbursement	\$ 0	\$	16,000	
Disaster Relief	0		85,796	
Other Federal through State	0		193,246	
<u>Direct Federal Revenue</u>				
Other Direct Federal Revenue	0		120,553	
Total Federal Government	<u>\$ 0</u>	\$	<u>415,595</u>	
<u>Other Governments and Citizens Groups</u>				
<u>Other Governments</u>				
Contributions	\$ 0	\$	98,316	
Contracted Services	0		3,250	
Total Other Governments and Citizens Groups	<u>\$ 0</u>	\$	<u>101,566</u>	
Total	<u>\$ 451,937</u>	\$	<u>32,047,283</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, 2017

	Special Revenue Funds				
	General Purpose School	School Federal Projects	Central Cafeteria	School Transpor - tation	Extended School Program
<u>Local Taxes</u>					
<u>County Property Taxes</u>					
Current Property Tax	\$ 13,640,428	\$ 0	\$ 0	\$ 0	\$ 0
Trustee's Collections - Prior Year	395,935	0	0	0	0
Circuit Clerk/Clerk and Master Collections - Prior Years	326,185	0	0	0	0
Interest and Penalty	87,450	0	0	0	0
Payments in-Lieu-of Taxes - Local Utilities	251,652	0	0	0	0
<u>County Local Option Taxes</u>					
Local Option Sales Tax	5,800,394	0	0	1,800,000	0
Mixed Drink Tax	27,480	0	0	0	0
<u>Statutory Local Taxes</u>					
Interstate Telecommunications Tax	4,300	0	0	0	0
Total Local Taxes	\$ 20,533,824	\$ 0	\$ 0	\$ 1,800,000	\$ 0
<u>Licenses and Permits</u>					
<u>Licenses</u>					
Marriage Licenses	\$ 2,598	\$ 0	\$ 0	\$ 0	\$ 0
Total Licenses and Permits	\$ 2,598	\$ 0	\$ 0	\$ 0	\$ 0
<u>Charges for Current Services</u>					
<u>Education Charges</u>					
Tuition - Other	\$ 1,600	\$ 0	\$ 0	\$ 0	\$ 0
Lunch Payments - Children	0	0	338,687	0	0
Lunch Payments - Adults	0	0	71,299	0	0
Income from Breakfast	0	0	53,680	0	0
A la Carte Sales	0	0	270,303	0	0

(Continued)

Exhibit L-7

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

	Special Revenue Funds				
	General Purpose School	School Federal Projects	Central Cafeteria	School Transpor - tation	Extended School Program
<u>Charges for Current Services (Cont.)</u>					
<u>Education Charges (Cont.)</u>					
Contract for Instructional Services with Other LEA's	\$ 1,365	\$ 0	\$ 0	\$ 0	\$ 0
Receipts from Individual Schools	30,653	0	0	85,443	0
Community Service Fees - Children	0	0	0	0	159,005
Other Charges for Services	0	0	8,433	629	0
Total Charges for Current Services	<u>\$ 33,618</u>	<u>\$ 0</u>	<u>\$ 742,402</u>	<u>\$ 86,072</u>	<u>\$ 159,005</u>
<u>Other Local Revenues</u>					
<u>Recurring Items</u>					
Investment Income	\$ 52,456	\$ 0	\$ 5,153	\$ 5,455	\$ 2
Lease/Rentals	75	0	0	0	0
Sale of Materials and Supplies	79	0	0	0	0
Sale of Gasoline	0	0	0	16,856	0
Sale of Recycled Materials	1,063	0	0	279	0
Miscellaneous Refunds	1,878	0	1	0	0
<u>Nonrecurring Items</u>					
Sale of Equipment	376	0	0	4,757	0
Damages Recovered from Individuals	4,298	0	0	28	0
Contributions and Gifts	2,933	0	0	0	0
<u>Other Local Revenues</u>					
Other Local Revenues	1,936	0	0	0	0
Total Other Local Revenues	<u>\$ 65,094</u>	<u>\$ 0</u>	<u>\$ 5,154</u>	<u>\$ 27,375</u>	<u>\$ 2</u>

(Continued)

Exhibit L-7

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

	Special Revenue Funds				
	General Purpose School	School Federal Projects	Central Cafeteria	School Transpor - tation	Extended School Program
<u>State of Tennessee</u>					
<u>General Government Grants</u>					
Juvenile Services Program	\$ 0	\$ 0	\$ 0	\$ 0	\$ 8,402
On-behalf Contributions for OPEB	271,596	0	0	0	0
<u>State Education Funds</u>					
Basic Education Program	29,324,000	0	0	250,000	0
Early Childhood Education	640,816	0	0	0	0
School Food Service	0	0	34,253	0	0
Other State Education Funds	533,295	0	0	0	0
Career Ladder Program	192,377	0	0	0	0
<u>Other State Revenues</u>					
State Revenue Sharing - T.V.A.	760,000	0	0	0	0
Other State Grants	31,220	0	0	0	0
Total State of Tennessee	\$ 31,753,304	\$ 0	\$ 34,253	\$ 250,000	\$ 8,402
<u>Federal Government</u>					
<u>Federal Through State</u>					
USDA School Lunch Program	\$ 0	\$ 0	\$ 1,933,673	\$ 0	\$ 0
USDA - Commodities	0	0	220,178	0	0
Breakfast	0	0	701,374	0	0
USDA - Other	0	0	83,246	0	27,957
Vocational Education - Basic Grants to States	0	124,231	0	0	0
Title I Grants to Local Education Agencies	0	1,858,217	0	0	0
Special Education - Grants to States	32,391	1,614,112	0	0	0
Special Education Preschool Grants	0	81,531	0	0	0
Eisenhower Professional Development State Grants	0	326,191	0	0	0
Other Federal through State	0	29,643	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.)

	<u>Special Revenue Funds</u>				
	General Purpose School	School Federal Projects	Central Cafeteria	School Transpor - tation	Extended School Program
<u>Federal Government (Cont.)</u>					
<u>Direct Federal Revenue</u>					
Public Law 874 - Maintenance and Operation	\$ 9,576	\$ 0	\$ 0	\$ 0	\$ 0
Total Federal Government	<u>\$ 41,967</u>	<u>\$ 4,033,925</u>	<u>\$ 2,938,471</u>	<u>\$ 0</u>	<u>\$ 27,957</u>
Total	<u>\$ 52,430,405</u>	<u>\$ 4,033,925</u>	<u>\$ 3,720,280</u>	<u>\$ 2,163,447</u>	<u>\$ 195,366</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>	<u>Education Capital Projects</u>	<u>Total</u>
<u>Local Taxes</u>			
<u>County Property Taxes</u>			
Current Property Tax	\$ 946,018	\$	14,586,446
Trustee's Collections - Prior Year	27,462		423,397
Circuit Clerk/Clerk and Master Collections - Prior Years	20,735		346,920
Interest and Penalty	6,069		93,519
Payments in-Lieu-of Taxes - Local Utilities	0		251,652
<u>County Local Option Taxes</u>			
Local Option Sales Tax	0		7,600,394
Mixed Drink Tax	0		27,480
<u>Statutory Local Taxes</u>			
Interstate Telecommunications Tax	0		4,300
Total Local Taxes	<u>\$ 1,000,284</u>	<u>\$</u>	<u>23,334,108</u>
<u>Licenses and Permits</u>			
<u>Licenses</u>			
Marriage Licenses	\$	0	\$ 2,598
Total Licenses and Permits	<u>\$</u>	<u>0</u>	<u>\$ 2,598</u>
<u>Charges for Current Services</u>			
<u>Education Charges</u>			
Tuition - Other	\$	0	\$ 1,600
Lunch Payments - Children		0	338,687
Lunch Payments - Adults		0	71,299
Income from Breakfast		0	53,680
A la Carte Sales		0	270,303

(Continued)

Exhibit L-7

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

	Capital Projects Fund		Education Capital Projects	Total
<hr/>				
<u>Charges for Current Services (Cont.)</u>				
<u>Education Charges (Cont.)</u>				
Contract for Instructional Services with Other LEA's	\$	0	\$	1,365
Receipts from Individual Schools		0		116,096
Community Service Fees - Children		0		159,005
Other Charges for Services		0		9,062
Total Charges for Current Services	\$	0	\$	1,021,097
<hr/>				
<u>Other Local Revenues</u>				
<u>Recurring Items</u>				
Investment Income	\$	0	\$	63,066
Lease/Rentals		0		75
Sale of Materials and Supplies		0		79
Sale of Gasoline		0		16,856
Sale of Recycled Materials		0		1,342
Miscellaneous Refunds		0		1,879
<u>Nonrecurring Items</u>				
Sale of Equipment		0		5,133
Damages Recovered from Individuals		0		4,326
Contributions and Gifts		0		2,933
<u>Other Local Revenues</u>				
Other Local Revenues		0		1,936
Total Other Local Revenues	\$	0	\$	97,625

(Continued)

Exhibit L-7

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

	Capital Projects Fund	Education Capital Projects	Total
<u>State of Tennessee</u>			
<u>General Government Grants</u>			
Juvenile Services Program	\$ 0	\$ 8,402	
On-behalf Contributions for OPEB	0	271,596	
<u>State Education Funds</u>			
Basic Education Program	0	29,574,000	
Early Childhood Education	0	640,816	
School Food Service	0	34,253	
Other State Education Funds	0	533,295	
Career Ladder Program	0	192,377	
<u>Other State Revenues</u>			
State Revenue Sharing - T.V.A.	0	760,000	
Other State Grants	0	31,220	
Total State of Tennessee	\$ 0	\$ 32,045,959	
<u>Federal Government</u>			
<u>Federal Through State</u>			
USDA School Lunch Program	\$ 0	\$ 1,933,673	
USDA - Commodities	0	220,178	
Breakfast	0	701,374	
USDA - Other	0	111,203	
Vocational Education - Basic Grants to States	0	124,231	
Title I Grants to Local Education Agencies	0	1,858,217	
Special Education - Grants to States	0	1,646,503	
Special Education Preschool Grants	0	81,531	
Eisenhower Professional Development State Grants	0	326,191	
Other Federal through State	0	29,643	

(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>		<u>Education Capital Projects</u>	<u>Total</u>
<hr/>				
<u>Federal Government (Cont.)</u>				
<u>Direct Federal Revenue</u>				
Public Law 874 - Maintenance and Operation	\$	0	\$	9,576
Total Federal Government	<u>\$</u>	<u>0</u>	<u>\$</u>	<u>7,042,320</u>
 Total	 <u>\$</u>	 <u>1,000,284</u>	 <u>\$</u>	 <u>63,543,707</u>

Exhibit L-8

Roane County, Tennessee
Schedule of Detailed Expenditures -
All Governmental Fund Types
For the Year Ended June 30, 2017

General Fund

General Government

County Commission

Secretary(ies)	\$	1,904	
Board and Committee Members Fees		35,338	
Social Security		2,845	
Pensions		1,730	
Life Insurance		746	
Medical Insurance		55,377	
Dental Insurance		3,388	
Other Fringe Benefits		19	
Advertising		120	
Travel		8,624	
In Service/Staff Development		2,260	
Other Charges		100	
Total County Commission			\$ 112,451

Board of Equalization

Board and Committee Members Fees	\$	8,300	
Social Security		750	
Travel		227	
Total Board of Equalization			9,277

Beer Board

Board and Committee Members Fees	\$	1,126	
Social Security		86	
Pensions		38	
Medical Insurance		16	
Dental Insurance		1	
Other Fringe Benefits		2	
Advertising		144	
Total Beer Board			1,413

Budget and Finance Committee

Board and Committee Members Fees	\$	8,981	
Social Security		677	
Pensions		540	
Life Insurance		2	
Medical Insurance		302	
Dental Insurance		10	
Other Fringe Benefits		17	
Advertising		602	
Food Supplies		116	
Total Budget and Finance Committee			11,247

Other Boards and Committees

Board and Committee Members Fees	\$	37,584	
Social Security		2,870	
Pensions		1,494	
Life Insurance		1	

(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.)

Medical Insurance	\$	149	
Dental Insurance		4	
Other Fringe Benefits		7	
Total Other Boards and Committees			\$ 42,109

County Mayor/Executive

County Official/Administrative Officer	\$	97,622	
Assistant(s)		75,537	
Part-time Personnel		16,238	
Educational Incentive - Other County Employees		3,000	
Other Per Diem and Fees		1,164	
Social Security		14,136	
Pensions		13,808	
Life Insurance		241	
Medical Insurance		27,607	
Dental Insurance		1,093	
Other Fringe Benefits		1,431	
Communication		37	
Dues and Memberships		402	
Licenses		480	
Printing, Stationery, and Forms		262	
Rentals		228	
Travel		4,373	
Periodicals		205	
Premiums on Corporate Surety Bonds		50	
In Service/Staff Development		3,008	
Total County Mayor/Executive			260,922

County Attorney

County Official/Administrative Officer	\$	96,801	
Social Security		7,374	
Pensions		6,776	
Life Insurance		66	
Medical Insurance		7,061	
Dental Insurance		300	
Legal Services		2,138	
In Service/Staff Development		100	
Total County Attorney			120,616

Election Commission

Supervisor/Director	\$	70,076	
Deputy(ies)		63,526	
Mechanic(s)		2,742	
Part-time Personnel		2,482	
Overtime Pay		2,861	
Election Commission		11,900	
Election Workers		99,021	

(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.)

Social Security	\$	16,456	
Pensions		9,548	
Life Insurance		199	
Medical Insurance		18,276	
Dental Insurance		900	
Other Fringe Benefits		1,440	
Advertising		5,507	
Communication		1,208	
Dues and Memberships		175	
Maintenance Agreements		17,987	
Maintenance and Repair Services - Equipment		3,027	
Printing, Stationery, and Forms		1,086	
Rentals		4,573	
Travel		4,345	
Other Contracted Services		3,764	
Data Processing Supplies		1,612	
Gasoline		173	
Other Supplies and Materials		2,320	
In Service/Staff Development		6,183	
Data Processing Equipment		674	
Total Election Commission			\$ 352,061

Register of Deeds

County Official/Administrative Officer	\$	77,863	
Deputy(ies)		100,140	
Part-time Personnel		15,191	
Educational Incentive - Other County Employees		3,000	
Social Security		13,684	
Pensions		12,664	
Life Insurance		265	
Medical Insurance		41,469	
Dental Insurance		1,200	
Other Fringe Benefits		960	
Communication		13	
Data Processing Services		2,480	
Dues and Memberships		1,070	
Maintenance Agreements		16,398	
Printing, Stationery, and Forms		1,059	
Rentals		86	
Travel		1,948	
In Service/Staff Development		605	
Other Charges		213	
Data Processing Equipment		1,555	
Total Register of Deeds			291,863

Planning

Paraprofessionals	\$	85,148	
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(Continued)

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

General Fund (Cont.)

General Government (Cont.)

Planning (Cont.)

Board and Committee Members Fees	\$	5,924	
Other Per Diem and Fees		369	
Social Security		6,787	
Pensions		5,984	
Life Insurance		132	
Medical Insurance		7,014	
Dental Insurance		300	
Other Fringe Benefits		960	
Contracts with Government Agencies		13,475	
Maintenance Agreements		5,962	
Postal Charges		326	
Printing, Stationery, and Forms		367	
Travel		498	
Data Processing Supplies		2,296	
Uniforms		138	
In Service/Staff Development		550	
Data Processing Equipment		8,738	
Furniture and Fixtures		5,426	
Total Planning			\$ 150,394

Codes Compliance

Assistant(s)	\$	51,682
Supervisor/Director		56,145
Paraprofessionals		5,385
Other Salaries and Wages		49,808
Other Per Diem and Fees		2,697
Social Security		11,782
Pensions		11,663
Life Insurance		281
Medical Insurance		29,056
Dental Insurance		975
Other Fringe Benefits		1,440
Advertising		391
Communication		906
Dues and Memberships		280
Maintenance Agreements		7,942
Maintenance and Repair Services - Vehicles		3,614
Postal Charges		445
Printing, Stationery, and Forms		2,009
Travel		2,171
Custodial Supplies		149
Drugs and Medical Supplies		7
Electricity		1,930
Food Supplies		60
Gasoline		4,864
Natural Gas		337
Office Supplies		3,433

(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.)

Periodicals	\$	56	
Uniforms		1,086	
Water and Sewer		355	
In Service/Staff Development		2,034	
Other Charges		204	
Data Processing Equipment		2,732	
Furniture and Fixtures		333	
Office Equipment		150	
Total Codes Compliance			\$ 256,402

County Buildings

Foremen	\$	35,453	
Custodial Personnel		47,793	
Maintenance Personnel		31,085	
Part-time Personnel		15,531	
Other Per Diem and Fees		1,164	
Social Security		9,672	
Pensions		8,080	
Life Insurance		265	
Medical Insurance		28,223	
Dental Insurance		1,200	
Other Fringe Benefits		1,680	
Advertising		108	
Communication		24,847	
Legal Notices, Recording, and Court Costs		493	
Maintenance Agreements		22,012	
Maintenance and Repair Services - Buildings		60,664	
Maintenance and Repair Services - Equipment		19,507	
Maintenance and Repair Services - Vehicles		1,307	
Disposal Fees		1,959	
Custodial Supplies		16,076	
Electricity		109,509	
Food Supplies		2,016	
Gasoline		2,428	
Natural Gas		11,885	
Uniforms		2,243	
Water and Sewer		18,354	
Other Supplies and Materials		10,040	
Furniture and Fixtures		1,566	
Total County Buildings			485,160

Other General Administration

Data Processing Services	\$	1,594	
Maintenance Agreements		15,614	
Travel		1,775	
Data Processing Supplies		3,615	
Other Supplies and Materials		64	

(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.)

Fines, Assessments, and Penalties	\$	2,820	
Data Processing Equipment		5,290	
Total Other General Administration			\$ 30,772

Preservation of Records

Assistant(s)	\$	11,998	
Supervisor/Director		35,775	
Part-time Personnel		16,366	
Social Security		4,851	
Pensions		3,475	
Life Insurance		113	
Medical Insurance		12,634	
Dental Insurance		512	
Other Fringe Benefits		600	
Printing, Stationery, and Forms		852	
Electricity		6,000	
Total Preservation of Records			93,176

Risk Management

Salary Supplements	\$	12,002	
Part-time Personnel		7,390	
Educational Incentive - Other County Employees		1,000	
Social Security		1,566	
Pensions		910	
Life Insurance		15	
Medical Insurance		1,635	
Dental Insurance		68	
Other Fringe Benefits		112	
Dues and Memberships		3,110	
Travel		2,616	
Other Supplies and Materials		151	
Building and Contents Insurance		43,595	
Liability Insurance		120,702	
Vehicle and Equipment Insurance		60,119	
Workers' Compensation Insurance		109,400	
Other Self-insured Claims		11,337	
In Service/Staff Development		1,125	
Total Risk Management			376,853

Finance

Accounting and Budgeting

Supervisor/Director	\$	77,863	
Accountants/Bookkeepers		237,053	
Part-time Personnel		1,330	
Educational Incentive - Other County Employees		5,000	
Social Security		22,905	
Pensions		23,188	

(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.)

Life Insurance	\$	516	
Medical Insurance		67,216	
Dental Insurance		2,343	
Unemployment Compensation		3,575	
Other Fringe Benefits		3,169	
Communication		81	
Dues and Memberships		77	
Maintenance Agreements		1,245	
Travel		2,713	
Premiums on Corporate Surety Bonds		438	
In Service/Staff Development		3,535	
Furniture and Fixtures		1,559	
Total Accounting and Budgeting			\$ 453,806

Purchasing

Supervisor/Director	\$	61,909	
Purchasing Personnel		59,167	
Part-time Personnel		7,357	
Educational Incentive - Other County Employees		1,000	
Other Per Diem and Fees		1,164	
Social Security		9,630	
Pensions		8,615	
Life Insurance		198	
Medical Insurance		7,180	
Dental Insurance		900	
Other Fringe Benefits		1,440	
Advertising		1,117	
Communication		208	
Consultants		5,000	
Dues and Memberships		405	
Maintenance Agreements		1,877	
Travel		2,241	
Premiums on Corporate Surety Bonds		197	
In Service/Staff Development		1,069	
Data Processing Equipment		842	
Total Purchasing			171,516

Property Assessor's Office

County Official/Administrative Officer	\$	77,863	
Assistant(s)		77,304	
Paraprofessionals		163,772	
Other Per Diem and Fees		1,567	
Social Security		23,469	
Pensions		24,729	
Life Insurance		576	
Medical Insurance		61,056	
Dental Insurance		2,573	

(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.)

Unemployment Compensation	\$	1,281	
Other Fringe Benefits		2,216	
Communication		543	
Contracts with Government Agencies		14,874	
Contracts with Private Agencies		26,595	
Dues and Memberships		2,572	
Maintenance and Repair Services - Office Equipment		3,099	
Printing, Stationery, and Forms		3,946	
Travel		1,442	
Gasoline		2,644	
Other Supplies and Materials		1,407	
In Service/Staff Development		625	
Data Processing Equipment		18	
Office Equipment		53	
Total Property Assessor's Office			\$ 494,224

Reappraisal Program

Paraprofessionals	\$	32,481	
Part-time Personnel		4,188	
Social Security		2,662	
Pensions		2,254	
Life Insurance		63	
Medical Insurance		522	
Dental Insurance		288	
Unemployment Compensation		957	
Other Fringe Benefits		420	
Maintenance and Repair Services - Office Equipment		158	
Maintenance and Repair Services - Vehicles		825	
Other Charges		710	
Total Reappraisal Program			45,528

County Trustee's Office

County Official/Administrative Officer	\$	77,863	
Deputy(ies)		88,368	
Part-time Personnel		10,184	
Social Security		13,288	
Pensions		12,007	
Life Insurance		248	
Medical Insurance		26,811	
Dental Insurance		1,125	
Other Fringe Benefits		960	
Communication		7	
Contracts with Government Agencies		8,472	
Dues and Memberships		760	
Maintenance Agreements		11,517	
Maintenance and Repair Services - Office Equipment		446	
Postal Charges		9,700	

(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.)

Printing, Stationery, and Forms	\$	6,664	
Rentals		130	
Travel		30	
Data Processing Supplies		4,288	
Data Processing Equipment		1,640	
Total County Trustee's Office			\$ 274,508

County Clerk's Office

County Official/Administrative Officer	\$	77,863	
Deputy(ies)		286,985	
Part-time Personnel		20,532	
Educational Incentive - Other County Employees		5,000	
Social Security		28,966	
Pensions		25,986	
Life Insurance		659	
Medical Insurance		59,270	
Dental Insurance		2,912	
Other Fringe Benefits		3,820	
Advertising		30	
Communication		150	
Dues and Memberships		750	
Maintenance Agreements		23,682	
Printing, Stationery, and Forms		4,181	
Rentals		228	
Travel		1,901	
Periodicals		56	
Other Supplies and Materials		2,901	
In Service/Staff Development		850	
Data Processing Equipment		10,084	
Office Equipment		4,086	
Total County Clerk's Office			560,892

Administration of Justice

Circuit Court

County Official/Administrative Officer	\$	77,863	
Deputy(ies)		97,836	
Social Security		12,170	
Pensions		12,193	
Life Insurance		264	
Medical Insurance		35,180	
Dental Insurance		1,197	
Other Fringe Benefits		1,426	
Communication		51	
Dues and Memberships		380	
Maintenance Agreements		1,560	
Printing, Stationery, and Forms		2,470	
Travel		112	

(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.)

Data Processing Supplies	\$	446	
Office Supplies		24	
Premiums on Corporate Surety Bonds		17	
Furniture and Fixtures		2,756	
Total Circuit Court			\$ 245,945

General Sessions Court

Deputy(ies)	\$	280,815	
Part-time Personnel		13,138	
Educational Incentive - Other County Employees		1,000	
Social Security		20,486	
Pensions		20,191	
Life Insurance		649	
Medical Insurance		76,532	
Dental Insurance		2,346	
Unemployment Compensation		1,289	
Other Fringe Benefits		3,344	
Communication		240	
Dues and Memberships		850	
Maintenance Agreements		18,682	
Printing, Stationery, and Forms		5,211	
Travel		1,402	
Data Processing Supplies		394	
Office Supplies		1,310	
In Service/Staff Development		1,085	
Access Fees		1,745	
Furniture and Fixtures		649	
Total General Sessions Court			451,358

General Sessions Judge

Judge(s)	\$	322,670	
Paraprofessionals		85,716	
Educational Incentive - Other County Employees		1,000	
Other Per Diem and Fees		4,856	
Social Security		26,297	
Pensions		32,244	
Life Insurance		265	
Medical Insurance		29,693	
Dental Insurance		1,200	
Other Fringe Benefits		720	
Contracts with Government Agencies		100	
Contracts with Private Agencies		45,731	
Dues and Memberships		984	
Laundry Service		10	
Licenses		1,228	
Maintenance Agreements		100	
Medical and Dental Services		1,496	

(Continued)

Exhibit L-8

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

General Fund (Cont.)

Administration of Justice (Cont.)

General Sessions Judge (Cont.)

Printing, Stationery, and Forms	\$	230	
Travel		7,121	
Data Processing Supplies		340	
Library Books/Media		1,759	
Uniforms		275	
In Service/Staff Development		2,275	
Total General Sessions Judge			\$ 566,310

Drug Court

Supervisor/Director	\$	32,397	
Social Security		2,443	
Pensions		2,914	
Life Insurance		66	
Medical Insurance		7,014	
Dental Insurance		300	
Contracts with Private Agencies		121,733	
Travel		6,026	
Other Contracted Services		5,610	
In Service/Staff Development		135	
Total Drug Court			178,638

Chancery Court

County Official/Administrative Officer	\$	77,863	
Deputy(ies)		116,170	
Part-time Personnel		17,756	
Overtime Pay		3,921	
Social Security		15,646	
Pensions		14,060	
Life Insurance		309	
Medical Insurance		34,161	
Dental Insurance		1,400	
Other Fringe Benefits		1,440	
Communication		48	
Dues and Memberships		920	
Maintenance Agreements		12,619	
Printing, Stationery, and Forms		4,317	
Rentals		135	
Travel		863	
Periodicals		429	
Other Supplies and Materials		2,211	
Premiums on Corporate Surety Bonds		367	
In Service/Staff Development		205	
Data Processing Equipment		1,101	
Total Chancery Court			305,941

Juvenile Court

Assistant(s)	\$	45,263	
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(Continued)

Exhibit L-8

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

General Fund (Cont.)

Administration of Justice (Cont.)

Juvenile Court (Cont.)

Supervisor/Director	\$	45,263	
Youth Service Officer(s)		105,186	
Attendants		9,116	
Overtime Pay		28,335	
Other Per Diem and Fees		5,796	
Social Security		17,316	
Pensions		17,032	
Life Insurance		339	
Medical Insurance		40,240	
Dental Insurance		1,539	
Other Fringe Benefits		1,785	
Communication		1,589	
Contracts with Private Agencies		3,700	
Dues and Memberships		325	
Maintenance Agreements		870	
Maintenance and Repair Services - Buildings		363	
Maintenance and Repair Services - Office Equipment		1,134	
Maintenance and Repair Services - Vehicles		7,290	
Printing, Stationery, and Forms		179	
Travel		6,415	
Other Contracted Services		7,549	
Data Processing Supplies		270	
Food Supplies		262	
Gasoline		4,380	
Library Books/Media		3,710	
Tires and Tubes		1,600	
Uniforms		1,998	
Premiums on Corporate Surety Bonds		617	
Other Charges		2,535	
Total Juvenile Court			\$ 361,996

Other Administration of Justice

Jury and Witness Expense	\$	20,917	
Social Security		31	
Advertising		189	
Travel		599	
Other Contracted Services		1,043	
Food Supplies		3,697	
Total Other Administration of Justice			26,476

Public Safety

Sheriff's Department

County Official/Administrative Officer	\$	85,649	
Assistant(s)		63,246	
Deputy(ies)		728,146	
Investigator(s)		248,811	
Captain(s)		48,500	

(Continued)

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

General Fund (Cont.)

Public Safety (Cont.)

Sheriff's Department (Cont.)

Lieutenant(s)	\$	73,444	
Sergeant(s)		109,677	
Salary Supplements		28,350	
Foremen		131,560	
Dispatchers/Radio Operators		64,598	
Secretary(ies)		69,610	
Part-time Personnel		44,717	
School Resource Officer		209,138	
Overtime Pay		191,508	
Other Per Diem and Fees		14,119	
Social Security		152,249	
Pensions		135,404	
Life Insurance		2,787	
Medical Insurance		361,786	
Dental Insurance		13,219	
Unemployment Compensation		791	
Other Fringe Benefits		13,445	
Communication		22,274	
Contracts with Government Agencies		273,507	
Dues and Memberships		2,900	
Licenses		266	
Maintenance Agreements		96,822	
Maintenance and Repair Services - Buildings		1,291	
Maintenance and Repair Services - Vehicles		62,221	
Postal Charges		287	
Printing, Stationery, and Forms		2,485	
Travel		18,360	
Veterinary Services		496	
Other Contracted Services		9,272	
Animal Food and Supplies		260	
Diesel Fuel		1,946	
Electricity		2,555	
Gasoline		118,894	
Law Enforcement Supplies		23,111	
Library Books/Media		320	
Periodicals		684	
Tires and Tubes		19,015	
Uniforms		17,766	
Other Supplies and Materials		6,167	
Premiums on Corporate Surety Bonds		900	
In Service/Staff Development		8,748	
Other Charges		17,556	
Data Processing Equipment		956	
Furniture and Fixtures		2,600	
Other Equipment		34,442	
Total Sheriff's Department			\$ 3,536,855

(Continued)

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

General Fund (Cont.)

Public Safety (Cont.)

Jail

Assistant(s)	\$	70,045	
Lieutenant(s)		58,793	
Sergeant(s)		114,603	
Guards		873,622	
Maintenance Personnel		34,882	
Part-time Personnel		43,845	
Overtime Pay		129,360	
Other Per Diem and Fees		3,890	
Social Security		96,332	
Pensions		98,999	
Life Insurance		1,905	
Medical Insurance		213,936	
Dental Insurance		9,236	
Unemployment Compensation		387	
Other Fringe Benefits		5,640	
Communication		429	
Maintenance Agreements		30,192	
Maintenance and Repair Services - Buildings		38,543	
Maintenance and Repair Services - Equipment		12,222	
Maintenance and Repair Services - Vehicles		6,969	
Medical and Dental Services		562,366	
Printing, Stationery, and Forms		1,781	
Travel		2,570	
Disposal Fees		5,877	
Custodial Supplies		54,921	
Diesel Fuel		789	
Electricity		76,154	
Food Preparation Supplies		160	
Food Supplies		214,044	
Gasoline		7,957	
Law Enforcement Supplies		1,000	
Library Books/Media		3,577	
Natural Gas		33,666	
Prisoners Clothing		20,010	
Tires and Tubes		2,580	
Uniforms		7,527	
Water and Sewer		79,194	
Other Supplies and Materials		4,867	
In Service/Staff Development		900	
Furniture and Fixtures		4,206	
Total Jail			\$ 2,927,976

Civil Defense

Assistant(s)	\$	64,841
Supervisor/Director		40,714
Salary Supplements		5,000
Part-time Personnel		22,277

(Continued)

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

General Fund (Cont.)

Public Safety (Cont.)

Civil Defense (Cont.)

Educational Incentive - Other County Employees	\$	1,000	
Overtime Pay		408	
Other Per Diem and Fees		3,644	
Social Security		11,183	
Pensions		8,013	
Life Insurance		183	
Medical Insurance		21,605	
Dental Insurance		832	
Other Fringe Benefits		1,328	
Communication		5,981	
Contracts with Government Agencies		2,611	
Contracts with Private Agencies		11,668	
Dues and Memberships		275	
Operating Lease Payments		23,400	
Licenses		20	
Maintenance Agreements		7,534	
Maintenance and Repair Services - Buildings		1,441	
Maintenance and Repair Services - Equipment		1,194	
Maintenance and Repair Services - Vehicles		20,266	
Postal Charges		59	
Travel		194	
Custodial Supplies		230	
Diesel Fuel		3,549	
Electricity		512	
Food Supplies		128	
Gasoline		1,727	
Instructional Supplies and Materials		1,321	
Office Supplies		999	
Small Tools		1,208	
Tires and Tubes		1,775	
Uniforms		136	
Water and Sewer		376	
Other Supplies and Materials		11,120	
In Service/Staff Development		6,205	
Other Charges		5,615	
Furniture and Fixtures		3,875	
Total Civil Defense			\$ 294,447

County Coroner/Medical Examiner

Contracts with Private Agencies	\$	27,650	
Other Charges		44,130	
Total County Coroner/Medical Examiner			71,780

Public Health and Welfare

Local Health Center

Maintenance Personnel	\$	28,848	
Part-time Personnel		9,142	

(Continued)

Exhibit L-8

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

General Fund (Cont.)

Public Health and Welfare (Cont.)

Local Health Center (Cont.)

Other Per Diem and Fees	\$	295	
Social Security		2,802	
Pensions		2,039	
Life Insurance		66	
Medical Insurance		12,473	
Dental Insurance		300	
Other Fringe Benefits		480	
Advertising		488	
Communication		7,529	
Dues and Memberships		645	
Maintenance Agreements		3,247	
Maintenance and Repair Services - Buildings		8,700	
Maintenance and Repair Services - Equipment		966	
Travel		389	
Disposal Fees		1,012	
Custodial Supplies		999	
Drugs and Medical Supplies		3,568	
Electricity		35,936	
Gasoline		278	
Natural Gas		3,070	
Office Supplies		2,807	
Periodicals		223	
Water and Sewer		3,664	
Other Charges		845	
Total Local Health Center			\$ 130,811

Other Local Health Services

Assistant(s)	\$	58,911	
Medical Personnel		64,196	
Part-time Personnel		7,349	
Social Security		8,972	
Pensions		10,247	
Life Insurance		309	
Medical Insurance		34,136	
Dental Insurance		1,425	
Other Fringe Benefits		480	
Travel		4,473	
Liability Insurance		323	
Workers' Compensation Insurance		2,300	
Other Charges		13,367	
Total Other Local Health Services			206,488

Appropriation to State

Other Contracted Services	\$	51,601	
Other Charges		684	
Total Appropriation to State			52,285

(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	\$	96,130	
Other Capital Outlay		<u>16,000</u>	
Total Other Local Welfare Services			\$ 112,130

Social, Cultural, and Recreational Services

Libraries

Contributions	\$	<u>10,000</u>	
Total Libraries			10,000

Parks and Fair Boards

Assistant(s)	\$	50,402	
Supervisor/Director		52,687	
Part-time Personnel		64,069	
Other Per Diem and Fees		3,600	
Social Security		12,977	
Pensions		7,941	
Life Insurance		198	
Medical Insurance		7,014	
Dental Insurance		300	
Other Fringe Benefits		480	
Communication		2,476	
Maintenance Agreements		1,137	
Maintenance and Repair Services - Buildings		42,376	
Maintenance and Repair Services - Equipment		8,339	
Maintenance and Repair Services - Vehicles		7,264	
Rentals		2,783	
Travel		547	
Disposal Fees		4,658	
Other Contracted Services		31,430	
Custodial Supplies		4,773	
Electricity		42,108	
Food Supplies		1,735	
Gasoline		13,594	
Office Supplies		44	
Propane Gas		426	
Tires and Tubes		1,379	
Uniforms		1,368	
Vehicle Parts		1,323	
Water and Sewer		27,868	
Other Charges		17,054	
Other Capital Outlay		<u>4,972</u>	
Total Parks and Fair Boards			417,322

Agriculture and Natural Resources

Agricultural Extension Service

Contracts with Government Agencies	\$	80,880	
Maintenance Agreements		765	

(Continued)

Exhibit L-8

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

General Fund (Cont.)

Agriculture and Natural Resources (Cont.)

Agricultural Extension Service (Cont.)

Postal Charges	\$	150	
Rentals		1,000	
Other Supplies and Materials		2,887	
Total Agricultural Extension Service	\$		85,682

Soil Conservation

Supervisor/Director	\$	25,888	
Part-time Personnel		12,084	
Social Security		2,888	
Pensions		1,811	
Life Insurance		66	
Medical Insurance		7,014	
Dental Insurance		300	
Contracts with Private Agencies		3,200	
Total Soil Conservation			53,251

Other Operations

Industrial Development

Contracts with Other Public Agencies	\$	174,600	
Contributions		402,250	
Dues and Memberships		225	
Travel		1,320	
In Service/Staff Development		430	
Other Charges		4,149	
Total Industrial Development			582,974

Veterans' Services

Part-time Personnel	\$	38,879	
Other Per Diem and Fees		600	
Social Security		3,020	
Dues and Memberships		35	
Travel		4,302	
Other Charges		2,174	
Total Veterans' Services			49,010

Employee Benefits

Medical Insurance	\$	46,378	
Total Employee Benefits			46,378

Miscellaneous

Advertising	\$	3,022	
Bank Charges		467	
Contracts with Government Agencies		34,505	
Dues and Memberships		14,368	
Legal Services		1,582	
Maintenance Agreements		2,113	
Pauper Burials		1,600	

(Continued)

Exhibit L-8

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

General Fund (Cont.)

Other Operations (Cont.)

Miscellaneous (Cont.)

Postal Charges	\$	74,886	
Printing, Stationery, and Forms		7,179	
Rentals		2,717	
Drugs and Medical Supplies		300	
Duplicating Supplies		10,819	
Office Supplies		21,438	
Trustee's Commission		236,758	
Other Charges		27,950	
Total Miscellaneous			\$ 439,704

Total General Fund \$ 15,748,947

Solid Waste/Sanitation Fund

Public Health and Welfare

Convenience Centers

Foremen	\$	7,624	
Part-time Personnel		281,560	
Overtime Pay		827	
Other Salaries and Wages		71,102	
Social Security		26,427	
Pensions		4,999	
Life Insurance		176	
Medical Insurance		29,176	
Dental Insurance		800	
Other Fringe Benefits		800	
Communication		849	
Engineering Services		800	
Maintenance and Repair Services - Buildings		2,286	
Maintenance and Repair Services - Equipment		9,737	
Maintenance and Repair Services - Vehicles		1,674	
Postal Charges		105	
Disposal Fees		515,012	
Concrete		694	
Crushed Stone		800	
Diesel Fuel		8,137	
Electricity		10,266	
Fertilizer, Lime, and Seed		343	
Gasoline		932	
Road Signs		2,681	
Other Supplies and Materials		911	
Liability Insurance		3,354	
Trustee's Commission		8,388	
Workers' Compensation Insurance		10,230	
Other Charges		611	
Total Convenience Centers			\$ 1,001,301

Total Solid Waste/Sanitation Fund 1,001,301

(Continued)

Exhibit L-8

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	\$	71,419	
Clerical Personnel		59,165	
Attendants		653,268	
Part-time Personnel		33,302	
Overtime Pay		448,370	
Other Per Diem and Fees		1,200	
Social Security		91,375	
Pensions		92,890	
Life Insurance		1,846	
Medical Insurance		240,785	
Dental Insurance		8,400	
Unemployment Compensation		1,299	
Other Fringe Benefits		5,840	
Communication		10,695	
Contracts with Government Agencies		157,249	
Contracts with Private Agencies		137,573	
Dues and Memberships		1,095	
Licenses		2,290	
Maintenance Agreements		14,484	
Maintenance and Repair Services - Buildings		7,306	
Maintenance and Repair Services - Equipment		4,209	
Maintenance and Repair Services - Vehicles		48,736	
Medical and Dental Services		169	
Postal Charges		178	
Printing, Stationery, and Forms		853	
Travel		813	
Disposal Fees		4,726	
Custodial Supplies		2,142	
Data Processing Supplies		183	
Diesel Fuel		45,758	
Drugs and Medical Supplies		96,719	
Electricity		11,422	
Food Supplies		793	
Gasoline		23,397	
Instructional Supplies and Materials		133	
Natural Gas		2,034	
Uniforms		10,190	
Water and Sewer		4,728	
Other Supplies and Materials		3,587	
Building and Contents Insurance		639	
Liability Insurance		18,079	
Trustee's Commission		28,120	
Vehicle and Equipment Insurance		10,817	
Workers' Compensation Insurance		107,140	
In Service/Staff Development		8,397	
Data Processing Equipment		1,673	
Furniture and Fixtures		1,514	
Other Equipment		2,232	
Total Ambulance/Emergency Medical Services			\$ 2,479,232

Total Ambulance Service Fund

\$ 2,479,232

(Continued)

Exhibit L-8

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

Special Purpose Fund

Public Safety

Fire Prevention and Control

Assistant(s)	\$	53,585	
Supervisor/Director		16,708	
Salary Supplements		600	
Overtime Pay		13,925	
Social Security		6,319	
Pensions		6,648	
Life Insurance		138	
Medical Insurance		17,012	
Dental Insurance		625	
Other Fringe Benefits		560	
Contracts with Government Agencies		85,499	
Contributions		120,000	
Dues and Memberships		100	
Maintenance and Repair Services - Buildings		1,750	
Small Tools		255	
Uniforms		976	
Other Supplies and Materials		949	
Liability Insurance		2,667	
Trustee's Commission		7,354	
Workers' Compensation Insurance		14,200	
In Service/Staff Development		1,082	
Other Equipment		88,437	
Other Capital Outlay		80,000	
Total Fire Prevention and Control			\$ 519,389

Public Health and Welfare

Rabies and Animal Control

Supervisor/Director	\$	44,642
Deputy(ies)		63,038
Attendants		48,761
Part-time Personnel		7,640
Other Per Diem and Fees		2,346
Social Security		11,356
Pensions		11,424
Life Insurance		325
Medical Insurance		46,216
Dental Insurance		1,375
Unemployment Compensation		4,380
Other Fringe Benefits		1,120
Communication		2,810
Licenses		20
Maintenance and Repair Services - Equipment		1,141
Maintenance and Repair Services - Vehicles		2,877
Postal Charges		59
Printing, Stationery, and Forms		462
Travel		931
Disposal Fees		570

(Continued)

Exhibit L-8

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.)

Other Contracted Services	\$	1,754	
Animal Food and Supplies		3,497	
Custodial Supplies		2,221	
Drugs and Medical Supplies		1,769	
Electricity		5,851	
Gasoline		5,594	
Natural Gas		1,611	
Uniforms		1,386	
Water and Sewer		4,472	
Other Supplies and Materials		100	
Building and Contents Insurance		968	
Liability Insurance		1,192	
Trustee's Commission		4,903	
Vehicle and Equipment Insurance		764	
Workers' Compensation Insurance		2,600	
In Service/Staff Development		1,228	
Specialized Medical Treatment		391	
Total Rabies and Animal Control			\$ 291,794

Total Special Purpose Fund \$ 811,183

Drug Control Fund

Public Safety

Sheriff's Department

Communication	\$	1,632	
Maintenance Agreements		2,458	
Maintenance and Repair Services - Vehicles		859	
Travel		2,240	
Animal Food and Supplies		93	
Law Enforcement Supplies		1,220	
Other Supplies and Materials		11,601	
Trustee's Commission		359	
In Service/Staff Development		895	
Data Processing Equipment		1,495	
Motor Vehicles		91,894	
Total Sheriff's Department			\$ 114,746

Total Drug Control Fund 114,746

Other Special Revenue Fund

Public Health and Welfare

Recycling Center

Assistant(s)	\$	21,630	
Supervisor/Director		52,687	
Other Salaries and Wages		120,165	
Other Per Diem and Fees		1,513	
Social Security		15,143	

(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.)

Pensions	\$	15,118	
Life Insurance		452	
Medical Insurance		41,036	
Dental Insurance		2,075	
Other Fringe Benefits		2,400	
Advertising		780	
Communication		2,688	
Contracts with Government Agencies		2,100	
Contracts with Private Agencies		34,630	
Dues and Memberships		562	
Licenses		375	
Maintenance Agreements		2,000	
Maintenance and Repair Services - Buildings		93	
Maintenance and Repair Services - Equipment		17,084	
Maintenance and Repair Services - Vehicles		504	
Travel		1,212	
Disposal Fees		149,317	
Drug Treatment		76	
Crushed Stone		2,057	
Custodial Supplies		988	
Diesel Fuel		15,880	
Electricity		13,656	
Food Supplies		23	
Gasoline		1,345	
Office Supplies		896	
Tires and Tubes		12,364	
Uniforms		2,064	
Water and Sewer		3,652	
Other Supplies and Materials		5,253	
Building and Contents Insurance		2,943	
Liability Insurance		3,645	
Trustee's Commission		11,886	
Vehicle and Equipment Insurance		10,188	
Workers' Compensation Insurance		3,800	
In Service/Staff Development		730	
Other Charges		24,290	
Other Equipment		29,952	
Total Recycling Center			\$ 629,252

Postclosure Care Costs

Contracts for Postclosure Care Costs	\$	13,200	
Electricity		1,084	
Fertilizer, Lime, and Seed		1,000	
Total Postclosure Care Costs			<u>15,284</u>

Total Other Special Revenue Fund \$ 644,536

(Continued)

Exhibit L-8

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	\$ 297	
Total County Trustee's Office		\$ 297

Total Constitutional Officers - Fees Fund \$ 297

Highway/Public Works Fund

Highways

Administration

County Official/Administrative Officer	\$ 85,649	
Assistant(s)	60,090	
Secretary(ies)	66,307	
Overtime Pay	10	
Other Per Diem and Fees	2,328	
Social Security	16,116	
Pensions	14,996	
Life Insurance	257	
Medical Insurance	20,757	
Dental Insurance	1,167	
Other Fringe Benefits	1,624	
Dues and Memberships	3,133	
Maintenance and Repair Services - Buildings	5,028	
Maintenance and Repair Services - Office Equipment	284	
Postal Charges	220	
Travel	2,782	
Other Contracted Services	300	
Drugs and Medical Supplies	2,109	
Office Supplies	1,899	
In Service/Staff Development	610	
Total Administration		\$ 285,666

Highway and Bridge Maintenance

Foremen	\$ 48,026
Equipment Operators	57,998
Equipment Operators - Light	77,484
Truck Drivers	112,709
Laborers	179,772
Part-time Personnel	104,283
Overtime Pay	61,375
Bonus Payments	2,500
Other Per Diem and Fees	4,380
Social Security	47,334
Pensions	39,539
Life Insurance	1,138
Medical Insurance	132,920
Dental Insurance	5,140
Unemployment Compensation	7,054
Other Fringe Benefits	3,153

(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.)

Contracts with Private Agencies	\$	46,288	
Engineering Services		17,101	
Asphalt - Hot Mix		1,064,002	
Concrete		40	
Crushed Stone		53,258	
Garage Supplies		203	
Pipe		40,913	
Road Signs		54,476	
Salt		32,291	
Structural Steel		1,248	
Other Supplies and Materials		687	
Total Highway and Bridge Maintenance			\$ 2,195,312

Operation and Maintenance of Equipment

Mechanic(s)	\$	104,058	
Overtime Pay		3,008	
Other Per Diem and Fees		734	
Social Security		7,164	
Pensions		7,542	
Life Insurance		196	
Medical Insurance		27,720	
Dental Insurance		892	
Other Fringe Benefits		947	
Maintenance and Repair Services - Equipment		50,835	
Maintenance and Repair Services - Vehicles		14,077	
Rentals		229	
Towing Services		750	
Custodial Supplies		1,173	
Diesel Fuel		37,049	
Drugs and Medical Supplies		103	
Equipment and Machinery Parts		116,194	
Garage Supplies		23,935	
Gasoline		40,568	
Lubricants		7,319	
Office Supplies		576	
Tires and Tubes		21,598	
Uniforms		10,555	
Total Operation and Maintenance of Equipment			477,222

Traffic Control

Maintenance Personnel	\$	26,269	
Overtime Pay		791	
Other Per Diem and Fees		354	
Social Security		1,972	
Pensions		1,918	
Life Insurance		66	
Medical Insurance		7,180	

(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.)

Dental Insurance	\$	300	
Other Fringe Benefits		480	
Road Signs		6,814	
Traffic Control Equipment		941	
Total Traffic Control	\$		47,085

Litter and Trash Collection

Supervisor/Director	\$	6,189	
Laborers		15,296	
Social Security		1,624	
Pensions		429	
Life Insurance		11	
Medical Insurance		1,602	
Dental Insurance		51	
Other Fringe Benefits		36	
Food Supplies		1,086	
Other Charges		18,002	
Total Litter and Trash Collection			44,326

Other Charges

Communication	\$	13,528	
Licenses		155	
Maintenance Agreements		1,440	
Disposal Fees		992	
Electricity		8,829	
Food Supplies		870	
Natural Gas		3,766	
Water and Sewer		2,546	
Building and Contents Insurance		3,055	
Liability Insurance		29,411	
Premiums on Corporate Surety Bonds		975	
Trustee's Commission		45,294	
Vehicle and Equipment Insurance		24,476	
Other Self-insured Claims		1,280	
Total Other Charges			136,617

Employee Benefits

Medical Insurance	\$	25,317	
Workers' Compensation Insurance		53,100	
Total Employee Benefits			78,417

Capital Outlay

Building Improvements	\$	2,980	
Total Capital Outlay			2,980

Total Highway/Public Works Fund \$ 3,267,625

(Continued)

Exhibit L-8

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

General Debt Service Fund

Principal on Debt

General Government

Principal on Bonds	\$ 1,685,000	
Principal on Other Loans	<u>150,000</u>	
Total General Government		\$ 1,835,000

Highways and Streets

Principal on Bonds	\$ 100,000	
Total Highways and Streets		100,000

Education

Principal on Other Loans	\$ 98,316	
Total Education		98,316

Interest on Debt

General Government

Interest on Bonds	\$ 738,699	
Interest on Other Loans	<u>130,387</u>	
Total General Government		869,086

Highways and Streets

Interest on Bonds	\$ 19,894	
Total Highways and Streets		19,894

Other Debt Service

General Government

Contracts with Private Agencies	\$ 10,068	
Trustee's Commission	53,437	
Underwriter's Discount	73,579	
Other Debt Issuance Charges	105,869	
Other Debt Service	<u>25,183</u>	
Total General Government		<u>268,136</u>

Total General Debt Service Fund \$ 3,190,432

Rural Debt Service Fund

Principal on Debt

Education

Principal on Bonds	\$ 1,375,000	
Total Education		\$ 1,375,000

Interest on Debt

Education

Interest on Bonds	\$ 263,350	
Total Education		263,350

Other Debt Service

Education

Other Contracted Services	\$ 706	
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(Continued)

Exhibit L-8

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

Rural Debt Service Fund (Cont.)

Other Debt Service (Cont.)

Education (Cont.)

Trustee's Commission	\$ 28,634	
Total Education		\$ 29,340

Total Rural Debt Service Fund \$ 1,667,690

Education Debt Service Fund

Principal on Debt

Education

Principal on Bonds	\$ 250,000	
Total Education		\$ 250,000

Interest on Debt

Education

Interest on Bonds	\$ 44,840	
Total Education		44,840

Other Debt Service

Education

Contracts with Private Agencies	\$ 1,470	
Trustee's Commission	4,391	
Total Education		5,861

Total Education Debt Service Fund 300,701

General Capital Projects Fund

Capital Projects

General Administration Projects

Trustee's Commission	\$ 14,905	
Building Improvements	148,549	
Motor Vehicles	199,272	
Site Development	81,910	
Health Equipment	58,212	
Other Equipment	40,456	
Total General Administration Projects		\$ 543,304

Public Safety Projects

Building Improvements	\$ 14,042	
Communication Equipment	3,512	
Motor Vehicles	15,000	
Total Public Safety Projects		32,554

Public Health and Welfare Projects

Building Improvements	\$ 3,420	
Site Development	17,695	
Other Equipment	42,867	
Total Public Health and Welfare Projects		63,982

(Continued)

Exhibit L-8

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

General Capital Projects Fund (Cont.)

Capital Projects (Cont.)

Social, Cultural, and Recreation Projects

Bridge Construction	\$	9,210	
Building Improvements		10,046	
Maintenance Equipment		8,400	
Motor Vehicles		9,550	
Site Development		428,825	
Other Equipment		18,210	
Total Social, Cultural, and Recreation Projects	\$		484,241

Other General Government Projects

Motor Vehicles	\$	312,750	
Site Development		93,459	
Total Other General Government Projects			406,209

Total General Capital Projects Fund \$ 1,530,290

Highway Capital Projects Fund

Capital Projects

Highway and Street Capital Projects

Bridge Construction	\$	505,082	
Building Improvements		7,224	
Highway Equipment		145,547	
Motor Vehicles		88,301	
Total Highway and Street Capital Projects	\$		746,154

Total Highway Capital Projects Fund 746,154

Total Governmental Funds - Primary Government \$ 31,503,134

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, 2017

General Purpose School Fund

Instruction

Regular Instruction Program

Teachers	\$ 17,472,949	
Career Ladder Program	119,818	
Career Ladder Extended Contracts	57,375	
Homebound Teachers	6,638	
Educational Assistants	645,821	
Bonus Payments	160,000	
Other Salaries and Wages	79,937	
Certified Substitute Teachers	107,078	
Non-certified Substitute Teachers	174,184	
Social Security	1,095,700	
Pensions	1,628,579	
Life Insurance	12,016	
Medical Insurance	3,121,598	
Dental Insurance	126,215	
Unemployment Compensation	2,414	
Local Retirement	159,200	
Employer Medicare	258,641	
Other Contracted Services	202,477	
Instructional Supplies and Materials	197,689	
Textbooks - Bound	7,059	
Fee Waivers	1,422	
Other Charges	1,100	
Regular Instruction Equipment	223,773	
Total Regular Instruction Program		\$ 25,861,683

Alternative Instruction Program

Teachers	\$ 92,817	
Career Ladder Program	1,000	
Educational Assistants	12,205	
Bonus Payments	250	
Non-certified Substitute Teachers	533	
Social Security	6,508	
Pensions	9,353	
Life Insurance	82	
Medical Insurance	6,396	
Dental Insurance	875	
Local Retirement	1,000	
Employer Medicare	1,522	
Instructional Supplies and Materials	1,446	
Total Alternative Instruction Program		133,987

Special Education Program

Teachers	\$ 2,725,415
Career Ladder Program	14,499
Homebound Teachers	6,475
Educational Assistants	387,488

(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.)

Speech Pathologist	\$	289,928	
Bonus Payments		26,200	
Certified Substitute Teachers		7,755	
Non-certified Substitute Teachers		15,900	
Social Security		198,540	
Pensions		295,895	
Life Insurance		2,627	
Medical Insurance		540,922	
Dental Insurance		25,200	
Unemployment Compensation		186	
Local Retirement		32,370	
Employer Medicare		47,575	
Other Contracted Services		24,654	
Instructional Supplies and Materials		16,959	
Other Supplies and Materials		655	
Special Education Equipment		4,273	
Total Special Education Program			\$ 4,663,516

Career and Technical Education Program

Teachers	\$	1,105,978	
Career Ladder Program		5,000	
Bonus Payments		10,750	
Certified Substitute Teachers		7,875	
Non-certified Substitute Teachers		10,458	
Social Security		65,840	
Pensions		100,481	
Life Insurance		792	
Medical Insurance		233,276	
Dental Insurance		7,700	
Local Retirement		9,650	
Employer Medicare		15,538	
Other Contracted Services		3,882	
Instructional Supplies and Materials		58,942	
Textbooks - Bound		9,206	
Other Supplies and Materials		3,536	
Vocational Instruction Equipment		30,295	
Total Career and Technical Education Program			1,679,199

Support Services

Attendance

Supervisor/Director	\$	18,989	
Career Ladder Program		1,800	
Other Salaries and Wages		45,323	
Social Security		2,758	
Pensions		3,173	
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	\$	6,396	
Dental Insurance		350	
Local Retirement		500	
Employer Medicare		947	
Other Contracted Services		12,798	
Other Supplies and Materials		2,603	
In Service/Staff Development		2,363	
Attendance Equipment		569	
Total Attendance			\$ 98,602

Health Services

Supervisor/Director	\$	63,065	
Medical Personnel		329,555	
Clerical Personnel		15,000	
Bonus Payments		500	
Social Security		24,014	
Pensions		27,366	
Life Insurance		297	
Medical Insurance		52,437	
Dental Insurance		2,450	
Local Retirement		2,500	
Employer Medicare		5,616	
Dues and Memberships		130	
Travel		87	
Other Contracted Services		13,363	
Drugs and Medical Supplies		15,739	
Other Supplies and Materials		32,858	
In Service/Staff Development		6,166	
Other Charges		600	
Other Equipment		936	
Total Health Services			592,679

Other Student Support

Career Ladder Program	\$	2,000	
Guidance Personnel		836,106	
Bonus Payments		8,000	
Other Salaries and Wages		271,135	
Social Security		64,691	
Pensions		93,991	
Life Insurance		762	
Medical Insurance		125,105	
Dental Insurance		6,020	
Local Retirement		11,200	
Employer Medicare		15,557	
Contracts with Government Agencies		210,000	
Evaluation and Testing		28,116	

(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.)

Travel	\$	1,719	
Other Contracted Services		25,934	
Other Supplies and Materials		4,162	
In Service/Staff Development		7,355	
Other Charges		6,652	
Other Equipment		2,082	
Total Other Student Support			\$ 1,720,587

Regular Instruction Program

Supervisor/Director	\$	215,740	
Career Ladder Program		7,000	
Librarians		720,830	
Education Media Personnel		115,058	
Secretary(ies)		15,184	
Bonus Payments		9,350	
Other Salaries and Wages		103,479	
Social Security		66,837	
Pensions		93,381	
Life Insurance		648	
Medical Insurance		177,833	
Dental Insurance		5,285	
Unemployment Compensation		30	
Local Retirement		9,750	
Employer Medicare		16,388	
Dues and Memberships		1,340	
Travel		4,075	
Other Contracted Services		138,658	
Library Books/Media		92,128	
Other Supplies and Materials		12,185	
In Service/Staff Development		12,699	
Other Charges		1,167	
Other Equipment		4,661	
Total Regular Instruction Program			1,823,706

Alternative Instruction Program

Supervisor/Director	\$	78,075	
Career Ladder Program		1,000	
Secretary(ies)		12,205	
Bonus Payments		500	
Social Security		5,506	
Pensions		8,048	
Life Insurance		50	
Medical Insurance		15,865	
Dental Insurance		520	
Local Retirement		500	
Employer Medicare		1,288	

(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.)

Alternative Instruction Program (Cont.)

Travel	\$ 83	
Other Supplies and Materials	991	
Total Alternative Instruction Program		\$ 124,631

Special Education Program

Supervisor/Director	\$ 104,042	
Career Ladder Program	2,500	
Psychological Personnel	294,461	
Clerical Personnel	45,528	
Bonus Payments	2,100	
Other Salaries and Wages	222,182	
Social Security	39,372	
Pensions	52,559	
Life Insurance	805	
Medical Insurance	124,834	
Dental Insurance	7,000	
Local Retirement	4,796	
Employer Medicare	9,208	
Dues and Memberships	199	
Maintenance and Repair Services - Equipment	3,541	
Travel	6,558	
Other Contracted Services	45,000	
Other Supplies and Materials	251	
In Service/Staff Development	1,605	
Total Special Education Program		966,541

Career and Technical Education Program

Supervisor/Director	\$ 30,309	
Career Ladder Program	500	
Secretary(ies)	30,215	
Bonus Payments	250	
Social Security	3,530	
Pensions	4,923	
Life Insurance	46	
Medical Insurance	17,694	
Dental Insurance	490	
Local Retirement	200	
Employer Medicare	825	
Travel	6,628	
Other Supplies and Materials	3,038	
In Service/Staff Development	656	
Other Charges	1,728	
Total Career and Technical Education Program		101,032

Technology

Supervisor/Director	\$ 66,242
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(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.)

Technology (Cont.)

Instructional Computer Personnel	\$	221,498	
Secretary(ies)		35,239	
Social Security		18,962	
Pensions		22,609	
Life Insurance		231	
Medical Insurance		39,153	
Dental Insurance		2,450	
Local Retirement		1,500	
Employer Medicare		4,435	
Internet Connectivity		89,624	
Other Contracted Services		97,625	
Cabling		2,576	
Software		56,699	
Other Supplies and Materials		27,125	
In Service/Staff Development		3,569	
Other Equipment		26,248	
Total Technology			\$ 715,785

Other Programs

On-behalf Payments to OPEB	\$	271,596	
Total Other Programs			271,596

Board of Education

Secretary to Board	\$	4,121	
Board and Committee Members Fees		40,512	
Social Security		2,767	
Pensions		1,410	
Employer Medicare		647	
On-behalf Payments to OPEB		208,518	
Audit Services		19,850	
Dues and Memberships		31,249	
Legal Services		4,931	
Other Contracted Services		5,125	
Liability Insurance		109,292	
Premiums on Corporate Surety Bonds		793	
Trustee's Commission		350,690	
Workers' Compensation Insurance		139,300	
Other Self-insured Claims		500	
In Service/Staff Development		13,598	
Refund to Applicant for Criminal Investigation		2,783	
Other Charges		215	
Total Board of Education			936,301

Director of Schools

County Official/Administrative Officer	\$	120,000	
Career Ladder Program		1,000	

(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.)

Director of Schools (Cont.)

Secretary(ies)	\$	78,428	
Bonus Payments		15,000	
Social Security		12,617	
Pensions		17,667	
Life Insurance		99	
Medical Insurance		37,790	
Dental Insurance		700	
Local Retirement		1,000	
Employer Medicare		2,952	
Communication		19,891	
Dues and Memberships		4,184	
Postal Charges		3,829	
Other Contracted Services		49	
Office Supplies		4,773	
In Service/Staff Development		4,122	
Other Charges		815	
Total Director of Schools			\$ 324,916

Office of the Principal

Principals	\$	1,248,011	
Career Ladder Program		10,916	
Assistant Principals		815,953	
Secretary(ies)		1,022,968	
Bonus Payments		14,000	
Social Security		182,545	
Pensions		256,176	
Life Insurance		2,042	
Medical Insurance		473,486	
Dental Insurance		19,478	
Local Retirement		23,680	
Employer Medicare		42,928	
Communication		9,968	
Dues and Memberships		800	
Travel		3,928	
Other Contracted Services		6,638	
Other Supplies and Materials		1,703	
In Service/Staff Development		22,379	
Other Charges		1,314	
Administration Equipment		21,555	
Total Office of the Principal			4,180,468

Fiscal Services

Supervisor/Director	\$	85,296	
Accountants/Bookkeepers		162,990	
Other Salaries and Wages		1,137	
Social Security		14,816	

(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.)

Fiscal Services (Cont.)

Pensions	\$	17,430	
Life Insurance		148	
Medical Insurance		34,186	
Dental Insurance		1,575	
Local Retirement		1,500	
Employer Medicare		3,465	
Dues and Memberships		225	
Travel		55	
Other Contracted Services		7,663	
Other Supplies and Materials		5,642	
In Service/Staff Development		417	
Other Charges		2,978	
Administration Equipment		1,703	
Total Fiscal Services			\$ 341,226

Human Services/Personnel

Supervisor/Director	\$	18,989	
Employer Medicare		275	
Advertising		637	
Other Contracted Services		270	
Other Supplies and Materials		1,572	
Total Human Services/Personnel			21,743

Operation of Plant

Custodial Personnel	\$	23,686	
Social Security		1,434	
Pensions		1,658	
Life Insurance		33	
Medical Insurance		6,387	
Dental Insurance		350	
Employer Medicare		335	
Janitorial Services		1,246,907	
Licenses		2,375	
Pest Control		14,980	
Rentals		960	
Disposal Fees		38,052	
Other Contracted Services		15,836	
Custodial Supplies		69,675	
Electricity		1,705,244	
Natural Gas		191,478	
Water and Sewer		290,484	
Other Supplies and Materials		20,600	
Building and Contents Insurance		184,537	
Other Charges		97,117	
Plant Operation Equipment		8,270	
Total Operation of Plant			3,920,398

(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.)

Maintenance of Plant

Supervisor/Director	\$	86,206	
Maintenance Personnel		448,055	
Social Security		30,970	
Pensions		37,665	
Life Insurance		396	
Medical Insurance		100,763	
Dental Insurance		4,200	
Local Retirement		3,000	
Employer Medicare		7,334	
Communication		19,618	
Maintenance and Repair Services - Buildings		46,266	
Maintenance and Repair Services - Equipment		69,691	
Other Contracted Services		35,809	
Other Supplies and Materials		112,547	
Other Charges		23,087	
Maintenance Equipment		3,235	
Other Equipment		3,150	
Total Maintenance of Plant			\$ 1,031,992

Transportation

Bus Drivers	\$	118,025	
Other Salaries and Wages		32,700	
Social Security		8,190	
Pensions		8,115	
Life Insurance		36	
Medical Insurance		6,396	
Dental Insurance		385	
Local Retirement		1,400	
Employer Medicare		2,146	
Contracts with Parents		2,057	
Total Transportation			179,450

Operation of Non-Instructional Services

Community Services

Supervisor/Director	\$	3,360	
Teachers		232,775	
Clerical Personnel		20,214	
Educational Assistants		33,751	
Other Salaries and Wages		33,035	
Social Security		18,828	
Pensions		23,935	
Employer Medicare		4,504	
Other Contracted Services		3,590	
Instructional Supplies and Materials		4,799	
In Service/Staff Development		493	
Other Charges		10,782	
Total Community Services			390,066

(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.)

Operation of Non-Instructional Services (Cont.)

Early Childhood Education

Teachers	\$	161,202	
Educational Assistants		47,902	
Bonus Payments		1,450	
Certified Substitute Teachers		585	
Non-certified Substitute Teachers		1,538	
Social Security		12,437	
Pensions		18,057	
Life Insurance		165	
Medical Insurance		43,285	
Dental Insurance		1,750	
Local Retirement		2,000	
Employer Medicare		2,909	
Contracts with Other Public Agencies		367,196	
Travel		192	
Other Contracted Services		9,000	
Instructional Supplies and Materials		6,659	
Other Supplies and Materials		2,520	
In Service/Staff Development		512	
Total Early Childhood Education			\$ 679,359

Capital Outlay

Regular Capital Outlay

Furniture and Fixtures	\$	19,988	
Motor Vehicles		24,966	
Other Capital Outlay		4,477	
Total Regular Capital Outlay			49,431

Other Debt Service

Education

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

Total General Purpose School Fund \$ 50,907,210

School Federal Projects Fund

Instruction

Regular Instruction Program

Teachers	\$	637,669	
Educational Assistants		382,671	
Bonus Payments		6,000	
Other Salaries and Wages		1,785	
Certified Substitute Teachers		1,380	
Non-certified Substitute Teachers		4,028	
Social Security		56,470	
Pensions		75,233	
Life Insurance		983	

(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.)

Instruction (Cont.)

Regular Instruction Program (Cont.)

Medical Insurance	\$	203,543	
Dental Insurance		9,520	
Local Retirement		10,140	
Employer Medicare		13,987	
Other Contracted Services		4,445	
Instructional Supplies and Materials		73,936	
Other Charges		1,573	
Regular Instruction Equipment		209,255	
Total Regular Instruction Program			\$ 1,692,618

Special Education Program

Educational Assistants	\$	402,741	
Speech Pathologist		2,745	
Social Security		22,750	
Pensions		27,959	
Life Insurance		744	
Medical Insurance		132,749	
Dental Insurance		7,420	
Local Retirement		5,207	
Employer Medicare		5,321	
Contracts with Other School Systems		11,337	
Contracts with Private Agencies		41,700	
Other Contracted Services		58,215	
Instructional Supplies and Materials		37,125	
Other Supplies and Materials		15,367	
Special Education Equipment		79,213	
Total Special Education Program			850,593

Career and Technical Education Program

Other Supplies and Materials	\$	3,821	
Vocational Instruction Equipment		93,331	
Total Career and Technical Education Program			97,152

Support Services

Other Student Support

Travel	\$	5,415	
Other Contracted Services		19,417	
In Service/Staff Development		6,251	
Other Charges		23,356	
Total Other Student Support			54,439

Regular Instruction Program

Supervisor/Director	\$	54,309	
Secretary(ies)		22,776	
Bonus Payments		2,050	
Other Salaries and Wages		212,319	

(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 (Cont.)

Regular Instruction Program (Cont.)

Social Security	\$	17,503	
Pensions		25,873	
Life Insurance		167	
Medical Insurance		48,008	
Dental Insurance		1,768	
Local Retirement		1,300	
Employer Medicare		4,025	
Other Supplies and Materials		1,505	
In Service/Staff Development		93,285	
Total Regular Instruction Program			\$ 484,888

Special Education Program

Secretary(ies)	\$	38,529	
Clerical Personnel		81,762	
Other Salaries and Wages		296,108	
Social Security		23,352	
Pensions		27,136	
Life Insurance		883	
Medical Insurance		147,434	
Dental Insurance		6,790	
Local Retirement		3,300	
Employer Medicare		5,461	
Travel		1,101	
Other Contracted Services		145,588	
Other Supplies and Materials		19,138	
In Service/Staff Development		19,601	
Other Equipment		16,674	
Total Special Education Program			832,857

Career and Technical Education Program

In Service/Staff Development	\$	500	
Total Career and Technical Education Program			500

Transportation

Other Charges	\$	263	
Total Transportation			263

Total School Federal Projects Fund \$ 4,013,310

Central Cafeteria Fund

Operation of Non-Instructional Services

Food Service

Supervisor/Director	\$	75,023	
Accountants/Bookkeepers		44,852	
Clerical Personnel		71,553	
Cafeteria Personnel		1,101,828	

(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 (Cont.)

Operation of Non-Instructional Services (Cont.)

Food Service (Cont.)

Social Security	\$	75,837	
Pensions		61,322	
Life Insurance		1,414	
Medical Insurance		271,974	
Dental Insurance		13,615	
Unemployment Compensation		10	
Local Retirement		6,114	
Employer Medicare		17,736	
Dues and Memberships		977	
Maintenance and Repair Services - Equipment		55,362	
Pest Control		7,680	
Transportation - Other than Students		17,733	
Travel		539	
Disposal Fees		25,247	
Permits		1,280	
Other Contracted Services		16,439	
Food Preparation Supplies		120,848	
Food Supplies		1,384,034	
USDA - Commodities		220,178	
Other Supplies and Materials		6,734	
Workers' Compensation Insurance		25,000	
In Service/Staff Development		2,446	
Food Service Equipment		39,358	
Total Food Service			\$ 3,665,133
Total Central Cafeteria Fund			\$ 3,665,133

School Transportation Fund

Support Services

Transportation

Supervisor/Director	\$	61,079
Mechanic(s)		118,208
Bus Drivers		724,013
Clerical Personnel		32,781
Other Salaries and Wages		211,900
Social Security		68,144
Pensions		71,477
Life Insurance		1,795
Medical Insurance		38,445
Dental Insurance		17,710
Local Retirement		8,942
Employer Medicare		16,398
Communication		5,854
Maintenance and Repair Services - Equipment		4,524
Towing Services		2,680
Disposal Fees		318

(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.)

Other Contracted Services	\$	67,200	
Diesel Fuel		200,234	
Garage Supplies		14,347	
Gasoline		22,988	
Lubricants		17,519	
Small Tools		2,756	
Tires and Tubes		51,240	
Vehicle Parts		139,885	
Other Supplies and Materials		6,756	
Vehicle and Equipment Insurance		93,187	
Workers' Compensation Insurance		90,000	
In Service/Staff Development		2,869	
Other Charges		8,335	
Administration Equipment		811	
Transportation Equipment		9,790	
Total Transportation			\$ 2,112,185

Total School Transportation Fund \$ 2,112,185

Extended School Program Fund

Operation of Non-Instructional Services

Community Services

Other Salaries and Wages	\$	148,741	
Social Security		9,030	
Pensions		3,014	
Life Insurance		33	
Medical Insurance		10,506	
Dental Insurance		350	
Local Retirement		500	
Employer Medicare		2,112	
Travel		1,384	
Other Contracted Services		4,325	
Food Supplies		16,801	
Other Supplies and Materials		1,558	
Other Charges		1,568	
Total Community Services			\$ 199,922

Total Extended School Program Fund 199,922

Education Capital Projects Fund

Capital Projects

Education Capital Projects

Other Salaries and Wages	\$	20,360	
Social Security		1,262	
Pensions		1,425	
Employer Medicare		295	

(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 (Cont.)</u>		
<u>Capital Projects (Cont.)</u>		
<u>Education Capital Projects (Cont.)</u>		
Other Contracted Services	\$ 410	
Trustee's Commission	15,083	
Other Charges	21	
Building Improvements	840,964	
Other Equipment	<u>1,091,000</u>	
Total Education Capital Projects		<u>\$ 1,970,820</u>
Total Education Capital Projects Fund		<u>\$ 1,970,820</u>
Total Governmental Funds - Roane County School Department		<u>\$ 62,868,580</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, 2017

	Cities - Sales Tax Fund	City School ADA - Oak Ridge Fund	Total
<u>Cash Receipts</u>			
Current Property Taxes	\$ 0	\$ 1,011,819	\$ 1,011,819
Trustee's Collections - Prior Years	0	29,958	29,958
Circuit/Clerk and Master Collections - Prior Years	0	20,763	20,763
Interest and Penalty	0	6,485	6,485
Payments in-Lieu-of Taxes - Local Utilities	0	14,448	14,448
Local Option Sales Tax	7,156,902	434,651	7,591,553
Interstate Telecommunications Tax	0	270	270
Licenses	0	157	157
Contributions	0	14	14
Mixed Drink Tax	0	140	140
Total Cash Receipts	<u>\$ 7,156,902</u>	<u>\$ 1,518,705</u>	<u>\$ 8,675,607</u>
<u>Cash Disbursements</u>			
Remittance of Revenues Collections	\$ 7,085,333	\$ 1,493,608	\$ 8,578,941
Trustee's Commission	71,569	25,637	97,206
Total Cash Disbursements	<u>\$ 7,156,902</u>	<u>\$ 1,519,245</u>	<u>\$ 8,676,147</u>
Excess of Cash Receipts Over (Under)			
Cash Disbursements	\$ 0	\$ (540)	\$ (540)
Cash Balance, July 1, 2016	0	1,601	1,601
Cash Balance, June 30, 2017	<u>\$ 0</u>	<u>\$ 1,061</u>	<u>\$ 1,061</u>

SINGLE AUDIT SECTION



JUSTIN P. WILSON
Comptroller

JASON E. MUMPOWER
Chief of Staff

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, 2017, and the related notes to the financial statements, which collectively comprise Roane County's basic financial statements, and have issued our report thereon dated February 27, 2018.

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 an instance of noncompliance or other matter that is required to be reported under *Government Auditing Standards* and is described in the accompanying Schedule of Findings and Questioned Costs as item: 2017-001.

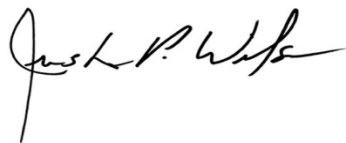
Roane County's Response to the Finding

Roane County's response to the finding identified in our audit is described in the accompanying Schedule of Findings and Questioned Costs. Roane County's response was not subjected to the auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on it.

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

February 27, 2018

JPW/kp



JUSTIN P. WILSON
Comptroller

JASON E. MUMPOWER
Chief of Staff

Independent Auditor's Report on Compliance for Each Major Program and on Internal Control Over Compliance and on the Schedule of Expenditures of Federal Awards Required by the 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, 2017. 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, 2017.

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.

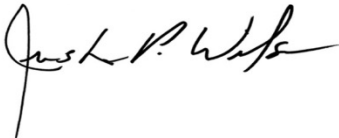
Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies. We did not identify any 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, 2017, and the related notes to the financial statements, which collectively comprise Roane County's basic financial statements. We issued our report thereon dated February 27, 2018, 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

February 27, 2018

JPW/kp

Roane County, Tennessee, and the Roane County School Department
Schedule of Expenditures of Federal Awards and State Grants (1) (2)
For the Year-Ended June 30, 2017

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:			
Child Nutrition Cluster (4):			
National School Lunch Program (Commodities - Noncash Assistance)	10.555	N/A	\$ 228,021 (5)
Fresh Fruit and Vegetable Program	10.582	N/A	28,119
Passed-through State Department of Education:			
Child Nutrition Cluster (4):			
School Breakfast Program	10.553	N/A	701,374
National School Lunch Program	10.555	N/A	1,933,673 (5)
Summer Food Service Program for Children	10.559	N/A	27,957
Child and Adult Care Food Program	10.558	N/A	47,284
Total U.S. Department of Agriculture			<u>\$ 2,966,428</u>
U.S. Department of Commerce:			
Passed-through State Department of Economic and Community Development:			
Economic Adjustment Assistance	11.307	(3)	\$ 846,951 (10)
Total U.S. Department of Commerce			<u>\$ 846,951</u>
U.S. Department of Justice:			
Direct Program:			
Drug Court Discretionary Grant Programs	16.585	N/A	\$ 111,862
Bulletproof Vest Partnership Programs	16.607	N/A	1,915
Total U.S. Department of Justice			<u>\$ 113,777</u>
U.S. Department of Transportation:			
Passed-through State Department of Transportation::			
Highway Safety Cluster (4):			
State and Community Highway Safety	20.600	(6)	\$ 3,366
National Priority Safety Programs	20.616	(8)	15,237
Alcohol Open Container Requirements	20.607	(7)	26,862
Total U.S. Department of Transportation			<u>\$ 45,465</u>
U.S. Department of Energy:			
Passed-through State Department of Military:			
Environmental Monitoring/Cleanup, Cultural and Resource Mgmt, Emergency Response Research, Outreach, Technical Analysis	81.214	34101-31916	\$ 16,000
Passed-through City of Oak Ridge:			
Tennessee Oversight Interlocal Agreement	81.502	(3)	37,936
Total U.S. Department of Energy			<u>\$ 53,936</u>
U.S. Department of Education:			
Passed-through State Department of Education:			
Title 1 Grants to Local Educational Agencies	84.010	N/A	\$ 1,858,217
Special Education Cluster (4):			
Special Education - Grants to States	84.027	N/A	1,646,503
Special Education - Preschool Grants	84.173	N/A	81,531
Career and Technical Education - Basic Grants to States	84.048	N/A	124,231
Improving Teacher Quality State Grants	84.367	N/A	326,190
Total U.S. Department of Education			<u>\$ 4,036,672</u>

(Continued)

Roane County, Tennessee, and the Roane County School Department
 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 Health and Human Services:			
Passed-through State Department of Health:			
Child Support Enforcement	93.563	(3)	\$ 34,673
Passed-through State Department of Education:			
Child Care and Development Block Grant	93.575	N/A	29,643
Total U.S. Department of Health and Human Services			<u>\$ 64,316</u>
Executive Office of the President:			
Passed-through Laurel County, Kentucky Fiscal Court:			
High Intensity Drug Trafficking Areas Program □	95.001	N/A	\$ 17,735
Total Executive Office of the President			<u>\$ 17,735</u>
U.S. Department of Homeland Security:			
Passed-through State Department of Military:			
Disaster Grants - Public Assistance	97.036	(9)	\$ 85,796
Emergency Management Performance Grants	97.042	34101-09117	43,500
Total U.S. Department of Homeland Security			<u>\$ 129,296</u>
Total Expenditures of Federal Grants			<u>\$ 8,274,576</u>
State Grants		Contract Number	
TEMA Public Assistance - State Department of Military	N/A	(3)	\$ 3,919
Emory, Clinch, and Watts Bar Watersheds Habitat and Recreational Restoration Grant - State Department of Environment & Conservation	N/A	(3)	24,050
Site Development Grant - State Department of Economic & Community Development	N/A	(3)	33,291
Access to Health Through Healthy, Active Built Environment - State Department of Health	N/A	(3)	10,000
Tennessee Recovery Court - State Department of MHSAS	N/A	(3)	49,606
Rural Local Health Services Grant - State Department of Health	N/A	(3)	184,607
State Supplement Juvenile Court Improvement Funds Grant - State Department of Children Services	N/A	35910-203391	9,000
Early Childhood Education - State Department of Education	N/A	(3)	640,816
Coordinated School Health - State Department of Education	N/A	(3)	90,000
Family Resource Center - State Department of Education	N/A	(3)	29,612
Internet Connectivity - State Department of Education	N/A	(3)	17,654
Safe Schools Act - State Department of Education	N/A	(3)	31,220
Lottery for Education-PreK - State Department of Education	N/A	(3)	393,313
Litter Program - State Department of Transportation	N/A	(3)	63,001
Child Care Assistance - State Department of Human Services	N/A	(3)	8,402
Total State Grants			<u>\$ 1,588,491</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) Child Nutrition Cluster total \$2,891,025; Special Education Cluster total \$1,728,034; Highway Safety Cluster total \$18,603.
- (5) Total for CFDA No. 10.555 is \$2,161,694.
- (6) Z16GHS295 - \$1,652; Z17THS059 - \$1,714.
- (7) Z16GHS293 - \$26,748; Z16GHS296 - \$114.
- (8) Z16GHS294 - \$1,034; Z17THS263 - \$11,157; Z17THS388 - \$3,046
- (9) Contract No. 43691-17791 - \$60,109; N/A - \$25,687
- (10) Loan with continuing requirements:

In previous years, Roane County received revolving loans funds 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 who then must repay the county for the loan. During the year, Roane County received loan repayments of \$113,174 from these businesses and made additional loans of \$62,581. At June 30, 2017, Roane County had unspent revolving loan proceeds of \$343,798 on hand.

Roane County, Tennessee
Summary Schedule of Prior-year Findings
For the Year Ended June 30, 2017

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 not. 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, 2017.

Prior-year Financial Statement Findings

Fiscal Year	Page Number	Finding Number	Title of Finding	CFDA Number	Current Status
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OFFICE OF ASSESSOR OF PROPERTY

2016	259	2016-001	The assessor did not maintain an adequate program of sales verification	N/A	Corrected
2016	259	2016-002	The office had deficiencies concerning rollback assessments	N/A	Corrected
2016	260	2016-003	The assessor did not properly prorate improvements and new construction	N/A	Corrected

Prior-year Federal Awards 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, 2017

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? **NO**
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 Number: 11.307 Economic Adjustment Assistance
 - * CFDA Numbers: 84.027 and 84.173 Special Education Cluster: Special Education - Grants to States and Special Education - Preschool Grants
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

A finding and recommendation, as a result of our audit, are presented below. We reviewed this finding and recommendation with management to provide an opportunity for their response. A written response for the finding is paraphrased and presented immediately following the finding and recommendation. Management’s corrective action plans, whether related to the financial statements or federal awards, are presented separately in the Management’s Corrective Action Plan in the Single Audit 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 DIRECTOR OF ACCOUNTS AND BUDGETS

FINDING 2017-001 **THE OFFICE HAD DEFICIENCIES IN BUDGET OPERATIONS**
 (Noncompliance Under *Government Auditing Standards*)

Our examination revealed the following deficiencies in budget operations:

- A. Total expenditures of the General Debt Service Fund exceeded total appropriations approved by the county commission by \$11,564.
- B. Expenditures exceeded appropriations approved by the county commission in major appropriation categories (the legal level of control) of various funds administered by the office. These over expenditures are reflected in the following table:

<u>Fund/Major Appropriation Category</u>	<u>Amount Overspent</u>
General Fund:	
County Coroner/Medical Examiner	\$ 3,780
Rural Debt Service Fund:	
Education	640
Highway/Public Works Fund:	
Employee Benefits	5,317
Capital Outlay	2,980

Section 5-9-401, *Tennessee Code Annotated*, states that “All funds from whatever source derived, including, but not limited to, taxes, county aid funds, federal funds, and fines, that are to be used in the operation and respective programs of the various departments, commissions, institutions, boards, offices and agencies of county governments shall be appropriated to such use by the county legislative bodies.” These deficiencies exist because management failed to hold spending to the limits authorized by the county commission, which resulted in unauthorized expenditures.

RECOMMENDATION

Expenditures should be held within appropriations approved by the county commission.

MANAGEMENT'S RESPONSE – DIRECTOR OF ACCOUNTS AND BUDGETS

Maintaining a budget that stays within the approved appropriations is and always will be the first priority of the Office of Accounts and Budgets. There are times each June after the final commission meeting that unexpected expenses come into our office. At that time we could not correct the budget, we just had to post what had been incurred for that period.

At the time of the final clean-up, we were reviewing the previous months and the prior year actuals to ensure that we were adjusting each code appropriately.

In Finding 2017-001 A., the General Debt Service Fund at June 30 had received an unexpected jump in the Trustee's Commission code that was not in the prior year. Had we looked back several years we could have caught the pattern of this code and realized that we were going to be over budget. Looking on the bright side of this finding, as this account increases, we are receiving an increase in revenue.

In Finding 2017-001 B., (1) The County Coroner/Medical Examiner code had \$5,100 in unexpected charges from the Roane County Rescue Squad for the work they performed on fatal accidents. Since the full year of charges were brought in at the end of June, we were unable to adjust the Other Charges code appropriately. (2) The Highway/Public Works Fund has been paying retirees health insurance benefits in their Employee Benefits code over the past two years, in 2017 claims increased \$5,317 and we failed to adjust accordingly on the May clean-up resolution. The Capital Outlay code had a payable of \$2,980 at June 30 that should have been coded to Maintenance and Repairs on Buildings and was not first recognized as a client proposed audit adjustment before the funds were reviewed. (3) In the Rural Debt Service Fund as in the General Debt Service Fund, the trustee's commission at June 30th came in \$533 higher than the previous four years.

We, as a team, acknowledge that we are required to stay within the commission approved appropriations and we will make the necessary adjustments to our reviews of each line item before June's commission meeting.

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, 2017.

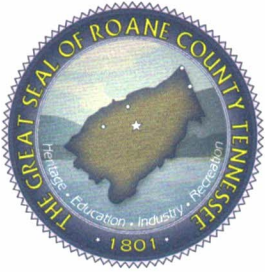
Roane County, Tennessee
Management's Corrective Action Plan
For the Year Ended June 30, 2017

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 in this section and have been indexed below. The corrective action plans were prepared by management and have been presented as they were submitted.

Finding Number	Title of Finding	Corrective Action Plan Page Number
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OFFICE OF DIRECTOR OF ACCOUNTS AND BUDGETS

2017-001	The office had deficiencies in budget operations	273
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Office of the County Executive Roane County Courthouse

Corrective Action Plan

FINDING: THE OFFICE HAD DEFICIENCIES IN BUDGET OPERATIONS

Response and Corrective Action Plan Prepared by:

Connie Aytes, Director of Accounts and Budgets

Person Responsible for Implementing the Corrective Action:

Connie Aytes, Director of Accounts and Budgets

Anticipated Completion Date of Corrective Action:

May 30, 2018

Repeat Finding:

No

Planned Corrective Action:

We have put in place to review the account codes on a bi-monthly basis. If at this time we see a code that is going to be overspent or over encumbered we will bring it to the attention of the Department and have them to present to our office an amendment request for the County Executive or Commission to approve before the next check is released out of that code.

We have made changes to when we receive payment requests from the Roane County Rescue Squad so that we do not have a large unexpected charge at June 30th.

The total revenues on each fund will be assessed a 2% commission rate for the Trustee's commission as we work on the 2018-2019 budget so that we do not have overages in the Trustee's Commission Codes.

For those funds that are paying health insurance for retirees we will increase the 2018-2019 budget based on the prior year actuals and the assessments from the insurance company.

Note that these codes could change in June but we will do our best to ensure that we do not overspend the appropriations.

Signature: _____

Connie Aytes