

# COMPREHENSIVE ANNUAL FINANCIAL REPORT

## ANDERSON COUNTY, TENNESSEE

FOR THE YEAR ENDED JUNE 30, 2015



**DIVISION OF LOCAL GOVERNMENT AUDIT**

**COMPREHENSIVE ANNUAL FINANCIAL REPORT**  
**ANDERSON COUNTY, TENNESSEE**  
**FOR THE YEAR ENDED JUNE 30, 2015**

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

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

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

***AMY SOSVILLE, CPA***  
***Auditor 4***

***AMY MOORE, CGFM***  
***MARK FAWVER***  
***DOUG SANDIDGE, CISA, CFE***  
***State Auditors***

***CHRISTOPHER PHILLIPS, CGFM***  
***Director of Accounts and Budgets***

This financial report is available at [www.comptroller.tn.gov](http://www.comptroller.tn.gov)

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## ANDERSON COUNTY, TENNESSEE

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## ***Summary of Audit Findings***

Comprehensive Annual Financial Report  
Anderson County, Tennessee  
For the Year Ended June 30, 2015

### ***Scope***

We have audited the basic financial statements of Anderson County as of and for the year ended June 30, 2015.

### ***Results***

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

Our audit resulted in two findings and recommendations, which we have reviewed with Anderson County's management. Details of the findings, recommendations, and management's response are included in the Single Audit section of this report.

### ***Findings***

The following is a summary of the audit findings:

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#### **OFFICE OF CIRCUIT, GENERAL SESSIONS, AND JUVENILE COURTS CLERK**

- ◆ The Office of Circuit, General Sessions, and Juvenile Courts did not prepare adequate trial balances of the execution dockets.
- ◆ The office's software did not have adequate application controls.

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## INTRODUCTORY SECTION

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## ANDERSON COUNTY GOVERNMENT

CHRIS PHILLIPS, CGFM  
DIRECTOR OF ACCOUNTS AND BUDGETS

November 25, 2015

Board of County Commissioners  
Citizens of Anderson County

Dear Commissioners and Citizens:

We are pleased to submit to you the Comprehensive Annual Financial Report of Anderson County, Tennessee, for the year ended June 30, 2015. This report was prepared by the county's Accounts and Budgets Office in conjunction with the county's independent auditors: the State of Tennessee Office of the Comptroller of the Treasury, Department of Audit, Division of Local Government Audit.

The financial reporting entity (the government) includes all of the funds of the primary government (i.e., the county) as well as its component units. Component units are legally separate entities for which the primary government is financially accountable. Component units are discretely presented to emphasize they are legally separate from the primary government and to differentiate their financial position, results of operations, and cash flows from those of the primary government. The Anderson County Board of Education and the Anderson County Emergency Communications District are reported as discretely presented component units. For more information regarding the reporting entity please see the notes to the financial statements.

Responsibility for both the accuracy of the data and the completeness and fairness of the presentations, including all disclosures, rests with the county. To the best of our knowledge and belief, the enclosed data is accurate in all material respects and is reported in a manner designed to present fairly the financial position and results of operations of the various funds of the county and its component units. All disclosures necessary to enable the reader to gain an understanding of the county's financial activities have been included. Anderson County's financial statements have been audited by the county's independent auditors: the State of Tennessee's Office of the Comptroller of the Treasury, Department of Audit, Division of Local Government Audit. The goal of the independent audit was to provide reasonable assurance that the financial statements of Anderson County for the fiscal year ended June 30, 2015, are free of material misstatement. The independent audit involved examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements, assessing the accounting principles used and significant estimates made by management, and evaluating the overall financial statement presentation. The independent auditor concluded, based upon the audit, that there was a reasonable basis for rendering an unmodified opinion that Anderson County's financial statements for the fiscal year

ended June 30, 2015, are fairly presented in conformity with generally accepted accounting principles. The independent auditor's report is presented as the first component of the financial section of this report.

The county is required to undergo an annual single audit in conformity with the provisions of the Single Audit Act Amendments of 1996 and *U.S. Office of Management and Budget Circular A-133, Audits of States, Local Governments and Non-Profit Organizations*. Information related to the single audit includes a schedule of expenditures of federal awards and state grants, a schedule of findings and recommendations, an auditor's report on compliance and on internal control over financial reporting based on an audit of financial statements performed in accordance with *Government Auditing Standards*, and an auditor's report on compliance with requirements applicable to each major program and internal control over compliance in accordance with OMB Circular A-133.

Generally accepted accounting principles require that management provide a narrative introduction, overview, and analysis to accompany the basic financial statement in the form of Management's Discussion and Analysis (MD&A). This letter of transmittal is designed to complement MD&A and should be read in conjunction with it. Anderson County's MD&A can be found immediately following the report of the independent auditors.

## **Profile of the Government**

The county is located in the eastern portion of the state. To the north, Campbell and Morgan counties border the county. The county's southern border consists of Knox and Loudon counties. To the immediate west lies Roane County. To the east, adjacent counties are Union, Sevier, and Jefferson. Anderson County occupies a land area of approximately 345 square miles and serves a population of 75,528.

The county has operated under a County Mayor – County Commission form of government since September 1, 1980. Policymaking and legislative authority are vested in the county mayor (the executive branch of the county) and the County Commission (the legislative branch of the county). The County Commission is responsible for, among other things, passing resolutions, adopting the budget, and appointing committees. The county mayor is responsible for, among other things, carrying out the policies and resolutions of the County Commission, overseeing the day-to-day operations of the government, and appointing the heads of many of the county's departments.

Anderson County Government continues to strive to provide essential services that enhance the quality of life for families throughout Anderson County. This requires detailed planning and the implementation of a number of initiatives and programs that include a wide range of services from emergency management planning to expanding needed infrastructure to running water and sewer to new and existing homes throughout Anderson County. Anderson County also is financially accountable for a legally separate school district, which is reported separately within its financial statements. Additional information on this legally separate entity along with the county's other discretely presented component units can be found in Note I.A. in the notes to the financial statements.

The annual budget serves as the foundation for Anderson County's financial planning and control. All agencies of Anderson County are required to submit requests for appropriation to the Budget Office, and these requests are used as the starting point for developing a proposed budget. A

proposed budget is presented to the Budget Committee for review prior to May 1. The Budget Committee is required to hold a public hearing on the proposed budget and to adopt a final budget no later than May 15. The appropriated budget is prepared by fund, function (e.g., public safety), and department (e.g., sheriff). Budget-to-actual comparisons are provided in this report for each individual governmental fund for which an appropriated annual budget has been adopted. For the General and Highway Public Works funds, this comparison is presented as part of the required supplementary information for the governmental funds. For other governmental funds with appropriated annual budgets, this comparison is presented in the combining and individual fund subsection of this report. Please see the Table of Contents for specific page numbers.

## **Factors Affecting Financial Condition**

The information presented in the financial statements is perhaps best understood when it is considered from the broader perspective of the specific environment within which Anderson County operates.

**Local economy.** Because of its central location in the eastern United States, the county is adjacent to thousands of industrial and commercial customers in a concentrated eight-state area. It is within 500 miles of approximately one-third of the population of the United States. Over 59 percent of our industrial mix is in the commercial area, which includes transportation, public utilities, wholesale and retail trade, insurance and real estate, finance, and service industries. Among the county's largest employers are CNS-Y12, UT Battelle, and Anderson County Government.

Anderson County is home to such diverse companies as Clayton Homes, Pharma Packaging Solutions, Techmer PM, Mag USA Inc., Energy Solutions, Powder Cote II, Remotec, Navarro Research and Engineering, and Leidos. Anderson County is also home to two of the top ten global automotive companies, Eagle Bend Manufacturing and Aisin Automotive. The Department of Energy's (DOE) Oak Ridge Reservation, which includes the Y-12 National Security, is located in Anderson County, and DOE employment ranks as the fourth largest employer in Tennessee. These DOE facilities are vital to the nation's scientific research and development, environmental remediation and weapons disarmament, and the development of alternative types of energy and materials.

**Economic outlook.** A recent economic analysis ranked the East Tennessee area tops in entrepreneurship and quality of life against 14 other mid-sized technology intensive economies. Anderson County continues to expand due to its combination of elements vital to fostering growth and development. This combination of favorable elements, which includes good jobs and precision workers, mild climate, cost of living more than 40 percent below the national average, lowest overall tax burden in the United States, and violent crime below the national average, offers the perfect opportunity for business and individual success. The positive trends of low interest rates, increased government spending, and good consumer spending will enable Anderson County to remain an attractive location for future economic development.

The county continues to stress steady growth. Since 1980, development in the county has been influenced by the fluctuation in interest rates as well as national economic trends. Since 1990, a constant amount of new commercial development has occurred throughout the county. The primary concentration of growth has been the eastern portion of the county along Interstate 75.

Recent surveys indicate that although government funded operations are still a strong factor in the local economy, service and manufacturing related employment are also important. One of the area's strengths is its high percentage of precision craft and repair workers and technicians. Over 40 percent of our population is in the prime labor work force age group of 25 to 54.

### **Financial Policies with Significant Impact on the Financial Statements**

Up until the last 15 years, the county has made great efforts to reduce outstanding debt. For fiscal year 2015-2016, the county passed the budget without tax anticipation notes borrowed from external sources. This trend is not likely to continue as the schools face financial pitfalls with mandated cost passed down through the state and federal levels.

For the year ended June 30, 2015, the county positively affected the unassigned fund balance by \$995,866 (after consideration of the county's pre-paid workers comp and liability insurance payment of \$1,126,428). This totals nearly \$2.4 million added to the fund balance over the last two fiscal years. This is a reflection of cautious spending at every department level and realistic revenue projections passed in the county's original budget.

### **Long-term Financial Planning**

Anderson County continues to work hard to keep new debt issues to a minimum. Subsequent to the end of fiscal year 2015, the county modified existing debt agreements that will save over \$85,000 over the life of the bonds, but will not extend the maturity dates of the debt.

With growing economic concerns around the nation and globally, Anderson County is taking the position to more staunchly safeguard its unassigned fund balances and to be open to long-term financing options for large capital projects if conditions warrant. To that end, the county revised its minimum fund balance policy to require a two-thirds approval vote by the County Commission to spend down the fund balance below \$4 million; the minimum was previously \$3.5 million. Subsequent to June 30, 2015, the minimum fund balance mandate was raised again to \$4.5 million.

### **Internal Control Structure**

Management of the government establishes and maintains an internal control structure designed to ensure that the assets of the government are protected from loss, theft, or misuse and to ensure that adequate accounting data is compiled to allow for the preparation of financial statements in conformity with generally accepted accounting principles. The internal control structure is designed to provide reasonable, but not absolute, assurance that these objectives are met. The concept of reasonable assurance recognizes that: (1) the cost of a control should not exceed the benefits likely to be derived, and (2) the valuation of costs and benefits requires estimates and judgments by management.

**Awards.** The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to Anderson County Government for its comprehensive annual financial report for the fiscal year ended June 30, 2014. This was the nineteenth consecutive year that the government has achieved this prestigious award. To be awarded a Certificate of Achievement, a government must publish an easily

readable and efficiently organized comprehensive annual financial report. This report must satisfy both generally accepted accounting principles and applicable legal requirements.

The Certificate of Achievement is valid for a period of one year only. We believe that our current comprehensive annual financial report continues to meet the Certificate of Achievement program's requirements, and we are submitting it to the GFOA to determine its eligibility for another certificate.

Also, Anderson County received the GFOA's Award for Outstanding Achievement in Popular Annual Financial Reporting for its annual condensed financial report. To receive this award, a government unit must publish a Popular Annual Financial Report, whose contents conform to program standards of creativity, presentation, understandability, and reader appeal.

**Acknowledgments.** The preparation of the Comprehensive Annual Financial Report was accomplished through the dedicated service of the Accounts and Budgets Department employees, with a special thanks to the county's Deputy Director of Accounts & Budgets, Connie Aytes. We express our appreciation to all those who contributed to its preparation. We also express our appreciation to the county commissioners for their interest, support, and leadership in the financial operations of the county.

Sincerely,

A handwritten signature in black ink, appearing to read "Chris Phillips".

Chris Phillips  
Director of Accounts and Budgets

A handwritten signature in black ink, appearing to read "Terry Frank".

Terry Frank  
Anderson County Mayor



Government Finance Officers Association

**Certificate of  
Achievement  
for Excellence  
in Financial  
Reporting**

Presented to

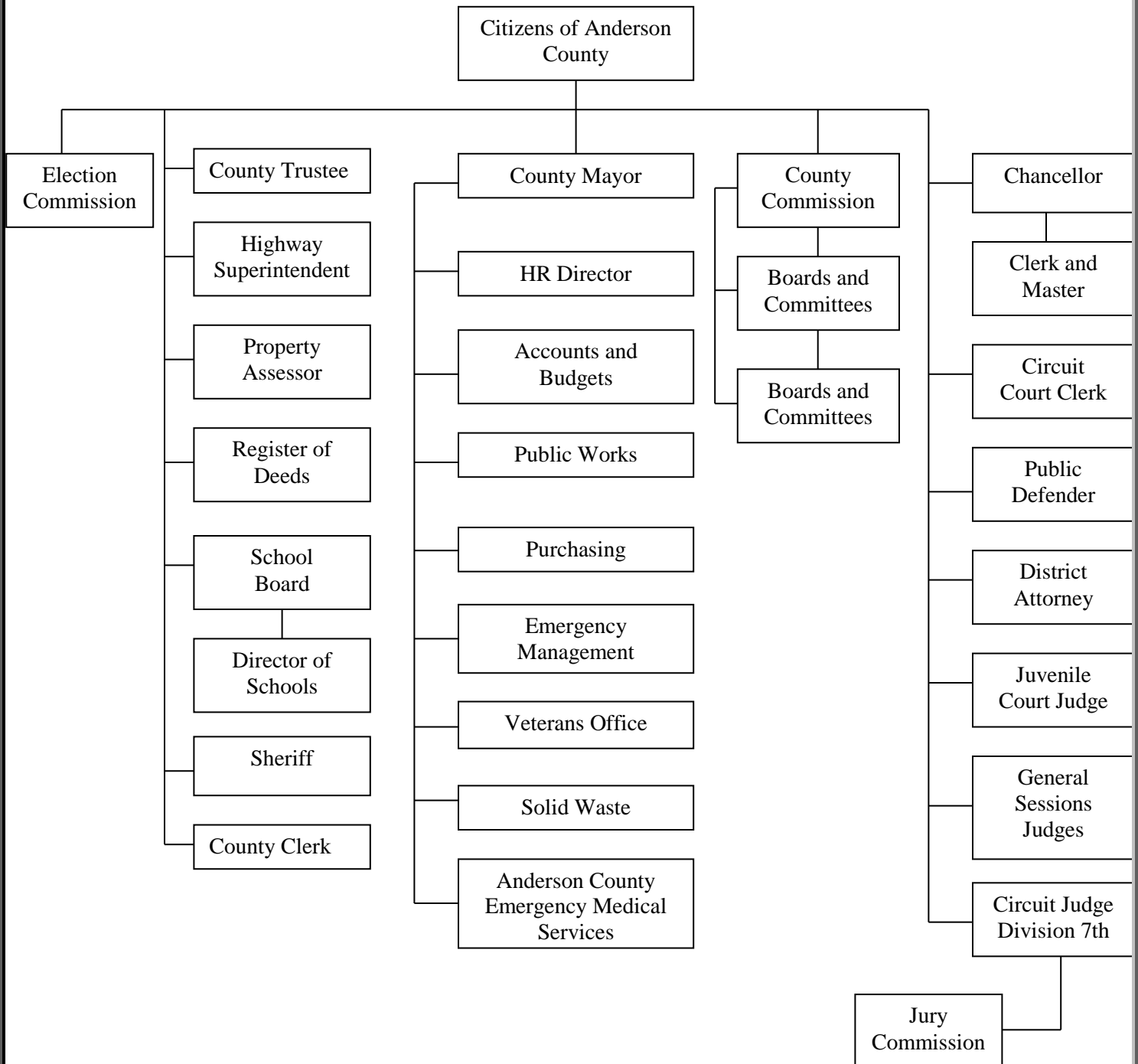
**Anderson County  
Tennessee**

For its Comprehensive Annual  
Financial Report  
for the Fiscal Year Ended

**June 30, 2014**

Executive Director/CEO

# Anderson County, Tennessee Organization Chart



## Anderson County Officials

June 30, 2015

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### **Officials**

Theresa Frank, County Mayor  
Gary Long, Highway Superintendent  
Larry Foster, Director of Schools  
Rodney Archer, Trustee  
Johnny Alley, Assessor of Property  
Jeff Cole, County Clerk  
William Jones, Circuit, General Sessions, and Juvenile Courts Clerk  
Steve Queener, Clerk and Master  
Tim Shelton, Register of Deeds  
Paul White, Sheriff  
Pamela Cotham, Purchasing Agent  
Christopher Phillips, Director of Accounts and Budgets

### **Board of County Commissioners**

Robert McKamey, Chairman	Dusty Irwin
Mark Alderson	Tim Isbel
Zach Bates	Myron Iwanski
Robin Biloski	Rick Meredith
Jerry Creasey	Steve Mead
Steve Emert	John Shuey
Chuck Fritts	Tracy Wandell
Whitey Hitchcock	Jerry White

### **Board of Education**

Dr. John Burrell, Chairman	Glenda Langenberg
Don Bell	Teresa Portwood
Dail Cantrell	Rickey Rose
Scott Gillenwaters	Jo Williams

### **Audit Committee**

Myron Iwanski, Chairman	Steve Emert
Theresa Frank, County Mayor	Whitey Hitchcock
Chuck Fritts	Phil Warfield
Christopher Phillips, Director of Accounts and Budgets	



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## FINANCIAL SECTION

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**STATE OF TENNESSEE  
COMPTROLLER OF THE TREASURY  
DEPARTMENT OF AUDIT  
DIVISION OF LOCAL GOVERNMENT AUDIT  
SUITE 1500  
JAMES K. POLK STATE OFFICE BUILDING  
NASHVILLE, TENNESSEE 37243-1402  
PHONE (615) 401-7841**

Independent Auditor's Report

Anderson County Mayor and  
Board of County Commissioners  
Anderson County, Tennessee

To the County Mayor 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 Anderson County, Tennessee, as of and for the year ended June 30, 2015, 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 did not audit the financial statements of the Anderson County Emergency Communications District, which represent 3.1 percent, 4.9 percent, and .6 percent, respectively, of the assets, net position, and revenues of the aggregate discretely presented component units. Those statements were audited by other auditors whose report has been furnished to us, and our opinion, insofar as it relates to the amounts included for the

Anderson County Emergency Communications District, is based solely on the report of the other auditors. 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, based on our audit and the report of other auditors, 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 Anderson County, Tennessee, as of June 30, 2015, and the respective changes in financial position and, where applicable, cash flows thereof and the respective budgetary comparison for the General and Highway/Public Works funds for the year then ended in accordance with accounting principles generally accepted in the United States of America.

### ***Change in Accounting Principle***

As described in Note V.B., Anderson County has adopted the provisions of Governmental Accounting Standards Board (GASB) Statement No. 68, *Accounting and Financial Reporting for Pensions*; GASB Statement No. 69, *Government Combinations and Disposals of Government Operations*; and GASB Statement No. 71, *Pension Transition for Contributions Made Subsequent to the Measurement Date*. Our opinion is not modified with respect to this matter.

### ***Emphasis of Matter***

We draw attention to Note I.D.9 to the financial statements, which describes a restatement decreasing the beginning Governmental Activities net position by \$1,004,911; Business-type Activities net position by \$220,590; and the discretely presented Anderson County School

Department's net position by \$11,002,340 on the Government-wide Statement of Activities. These restatements were necessary because of the transitional requirements of GASB Statement No. 68, Accounting and Financial Reporting for Pensions.

### ***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 22-36 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 benefits plans on pages 124-130 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 Anderson County's basic financial statements. The introductory section, combining and individual nonmajor fund financial statements, budgetary comparison schedules of nonmajor governmental funds and the major debt service funds, combining and individual fund financial statements of the Anderson County School Department (a discretely presented component unit), miscellaneous schedules, and statistical section are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The combining and individual nonmajor fund financial statements, budgetary comparison schedules of nonmajor governmental funds and the major debt service funds, combining and individual fund financial statements of the Anderson County School Department (a discretely presented component unit), and miscellaneous schedules are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, based on our audit and the procedures performed as described above, the

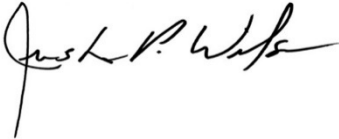
combining and individual nonmajor fund financial statements, budgetary comparison schedules of nonmajor governmental funds and the major debt service funds, combining and individual fund financial statements of the Anderson County School Department (a discretely presented component unit), and miscellaneous schedules are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

The introductory and statistical sections have 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 them.

#### **Other Reporting Required by *Government Auditing Standards***

In accordance with *Government Auditing Standards*, we have also issued our report dated November 25, 2015, on our consideration of Anderson County's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering Anderson County's internal control over financial reporting and compliance.

Very truly yours,



Justin P. Wilson  
Comptroller of the Treasury  
Nashville, Tennessee

November 25, 2015

JPW/sb

**Anderson County, Tennessee  
Management's Discussion and Analysis  
For the Year Ended June 30, 2015**

The management of Anderson County, Tennessee, presents this management's discussion and analysis (MD&A) of the county's financial condition and results of operations for the fiscal year ended June 30, 2015. This information should be read in conjunction with the accompanying financial statements.

This MD&A also presents an overview of the county and the Anderson County Emergency Medical Services, known as the primary government. Also included are the financial results of the Anderson County Board of Education, which is considered a discretely presented component unit (DPCU) and is referred to as the DPCU School Department. The DPCU School Department does not issue separate financial statements.

The Anderson County Emergency Communications District is also a DPCU. Readers should review the Emergency Communications District separately issued financial statements and MD&A.

The government-wide financial statements include not only the primary government but also the DPCU School Department and Emergency Communications District, known as the total reporting entity.

**FINANCIAL HIGHLIGHTS FOR 2015**

- The assets and deferred outflows of the Anderson County Primary Government were less than its liabilities and deferred inflows at year-end by \$3,464,243 (net position). The county's process of issuing debt on behalf of the DPCU School Department results in reduced net position. The county issues general obligation debt for the DPCU School Department, which is used for school projects that become DPCU School Department capital assets. The DPCU School Department then makes payments to the county from future budgets. Since the debt is issued in the county's legal name, the debt is reported as a liability of the primary government.

If the county had excluded \$36,617,727 in DPCU School Department bonds, other loans, capital leases, and notes payable, then the county would have a net position of \$33,153,484, significantly higher than the negative \$3,464,243 reported.

- General revenues of the Primary Government accounted for \$24.6 million in revenue or 59 percent of all revenues. Program specific revenues in the form of charges for services, grants, and contributions accounted for \$16.9 million or 41 percent of total revenues of \$41.5 million. General revenues of the DPCU School Department were \$51.7 million.
- Total assets of governmental activities in the Primary Government were \$73.9 million as net property taxes receivable ended at \$16.8 million, and cash and investments ended at \$17.2 million. Total assets in the DPCU School Department

were \$70.7 million as net property taxes receivable ended at \$13.7 million, and cash and investments ended at \$4.1 million.

- The Primary Government had \$37.9 million in expenses with \$17 million of these expenses offset by program specific charges for services, grants, and contributions. General revenues, which consisted primarily of property taxes of \$16.7 million, were adequate to provide current funding for these programs. The DPCU School Department had \$62.5 million in expenses related to governmental activities with \$12.3 million of these expenses offset by program specific charges for services, grants, and contributions. General revenues of the DPCU School Department, which consisted primarily of grants and contributions, property taxes, and sales taxes of \$30, \$14.2, and \$7.4 million, respectively, were adequate to provide current funding for these programs.
- At 2015 year-end, the county's governmental funds reported combined ending fund balances of \$18,396,186, an increase of \$926,077. Of the total fund balances, \$4,152,389 is unassigned and available for ongoing operations.
- At June 30, 2015, the unassigned General Fund balance was \$4,152,389 or 17.1 percent of General Fund expenditures. During the fiscal year 2015, the county continues to take significant steps to help ensure a healthy fund balance at year-end by approving an increase in the minimum fund balance to \$4 million. Any action that requires funding from the unassigned fund balance now mandates a two-thirds approval vote from the County Commission.
- At 2015 year-end, the DPCU School Department's governmental funds reported combined ending fund balances of \$3,862,673, a decrease of (\$2,667,534). Of the total fund balances, \$1,713,745 is unassigned.

## **OVERVIEW OF THE ANNUAL FINANCIAL STATEMENTS**

The county's Comprehensive Annual Financial Report (CAFR) is comprised of the following:

1.     Introductory Section
2.     Financial Section
  - Independent Auditor's Report
  - Management's Discussion and Analysis
  - Government-wide Financial Statements
  - Fund Financial Statements
  - Index and Notes to the Financial Statements
  - Required Supplementary Information and Related Notes
  - Combining and Individual Fund Financial Statements and Schedules
3.     Statistical Section
4.     Single Audit Section

**Introductory Section.** This section includes a roster of county and DPCU School Department officials, organization chart, and letter of transmittal.

**Financial Section.** This section includes the unmodified opinion of the county's and DPCU School Department's independent external auditors, the Comptroller of the Treasury, Division of Local Government Audit. Also included is the Management's Discussion and Analysis (MD&A), which serves as an introduction to the basic financial statements.

**Basic Financial Statements.** The basic financial statements consist of the following:

**Government-wide Financial Statements.** The government-wide financial statements are designed to provide readers with a broad overview of the county's and DPCU School Department's finances in a manner similar to a private-sector business.

The Statement of Net Position presents information on the entire county's and the DPCU School Department's assets and deferred outflows and liabilities and deferred inflows with the difference between the two reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the county and the DPCU School Department is improving or deteriorating.

The Statement of Activities presents information showing how the county's and the DPCU School Department's net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g., uncollected taxes and earned but unused vacation leave).

Both of the government-wide financial statements distinguish functions of the county and the DPCU School Department that are principally supported by taxes and intergovernmental revenues (governmental activities) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (business-type activities).

The governmental activities of the county and the DPCU School Department include the following:

- General Government
- Finance
- Administration of Justice
- Public Safety
- Public Health and Welfare
- Social, Cultural, and Recreational Services
- Agriculture and Natural Resources
- Highways
- Education
- Interest on Long-term Debt



The business-type activities of the county consist of ambulance services provided by the ACEMS Ambulance Service Fund.

The government-wide financial statements can be found on Exhibits A and B of the basic financial statements.

**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. Anderson County, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the county can be divided into three categories: governmental funds, proprietary funds, and fiduciary funds.

**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 financial 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 maintains 11 individual governmental funds. Information is presented separately in the governmental fund balance sheets and in the governmental fund statements of revenues, expenditures, and changes in fund balances for the General, Highway/Public Works, General Debt Service, and Education Debt Service, all of which are considered to be major funds. Data from the other seven governmental funds are combined into a single aggregated presentation. Individual fund data for each of these nonmajor governmental funds is provided in the combining and individual fund financial statements and schedules.

The DPCU School Department maintains five individual governmental funds. The General Purpose School is considered to be a major fund with the remaining four funds combined into a single, aggregated amount with detail provided in the combining and individual fund financial statements and schedules.

To demonstrate compliance with the budgets, budgetary comparison statements have been provided for the General and Highway/Public Works funds as Exhibits C-5 and C-6, respectively. Budgetary comparison schedules for the county's nonmajor budgeted funds, the General Debt Service and Education Debt Service funds, and the DPCU School Department's funds are provided in the combining and individual fund financial statements and schedules.

Governmental fund financial statements can be found as Exhibits C-1 through C-6 in the basic financial 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 ambulance services. 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, one to account for employee health insurance activities and the other to account for the county’s cable channel 95 activities. 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, ACEMS Ambulance Service 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.

The proprietary fund financial statements can be found as Exhibits D-1 through D-3 in the basic financial statements.

**Fiduciary Funds.** Fiduciary funds are used to account for resources held for the benefit of parties outside the governmental entity. The county’s fiduciary funds consist of the Cities Sales Tax, School Average Daily Attendance Tax, Judicial District Drug, District Attorney General, and Constitutional Officers – Agency funds, which are combined into agency funds on the fiduciary funds financial statements. Fiduciary funds are not reflected in the government-wide financial statements because the county cannot use these funds to finance its operations.

The fiduciary funds’ financial statement can be found as Exhibit E-1 in the basic financial statements.

**Notes to the Financial Statements.** The notes provide additional information that is essential to the full understanding of the data provided in the government-wide and fund financial statements.

**Combining and Individual Fund Financial Statements and Schedules.** In addition to the basic financial statements and accompanying notes, this report presents combining and individual fund statements and schedules. Also included are the financial statements of the DPCU Anderson County School Department.

**Statistical Section.** This section includes selected historical financial data and is presented on a ten-year basis if available and is unaudited.

**Single Audit Section.** This section includes the auditor's reports on the county's and the DPCU School Department's internal controls and compliance including an opinion on major federal award programs. This section also includes a Schedule of Expenditures of Federal Awards and State Grants for the county and the DPCU School Department.

## GOVERNMENT-WIDE FINANCIAL ANALYSIS

As noted earlier, net position (deficits) may serve over time as a useful indicator of a government's financial position. The county's governmental activities liabilities and deferred inflows exceeded its assets and deferred outflows by \$4,830,023 and the DPCU School Department had net position of \$43.5 million. This is due to the county's process of issuing debt on behalf of the DPCU School Department for building construction and improvements. The DPCU School Department owns the capital assets, but the county is obligated to pay the debt.

At year-end 2015, the county's and the DPCU School Department's Statement of Net Position consisted of the following:

### ANDERSON COUNTY STATEMENT OF NET POSITION

	Governmental Activities	
	2015	2014
<b>Assets</b>		
Cash, Inventories, and Investments	\$ 17,232,904	\$ 17,380,813
Receivables - Net	20,206,664	20,262,210
Prepaid Items and Other	1,133,508	34,192
Net Pension Asset	1,017,993	0
Capital Assets - Net	34,285,450	34,549,995
Total Assets	<u>\$ 73,876,519</u>	<u>\$ 72,227,210</u>
<b>Deferred Outflows of Resources</b>		
Deferred Charge on Refunding	\$ 68,019	\$ 117,061
Pension Contributions After Measurement Date	882,741	0
Total Deferred Outflows	<u>\$ 950,760</u>	<u>\$ 117,061</u>
<b>Liabilities</b>		
Current Liabilities	\$ 6,026,088	\$ 5,351,516
Noncurrent Liabilities	55,377,398	57,963,176
Total Liabilities	<u>\$ 61,403,486</u>	<u>\$ 63,314,692</u>
<b>Deferred Inflows of Resources</b>		
Deferred Current Property Taxes	\$ 16,209,322	\$ 16,305,479
Pension changes in Experience	254,938	0
Pension changes in Investments Earnings	1,789,556	0
Total Deferred Outflows	<u>\$ 18,253,816</u>	<u>\$ 16,305,479</u>

ANDERSON COUNTY  
STATEMENT OF NET POSITION

	Governmental Activities (cont.)	
	2015	2014
<b>Net Position</b>		
Net Investment in Capital Assets	\$ 13,852,050	\$ 13,890,778
Restricted	8,552,204	7,405,514
Unrestricted	(27,234,277)	(28,572,192)
Total Net Position	<u>\$ (4,830,023)</u>	<u>\$ (7,275,900)</u>
	Business-type Activities	
	ACEMS	ACEMS
	2015	2014
<b>Assets</b>		
Cash and Investments	\$ 438,237	\$ 259,158
Receivables - Net	432,803	204,363
Prepaid Items and Other	27,646	37,929
Net Pension Asset	223,462	0
Capital Assets - Net	1,035,895	1,206,797
Total Assets	<u>\$ 2,158,043</u>	<u>\$ 1,708,247</u>
<b>Deferred Outflows of Resources</b>		
Pension Contributions After Measurement Date	\$ 189,437	\$ 0
Total Deferred Outflows of Resources	<u>\$ 189,437</u>	<u>\$ 0</u>
Total Assets and Deferred Outflows of Resources	<u>\$ 2,347,480</u>	<u>\$ 0</u>
<b>Liabilities</b>		
Current Liabilities	\$ 228,336	\$ 238,093
Noncurrent Liabilities	304,573	68,831
Total Liabilities	<u>\$ 532,909</u>	<u>\$ 306,924</u>
<b>Deferred Inflows of Resources</b>		
Pension Changes in Experience	\$ 55,962	\$ 0
Pension Changes in Investment Earnings	392,829	0
Total Deferred Inflows of Resources	<u>\$ 448,791</u>	<u>\$ 0</u>
<b>Net Position</b>		
Net Investment in Capital Assets	\$ 916,480	\$ 1,206,797
Other Purposes	223,462	0
Unrestricted	225,838	194,526
Total Net Position	<u>\$ 1,365,780</u>	<u>\$ 1,401,323</u>

	DPCU School Department	
	2015	2014
<b>Assets</b>		
Cash, Inventories, and Investments	\$ 4,154,472	\$ 8,372,149
Receivables - Net	15,757,845	16,210,772
Prepaid Items	824,243	0
Net Pension Assets	1,233,807	0
Capital Assets - Net	48,766,754	47,675,183
Total Assets	<u>\$ 70,737,121</u>	<u>\$ 72,258,104</u>
<b>Deferred Outflows of Resources</b>		
Pension Changes in Experience	\$ 298,930	\$ 0
Pension Contributions After Measurement Date	3,154,957	0
Total Deferred Outflows of Resources	<u>\$ 3,453,887</u>	<u>\$ 0</u>
<b>Liabilities</b>		
Current Liabilities	\$ 3,235,424	\$ 4,211,068
Noncurrent Liabilities	1,729,961	1,747,159
Total Liabilities	<u>\$ 4,965,385</u>	<u>\$ 5,958,227</u>
<b>Deferred Inflows of Resources</b>		
Deferred Current Property Taxes	13,301,781	13,311,564
Pension Changes in Experience	278,148	0
Pension Changes in Investment Earnings	12,097,646	0
Other Pension Deferrals	66,204	0
Total Liabilities	<u>\$ 25,743,779</u>	<u>\$ 13,311,564</u>
<b>Net Position</b>		
Net Investment in Capital Assets	\$ 48,766,754	\$ 47,675,183
Restricted	2,445,824	4,413,521
Unrestricted	(7,730,734)	899,609
Total Net Position	<u>\$ 43,481,844</u>	<u>\$ 52,988,313</u>

By far, the largest portion of the county's and the DPCU School Department's net position reflects their investment in capital assets (e.g., land and buildings) less any related debt used to acquire those assets that is still outstanding. The 2015 Statement of Net Position for the Business-type Activities is a reflection of the ACEMS. The county and the DPCU School Department use these capital assets to provide services; consequently, these assets are not available for future spending. Although the 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 the capital assets themselves cannot be used to liquidate long-term debt.

The unrestricted net position may be used to meet the obligations to employees and creditors and to help fund next year's budget. With the new reporting change, GASB No. 68 *Accounting and Financial Reporting for Pensions*, Anderson County is allocated its

proportionate share of the Tennessee Consolidated Retirement System's net pension asset, deferred outflows of resources, deferred inflows of resources, and pension expense. A restatement to the records the effects of the new reporting guidance decreased beginning net positions by \$1,004,911, \$220,590, and \$11,002,340 for the county, ACEMS and the DPCU School Department respectively. Decisions regarding the allocations are made by the administrators of the pension plan, not by Anderson County's management.

During 2015, net position changed in the county, DPCU School Department, and ACEMS due to the following:

**ANDERSON COUNTY  
STATEMENT OF ACTIVITIES**

	<u>Governmental Activities</u>	
	<u>2015</u>	<u>2014</u>
<b>Revenues</b>		
Program Revenues:		
Charges for Services	\$ 8,173,999	\$ 8,291,217
Operating Grants and Contributions	3,450,460	3,076,558
Capital Grants and Contributions	293,852	786,509
General Revenues:		
Local Taxes	19,615,319	19,760,137
State and Federal - Unrestricted	4,870,251	4,027,520
Investment Income	28,659	25,187
Miscellaneous	44,590	25,413
Total Revenues	<u>\$ 36,477,130</u>	<u>\$ 35,992,541</u>
<b>Expenses</b>		
General Government	\$ 4,525,344	\$ 4,811,254
Finance	2,708,370	2,668,619
Administration of Justice	2,856,117	3,034,235
Public Safety	12,363,564	12,567,081
Public Health and Welfare	2,854,886	3,127,945
Social, Cultural, and Recreational Services	1,414,105	938,544
Agriculture and Natural Resources	209,378	209,714
Highways	3,189,101	3,000,386
Education	400,000	9,676,315
Interest and Other Debt Service Costs	1,877,096	2,099,727
Total Expenses	<u>\$ 32,397,961</u>	<u>\$ 42,133,820</u>
Increase (Decrease) in Net Position Before Transfers	\$ 4,079,169	\$ (6,141,279)
Transfers (to)/from Business Activities	(628,381)	0
Increase (Decrease) in Net Position	<u>\$ 3,450,788</u>	<u>\$ (6,141,279)</u>
Net Position, Beginning of Year	(7,275,900)	(1,134,621)
Net Position, Restatement (See Note I.D.9)	(1,004,911)	0
Net Position, End of Year	<u><u>\$ (4,830,023)</u></u>	<u><u>\$ (7,275,900)</u></u>

The county's net position increased by \$3,450,788 during the current fiscal year. Elements key to this increase include:

- Total fund balances of governmental funds increased by \$926,077. This increase comes largely from the General Capital Projects Fund that had a decrease of expenditures by \$13,976,752. Construction of the new jail has been completed and expenditures throughout the county have been held to a minimum of spending.
- The difference between capital outlays, disposals, and depreciation decreased net position \$264,545. The decrease comes from limiting capital outlay to current recourses and not issuing debt to fund the projects.
- The treatment of long-term debt and related items increased net position \$2,137,827. The increase is the effect of not issuing debt and allowing the outstanding debt balance to decrease.
- The change in the net pension liability/asset had a positive effect on the net position by \$861,151. Pensions are just one of some expenses reported in the statement of activities that do not require the use of current financial resources and therefore are not reported as expenditures in the governmental funds.

ANDERSON COUNTY  
STATEMENT OF ACTIVITIES

	DPCU School Department	
	2015	2014
<b>Revenues</b>		
Program Revenues:		
Charges for Services	\$ 917,857	\$ 1,095,442
Operating Grants and Contributions	10,978,800	11,005,715
Capital Grants and Contributions	406,102	9,678,806
General Revenues:		
Local Taxes	21,595,601	21,277,915
State and Federal - Unrestricted	29,785,500	29,984,478
Pension Income	116,634	0
Investment Income	114	267
Miscellaneous	167,225	154,138
Total Revenues	<u>\$ 63,967,833</u>	<u>\$ 73,196,761</u>
<b>Expenses</b>		
Education	\$ 62,471,962	\$ 65,670,690
Total Expenses	<u>\$ 62,471,962</u>	<u>\$ 65,670,690</u>
Increase (Decrease) in Net Position	\$ 1,495,871	\$ 7,526,071
Net Position, Beginning of Year	52,988,313	45,462,242
Net Position, Restatement (See Note I.D.9)	(11,002,340)	0
Net Position, End of Year	<u>\$ 43,481,844</u>	<u>\$ 52,988,313</u>

The DPCU School Department's net position increased by \$1,495,871 during the current fiscal year. Elements key to this increase include:

- Total fund balances of governmental funds decreased \$2,667,534. The DPCU School Department has completed all the capital outlay projects where the funding was received in the prior years.
- The difference between capital outlays and depreciation increased net position \$1,114,247. This increase is largely due to capital projects being expensed in the current year by using the funds from the bonds and other loans issued.
- The change in the net pension liability/asset had a positive effect on the net position by \$3,248,036. Pensions are just one of some expenses reported in the statement of activities that do not require the use of current financial resources and therefore are not reported as expenditures in the governmental funds.

ANDERSON COUNTY  
STATEMENT OF ACTIVITIES

	Business-type Activities	
	ACEMS	ACEMS
	2015	2014
<b>Revenues</b>		
Program Revenues:		
Charges for Services	\$ 5,033,696	\$ 4,691,709
General Revenues:		
Gain on Disposal of Property	0	16,239
Total Revenues	<u>\$ 5,033,696</u>	<u>\$ 4,707,948</u>
<b>Expenses</b>		
Ambulance Service	<u>\$ 5,477,030</u>	<u>\$ 5,565,910</u>
Total Expenses	<u>\$ 5,477,030</u>	<u>\$ 5,565,910</u>
Income (Loss) Before Transfers	\$ (443,334)	\$ (857,962)
Transfers In (Out)	<u>628,381</u>	<u>0</u>
Change in Net Position	185,047	(857,962)
Net Position, Beginning of Year	1,401,323	2,259,285
Net Position, Restatement (See Note I.D.9)	<u>(220,590)</u>	<u>0</u>
Net Position, End of Year	<u>\$ 1,365,780</u>	<u>\$ 1,401,323</u>

The Business-type Activities net position increased by \$185,047 during the current fiscal year. This is attributed to the transfer of \$638,229 from the General Fund to help with a cash flow situation that has occurred during the current year.

**Governmental Activities.** Governmental type activities provided by the county are primarily general government - 14 percent, public safety - 38 percent, and highways - 10 percent. The DPCU School Department provides public education for children in kindergarten through grade two who are residents of Anderson County.



The county's main source of revenues is from local taxes, which consist primarily of property, local option sales, and business taxes - 51 percent, and charges for services - 22 percent. The DPCU School Department's main source of funding is provided by state and federal funding - 47 percent, local taxes, which consist of property and local option sales taxes - 34 percent, and operating grants and contributions - 17 percent.

**Business-type Activities (BTA).** The BTA of the county are ambulance services, and the Anderson County Emergency Medical Service managed the ambulance services provided by the ACEMS Ambulance Service Fund.

## **CAPITAL ASSETS AND DEBT ADMINISTRATION**

**Capital Assets.** The county's investment in capital assets for its governmental activities as of June 30, 2015, totaled \$34.3 million (net of accumulated depreciation). This investment in capital assets includes land, building and improvements, equipment, roads, bridges, and construction in progress. The DPCU School Department's investment in capital assets for its governmental activities as of June 30, 2015, totaled \$48.8 million (net of accumulated depreciation).

Note IV.B. (Capital Assets) provides capital assets activity during the 2015 fiscal year. During 2015, the county added several capital assets including sixteen vehicles in the Sheriff's Department. The DPCU School Department completed several capital projects. These included the \$3.1 million in energy efficient upgrades to every school as well as some roof repairs.

**Long-term Debt.** At the end of the 2015 fiscal year, the county had total general obligation bonds, other loans, capital outlay notes, and capital leases outstanding of \$57.7 million. Of this amount, \$35.5 million is expected to be contributed by the DPCU School Department.

In addition to the above debt, county long-term obligations include compensated absences and other long-term liabilities. Additional information on the county's long-term obligations can be found in Note IV.G. of this report. Note I.D.6. discusses compensated absences.

The county's most recent bond rating from Moody's Investor Services was Aa2.

## **FINANCIAL ANALYSIS OF FUND FINANCIAL STATEMENTS**

As previously discussed, the county and the DPCU School Department use fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

**Governmental Funds.** The focus of the county and the DPCU School Department 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 DPCU School Department's financing requirements. In particular, unassigned fund balance may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year.

At the end of 2015, the county's governmental funds reported combined ending fund balances of \$18.4 million, an increase of \$926,077 when compared to year-end 2014. Approximately \$4.2 million is unassigned fund balance, which is available for future appropriations. The restricted fund balances of \$9.5 million at June 30, 2015, are for unexpended restricted revenues.

The county's main operating fund is the General Fund. At year-end 2015, the total General Fund's balance was \$9,217,686, with unassigned fund balance totaling \$4,152,389. The unassigned fund balance represents 17 percent of total General Fund expenditures during 2015. The balance in the General Fund increased by \$1,359,524 during 2015, primarily due to a six percent increase in revenues over expenditures.

The Highway/Public Works Fund continues to struggle with adequate current revenues not being provided to cover the costs of maintaining the county's roads. Even though there were 82 miles of roads paved this year, expenditures exceeded revenues by \$22,278. The ending fund balance for this fund was \$2,223,952, which is a decrease of \$223,702 from 2014.

The General Debt Service Fund reflected an increase in its fund balance by \$226,256 during the fiscal year 2015. This increase brings the fund balance total to \$2,981,887. This balance represents 197 percent of the current-year's payments for non-educational debt service.

The DPCU School Department's main operating fund is the General Purpose School Fund. At year-end 2015, total combined fund balances of the School Department's governmental funds were \$3,862,673.

The General Purpose School Fund budgetary comparison schedule can be found as Exhibit K-8 in the combining and individual fund financial statements and schedules.

**Proprietary Funds.** The county's proprietary funds provide the same type of information found in the government-wide financial statements, but in more detail.

The unrestricted net position and its percentage of total net position of each proprietary fund are as follows:

Employee Health Insurance Fund (Internal Service Fund)	\$ 212,873	100%
Channel 95 (Internal Service Fund)	54,031	100
Ambulance Service Fund (Enterprise Fund)	225,838	17

The proprietary fund financial statements can be found as Exhibits D-1 through D-3 in the basic financial statements.

## GENERAL FUND BUDGETARY HIGHLIGHTS

The difference between the original budget and the final amended budgeted expenditures for the General Fund was \$2,468,966.

The following are the primary components of the increase:

- A net increase of \$647,008, in General Government reflects primarily an increase to the Other General Administration department where the lease purchase of the county's new phone system was expensed for a total of \$501,365. Preservations of Records increased by \$23,508 due to refurbishing historical books. Parks and Recreation department increased \$28,643 to cover renovations to the park building and camp sites.
- A net increase of \$21,742 in Finance was primarily driven by an increase of \$27,095 to the County Clerk's office due to some mandated changes from the state.
- A net increase of \$21,084 in Administration of Justice consisted mainly of \$39,320 in the Chancery Court for new server and updating software.
- An increase of \$484,251 in Public Safety consisted mainly of \$470,438 of increases in the Sheriff's Department for the purchase of 16 new vehicles and an increase of \$234,113 in the Civil Defense department for the payout of one fire truck to Marlow VFD.
- An increase of \$103,772 in the Public Health and Welfare is largely due to some personnel changes in the Health Department, an increase of \$77,047.

An increase of \$20,000 in the Rabies and Animal Control department is connected to the contract between the City of Oak Ridge and Anderson County where the city houses stray animals that are caught in the rural areas of the county.

- An increase of \$838,150 in the Capital Projects is for the side walk projects in Rocky Top and Andersonville.

The increases were funded mainly with additional anticipated revenues, bond proceeds, restricted, assigned and unassigned fund balances. The majority of the additional anticipated revenues were state and federal grants.

Actual General Fund revenues were \$190,515 more than the final budgeted revenues. The key factor for this was \$395,056 in additional local taxes.

Actual General Fund expenditures were \$2,859,210 lower than final budgeted expenditures. This variance was largely due to 55 percent of the unspent funds being related to various capital projects not being completed in the current fiscal year. The other 45 percent is due to departments being cautious on their spending throughout the year.

## **ECONOMIC FACTORS AND NEXT YEAR'S BUDGET**

During the preparation of the FY 2016 budget, the following major assumptions were used:

- Assessed property values, the basis of property tax revenues, remained the same as the prior year based on 2015 being a reappraisal year. County Commission approved a ten cents property tax increase to support salary increases for both county (two cents) and school employees (eight cents).

- The workman's compensation claims have increased in various departments while others stayed constant.
- The county used \$412,456 of unassigned fund balance to balance the budget, of that amount, \$200,000 is for shortfall in revenues, and \$212,456 was used for salary and increase in premiums.

## **REQUESTS FOR INFORMATION**

This MD&A and accompanying financial statements and notes are designed to provide our citizens, parents, students, employees, creditors, and regulatory agencies with an overview of the county's finances. If you have any questions or need additional information, you may contact:

Chris Phillips, CGFM  
Director of Accounts and Budgets  
Anderson County, Tennessee  
100 North Main Street, Room 210  
Clinton, Tennessee 37716-3625  
865-457-6203  
865-457-6254 (fax)  
Email: [cphillips@andersontn.org](mailto:cphillips@andersontn.org)

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## **BASIC FINANCIAL STATEMENTS**

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Exhibit A

Anderson County, Tennessee  
Statement of Net Position  
June 30, 2015

	Primary Government			Component Units	
	Governmental	Business-type	Total	Anderson	Emergency
	Activities	Activities		School	Communica-
				Department	District
<u>ASSETS</u>					
Cash	\$ 67,378	\$ 0	\$ 67,378	\$ 10,125	\$ 1,341,263
Equity in Pooled Cash and Investments	17,105,562	438,237	17,543,799	4,095,118	0
Inventories	41,366	0	41,366	49,229	0
Investments	18,598	0	18,598	0	0
Accounts Receivable	369,817	2,506,294	2,876,111	11,702	0
Allowance for Uncollectible	0	(1,347,497)	(1,347,497)	0	0
Due from Other Governments	1,490,379	0	1,490,379	1,988,980	0
Due from Primary Government	0	0	0	9,146	0
Internal Balances	725,994	(725,994)	0	0	0
Due from Component Units	846,050	0	846,050	0	0
Property Taxes Receivable	17,668,316	0	17,668,316	14,481,667	0
Allowance for Uncollectible Property Taxes	(893,892)	0	(893,892)	(733,650)	0
Prepaid Items	1,133,508	27,646	1,161,154	824,243	33,909
Net Pension Asset - Agent Plan	1,017,993	223,462	1,241,455	1,110,676	0
Net Pension Asset - Cost Sharing Plan	0	0	0	123,131	0
Capital Assets:					
Assets Not Depreciated:					
Land	1,715,743	82,950	1,798,693	865,214	0
Construction in Progress	414,893	0	414,893	5,655	0
Assets Net of Accumulated Depreciation:					
Buildings and Improvements	23,015,807	322,449	23,338,256	45,763,727	0
Other Capital Assets	3,964,135	630,496	4,594,631	2,132,158	862,899
Infrastructure	5,174,872	0	5,174,872	0	0
Total Assets	\$ 73,876,519	\$ 2,158,043	\$ 76,034,562	\$ 70,737,121	\$ 2,238,071

(Continued)

Exhibit A

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

	Primary Government			Component Units	
	Governmental Activities	Business-type Activities	Total	Anderson County School Department	Emergency Communica- tions District
<u>DEFERRED OUTFLOWS OF RESOURCES</u>					
Deferred Charge on Refunding	\$ 68,019	\$ 0	\$ 68,019	\$ 0	\$ 0
Pension Changes in Experience	0	0	0	298,930	
Pension Contributions After Measurement Date	882,741	189,437	1,072,178	3,154,957	0
Total Deferred Outflows of Resources	<u>\$ 950,760</u>	<u>\$ 189,437</u>	<u>\$ 1,140,197</u>	<u>\$ 3,453,887</u>	<u>\$ 0</u>
<u>LIABILITIES</u>					
Accounts Payable	\$ 1,086,295	\$ 77,058	\$ 1,163,353	\$ 1,602,112	\$ 6,798
Accrued Payroll	443,428	111,603	555,031	3,518	0
Accrued Interest Payable	305,219	0	305,219	0	0
Payroll Deductions Payable	177,823	39,675	217,498	783,603	5
Contracts Payable	236,371	0	236,371	0	0
Due to Primary Government	0	0	0	846,050	0
Due to Component Units	9,146	0	9,146	0	0
Due to State of Tennessee	1,578	0	1,578	17	0
Other Current Liabilities	295,345	0	295,345	124	0
Noncurrent Liabilities:					
Due Within One Year	3,470,883	86,818	3,557,701	296,929	0
Due in More Than One Year	55,377,398	217,755	55,595,153	1,433,032	0
Total Liabilities	<u>\$ 61,403,486</u>	<u>\$ 532,909</u>	<u>\$ 61,936,395</u>	<u>\$ 4,965,385</u>	<u>\$ 6,803</u>
<u>DEFERRED INFLOWS OF RESOURCES</u>					
Deferred Current Property Taxes	\$ 16,209,322	\$ 0	\$ 16,209,322	\$ 13,301,781	\$ 0
Pension Changes in Experience	254,938	55,962	310,900	278,148	
Pension Changes in Investment Earnings	1,789,556	392,829	2,182,385	12,097,646	
Pension Other Deferrals	0	0	0	66,204	
Total Deferred Inflows of Resources	<u>\$ 18,253,816</u>	<u>\$ 448,791</u>	<u>\$ 18,702,607</u>	<u>\$ 25,743,779</u>	<u>\$ 0</u>

(Continued)

Exhibit A

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

	Primary Government			Component Units	
	Governmental Activities	Business-type Activities	Total	Anderson County School Department	Emergency Communica- tions District
<u>NET POSITION</u>					
Net Investment in Capital Assets	\$ 13,852,050	\$ 916,480	\$ 14,768,530	\$ 48,766,754	\$ 862,899
Restricted for:					
General Government	57,168	0	57,168	0	0
Finance	49,711	0	49,711	0	0
Administration of Justice	559,449	0	559,449	0	0
Public Safety	608,305	0	608,305	0	0
Public Health and Welfare	459,276	0	459,276	0	0
Social, Cultural, and Recreational Services	557,773	0	557,773	0	0
Highway/Public Works	2,466,945	0	2,466,945	0	0
Debt Service	2,700,050	0	2,700,050	0	0
Capital Projects	75,534	0	75,534	7,910	0
Education	0	0	0	2,437,914	0
Other Purposes	1,017,993	223,462	1,241,455	0	0
Unrestricted	(27,234,277)	225,838	(27,008,439)	(7,730,734)	1,368,369
Total Net Position	<u>\$ (4,830,023)</u>	<u>\$ 1,365,780</u>	<u>\$ (3,464,243)</u>	<u>\$ 43,481,844</u>	<u>\$ 2,231,268</u>

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



Exhibit B

Anderson County, Tennessee  
Statement of Activities  
For the Year Ended June 30, 2015

		Net (Expense) Revenue and Changes in Net Position								
		Program Revenues				Primary Government			Component Units	
			Operating	Capital				Anderson	Emergency	
		Charges for	Grants and	Grants and	Governmental	Business-type		County	Communica-	
Functions/Programs	Expenses	Services	Contributions	Contributions	Activities	Activities	Total	School	tions	
								Department	District	
Primary Government:										
Governmental Activities:										
General Government	\$ 4,525,344	\$ 902,897	\$ 137,090	\$ 0	\$ (3,485,357)	\$ 0	\$ (3,485,357)	\$ 0	\$ 0	
Finance	2,708,370	2,267,332	0	0	(441,038)	0	(441,038)	0	0	
Administration of Justice	2,856,117	1,848,028	102,173	0	(905,916)	0	(905,916)	0	0	
Public Safety	12,363,564	1,898,609	384,684	87,557	(9,992,714)	0	(9,992,714)	0	0	
Public Health and Welfare	2,854,886	702,688	547,292	107,630	(1,497,276)	0	(1,497,276)	0	0	
Social, Cultural, and Recreational Services	1,414,105	281,406	8,328	0	(1,124,371)	0	(1,124,371)	0	0	
Agriculture and Natural Resources	209,378	0	0	0	(209,378)	0	(209,378)	0	0	
Highways	3,189,101	273,039	2,270,893	98,665	(546,504)	0	(546,504)	0	0	
Education	400,000	0	0	0	(400,000)	0	(400,000)	0	0	
Debt Service:										
Interest on Long-term Debt	1,877,096	0	0	0	(1,877,096)	0	(1,877,096)	0	0	
Total Governmental Activities	\$ 32,397,961	\$ 8,173,999	\$ 3,450,460	\$ 293,852	\$ (20,479,650)	\$ 0	\$ (20,479,650)	\$ 0	\$ 0	
Business-type Activities:										
Ambulance Service	\$ 5,477,030	\$ 5,033,696	\$ 0	\$ 0	\$ 0	\$ (443,334)	\$ (443,334)	\$ 0	\$ 0	
Total Business-type Activities	\$ 5,477,030	\$ 5,033,696	\$ 0	\$ 0	\$ 0	\$ (443,334)	\$ (443,334)	\$ 0	\$ 0	
Total Primary Government	\$ 37,874,991	\$ 13,207,695	\$ 3,450,460	\$ 293,852	\$ (20,479,650)	\$ (443,334)	\$ (20,922,984)	\$ 0	\$ 0	
Component Units:										
Anderson County School Department	\$ 62,471,962	\$ 917,857	\$ 10,978,800	\$ 406,102	\$ 0	\$ 0	\$ 0	\$ (50,169,203)	\$ 0	
Emergency Communications District	391,045	361,558	48,393	0	0	0	0	0	18,906	
Total Component Units	\$ 62,863,007	\$ 1,279,415	\$ 11,027,193	\$ 406,102	\$ 0	\$ 0	\$ 0	\$ (50,169,203)	\$ 18,906	

(Continued)

Exhibit B

Anderson County, Tennessee  
Statement of Activities (Cont.)

		Net (Expense) Revenue and Changes in Net Position							
		Program Revenues			Primary Government			Component Units	
		Charges for	Operating	Capital				Anderson	Emergency
Functions/Programs	Expenses	Services	Grants and	Grants and	Governmental	Business-type	Total	School	Communica-
			Contributions	Contributions	Activities	Activities		Department	tions
									District
General Revenues:									
Taxes:									
Property Taxes Levied for General Purposes					\$ 13,386,812	\$ 0	\$ 13,386,812	\$ 14,223,938	\$ 0
Property Taxes Levied for Debt Service					3,311,464	0	3,311,464	0	0
Property Taxes Levied for Capital Projects					22,103	0	22,103	0	0
Local Option Sales Taxes					841,454	0	841,454	7,362,322	0
Hotel/Motel Tax					340,344	0	340,344	0	0
Litigation Tax					324,034	0	324,034	0	0
Business Tax					1,011,454	0	1,011,454	0	0
Wholesale Beer Tax					140,146	0	140,146	0	0
Mineral and Coal Severance Tax					101,444	0	101,444	0	0
Gas and Oil Severance Tax					129,836	0	129,836	0	0
Other Local Taxes					6,228	0	6,228	9,341	0
Grants and Contributions Not Restricted to Specific Programs					4,870,251	0	4,870,251	29,785,500	0
Pension Income					0	0	0	116,634	0
Unrestricted Investment Income					28,659	0	28,659	114	2,451
Miscellaneous					44,590	0	44,590	167,225	0
Total General Revenues					\$ 24,558,819	\$ 0	\$ 24,558,819	\$ 51,665,074	\$ 2,451
Transfers In (Out)									
Change in Net Position					\$ (628,381)	\$ 628,381	\$ 0	\$ 0	\$ 0
Net Position, July 1, 2014					\$ 3,450,788	\$ 185,047	\$ 3,635,835	\$ 1,495,871	\$ 21,357
Restatement - See Note I.D.9.					(7,275,900)	1,401,323	(5,874,577)	52,988,313	2,209,911
					(1,004,911)	(220,590)	(1,225,501)	(11,002,340)	0
Net Position, June 30, 2015					\$ (4,830,023)	\$ 1,365,780	\$ (3,464,243)	\$ 43,481,844	\$ 2,231,268

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

Exhibit C-1

Anderson County, Tennessee  
Balance Sheet  
Governmental Funds  
June 30, 2015

	Major Funds				Nonmajor Funds	
	Highway / Public Works	General Debt Service	Education Debt Service		Other Govern- mental Funds	Total Governmental Funds
General						
<u>ASSETS</u>						
Cash	\$ 52,575	\$ 0	\$ 0	\$ 0	\$ 2,227	\$ 54,802
Equity in Pooled Cash and Investments	7,711,250	2,422,416	2,981,602	1,720,172	2,230,330	17,065,770
Inventories	0	41,366	0	0	0	41,366
Accounts Receivable	230,005	4,936	3,327	27	109,299	347,594
Due from Other Governments	914,001	560,763	0	0	15,615	1,490,379
Due from Other Funds	707,776	70,110	0	2,982	19,359	800,227
Due from Component Units	261,686	17,284	0	0	11,395	290,365
Property Taxes Receivable	12,048,074	480,107	1,745,844	1,623,982	1,770,309	17,668,316
Allowance for Uncollectible Property Taxes	(610,362)	(24,325)	(88,445)	(81,430)	(89,330)	(893,892)
Prepaid Items	1,126,488	0	0	0	7,020	1,133,508
Total Assets	\$ 22,441,493	\$ 3,572,657	\$ 4,642,328	\$ 3,265,733	\$ 4,076,224	\$ 37,998,435
<u>LIABILITIES</u>						
Accounts Payable	\$ 446,081	\$ 408,859	\$ 0	\$ 0	\$ 141,444	\$ 996,384
Accrued Payroll	390,871	28,020	0	0	22,912	441,803
Payroll Deductions Payable	159,932	10,981	0	0	6,358	177,271
Contracts Payable	137,707	98,664	0	0	0	236,371
Due to Other Funds	428,017	17,159	27,611	0	34,737	507,524
Due to Component Units	9,032	0	114	0	0	9,146
Due to State of Tennessee	1,578	0	0	0	0	1,578
Other Current Liabilities	127,857	0	0	0	0	127,857
Total Liabilities	\$ 1,701,075	\$ 563,683	\$ 27,725	\$ 0	\$ 205,451	\$ 2,497,934

(Continued)

Exhibit C-1

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

	Major Funds				Nonmajor Funds	
	Highway / Public Works	General Debt Service	Education Debt Service		Other Govern- mental Funds	Total Governmental Funds
General						
<u>DEFERRED INFLOWS OF RESOURCES</u>						
Deferred Current Property Taxes	\$ 11,066,465	\$ 440,988	\$ 1,603,604	\$ 1,477,825	\$ 1,620,440	\$ 16,209,322
Deferred Delinquent Property Taxes	200,822	8,826	29,112	32,700	32,880	304,340
Other Deferred/Unavailable Revenue	255,445	335,208	0	0	0	590,653
Total Deferred Inflows of Resources	\$ 11,522,732	\$ 785,022	\$ 1,632,716	\$ 1,510,525	\$ 1,653,320	\$ 17,104,315
<u>FUND BALANCES</u>						
Nonspendable:						
Inventory	\$ 0	\$ 41,366	\$ 0	\$ 0	\$ 0	\$ 41,366
Prepaid Items	1,126,488	0	0	0	7,020	1,133,508
Restricted:						
Restricted for General Government	57,168	0	0	0	0	57,168
Restricted for Finance	49,711	0	0	0	0	49,711
Restricted for Administration of Justice	559,449	0	0	0	0	559,449
Restricted for Public Safety	279,879	0	0	0	322,426	602,305
Restricted for Public Health and Welfare	168,435	0	0	0	181,223	349,658
Restricted for Social, Cultural, and Recreational Services	0	0	0	0	551,796	551,796
Restricted for Highways/Public Works	0	2,182,586	0	0	0	2,182,586
Restricted for Capital Outlay	0	0	0	0	21,664	21,664
Restricted for Debt Service	0	0	2,782,386	1,677,463	53,413	4,513,262
Restricted for Capital Projects	53,350	0	0	0	582,170	635,520
Committed:						
Committed for General Government	86,182	0	0	0	0	86,182
Committed for Finance	155,511	0	0	0	0	155,511
Committed for Public Safety	1,441	0	0	0	841	2,282
Committed for Public Health and Welfare	37,500	0	0	0	0	37,500

(Continued)

Exhibit C-1

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

	Major Funds			Nonmajor Funds	
	Highway / Public Works	General Debt Service	Education Debt Service	Other Govern- mental Funds	Total Governmental Funds
<u>FUND BALANCES (CONT.)</u>					
Committed (Cont.):					
Committed for Highways/Public Works	\$ 284,608	\$ 0	\$ 0	\$ 0	\$ 284,608
Committed for Capital Outlay	254,623	0	0	0	254,623
Committed for Debt Service	0	0	199,501	77,745	277,246
Committed for Capital Projects	934,273	0	0	496,900	1,431,173
Committed for Other Purposes	238,712	0	0	0	238,712
Assigned:					
Assigned for General Government	435,566	0	0	0	435,566
Assigned for Finance	3,915	0	0	0	3,915
Assigned for Administration of Justice	5,825	0	0	0	5,825
Assigned for Public Safety	332,661	0	0	0	332,661
Unassigned	4,152,389	0	0	0	4,152,389
Total Fund Balances	<u>\$ 9,217,686</u>	<u>\$ 2,223,952</u>	<u>\$ 2,981,887</u>	<u>\$ 1,755,208</u>	<u>\$ 2,217,453</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 22,441,493</u>	<u>\$ 3,572,657</u>	<u>\$ 4,642,328</u>	<u>\$ 3,265,733</u>	<u>\$ 4,076,224</u>
					<u>\$ 37,998,435</u>

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

Exhibit C-2

Anderson County, Tennessee  
Reconciliation of the Balance Sheet of Governmental Funds  
to the Statement of Net Position  
June 30, 2015

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)		\$ 18,396,186
(1) Capital assets used in governmental activities are not financial resources and therefore are not reported in the governmental funds.		
Add: land	\$ 1,715,743	
Add: construction in progress	414,893	
Add: infrastructure net of accumulated depreciation	5,174,872	
Add: buildings and improvements net of accumulated depreciation	23,015,807	
Add: other capital assets net of accumulated depreciation	<u>3,964,135</u>	34,285,450
(2) Internal service funds are used by management to charge the cost of employee health insurance to individual funds, and to reflect activities of the county television station. The assets and liabilities are included in governmental activities in the statement of net position.		266,904
(3) Long-term liabilities are not due and payable in the current period and therefore are not reported in the governmental funds.		
Less: notes payable	\$ (638,009)	
Less: other loans payable	(12,013,043)	
Less: bonds payable	(43,850,000)	
Less: capital lease payable	(928,079)	
Add: deferred amount on refunding	68,019	
Add: debt to be contributed by the School Department	555,685	
Less: unamortized premium on debt	(727,386)	
Less: other postemployment benefits liability	(171,240)	
Less: compensated absences payable	(520,524)	
Less: accrued interest on bonds, notes, and other loans	<u>(305,219)</u>	(58,529,796)
(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	882,741	
Less: deferred inflows of resources related to pensions	<u>(2,044,494)</u>	(1,161,753)
(5) Net pension assets of the agent plan are not current financial resources and therefore are not reported in the governmental funds.		1,017,993
(6) Other long-term assets are not available to pay for current-period expenditures and therefore are deferred in the governmental funds.		<u>894,993</u>
Net position of governmental activities (Exhibit A)		<u><u>\$ (4,830,023)</u></u>

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

Exhibit C-3

Anderson County, Tennessee  
Statement of Revenues, Expenditures,  
and Changes in Fund Balances  
Governmental Funds  
For the Year Ended June 30, 2015

	Major Funds				Nonmajor Funds	
	General	Highway / Public Works	General Debt Service	Education Debt Service	Other Govern- mental Funds	Total Governmental Funds
<u>Revenues</u>						
Local Taxes	\$ 16,607,353	\$ 861,685	\$ 1,691,290	\$ 1,535,813	\$ 2,015,025	\$ 22,711,166
Licenses and Permits	398,036	0	0	0	0	398,036
Fines, Forfeitures, and Penalties	387,588	0	0	0	49,301	436,889
Charges for Current Services	519,444	0	0	0	457,601	977,045
Other Local Revenues	580,379	267,602	7,133	2,982	38,192	896,288
Fees Received from County Officials	3,919,202	0	0	0	0	3,919,202
State of Tennessee	2,784,301	2,223,945	0	0	37,683	5,045,929
Federal Government	485,960	50,325	38,399	0	23,206	597,890
Other Governments and Citizens Groups	50,857	6,867	0	0	1,648,261	1,705,985
Total Revenues	\$ 25,733,120	\$ 3,410,424	\$ 1,736,822	\$ 1,538,795	\$ 4,269,269	\$ 36,688,430
<u>Expenditures</u>						
Current:						
General Government	\$ 3,856,931	\$ 0	\$ 0	\$ 0	\$ 0	\$ 3,856,931
Finance	2,752,163	0	0	0	293	2,752,456
Administration of Justice	2,888,317	0	0	0	655	2,888,972
Public Safety	12,039,921	0	0	0	95,085	12,135,006
Public Health and Welfare	1,263,752	0	0	0	1,467,848	2,731,600
Social, Cultural, and Recreational Services	43,000	0	0	0	612,898	655,898
Agriculture and Natural Resources	209,216	0	0	0	0	209,216
Other Operations	824,956	0	0	0	327,510	1,152,466
Highways	0	3,432,702	0	0	0	3,432,702
Debt Service:						
Principal on Debt	0	0	764,004	1,320,000	1,063,163	3,147,167
Interest on Debt	0	0	696,433	702,965	586,383	1,985,781
Other Debt Service	0	0	50,129	33,100	5,342	88,571

(Continued)

Exhibit C-3

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

	Major Funds				Nonmajor Funds	
	General	Highway / Public Works	General Debt Service	Education Debt Service	Other Govern- mental Funds	Total Governmental Funds
<u>Expenditures (Cont.)</u>						
Capital Projects	\$ 409,328	\$ 0	\$ 0	\$ 0	\$ 420,381	\$ 829,709
Total Expenditures	\$ 24,287,584	\$ 3,432,702	\$ 1,510,566	\$ 2,056,065	\$ 4,579,558	\$ 35,866,475
Excess (Deficiency) of Revenues Over Expenditures	\$ 1,445,536	\$ (22,278)	\$ 226,256	\$ (517,270)	\$ (310,289)	\$ 821,955
<u>Other Financing Sources (Uses)</u>						
Notes Issued	\$ 0	\$ 0	\$ 0	\$ 0	\$ 400,000	\$ 400,000
Capital Leases Issued	501,365	0	0	0	0	501,365
Proceeds from Sale of Capital Assets	1,650	0	0	0	0	1,650
Insurance Recovery	19,300	0	0	0	0	19,300
Transfers In	200,000	0	0	16,100	0	216,100
Transfers Out	(808,327)	(201,424)	0	0	(24,542)	(1,034,293)
Total Other Financing Sources (Uses)	\$ (86,012)	\$ (201,424)	\$ 0	\$ 16,100	\$ 375,458	\$ 104,122
Net Change in Fund Balances	\$ 1,359,524	\$ (223,702)	\$ 226,256	\$ (501,170)	\$ 65,169	\$ 926,077
Fund Balance, July 1, 2014	7,858,162	2,447,654	2,755,631	2,256,378	2,152,284	17,470,109
Fund Balance, June 30, 2015	\$ 9,217,686	\$ 2,223,952	\$ 2,981,887	\$ 1,755,208	\$ 2,217,453	\$ 18,396,186

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



Exhibit C-4

Anderson 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, 2015

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)		\$	926,077
(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	\$	2,012,647	
Less: current-year depreciation expense		(1,905,009)	107,638
(2) The effect of various miscellaneous transactions involving capital assets (sales, trades-ins, and donations) is to increase (decrease) net position:			
Less: book value of capital assets disposed			(372,183)
(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, 2015	\$	894,993	
Less: deferred delinquent property taxes and other deferred June 30, 2014		(1,035,167)	(140,174)
(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: principal payments on bonds	\$	1,890,000	
Add: principal payments on notes		585,208	
Add: principal payments on other loans		552,921	
Add: principal payments on capital leases		119,038	
Add: change in premium on debt issuances		73,069	
Less: issuance of capital leases		(501,365)	
Less: issuance of notes		(400,000)	
Less: contributions from the School Department for notes and capital leases		(132,002)	
Less: change in deferred amount on refunding debt		(49,042)	2,137,827
(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	\$	173,229	
Change in other postemployment benefits liability		(20,563)	
Change in net pension liability/asset		2,022,904	
Change in deferred outflows related to pensions		882,741	
Change in deferred inflows related to pensions		(2,044,494)	
Change in compensated absences payable		4,950	1,018,767
(6) Internal service funds are used by management to charge the cost of employee health benefits to individual funds and to reflect activities of the county television station. The net revenue (expense) of certain activities of the internal service fund is reported with governmental activities in the statement of activities.			(227,164)
Change in net position of governmental activities (Exhibit B)		\$	<u>3,450,788</u>

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

Exhibit C-5

Anderson County, Tennessee  
Statement of Revenues, Expenditures, and Changes  
in Fund Balance - Actual (Budgetary Basis) and Budget  
General Fund  
For the Year Ended June 30, 2015

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2014	Add: Encumbrances 6/30/2015	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
<u>Revenues</u>							
Local Taxes	\$ 16,607,353	\$ 0	\$ 0	\$ 16,607,353	\$ 16,164,297	\$ 16,212,297	\$ 395,056
Licenses and Permits	398,036	0	0	398,036	357,400	357,400	40,636
Fines, Forfeitures, and Penalties	387,588	0	0	387,588	353,600	353,600	33,988
Charges for Current Services	519,444	0	0	519,444	455,550	474,750	44,694
Other Local Revenues	580,379	0	0	580,379	542,146	561,646	18,733
Fees Received from County Officials	3,919,202	0	0	3,919,202	3,886,250	3,889,750	29,452
State of Tennessee	2,784,301	0	0	2,784,301	2,651,789	2,805,238	(20,937)
Federal Government	485,960	0	0	485,960	50,000	821,086	(335,126)
Other Governments and Citizens Groups	50,857	0	0	50,857	66,838	66,838	(15,981)
Total Revenues	\$ 25,733,120	\$ 0	\$ 0	\$ 25,733,120	\$ 24,527,870	\$ 25,542,605	\$ 190,515
<u>Expenditures</u>							
<u>General Government</u>							
County Commission	\$ 283,447	\$ 0	\$ 0	\$ 283,447	\$ 269,793	\$ 287,809	\$ 4,362
Board of Equalization	724	0	0	724	7,702	7,702	6,978
Other Boards and Committees	289,179	0	0	289,179	286,866	315,509	26,330
County Mayor/Executive	243,494	0	0	243,494	248,458	250,481	6,987
Personnel Office	132,769	0	0	132,769	139,035	141,268	8,499
County Attorney	318,748	0	0	318,748	310,521	326,229	7,481
Election Commission	443,979	0	0	443,979	487,941	498,589	54,610
Register of Deeds	390,433	0	0	390,433	392,575	396,002	5,569
Planning	194,776	0	0	194,776	221,613	226,649	31,873
Building	53,552	0	4,914	58,466	95,000	103,345	44,879
County Buildings	717,769	0	0	717,769	864,133	870,302	152,533
Other General Administration	724,740	0	0	724,740	222,500	745,752	21,012
Preservation of Records	63,321	0	0	63,321	41,408	64,916	1,595
<u>Finance</u>							
Accounting and Budgeting	600,287	(5,335)	0	594,952	632,326	622,703	27,751
Purchasing	209,962	0	0	209,962	235,223	243,222	33,260
Property Assessor's Office	323,925	0	0	323,925	401,054	381,037	57,112
Reappraisal Program	233,113	0	0	233,113	273,691	271,048	37,935

(Continued)

Exhibit C-5

Anderson County, Tennessee  
Statement of Revenues, Expenditures, and Changes  
in Fund Balance - Actual (Budgetary Basis) and Budget  
General Fund (Cont.)

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2014	Add: Encumbrances 6/30/2015	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
<u>Expenditures (Cont.)</u>							
<u>Finance (Cont.)</u>							
County Trustee's Office	\$ 586,856	\$ 0	\$ 0	\$ 586,856	\$ 600,064	\$ 618,995	\$ 32,139
County Clerk's Office	798,020	0	0	798,020	808,958	836,053	38,033
<u>Administration of Justice</u>							
Circuit Court	1,053,137	0	0	1,053,137	1,148,267	1,149,684	96,547
Criminal Court	1,561	0	0	1,561	2,058	2,058	497
General Sessions Judge	615,459	0	0	615,459	615,155	619,163	3,704
Drug Court	71,040	0	0	71,040	73,458	76,318	5,278
Chancery Court	410,262	0	2,325	412,587	438,582	481,682	69,095
Juvenile Court	519,451	0	0	519,451	588,001	562,984	43,533
District Attorney General	36,016	0	0	36,016	47,071	37,578	1,562
Office of Public Defender	31,324	0	0	31,324	31,612	31,847	523
Judicial Commissioners	679	0	0	679	694	694	15
Probate Court	3,181	0	0	3,181	3,850	4,172	991
Other Administration of Justice	100,666	0	0	100,666	247,498	248,150	147,484
Courtroom Security	22,965	0	0	22,965	73,600	76,600	53,635
Victims Assistance Programs	22,576	0	0	22,576	26,000	26,000	3,424
<u>Public Safety</u>							
Sheriff's Department	5,024,202	(8,565)	71,724	5,087,361	4,776,324	5,246,762	159,401
Jail	5,639,668	(7,691)	0	5,631,977	5,853,963	5,778,417	146,440
Commissary	1,746	0	0	1,746	20,000	20,000	18,254
Civil Defense	309,996	0	230,487	540,483	390,665	624,778	84,295
Rescue Squad	20,000	0	0	20,000	20,000	20,000	0
Other Emergency Management	657,555	0	0	657,555	792,595	688,275	30,720
County Coroner/Medical Examiner	110,000	0	0	110,000	110,000	110,000	0
Other Public Safety	276,754	0	0	276,754	358,948	318,514	41,760
<u>Public Health and Welfare</u>							
Local Health Center	285,609	0	0	285,609	316,260	387,307	101,698
Rabies and Animal Control	150,413	0	0	150,413	135,292	161,456	11,043
Dental Health Program	331,611	0	0	331,611	384,589	383,148	51,537
Alcohol and Drug Programs	10,000	0	0	10,000	10,000	10,000	0

(Continued)

Exhibit C-5

Anderson County, Tennessee  
Statement of Revenues, Expenditures, and Changes  
in Fund Balance - Actual (Budgetary Basis) and Budget  
General Fund (Cont.)

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2014	Add: Encumbrances 6/30/2015	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
<u>Expenditures (Cont.)</u>							
<u>Public Health and Welfare (Cont.)</u>							
Other Local Health Services	\$ 374,733	\$ 0	\$ 0	\$ 374,733	\$ 462,402	\$ 470,404	\$ 95,671
Appropriation to State	111,386	0	0	111,386	111,386	111,386	0
<u>Social, Cultural, and Recreational Services</u>							
Parks and Fair Boards	3,000	0	0	3,000	3,000	3,000	0
Other Social, Cultural, and Recreational	40,000	0	0	40,000	40,000	40,000	0
<u>Agriculture and Natural Resources</u>							
Agricultural Extension Service	149,489	0	0	149,489	166,957	162,365	12,876
Soil Conservation	53,149	0	0	53,149	53,522	54,376	1,227
Storm Water Management	6,578	0	0	6,578	35,438	35,438	28,860
<u>Other Operations</u>							
Industrial Development	167,100	0	0	167,100	470,012	775,112	608,012
Veterans' Services	100,424	0	0	100,424	99,087	100,894	470
Other Charges	432,627	0	0	432,627	456,600	456,600	23,973
Miscellaneous	124,805	0	0	124,805	94,390	144,180	19,375
<u>Capital Projects</u>							
Public Safety Projects	9,328	0	30,450	39,778	0	438,150	398,372
Public Utility Projects	400,000	0	0	400,000	0	400,000	0
Total Expenditures	\$ 24,287,584	\$ (21,591)	\$ 339,900	\$ 24,605,893	\$ 24,996,137	\$ 27,465,103	\$ 2,859,210
Excess (Deficiency) of Revenues							
Over Expenditures	\$ 1,445,536	\$ 21,591	\$ (339,900)	\$ 1,127,227	\$ (468,267)	\$ (1,922,498)	\$ 3,049,725
<u>Other Financing Sources (Uses)</u>							
Capital Leases Issued	\$ 501,365	\$ 0	\$ 0	\$ 501,365	\$ 0	\$ 521,721	\$ (20,356)
Proceeds from Sale of Capital Assets	1,650	0	0	1,650	0	0	1,650
Insurance Recovery	19,300	0	0	19,300	0	19,300	0
Transfers In	200,000	0	0	200,000	140,000	200,000	0
Transfers Out	(808,327)	0	0	(808,327)	(16,100)	(808,327)	0
Total Other Financing Sources	\$ (86,012)	\$ 0	\$ 0	\$ (86,012)	\$ 123,900	\$ (67,306)	\$ (18,706)

(Continued)

Exhibit C-5

Anderson County, Tennessee  
Statement of Revenues, Expenditures, and Changes  
in Fund Balance - Actual (Budgetary Basis) and Budget  
General Fund (Cont.)

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2014	Add: Encumbrances 6/30/2015	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
Net Change in Fund Balance	\$ 1,359,524	\$ 21,591	\$ (339,900)	\$ 1,041,215	\$ (344,367)	\$ (1,989,804)	\$ 3,031,019
Fund Balance, July 1, 2014	7,858,162	(21,591)	0	7,836,571	4,018,436	4,018,436	3,818,135
Fund Balance, June 30, 2015	<u>\$ 9,217,686</u>	<u>\$ 0</u>	<u>\$ (339,900)</u>	<u>\$ 8,877,786</u>	<u>\$ 3,674,069</u>	<u>\$ 2,028,632</u>	<u>\$ 6,849,154</u>

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

Exhibit C-6

Anderson 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, 2015

	Actual (GAAP Basis)	Add: Encumbrances 6/30/2015	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
				Original	Final	
<u>Revenues</u>						
Local Taxes	\$ 861,685	\$ 0	\$ 861,685	\$ 989,306	\$ 989,306	\$ (127,621)
Other Local Revenues	267,602	0	267,602	500,000	500,000	(232,398)
State of Tennessee	2,223,945	0	2,223,945	2,294,000	2,864,703	(640,758)
Federal Government	50,325	0	50,325	0	57,896	(7,571)
Other Governments and Citizens Groups	6,867	0	6,867	0	0	6,867
Total Revenues	<u>\$ 3,410,424</u>	<u>\$ 0</u>	<u>\$ 3,410,424</u>	<u>\$ 3,783,306</u>	<u>\$ 4,411,905</u>	<u>\$ (1,001,481)</u>
<u>Expenditures</u>						
<u>Highways</u>						
Administration	\$ 229,161	\$ 0	\$ 229,161	\$ 309,923	\$ 300,033	\$ 70,872
Highway and Bridge Maintenance	1,728,420	0	1,728,420	1,982,429	2,675,749	947,329
Operation and Maintenance of Equipment	722,544	0	722,544	1,053,877	1,258,598	536,054
Other Charges	221,669	0	221,669	225,000	244,000	22,331
Capital Outlay	530,908	398,842	929,750	585,000	1,648,260	718,510
Total Expenditures	<u>\$ 3,432,702</u>	<u>\$ 398,842</u>	<u>\$ 3,831,544</u>	<u>\$ 4,156,229</u>	<u>\$ 6,126,640</u>	<u>\$ 2,295,096</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ (22,278)</u>	<u>\$ (398,842)</u>	<u>\$ (421,120)</u>	<u>\$ (372,923)</u>	<u>\$ (1,714,735)</u>	<u>\$ 1,293,615</u>
<u>Other Financing Sources (Uses)</u>						
Transfers Out	\$ (201,424)	\$ 0	\$ (201,424)	\$ 0	\$ (201,424)	\$ 0
Total Other Financing Sources	<u>\$ (201,424)</u>	<u>\$ 0</u>	<u>\$ (201,424)</u>	<u>\$ 0</u>	<u>\$ (201,424)</u>	<u>\$ 0</u>
Net Change in Fund Balance	\$ (223,702)	\$ (398,842)	\$ (622,544)	\$ (372,923)	\$ (1,916,159)	\$ 1,293,615
Fund Balance, July 1, 2014	<u>2,447,654</u>	<u>0</u>	<u>2,447,654</u>	<u>2,447,654</u>	<u>2,447,654</u>	<u>0</u>
Fund Balance, June 30, 2015	<u>\$ 2,223,952</u>	<u>\$ (398,842)</u>	<u>\$ 1,825,110</u>	<u>\$ 2,074,731</u>	<u>\$ 531,495</u>	<u>\$ 1,293,615</u>

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

## Exhibit D-1

Anderson County, Tennessee  
Statement of Net Position  
Proprietary Funds  
June 30, 2015

	Business-type Activities Major Enterprise Fund Ambulance Service Fund	Governmental Activities Internal Service Funds
<u>ASSETS</u>		
Current Assets:		
Cash	\$ 0	\$ 12,576
Equity in Pooled Cash and Investments	438,237	39,792
Investments	0	18,598
Accounts Receivable	2,506,294	22,223
Allowance for Uncollectibles	(1,347,497)	0
Due from Other Funds	14,675	435,566
Prepaid Items	27,646	0
Total Current Assets	<u>\$ 1,639,355</u>	<u>\$ 528,755</u>
Noncurrent Assets:		
Net Pension Asset	\$ 223,462	\$ 0
Capital Assets:		
Assets Not Depreciated:		
Land	82,950	0
Assets Net of Accumulated Depreciated:		
Buildings and Improvements	322,449	0
Other Capital Assets	630,496	0
Total Noncurrent Assets	<u>\$ 1,259,357</u>	<u>\$ 0</u>
Total Assets	<u>\$ 2,898,712</u>	<u>\$ 528,755</u>
<u>DEFERRED OUTFLOWS OF RESOURCES</u>		
Deferred Outflows of Resources:		
Pension Contributions After Measurement Date	\$ 189,437	\$ 0
Total Deferred Outflows of Resources	<u>\$ 189,437</u>	<u>\$ 0</u>
Total Assets and Deferred Outflows of Resources	<u>\$ 3,088,149</u>	<u>\$ 528,755</u>
<u>LIABILITIES</u>		
Current Liabilities:		
Accounts Payable	\$ 77,058	\$ 89,911
Accrued Payroll	111,603	1,625
Payroll Deductions Payable	39,675	552
Due to Other Funds	740,669	2,275
Accrued Leave - Current	57,593	0
Capital Outlay Notes Payable	29,225	0
Other Current Liabilities	0	167,488
Total Current Liabilities	<u>\$ 1,055,823</u>	<u>\$ 261,851</u>

(Continued)

Exhibit D-1

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

	<u>Business-type Activities</u> <u>Major Enterprise Fund</u> <u>Ambulance Service Fund</u>	<u>Governmental Activities</u>  <u>Internal Service Funds</u>
<u>LIABILITIES (CONT.)</u>		
Noncurrent Liabilities:		
Capital Outlay Notes Payable - Long-term	\$ 194,000	\$ 0
Accrued Leave - Long-term	3,031	0
Other Long-term Liabilities	20,724	0
Total Noncurrent Liabilities	<u>\$ 217,755</u>	<u>\$ 0</u>
Total Liabilities	<u>\$ 1,273,578</u>	<u>\$ 261,851</u>
<u>DEFERRED INFLOWS OF RESOURCES</u>		
Deferred Inflows of Resources:		
Pension Changes in Experience	\$ 55,962	\$ 0
Pension Changes in Investment Earnings	392,829	0
Total Deferred Inflows of Resources	<u>\$ 448,791</u>	<u>\$ 0</u>
<u>NET POSITION</u>		
Net Investment in Capital Assets	\$ 916,480	\$ 0
Net Position - Restricted for Other Purposes	223,462	0
Net Position - Unrestricted	<u>225,838</u>	<u>266,904</u>
Total Net Position	<u><u>\$ 1,365,780</u></u>	<u><u>\$ 266,904</u></u>

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



Exhibit D-2

Anderson County, Tennessee  
Statement of Revenues, Expenses, and Changes  
in Net Position  
Proprietary Funds  
For the Year Ended June 30, 2015

	Business-type Activities	
	Major	Governmental
	Enterprise	Activities
	Fund	Internal
	Ambulance	Service
	Service	Funds
	Fund	
<u>Operating Revenues</u>		
Charges for Services	\$ 5,033,696	\$ 3,796,527
Licenses and Permits	0	23,871
Total Operating Revenues	\$ 5,033,696	\$ 3,820,398
<u>Operating Expenses</u>		
Salaries	\$ 3,058,642	\$ 43,011
Fringe Benefits	753,590	19,661
Communications	41,678	0
Data Processing Services	2,434	0
Dues and Memberships	2,195	0
Laundry Service	24,775	0
Maintenance and Repair Services - Buildings	5,140	0
Maintenance and Repair Services - Equipment	13,442	0
Maintenance and Repair Services - Vehicles	74,548	0
Pest Control	1,260	0
Postal Charges	593	0
Printing, Stationery, and Forms	260	0
Rental Expense	21,050	0
Travel	8,199	0
Tuition	1,358	0
Disposal Fees	1,138	0
Other Contracted Services	384,804	6,420
Custodial Supplies	8,289	0
Drugs and Medical Supplies	183,913	0
Duplicating Supplies	652	0
Gasoline	169,925	275
Natural Gas	6,033	0
Office Supplies	1,379	0
Tires and Tubes	24,212	0
Uniforms	22,229	0
Utilities	24,193	0

(Continued)

Exhibit D-2

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

	Business-type Activities	
	Major Enterprise Fund	Governmental Activities
	Ambulance Service Fund	Internal Service Funds
<u>Operating Expenses (Cont.)</u>		
Vehicle Parts	\$ 37,830	\$ 0
Supplies and Materials	19,212	2,711
Building and Contents Insurance	5,000	0
Liability Insurance	22,612	0
Trustee's Commission	47,702	100
Vehicle and Equipment Insurance	23,667	0
Workers' Compensation Insurance	173,717	109
Depreciation	290,317	0
Staff Development	18,733	0
Data Processing Equipment	0	4,857
Furniture and Fixtures	2,309	0
Other Charges	0	1,646
Medical and Dental Services	0	3,027,551
Other Contracted Services	0	184,219
Handling Charges and Administrative Costs	0	72,007
Excess Risk Insurance	0	875,152
Total Operating Expenses	<u>\$ 5,477,030</u>	<u>\$ 4,237,719</u>
Operating Income (Loss)	<u>\$ (443,334)</u>	<u>\$ (417,321)</u>
<u>Nonoperating Revenues (Expenses)</u>		
Investment Income	<u>\$ 0</u>	<u>\$ 345</u>
Total Nonoperating Revenues (Expenses)	<u>\$ 0</u>	<u>\$ 345</u>
Income (Loss) Before Transfers	\$ (443,334)	\$ (416,976)
Transfers In (Out)	638,229	189,812
Transfers In (Out)	<u>(9,848)</u>	<u>0</u>
Change in Net Position	\$ 185,047	\$ (227,164)
Net Position, July 1, 2014	1,401,323	494,068
Restatement - See Note I.D.9.	<u>(220,590)</u>	<u>0</u>
Net Position, June, 30, 2015	<u><u>\$ 1,365,780</u></u>	<u><u>\$ 266,904</u></u>

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

Exhibit D-3

Anderson County, Tennessee  
Statement of Cash Flows  
Proprietary Funds  
For the Year Ended June 30, 2015

	Business-type Activities	
	Major	
	Enterprise Fund	Governmental Activities
	Ambulance Service Fund	Internal Service Funds
<u>Cash Flows from Operating Activities</u>		
Receipts from Customers and Users	\$ 4,653,884	\$ 60,838
Receipts for Self-insurance Premiums	0	3,800,729
Receipts for Licenses and Permits	0	23,871
Payments to Vendors	(1,145,201)	(14,177)
Payments to Employees	(3,088,315)	(43,011)
Payments for Fringe Benefits	(856,016)	(18,932)
Payments to Fiscal Agents	0	(169,590)
Payments to Insurers	0	(808,720)
Stop-loss Recovery	0	144,896
Payments for Administrative Costs	0	(64,903)
Payments for Claims	0	(3,216,092)
Net Cash Provided By (Used In) Operating Activities	<u>\$ (435,648)</u>	<u>\$ (305,091)</u>
<u>Cash Flows from Capital and Related Financing Activities</u>		
Proceeds from Capital Outlay Note	\$ 223,225	\$ 0
Acquisition and Construction of Capital Assets	(119,415)	0
Net Cash Provided (Used) by Capital and Related Financing Activities	<u>\$ 103,810</u>	<u>\$ 0</u>
<u>Cash Flows from Noncapital Financing Activities</u>		
Transfers from Other Funds	\$ 638,229	\$ 67,775
Repayment of Advances from Other Funds	(127,312)	0
Net Cash Provided By (Used In) Noncapital Financing Activities	<u>\$ 510,917</u>	<u>\$ 67,775</u>
<u>Cash Flows from Investing Activities</u>		
Interest on Investments	\$ 0	\$ 329
Net Cash Provided By (Used In) Investing Activities	<u>\$ 0</u>	<u>\$ 329</u>
Increase (Decrease) in Cash	\$ 179,079	\$ (236,987)
Cash, July 1, 2014	<u>259,158</u>	<u>289,355</u>
Cash, June 30, 2015	<u><u>\$ 438,237</u></u>	<u><u>\$ 52,368</u></u>

(Continued)

Exhibit D-3

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

	Business-type Activities	
	Major	Governmental
	Enterprise	Activities
	Fund	
	Ambulance	Internal
	Service	Service
	Fund	Funds
<u>Reconciliation of Net Operating Income (Loss)</u>		
<u>to Net Cash Provided By (Used In) Operating Activities</u>		
Operating Income (Loss)	\$ (443,334)	\$ (417,321)
Adjustments to Reconcile Net Operating Income (Loss)		
to Net Cash Provided By (Used In) Operating Activities:		
Depreciation	290,317	0
Changes in Deferred Outflows for Pensions	(189,437)	0
Changes in Deferred Inflows for Pensions	448,791	0
Changes in Assets and Liabilities:		
(Increase) Decrease in Net Pension Asset/Liability	(444,052)	0
(Increase) Decrease in Accounts Receivables	(724,411)	13,023
Increase (Decrease) in Allowance for Uncollectibles	358,654	0
(Increase) Decrease in Due from Other Funds (non-transfers)	(14,055)	67,094
(Increase) Decrease in Prepaid Items	10,283	0
Increase (Decrease) in Accounts Payable	(12,649)	89,911
Increase (Decrease) in Accrued Payroll	(3,995)	0
Increase (Decrease) in Payroll Deductions	6,887	14
Increase (Decrease) in Due to Other Funds (non-transfers)	268,836	910
Increase (Decrease) in Accrued Leave	7,110	0
Increase (Decrease) in Other Current Liabilities	0	(58,722)
Increase (Decrease) in Other Long-term Liabilities	5,407	0
Net Cash Provided By (Used In) Operating Activities	<u>\$ (435,648)</u>	<u>\$ (305,091)</u>
<u>Reconciliation of Cash With the Statement of Net Position</u>		
Cash Per Net Position	\$ 0	\$ 12,576
Equity in Pooled Cash and Investments Per Net Position	<u>438,237</u>	<u>39,792</u>
Cash, June 30, 2015	<u>\$ 438,237</u>	<u>\$ 52,368</u>

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

Exhibit E-1

Anderson County, Tennessee  
Statement of Fiduciary Assets and Liabilities  
Fiduciary Funds  
June 30, 2015

	<u>Agency Funds</u>
<u>ASSETS</u>	
Cash	\$ 1,698,911
Equity in Pooled Cash and Investments	78,177
Due from Other Governments	3,007,405
Taxes Receivable	10,658,501
Allowance for Uncollectible Taxes	<u>(539,965)</u>
Total Assets	<u>\$ 14,903,029</u>
<u>LIABILITIES</u>	
Accounts Payable	\$ 4,144
Due to Other Taxing Units	13,131,898
Due to Joint Ventures	33,003
Due to Litigants, Heirs, and Others	<u>1,733,984</u>
Total Liabilities	<u>\$ 14,903,029</u>

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

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**ANDERSON COUNTY, TENNESSEE**  
**Index of Notes to the Financial Statements**

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**ANDERSON COUNTY, TENNESSEE**  
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**ANDERSON COUNTY, TENNESSEE**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**For the Year Ended June 30, 2015**

**I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

Anderson 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 Anderson County:

**A. Reporting Entity**

Anderson County is a public municipal corporation governed by an elected 16-member board. As required by GAAP, these financial statements present Anderson County (the primary government) and its component units. 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 Anderson County School Department operates the public school system in the county, and the voters of Anderson County elect its board. The School Department is fiscally dependent on the county because its budget and property tax levy are subject to the County Commission's approval. The School Department has a financial benefit/burden relationship with the county since all debt issued for school purposes is a liability of the primary government. Also, 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 Anderson County Emergency Communications District provides a simplified means of securing emergency services through a uniform emergency number for the residents of Anderson County, and the Anderson 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 approval of the County Commission.

The Anderson 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 Anderson County Emergency



Communications District can be obtained from its administrative office at the following address:

Administrative Office:

Anderson County Emergency  
Communications District  
101 South Main Street, Suite 440  
Clinton, Tennessee 37716

**Related Organizations** – The Anderson County Water Authority is a related organization of Anderson County. The county mayor nominates and the Anderson County Commission confirms the board members, but the county's accountability for the organization does not extend beyond making the appointments.

The Anderson County Industrial Development Board is a related organization of Anderson County. The Anderson County Commission elects the board members, but the county's accountability does not extend beyond making the appointments.

**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 Anderson 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.

Anderson County issues all debt for the discretely presented Anderson County School Department. Net debt issues totaling \$400,000 were contributed by the county to the School Department during the year ended June 30, 2015.

Separate financial statements are provided for governmental funds, proprietary funds (internal service and enterprise), and fiduciary funds. 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 Anderson 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. Anderson County reports three proprietary funds: an enterprise fund and two internal service funds.

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. Anderson 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 fund and fiduciary fund 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.

Anderson 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 and property 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 non-education long-term general obligation debt of governmental funds.

**Education Debt Service Fund** – This fund accounts for the resources accumulated and payments made for principal and interest on long-term debt for the county’s middle and high schools.

Anderson County reports the following major enterprise fund:

**Ambulance Service Fund** – This fund is used to account for the county's ambulance service operations.

Additionally, Anderson County reports the following fund types:

**Capital Projects Fund** – This fund is used to account for and report financial resources that are restricted, committed, or assigned to expenditure for capital outlays, including the acquisition or construction of capital facilities and other capital assets.

**Internal Service Funds** – These funds, the Employee Health Insurance Fund and the Channel 95 Fund are used to account for the county's self-insured employee health program and the community television station, which serves the primary government, School Department, and cities in Anderson County. Premiums charged to the various county funds and employee payroll deductions are placed in the Employee Health Insurance Fund for the payment of claims of county employees. Channel 95 is funded by annually determined charges to the participating entities.

**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 Anderson County, city school systems' shares of educational revenues, state grants and other restricted revenues held for the benefit of the Judicial District Drug Task Force, and restricted revenues held for the benefit of the Office of District Attorney General. 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 Anderson County School Department reports the following major governmental funds:

**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 Anderson County School Department reports the following fund type:

**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 the receipt of debt issued by Anderson County and contributed to the School Department for building construction and renovations.

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 ambulance service operations, an internal service fund used to account for the employees' health insurance program, and an internal service fund used to account for the operations of Channel 95, the community television station. 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, purchase of supplies and materials, and depreciation of capital assets. The principal operating revenues of the county's internal service funds are self-insurance premiums and charges to the users of Channel 95's services. Operating expenses for the health internal service fund include medical claims, excess risk insurance, and administrative charges. For Channel 95, operating expenses include salaries, benefits, and equipment.

**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 demand deposits and 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 Anderson 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. Income from these investments is credited to various funds based on legal requirements of the budget adopted by the County Commission, with the majority of the investment income being assigned to the General, General Purpose School, and the various debt service funds. In addition, investments are held separately by the self-insurance fund. Anderson 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 fair value. The State Treasurer's Investment Pool is not registered with the Securities and Exchange Commission (SEC) as an investment company, but nevertheless has a policy that it will, and does, operate in a manner consistent with the SEC's Rule 2a7 of the Investment Company Act of 1940. Accordingly, the pool qualifies as a 2a7-like pool and is reported at the net asset value per share (which approximates fair value) even though it is calculated using the amortized cost method. 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., the 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.

All ambulance and property taxes receivables are shown with an allowance for uncollectibles. Ambulance receivables allowance for uncollectibles is based on historical collection data. The allowance for uncollectible property taxes is equal to 2.7 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 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. The balance in the account Other Current Liabilities totaling \$295,345 in the governmental activities Statement of Net Position consists of \$105,657 due to the City of Clinton, performance bonds of \$22,200, and self-insurance claims of \$167,488.

### **3. Inventories and Prepaid Items**

Inventories of Anderson County and the discretely presented Anderson County School Department are recorded at cost, determined on the first-in, first-out basis. Inventories of governmental funds are recorded as expenditures when consumed rather than when purchased. Inventories are offset in the nonspendable fund balance account in governmental funds.

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. Prepaid items in the primary government and the discretely presented School Department consist primarily of prepaid insurance premiums for the 2015-16 year.

### **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 \$5,000 or more and an estimated useful life exceeding one year. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair market value at the date of donation.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend assets' lives are not capitalized.

Major outlays for capital assets and improvements are capitalized as projects are constructed.

Property, plant, equipment, and infrastructure of the primary government and the discretely presented School Department are depreciated using the straight-line method over the following estimated useful lives:

<u>Assets</u>	<u>Years</u>
Building and Improvements	20 - 50
Other Capital Assets	5 - 20
Infrastructure	25 - 40

## 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 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 a deferred charge on refunding, pension changes in experience, and employer contributions made to the pension plan after the measurement date. 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 investment earnings, pension other deferrals, and various receivables for revenues, which do not meet the availability criteria in governmental funds.

**6. Compensated Absences**

The policies of the county and School Department permit employees to accumulate earned but unused vacation and sick pay benefits. There is no liability for unpaid accumulated sick leave since the county and the School Department do not have policies 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, long-term debt and other long-term obligations are reported as liabilities in the governmental activities 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 payable is reported net of the applicable debt premium or discount. 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 and other postemployment benefits, 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, 2015, Anderson County had \$36,617,727 in outstanding debt for capital purposes for the discretely presented Anderson County School Department. This debt is a liability of Anderson County, but the capital assets acquired are reported in the financial statements of the School Department. Therefore, Anderson County has incurred a liability, significantly decreasing its unrestricted net position with no corresponding increase in the county's capital assets.

Net pension assets on the government-wide Statement of Net Position and on the enterprise fund Statement of Net Position are included in restricted net position in the account Restricted for Other Purposes for the primary government and in the account Restricted for Education for the discretely presented School Department.

For most funds, it is the county's policy that restricted amounts would be reduced first followed by unrestricted amounts when expenditures are incurred for purposes for which both restricted and unrestricted fund balance is available. One exception is the Highway/Public Works

Fund for which unrestricted amounts are 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 committed amounts would be reduced first, followed by assigned amounts and then unassigned 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 follows a policy requiring all assignments of fund balance to be approved by resolution by the County Commission for the primary government and by the Board of Education for the School Department. Assigned fund balance in the General Fund consists primarily of amounts assigned for encumbrances (\$339,900) and amounts appropriated for use in the 2015-16 year budget (\$412,456).

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. Restatement**

In prior years, the government was not required to recognize a liability for its defined benefit pension plans. However, with the implementation of GASB Statement No. 68, government employers are required to recognize a net pension liability in their Statement of Net Position. Therefore, a restatement decreasing Anderson County's net position totaling \$1,225,501 has been recognized in the Statement of Activities for the governmental activities (\$1,004,911) and the business-type activities (\$220,590). In addition, a restatement decreasing the Anderson County School Department's beginning net position totaling \$11,002,340 has been recognized in the Statement of Activities for liabilities of the pension agent plan (\$1,096,404) and the pension cost-sharing plan (\$9,905,936).

**10. Minimum Fund Balance Policy**

To provide management with appropriate guidelines and direction to assist in making sound decisions related to managing the fund balance, the County Commission adopted a policy establishing a minimum unassigned fund balance level for the General Fund of \$4,000,000.

**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 Anderson County's participation in the Public Employee Retirement Plan of the Tennessee Consolidated Retirement System (TCRS), and additions to/deductions from Anderson County's fiduciary net position have been determined on the same basis as they are reported by the TCRS for the Public Employee Retirement Plan. For this purpose, benefits (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms of the Public Employee Retirement Plan of TCRS. Investments are reported at fair value.

**Discretely Presented Anderson 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 Anderson 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 Anderson 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 certain capital projects funds, which adopt 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 Mayor, 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, if any, is presented on the face of each budgetary schedule.

**B. Expenditures Exceeded Appropriations**

Expenditures exceeded appropriations approved by the County Commission in the following major appropriation category (the legal level of control) in the following fund:

<u>Fund/Major Appropriation Category</u>	<u>Amount Overspent</u>
Solid Waste/Sanitation:	
Landfill Operation and Maintenance	\$ 19,575

Expenditures that exceed appropriations are a violation of state statutes. These expenditures in excess of appropriations were funded by unspent appropriations in other major categories.

**IV. DETAILED NOTES ON ALL FUNDS**

**A. Deposits and Investments**

Anderson County and the Anderson 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 and investments reflected on the balance sheets or statements of net position represent 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 market 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 loan 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, 2015, Anderson County had the following investments carried at fair value. Pooled investments are held in the county trustee's investment pool. Separate disclosures concerning pooled investments cannot be made for Anderson County and the discretely presented Anderson County School Department since both pool their deposits and investments through the county trustee. Nonpooled investments represent amounts held in the Employee Health Insurance Fund (an internal service fund).

#### POOLED INVESTMENTS

Investment	Weighted Average Maturity (days)	Maturities	Fair Value
State Treasurer's Investment Pool	110	N/A	\$ 587,337

#### NONPOOLED INVESTMENTS

Investment	Weighted Average Maturity (days)	Maturities	Fair Value
State Treasurer's Investment Pool	110	N/A	\$ 18,598

**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. Anderson 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. Anderson County has no investment policy that would further limit its investment choices. As of June 30, 2015, Anderson County's investments in the State Treasurer's Investment Pool were unrated.

#### **B. Capital Assets**

Capital assets activity for the year ended June 30, 2015, was as follows:



## **Primary Government**

### **Governmental Activities**

	Balance 7-1-14	Increases	Decreases	Balance 6-30-15
Capital Assets Not Depreciated:				
Land	\$ 1,715,743	\$ 0	\$ 0	\$ 1,715,743
Construction in Progress	11,100	403,793	0	414,893
Total Capital Assets Not Depreciated	<u>\$ 1,726,843</u>	<u>\$ 403,793</u>	<u>\$ 0</u>	<u>\$ 2,130,636</u>
Capital Assets Depreciated:				
Buildings and Improvements	\$ 32,480,133	\$ 53,407	\$ (372,183)	\$ 32,161,357
Infrastructure	45,421,824	361,715	(65,008)	45,718,531
Other Capital Assets	10,168,965	1,193,732	(111,512)	11,251,185
Total Capital Assets Depreciated	<u>\$ 88,070,922</u>	<u>\$ 1,608,854</u>	<u>\$ (548,703)</u>	<u>\$ 89,131,073</u>
Less Accumulated Depreciation For:				
Buildings and Improvements	\$ 8,443,743	\$ 701,807	\$ 0	\$ 9,145,550
Infrastructure	40,164,660	444,007	(65,008)	40,543,659
Other Capital Assets	6,639,367	759,195	(111,512)	7,287,050
Total Accumulated Depreciation	<u>\$ 55,247,770</u>	<u>\$ 1,905,009</u>	<u>\$ (176,520)</u>	<u>\$ 56,976,259</u>
Total Capital Assets Depreciated, Net	<u>\$ 32,823,152</u>	<u>\$ (296,155)</u>	<u>\$ (372,183)</u>	<u>\$ 32,154,814</u>
Governmental Activities Capital Assets, Net	<u><u>\$ 34,549,995</u></u>	<u><u>\$ 107,638</u></u>	<u><u>\$ (372,183)</u></u>	<u><u>\$ 34,285,450</u></u>

**Business-type Activities:**

	Balance 7-1-14	Increases	Decreases	Balance 6-30-15
Capital Assets Not Depreciated:				
Land	\$ 82,950	\$ 0	\$ 0	\$ 82,950
Total Capital Assets Not Depreciated	<u>\$ 82,950</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 82,950</u>
Capital Assets Depreciated:				
Buildings and Improvement	\$ 581,565	\$ 0	\$ (11,641)	\$ 569,924
Other Capital Assets	2,246,732	119,415	(53,028)	2,313,119
Total Capital Assets Depreciated	<u>\$ 2,828,297</u>	<u>\$ 119,415</u>	<u>\$ (64,669)</u>	<u>\$ 2,883,043</u>
Less Accumulated Depreciation For:				
Buildings and Improvement	\$ 235,625	\$ 11,850	\$ 0	\$ 247,475
Other Capital Assets	1,468,825	278,467	(64,669)	1,682,623
Total Accumulated Depreciation	<u>\$ 1,704,450</u>	<u>\$ 290,317</u>	<u>\$ (64,669)</u>	<u>\$ 1,930,098</u>
Total Capital Assets Depreciated, Net	<u>\$ 1,123,847</u>	<u>\$ (170,902)</u>	<u>\$ 0</u>	<u>\$ 952,945</u>
Business-type Activities Capital Assets, Net	<u>\$ 1,206,797</u>	<u>\$ (170,902)</u>	<u>\$ 0</u>	<u>\$ 1,035,895</u>

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

**Governmental Activities:**

General Government	\$ 401,759
Finance	8,499
Administration of Justice	33,790
Public Safety	832,493
Public Health and Welfare	105,417
Social, Cultural, and Recreational	31,253
Highway/Public Works	<u>491,798</u>
Total Depreciation Expense - Governmental Activities	<u>\$ 1,905,009</u>

**Business-type Activities:**

Ambulance Service	<u>\$ 290,317</u>
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## Discretely Presented Anderson County School Department

### Governmental Activities:

	Balance 7-1-14	Increases	Decreases	Balance 6-30-15
Capital Assets Not Depreciated:				
Land	\$ 834,389	\$ 30,825	\$ 0	\$ 865,214
Construction in Progress	6,567,540	3,226,320	(9,788,205)	5,655
Total Capital Assets Not Depreciated	<u>\$ 7,401,929</u>	<u>\$ 3,257,145</u>	<u>\$ (9,788,205)</u>	<u>\$ 870,869</u>
Capital Assets Depreciated:				
Buildings and Improvements	\$ 75,401,678	\$ 9,788,205	\$ 0	\$ 85,189,883
Other Capital Assets	6,646,101	152,426	(44,406)	6,754,121
Total Capital Assets Depreciated	<u>\$ 82,047,779</u>	<u>\$ 9,940,631</u>	<u>\$ (44,406)</u>	<u>\$ 91,944,004</u>
Less Accumulated Depreciation For:				
Buildings and Improvements	\$ 37,485,071	\$ 1,941,085	\$ 0	\$ 39,426,156
Other Capital Assets	4,289,454	354,239	(21,730)	4,621,963
Total Accumulated Depreciation	<u>\$ 41,774,525</u>	<u>\$ 2,295,324</u>	<u>\$ (21,730)</u>	<u>\$ 44,048,119</u>
Total Capital Assets Depreciated, Net	<u>\$ 40,273,254</u>	<u>\$ 7,645,307</u>	<u>\$ (22,676)</u>	<u>\$ 47,895,885</u>
Governmental Activities Capital Assets, Net	<u>\$ 47,675,183</u>	<u>\$ 10,902,452</u>	<u>\$ (9,810,881)</u>	<u>\$ 48,766,754</u>

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

### Governmental Activities:

Instruction	\$ 1,982,634
Support Services	164,899
Operation of Non-instructional Services	<u>147,791</u>
Total Depreciation Expense - Governmental Activities	<u><u>\$ 2,295,324</u></u>

**C. Construction Commitments**

At June 30, 2015, the Highway/Public Works Fund had an uncompleted construction contracts of \$398,842 for a bridge construction project. Funding for these future expenditures will be provided by the State of Tennessee.

**D. Interfund Receivables, Payables, and Transfers**

The composition of interfund balances as of June 30, 2015, was as follows:

**Primary Government**

**Due to/from Other Funds:**

Receivable Fund	Payable Fund	Amount
Primary Government:		
General	General Debt Service	\$ 23,391
"	Ambulance Service (enterprise)	679,622
"	Internal Service	11
"	Nonmajor governmental	4,752
Highway/Public Works	General	54,801
"	Ambulance Service (enterprise)	13,725
"	Nonmajor governmental	1,400
"	Internal Service	184
Education Debt Service	General Debt Service	2,982
Ambulance Service (enterprise)	General	14,675
Nonmajor governmental	"	17,757
"	Highway/Public Works	80
"	General Debt Service	1,238
"	Ambulance Service (enterprise)	284
Internal Service	General	340,784
"	Highway/Public Works	17,079
"	Ambulance Service (enterprise)	47,038
"	Nonmajor governmental	28,585
"	Internal Service	2,080

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.

A portion of the amount payable to the General Fund from the Ambulance Service Fund relates to proceeds from a prior year's ambulance patient charges receivables that were loaned to the Ambulance Service Fund, an enterprise fund, when it was created during the fiscal year ended June 30, 2010. Patient charges receivable from the Ambulance Service Fund totaled \$254,624. This balance is expected to be received within one year.

## **Discretely Presented Anderson County School Department**

### **Due to/from Other Funds**

<u>Receivable Fund</u>	<u>Payable Fund</u>	<u>Amount</u>
General Purpose School	Nonmajor governmental	\$ 162,053
Nonmajor governmental	General Purpose School	9,207
"	Nonmajor governmental	825

### **Due to/from Primary Government and Component Unit**

<u>Receivable Fund</u>	<u>Payable Fund</u>	<u>Amount</u>
	Component Unit:	
Primary Government:	School Department:	
General	General Purpose School	\$ 260,068
General	Nonmajor governmental	1,618
Highway/Public Works	General Purpose School	3,163
Highway/Public Works	Nonmajor governmental	14,121
Nonmajor governmental	General Purpose School	11,395
Component Unit:		
School Department:	Primary Government:	
General Purpose School	General	9,146

The amounts reflected as due to primary government from the discretely presented School Department on the government-wide Statement of Net Position also include \$555,685 for debt issued by the primary government, which is being retired by the School Department. Of that amount, \$415,195 is not expected to be received within one year.

### **Interfund Transfers**

Interfund transfers for the year ended June 30, 2015, consisted of the following amounts:

## Primary Government

Transfers Out	Transfers In			
	General Fund	Education Debt Service Fund	Ambulance Service Fund	Internal Service Funds
General Fund	\$ 0	\$ 16,100	\$ 638,229	\$ 153,998
Highway/Public Works Fund	200,000	0	0	1,424
Ambulance Service Fund	0	0	0	9,848
Nonmajor governmental funds	0	0	0	24,542
Total	\$ 200,000	\$ 16,100	\$ 638,229	\$ 189,812

## Discretely Presented Anderson County School Department

Transfers Out	Transfers In	
	General Purpose School Fund	Nonmajor Governmental Funds
Nonmajor governmental funds	\$ 158,252	\$ 48,832

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 accordance with budgetary authorizations.

### E. Income from Operating Lease Commitments

Anderson County leases space in the Robert Jolley Administration Building and the Daniel Arthur Rehabilitation Center to various tenants under operating lease agreements. The carrying value of the leased properties was \$1,129,923 at June 30, 2015. The original cost was \$3,079,265 and accumulated depreciation was \$1,949,342. Total lease revenues for the year ended June 30, 2015, were \$144,962. The future minimum lease payments under existing leases are as follows:

Year Ending June 30	Amount
2016	\$ 110,640
2017	110,640
2018	48,600
2019	48,600
2020	48,600
Total	<u>\$ 367,080</u>

**F. Capital Lease**

On July 21, 2014, Anderson County entered into a seven-year lease-purchase agreement for a phone system for several county buildings. The terms of the agreement require total lease payments of \$501,365 plus interest of 6.25 percent. The lease payments are made from the General Debt Service Fund.

During the 2003-04 year, Anderson County entered into an agreement for the School Department for the lease of a building for its daycare and head start programs. Generally accepted accounting principles require the lease to be capitalized because the present value of minimum lease payments exceeds 90 percent of the fair value of the asset. The School Department made advance payments totaling \$749,060 to decrease the entity's future lease obligations, and the revised lease agreement provides for all required payments to be made during a 16-year period ending in 2021. The School Department has an option to extend the lease for two five-year terms. The lease carries an implicit interest rate of 11.4 percent, and the title does not transfer at the end of the lease.

The assets acquired through the capital leases outstanding at June 30, 2015, consisted of the following:

	Primary Government - Governmental Activities	School Department - Governmental Activities
Building and Improvements	\$ 501,365	\$ 1,606,295
Less: Accumulated Depreciation	<u>(50,136)</u>	<u>(923,621)</u>
Total	<u>\$ 451,229</u>	<u>\$ 682,674</u>

Future minimum payments and the net present value of these minimum lease payments as of June 30, 2015, were as follows:

Year Ending June 30	Governmental Activities
2016	\$ 231,059
2017	232,156
2018	233,253
2019	234,350
2020	143,918
2021	30,448
Total Minimum Lease Payments	\$ 1,105,184
Less: Amount Representing Interest	(177,105)
Present Value of Minimum Payments	\$ 928,079

**G. Long-term Obligations**

**Primary Government**

**General Obligation Bonds, Notes, and Other Loans**

Anderson 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 debt. Capital outlay notes are also issued to fund capital facilities and other capital outlay purchases, such as equipment.

General obligation bonds, capital outlay notes, and other loans are direct obligations and pledge the full faith and credit of the government. General obligation bonds, capital outlay notes, and other loans outstanding were issued for original terms of up to 24 years for bonds, up to ten years for notes, and 38 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, notes, other loans, and capital leases will be retired from the debt service funds and the Public Library Fund.

General obligation bonds, capital outlay notes, other loans, and capital leases outstanding as of June 30, 2015, for governmental activities are as follows:



Type	Interest Rate	Final Maturity	Original Amount of Issue	Balance 6-30-15
General Obligation Bonds	1 to 5.25	% 5-1-35	\$ 17,200,000	\$ 16,545,000
General Obligation Refunding Bonds	2.5 to 3	5-1-19	1,750,000	1,195,000
Rural School Bonds	2 to 4	5-1-31	10,000,000	9,700,000
Rural School Refunding Bonds	1 to 3.5	5-1-26	18,890,000	16,410,000
Capital Outlay Notes	0	8-1-22	1,339,208	638,009
Other Loans	See table below	7-25-51	14,510,215	12,013,043
Capital Lease	6.25 to 11.4	5-25-21	1,458,601	928,079

The following table further details loan agreements outstanding at June 30, 2015:

Description	Original Amount of Loan Agreement	Outstanding Principal 6-30-15	Interest Type	Interest Rates as of 6-30-15	Other Fees
<u>Montgomery County Public Building Authority</u>					
Industrial Development	\$ 1,700,000	\$ 714,000	Variable	.10 %	.71 %
Jail Renovation	3,000,000	1,792,000	Variable	.06	.64
<u>City of Clarksville Public Building Authority</u>					
Rural Debt Series 2014	4,505,215	4,375,000	Fixed	2.95	NA
Education Debt Series 2014	5,180,000	5,010,000	Fixed	2.95	NA
<u>USDA Loan Program</u>	<u>125,000</u>	<u>122,043</u>	Fixed	3.38	NA
Total	<u>\$ 14,510,215</u>	<u>\$ 12,013,043</u>			

The annual requirements to amortize all general obligation bonds, notes, and other loans outstanding as of June 30, 2015, including interest payments and other loan fees, are presented in the following tables. The interest rates on the variable rate public building authority loan agreements are tax-exempt rates determined by the remarketing agent daily or weekly depending on the particular program. In addition, the county pays various other fees (trustee, debt remarketing, etc.) in connection with these variable rate loans. Interest payments and other fees included in the table for the variable rate issues are computed based on the rates in effect at June 30, 2015.

Year Ending June 30	Notes		
	Principal	Interest	Total
2016	\$ 155,207	\$ 0	\$ 155,207
2017	84,240	0	84,240
2018	84,240	0	84,240
2019	84,240	0	84,240
2020	84,240	0	84,240
2021-2023	145,842	0	145,842
Total	<u>\$ 638,009</u>	<u>\$ 0</u>	<u>\$ 638,009</u>

Year Ending June 30	Other Loans			
	Principal	Interest	Other Fees	Total
2016	\$ 662,763	\$ 282,740	\$ 16,538	\$ 962,041
2017	686,824	270,680	14,794	972,298
2018	707,887	258,169	12,989	979,045
2019	717,952	245,351	11,110	974,413
2020	731,019	232,524	9,163	972,706
2021-2025	3,235,179	970,645	19,864	4,225,688
2026-2030	4,238,232	548,524	0	4,786,756
2031-2035	960,660	41,497	0	1,002,157
2036-2040	18,535	10,745	0	29,280
2041-2045	21,936	7,344	0	29,280
2046-2050	25,961	3,319	0	29,280
2051-2052	6,095	119	0	6,214
Total	<u>\$ 12,013,043</u>	<u>\$ 2,871,657</u>	<u>\$ 84,458</u>	<u>\$ 14,969,158</u>

Year Ending June 30	Bonds		
	Principal	Interest	Total
2016	\$ 1,985,000	\$ 1,511,382	\$ 3,496,382
2017	2,045,000	1,466,156	3,511,156
2018	2,085,000	1,415,356	3,500,356
2019	2,200,000	1,362,244	3,562,244
2020	2,260,000	1,294,749	3,554,749
2021-2025	13,050,000	5,360,974	18,410,974
2026-2030	12,525,000	3,011,363	15,536,363
2031-2035	7,700,000	828,000	8,528,000
Total	\$ 43,850,000	\$ 16,250,224	\$ 60,100,224

There is \$4,797,528 available in the debt service funds to service long-term debt. Debt per capita, including bonds, notes, other loans, and capital leases, totaled \$275, based on the 2010 federal census for residents living inside the Oak Ridge School District, \$713 for residents living inside the Clinton School District, and \$1,174 for residents living outside of these school districts.

The School Department is currently contributing funds to service some of the debt issued on its behalf by the primary government as noted in the table below. This debt is reflected in the government-wide financial statements as Due to the Primary Government in the financial statements of the School Department and as Due from Component Units in the financial statements of the primary government.

Description of Indebtedness	Outstanding 6-30-15
<u>Notes Payable</u>	
<u>Contributions from the General Purpose School</u>	
<u>Fund to the Rural Debt Service Fund</u>	
Local Government Energy Efficient Loan Program	\$ 70,967
<u>Capital Leases</u>	
<u>Contributions from the Other Education Special</u>	
<u>Revenue Fund to the Rural Debt Service Fund</u>	
Headstart Facility	484,718
Total	<u>\$ 555,685</u>

In addition to the above-noted contributions, based on budgetary appropriations, the School Department remitted \$1,315,000 to the primary government's Rural Debt Service Fund to be applied to the retirement of other debt issued for the benefit of the School Department.

### Changes in Long-term Obligations

Long-term obligations activity for the year ended June 30, 2015, was as follows:

Governmental Activities:

	Bonds		Notes		Capital Leases
Balance, July 1, 2014	\$	45,740,000	\$	823,217	\$ 545,752
Additions		0		400,000	501,365
Reductions		(1,890,000)		(585,208)	(119,038)
Balance, June 30, 2015	\$	43,850,000	\$	638,009	\$ 928,079
Balance Due Within One Year	\$	1,985,000	\$	155,207	\$ 173,415

	Other Loans		Compensated Absences		Other Postemployment Benefits
Balance, July 1, 2014	\$	12,565,964	\$	525,474	\$ 150,677
Additions		0		704,233	44,114
Reductions		(552,921)		(709,183)	(23,551)
Balance, June 30, 2015	\$	12,013,043	\$	520,524	\$ 171,240
Balance Due Within One Year	\$	662,764	\$	494,497	\$ 0

Analysis of Noncurrent Liabilities Presented on Exhibit A:

Total Noncurrent Liabilities, June 30, 2015	\$ 58,120,895
Less: Balance Due Within One Year	(3,470,883)
Add: Unamortized Premium on Debt	<u>727,386</u>

Noncurrent Liabilities - Due in More Than  
One Year - Exhibit A

\$ 55,377,398

Compensated absences and other postemployment benefits will be paid from the employing funds, primarily the General and Highway/Public Works funds.

### **Anderson County Ambulance Service Fund (enterprise fund)**

Capital outlay notes are issued to provide funds for the acquisition of equipment. Capital outlay notes are direct obligations and pledge the full faith and credit of the government. Debt obligations outstanding were issued for up to seven years for notes. Repayment terms are generally structured

with increasing amounts of principal maturing as interest requirements decrease over the term of the debt.

Capital outlay notes outstanding as of June 30, 2015, are as follows:

Type	Interest Rate	Final Maturity	Original Amount of Issue	Balance 6-30-15
Capital Outlay Notes - Ambulance	2.25	% 6-1-22	223,225	223,225

The annual requirements to amortize all notes outstanding as of June 30, 2015, including interest payments, are presented in the following tables:

Year Ending June 30	Notes		
	Principal	Interest	Total
2016	\$ 29,225	\$ 4,980	\$ 34,205
2017	31,000	4,365	35,365
2018	31,000	3,668	34,668
2019	32,000	2,970	34,970
2020	33,000	2,250	35,250
2021-2022	67,000	2,273	69,273
Total	<u>\$ 223,225</u>	<u>\$ 20,506</u>	<u>\$ 243,731</u>

#### Changes in Long-term Obligations

Long-term obligations activity for the year ended June 30, 2015, was as follows:

Business-type Activities:	Other		
	Notes	Compensated Absences	Postemployment Benefits
Balance, July 1, 2014	\$ 0	\$ 53,514	\$ 15,317
Additions	223,225	102,881	5,856
Reductions	0	(95,771)	(449)
Balance, June 30, 2015	<u>\$ 223,225</u>	<u>\$ 60,624</u>	<u>\$ 20,724</u>
Balance Due Within One Year	<u>\$ 29,225</u>	<u>\$ 57,593</u>	<u>\$ 0</u>

Analysis of Noncurrent Liabilities Presented on Exhibit A:

Total Noncurrent Liabilities, June 30, 2015	\$ 304,573
Less: Balance Due Within One Year	<u>(86,818)</u>
Noncurrent Liabilities - Due in More Than One Year - Exhibit A	<u><u>\$ 217,755</u></u>

**Discretely Presented Anderson County School Department**

**Changes in Long-term Obligations**

Long-term obligations activity for the discretely presented Anderson County School Department, for the year ended June 30, 2015, was as follows:

	Compensated Absencees	Other Postemployment Benefits
Balance, July 1, 2014	\$ 315,338	\$ 1,431,821
Additions	855,396	327,531
Reductions	<u>(858,178)</u>	<u>(341,947)</u>
Balance, June 30, 2015	<u><u>\$ 312,556</u></u>	<u><u>\$ 1,417,405</u></u>
Balance Due Within One Year	<u><u>\$ 296,929</u></u>	<u><u>\$ 0</u></u>

Analysis of Noncurrent Liabilities Presented on Exhibit A:

Total Noncurrent Liabilities, June 30, 2015	\$ 1,729,961
Less: Balance Due Within One Year	<u>(296,929)</u>
Noncurrent Liabilities - Due in More Than One Year - Exhibit A	<u><u>\$ 1,433,032</u></u>

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

**H. On-Behalf Payments – Discretely Presented Anderson County School Department**

The State of Tennessee pays health insurance premiums for retired teachers on-behalf of the Anderson 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, 2015, were \$200,601 and \$55,688, respectively. The School Department has recognized these on-behalf payments as revenues and expenditures in the General Purpose School Fund.

## **I. Short-term Debt**

Anderson County issued tax and revenue anticipation notes in advance of property tax and other revenue collections in the following funds. These notes were necessary because funds were not available to meet obligations coming due before revenues were available. Short-term debt activity for the year ended June 30, 2015, was as follows:

<u>Fund</u>	<u>Balance</u> <u>7-1-14</u>	<u>Issued</u>	<u>Paid</u>	<u>Balance</u> <u>6-30-15</u>
<u>Primary Government</u>				
Ambulance Service Fund (Borrowed from General Fund)	\$ 0	\$ 150,000	\$ (150,000)	\$ 0
Ambulance Service Fund (Borrowed from General Debt Service Fund)	0	250,000	(250,000)	0
<u>Discretely Presented School Department</u>				
General Purpose School Fund (Borrowed from General Fund)	0	1,000,000	(1,000,000)	0
General Purpose School Fund (Borrowed from Education Debt Service Fund)	0	1,793,000	(1,793,000)	0
School Federal Projects Fund (Borrowed from Education Debt Service Fund)	50,000	0	(50,000)	0
School Federal Projects Fund (Borrowed from General Purpose School Fund)	125,000	0	(125,000)	0
Other Education Special Revenue Fund (Borrowed from General Purpose School Fund)	10,000	0	(10,000)	0

## **V. OTHER INFORMATION**

### **A. Risk Management**

The county has chosen to establish the Employee Health Insurance Fund for risks associated with the employees' health insurance plan. The Employee Health Insurance Fund is accounted for as an internal service fund where assets are set aside for claim settlements. The county has obtained a stop/loss commercial policy to cover claims beyond certain liabilities. Both the county health insurance plan and the stop/loss policy have lifetime coverage of \$1,000,000 for each covered person. Annually, the county retains the risk of

loss to the first \$60,000 per covered person for most employees. For one specific individual, the county's risk of loss is \$125,000 annually. An estimated liability for outstanding medical claims of \$167,488 has been recorded in the financial statements of the Employee Health Insurance Fund.

All full-time employees of the primary government are eligible to participate. Employees who retired on or before June 30, 2012, are allowed to participate at their own expense. For retirees with 30-plus years of continuous service who retired on or after July 1, 2012, the county pays \$300 per month premium assistance until age 65 when the employee becomes eligible for Medicare. A premium charge is allocated to each fund that accounts for full-time employees. This charge is based on actuarial estimates for the amounts needed to pay prior- and current-year claims and to establish a reserve for catastrophic losses. This reserve totaled \$212,873 at June 30, 2015. Liabilities of the fund are reported when it is probable that a loss has occurred and the amount of the loss can be reasonably estimated. The Employee Health Insurance Fund establishes claims liabilities based on estimates of the ultimate cost of claims that have been incurred but not reported. Claims liabilities include specific, incremental claim adjustment expenditures/expenses, if any. 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 - Health Fund

	Beginning of Fiscal Year Liability	Current-year Claims and Estimates	Payments- Net of Stop Loss Recovery	Balance Fiscal Year-end
2013-14	\$ 343,150	\$ 2,733,271	\$ 2,850,211	\$ 226,210
2014-15	226,210	3,027,551	3,086,273	167,488

The discretely presented Anderson 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, *Tennessee Code Annotated (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.

Anderson County and the discretely presented Anderson County School Department are exposed to various risks related to general liability, property, casualty, and workers' compensation losses. The county and the School Department decided it was more economically feasible to join a public entity risk pool as opposed to purchasing commercial insurance for general liability, property, casualty, and workers' compensation coverage. The county and the



School Department joined the Tennessee Risk Management Trust (TN-RMT), which is a public entity risk pool created under the auspices of the Tennessee Governmental Tort Liability Act to provide governmental insurance coverage. The county and the School Department pay annual premiums to the TN-RMT for their general liability, property, casualty, and workers' compensation insurance coverage. The creation of TN-RMT provides for it to be self-sustaining through member premiums.

**B. Accounting Changes**

Provisions of Governmental Accounting Standards Board (GASB) Statement No. 68, *Accounting and Financial Reporting for Pensions-an Amendment of GASB Statement No. 27*; Statement No. 69, *Government Combinations and Disposals of Government Operations*; and Statement No. 71, *Pension Transition for Contributions Made Subsequent to the Measurement Date-an Amendment of GASB Statement No. 68* became effective for the year ended June 30, 2015.

GASB Statement No. 68, replaces the requirements of Statements No. 27 and No. 50 as they relate to pensions that are provided through pension plans administered as trusts or equivalent arrangements that meet certain criteria. The requirements of Statements No. 27 and No. 50 remain applicable for pensions that are not covered by the scope of this statement. This statement establishes standards for measuring and recognizing liabilities, deferred outflows/inflows, and expenses/expenditures.

GASB Statement No. 69, establishes accounting and financial reporting standards related to government combinations and disposals of government operations such as mergers, acquisitions, and transfer of operations.

GASB Statement No. 71, addresses issues related to amounts of contributions made by a state or local government employer or nonemployer contributing entity to a defined benefit pension plan after the measurement date of the government's beginning net pension liability.

**C. Subsequent Events**

Subsequent to June 30, 2015, Anderson County authorized a \$600,000 Capital Outlay Note to finance school capital projects.

Subsequent to June 30, 2015, Anderson County and the discretely presented Anderson County School Department approved the following interfund loans in the form of revenue anticipation notes:

From Fund	To Fund	Amount
General	General Purpose School	\$ 650,000
General Debt Service	General Purpose School	1,000,000
General Purpose School	School Federal Projects	100,000
"	Other Education Special Revenue	50,000

**D. Contingent Liabilities**

There are several pending lawsuits in which the county is involved. 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 financial statements of the county.

**E. Changes in Administration**

On August 31, 2014, Tyler Mayes left the Office of Circuit, General Sessions, and Juvenile Courts Clerk and was succeeded by William Jones.

On October 30, 2014, Christopher Phillips was rehired as the Director of Accounts and Budgets, replacing Interim Director, Connie Aytes. Mr. Phillips had left the Office of Director of Accounts and Budgets on February 21, 2014.

**F. Joint Ventures**

The Seventh Judicial District Drug Task Force (DTF) is a joint venture formed by an interlocal agreement between the district attorney general of the Seventh Judicial District, Anderson County, and various cities within Anderson County. 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, the sheriff, and police chiefs of participating law enforcement agencies. Anderson County did not contribute to the operation of the DTF for the year ended June 30, 2015.

The Anderson County Economic Development Association (ACEDA) is a joint venture formed by an interlocal agreement between Anderson County and the cities and towns within Anderson County. The East Tennessee Economic Development association and the Clinton Utilities Board are also members of the association. Membership on the Board of Directors is allocated based on the entities' relative level of funding for the prior fiscal year budget pro-rated among a total of 25 members, with no participating organization having more than one-third of the 25 members. In addition, the county mayor and the mayor or city manager of each municipality in Anderson County are members of the Board of Directors. Each participating organization appoints its own members on the Board of Directors. Anderson County has control over budgeting and financing the joint venture only to the extent of its

representation by its board members. Anderson County contributed \$124,500 to the operations of ACEDA during the fiscal year ended June 30, 2015.

Anderson County does not have an equity interest in either of the above-noted joint ventures. Complete financial statements for the DTF and ACEDA can be obtained at their administrative offices at the following addresses:

Seventh Judicial District Drug Task Force  
101 S. Main Street, Suite 300  
Clinton, TN 37716

Anderson County Economic Development Association  
245 North Main Street, Suite 200  
Clinton, TN 37716

**G. Jointly Governed Organization**

The Northeast Tennessee Railroad Authority is jointly operated by Anderson County in conjunction with Campbell and Scott counties. The authority's board consists of the county mayor of each county and one member selected by the governing body of each county; however, the counties do not have any ongoing financial interest or responsibility for the entity. Anderson County did not contribute to the operations of the Northeast Tennessee Railroad authority during the year ended June 30, 2015.

**H. Retirement Commitments**

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

**Primary Government**

**General Information About the Pension Plan**

*Plan Description.* Employees of Anderson County and non-certified employees of the discretely presented Anderson County School Department are provided a defined benefit pension plan through the Public Employee Retirement Plan, an agent multiple-employer pension plan administered by the TCRS. The primary government employees comprise 52.78 percent and the non-certified employees of the discretely present School Department comprise 47.22 percent of the plan based on census 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](http://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, 2014, the following employees were covered by the benefit terms:

Inactive Employees or Beneficiaries Currently	
Receiving Benefits	368
Inactive Employees Entitled to But Not Yet Receiving	
Benefits	770
Active Employees	<u>701</u>
Total	<u><u>1,839</u></u>

*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. Anderson County makes employer contributions at the rate set by the Board of Trustees as determined by an actuarial valuation. For the year ended June 30, 2015, employer contributions for Anderson County were \$1,616,432 based on a rate of 7.4 percent of pensionable payroll. By law, employer contributions are required to

be paid. The TCRS may intercept Anderson County's state shared taxes if required employer contributions are not remitted. The employer's actuarially determined contribution 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)**

Anderson County's net pension liability (asset) was measured as of June 30, 2014, 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, 2014, actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	3%
Salary Increases	Graded Salary Ranges from 8.97% to 3.71% Based on Age, Including Inflation, Averaging 4.25%
Investment Rate of Return	7.5%, Net of Pension Plan Investment Expenses, Including Inflation
Cost of Living Adjustment	2.5%

Mortality rates were based on actual experience from the June 30, 2012, actuarial experience study, adjusted for some of the expected future improvement in life expectancy.

The actuarial assumptions used in the June 30, 2014, actuarial valuation were based on the results of an actuarial experience study performed for the period July 1, 2008, through June 30, 2012. The demographic assumptions were adjusted to more closely reflect actual and expected future experience.

The long-term expected rate of return on pension plan investments was established by the TCRS Board of Trustees in conjunction with the June 30, 2012, actuarial experience study by considering the following three techniques: (1) the 25-year historical return of the TCRS at June 30, 2012, (2) the historical market returns of asset classes from 1926 to 2012 using the TCRS investment policy asset allocation, and (3) capital market projections that were utilized as a building-block method in which best-estimate ranges of expected future real rate of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset

class. Four sources of capital market projections were blended and utilized in the third technique. The blended capital market projection established the long-term expected rate of return by weighting the expected future real rate of return by the target asset allocation percentage and by adding inflation of three percent. The target allocation and best estimate of arithmetic real rates of return for each major asset class are summarized in the following table:

Asset Class	Percentage Long-term Expected Real Rate of Return		Percentage Target Allocations	
U.S. Equity	6.46	%	33	%
Developed Market International Equity	6.26		17	
Emerging Market International Equity	6.4		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		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 Anderson 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, 2013	\$ 60,688,368	\$ 56,559,814	\$ 4,128,554
Changes for the year:			
Service Cost	\$ 1,965,886	\$ 0	\$ 1,965,886
Interest	4,591,169	0	4,591,169
Differences Between Expected and Actual Experience	(736,310)	0	(736,310)
Contributions-Employer	0	1,806,650	(1,806,650)
Contributions-Employees	0	1,112,396	(1,112,396)
Net Investment Income	0	9,411,066	(9,411,066)
Benefit Payments, Including Refunds of Employee Contributions	(2,877,320)	(2,877,320)	0
Administrative Expense	0	(28,682)	28,682
Other Changes	0	0	0
Net Changes	\$ 2,943,425	\$ 9,424,110	\$ (6,480,685)
Balance, June 30, 2014	\$ 63,631,793	\$ 65,983,924	\$ (2,352,131)

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

		Total Pension Liability	Plan Fiduciary Net Position	Net Pension Liability (Asset)
Primary Government	52.78%	\$ 33,584,860	\$ 34,826,315	\$ (1,241,455)
School Department	47.22%	30,046,933	31,157,609	(1,110,676)
Total		\$ 63,631,793	\$ 65,983,924	\$ (2,352,131)

*Sensitivity of the Net Pension Liability (Asset) to Changes in the Discount Rate.* The following presents the net pension liability (asset) of Anderson County calculated using the discount rate of 7.5 percent, as well as what the net pension liability (asset) would be if it were 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
<u>Anderson County</u>	<u>6.5%</u>	<u>7.5%</u>	<u>8.5%</u>

Net Pension Liability     \$ 5,937,155   \$ (2,352,131)   \$ (9,219,651)

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

*Pension Expense.* For the year ended June 30, 2015, Anderson County recognized pension expense of \$49,886.

*Deferred Outflows of Resources and Deferred Inflows of Resources.* For the year ended June 30, 2015, Anderson 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
Differences Between Expected and Actual Experience	\$ 0	\$ 589,048
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	0	4,134,873
Contributions Subsequent to the Measurement Date of June 30, 2014 (1)	<u>1,616,432</u>	<u>N/A</u>
Total	<u>\$ 1,616,432</u>	<u>\$ 4,723,921</u>

- (1) The amount shown above for “Contributions Subsequent to the Measurement Date of June 30, 2014,” 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
Governmental Activities	\$ 882,741	\$ 2,044,494
Business-type Activities	189,437	448,791
School Department	544,254	2,230,636
Total	<u>\$ 1,616,432</u>	<u>\$ 4,723,921</u>

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

Year Ending June 30	Amount
2016	\$ (1,180,980)
2017	(1,180,980)
2018	(1,180,980)
2019	(1,180,980)
2020	0
Thereafter	0

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

**Discretely Presented Anderson County School Department**

**Non-certified Employees**

**General Information About the Pension Plan**

*Plan Description.* As noted above under the primary government, employees of Anderson County and non-certified employees of the discretely presented Anderson County School Department are provided a defined benefit pension plan through the Public Employee Retirement Plan, an agent multiple-employer pension plan administered by the TCRS. The primary government employees comprise 52.78 percent and the non-certified employees of the

discretely present School Department comprise 47.22 percent of the plan based on census data.

### **Certified Employees**

### **Teacher Retirement Plan**

#### **General Information About the Pension Plan**

*Plan Description.* Teachers of the Anderson County School Department with membership in the TCRS before July 1, 2014, are provided with pensions through the Teacher Legacy Pension Plan, a cost-sharing multiple-employer pension plan administered by the TCRS. The Teacher Legacy Pension Plan is closed to new membership. Teachers with membership in the TCRS after June 30, 2014, are provided with pensions through a legally separate plan referred to as the Teacher Retirement Plan, a cost-sharing multiple-employer pension plan administered by the TCRS. The TCRS was created by state statute under *Tennessee Code Annotated (TCA)*, Title 8, Chapters 34-37. The TCRS Board of Trustees is responsible for the proper operation and administration of all employer pension plans in the TCRS. The Tennessee Treasury Department, an agency in the legislative branch of state government, administers the plans of the TCRS. The TCRS issues a publically available financial report that can be obtained at [www.treasury.tn.gov/tcrs](http://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 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. Members of the Teachers Retirement Plan are entitled to receive unreduced service retirement benefits, which are determined by a formula using the member's highest five consecutive year average compensation and the member's years of service credit. Service related disability benefits are provided regardless of length of service. Five years of service is required for non-service related disability eligibility. The service related and non-service related disability benefits are determined in the same manner as a service retirement benefit but are reduced ten percent and include projected service credits. A variety of death benefits is available under various eligibility criteria. Member and beneficiary annuitants are entitled to an automatic cost of living adjustment (COLA) after retirement. A COLA is granted each July for annuitants retired prior to the second of July of the previous year. The COLA is based on the change in the consumer price index (CPI) during the prior calendar year, capped at three percent, and applied to the current benefit. No COLA is granted if the change in the CPI is less than one-half percent. A one percent

COLA is granted if the CPI change is between one-half percent and one percent. A member who leaves employment may withdraw their employee contributions, plus any accumulated interest. Under the 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. Teachers contribute five percent of salary. 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, 2015, to the Teacher Retirement Plan were \$19,054, which is four percent of pensionable 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.* Since the measurement date is June 30, 2014, which is prior to the July 1, 2014, inception of the Teacher Retirement Plan, there is no net pension liability to report at June 30, 2015.

*Pension Expense.* Since the measurement date is June 30, 2014, the Anderson County School Department did not recognize any pension expense at June 30, 2015.

*Deferred Outflows of Resources and Deferred Inflows of Resources.* For the year ended June 30, 2015, the Anderson County School Department reported deferred outflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
LEAs Contributions Subsequent to the Measurement Date of June 30, 2014	\$ 19,054	N/A

The Anderson County School Department's employer contributions of \$19,054 reported as pension related deferred outflows of resources subsequent to the measurement date, will be recognized as a reduction of net pension liability in the year ending June 30, 2016.

### **Teacher Legacy Pension Plan**

#### **General Information About the Pension Plan**

*Plan Description.* Teachers of the Anderson County School Department with membership in the TCRS before July 1, 2014, are provided with pensions through the Teacher Legacy Pension Plan, a cost-sharing multiple-employer pension plan administered by the TCRS. The Teacher Legacy Pension Plan closed to new membership on June 30, 2014, but will continue providing benefits to existing members and retirees. Beginning July 1, 2014, the Teacher Retirement Plan became effective for teachers employed by LEAs after June 30, 2014. The Teacher Retirement Plan is a separate cost-sharing, multiple-employer defined benefit plan. The TCRS was created by state statute under *Tennessee Code Annotated (TCA)*, Title 8, Chapters 34-37. The TCRS Board of Trustees is responsible for the proper operation and administration of all employer pension plans in the TCRS. The Tennessee Treasury Department, an agency in the legislative branch of state government, administers the plans of the TCRS. The TCRS issues a publically available financial report that can be obtained at [www.treasury.tn.gov/tcrs](http://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.

*Contributions.* Contributions for teachers are established in the statutes governing the TCRS and may only be changed by the Tennessee General Assembly. Teachers contribute five percent of salary. 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 Anderson County School Department for the year ended June 30, 2015, to the Teacher Legacy Pension Plan were \$2,591,649, which is 9.04 percent of pensionable 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 Assets.* At June 30, 2015, the Anderson County School Department reported an asset of \$123,131 for its proportionate share of the net pension asset. The net pension asset was measured as of June 30, 2014, and the total pension liability used to calculate the net pension asset was determined by an actuarial valuation as of that date. The Anderson County School Department's proportion of the net pension asset was based on a projection of the Anderson County School Department's contributions to the pension plan during the year ended June 30, 2014, relative to the contributions of all LEAs for the year ended June 30, 2014. At the June 30, 2014, measurement date, the Anderson County School Department's proportion was .757747 percent. The proportion measured as of June 30, 2013, was .762440 percent.

*Pension Income.* For the year ended June 30, 2015, the Anderson County School Department recognized a pension income of \$116,634.

*Deferred Outflows of Resources and Deferred Inflows of Resources.* For the year ended June 30, 2015, the Anderson 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
Differences Between Expected and Actual Experience	\$ 298,930	\$ 0
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	0	10,145,159
Changes in Proportion and Differences Between LEAs Contributions and Proportionate Share of Contributions	0	66,204
LEAs Contributions Subsequent to the Measurement Date of June 30, 2014	<u>2,591,649</u>	<u>N/A</u>
Total	<u>\$ 2,890,579</u>	<u>\$ 10,211,363</u>

The Anderson County School Department's employer contributions of \$2,591,649 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, 2016. 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
2016	\$ (2,497,502)
2017	(2,497,502)
2018	(2,497,502)
2019	(2,497,502)
2020	38,788
Thereafter	38,788

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, 2014, 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, 2014, actuarial valuation were based on the results of an actuarial experience study performed for the period July 1, 2008, through June 30, 2012. The demographic assumptions were adjusted to more closely reflect actual and expected future experience.

The long-term expected rate of return on pension plan investments was established by the TCRS Board of Trustees in conjunction with the June 30, 2012, actuarial experience study by considering the following three techniques: (1) the 25-year historical return of the TCRS at June 30, 2012, (2) the historical market returns of asset classes from 1926 to 2012 using the TCRS investment policy asset allocation, and (3) capital market projections that were utilized as a building-block method in which best-estimate ranges of expected future real rate of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. Four sources of capital market projections were blended and utilized in the third technique. The blended capital market projection established the long-term expected rate of return by weighting the expected future real rate of return by the target asset allocation percentage and by adding inflation of three percent. The target allocation and best estimates of arithmetic real rates of return for each major asset class are summarized in the following table:

Asset Class	Percentage Long-term Expected Real Rate of Return		Percentage Target Allocations	
U.S. Equity	6.46	%	33	%
Developed Market				
International Equity	6.26		17	
Emerging Market				
International Equity	6.40		5	
Private Equity and				
Strategic Lending	4.61		8	
U.S. Fixed Income	0.98		29	
Real Estate	4.73		7	
Short-term Securities	0.00		1	
Total			100	%

The long-term expected rate of return on pension plan investments was established by the TCRS Board of Trustees as 7.5 percent based on a blending of the four 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 Anderson 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 Anderson 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     \$ 20,767,328     \$ (123,131)     \$ (17,418,165)

*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**

Teachers hired after July 1, 2014, by the discretely presented Anderson County School Department are required to participate in a hybrid pension plan administered by the Tennessee Consolidated Retirement System. This hybrid pension plan requires that these teachers contribute five percent of their salaries into a deferred compensation plan managed by the hybrid plan pursuant to IRC Section 401(k). As part of their employment package, the Anderson County School Department has assumed all costs of funding this program on-behalf of the plan participants. The Section 401(k) plan assets remain the property of the participating teachers and are not presented in the accompanying financial statements. IRC Section 401(k), establishes participation, contribution, and withdrawal provisions for the plans. During the year, the Anderson County School Department contributed \$23,544 to the 401(k) portion of the hybrid pension plan on-behalf of the plan participants.

## I. **Other Postemployment Benefits (OPEB)**

### **Primary Government**

#### **Plan Description**

Anderson County participates in a self-insured/commercial postemployment benefits plan administered by Humana for medical benefits for retirees and their beneficiaries. For accounting purposes, the plan is a single-employer defined benefit OPEB plan. Benefits are established and amended by an insurance committee established by the County Commission.

#### **Funding Policy**

The premium requirements of plan members are established and may be amended by the insurance committee. The plan is self-insured and financed on a pay-as-you-go basis. Claims liabilities of the plan are periodically computed using actuarial and statistical techniques to establish premium rates. The county develops its own contribution policy in terms of subsidizing

active employees or retired employees' premiums. Eligible retirees must be at least age 55 with a minimum of ten years of continuous service. For employees who retired prior to July 1, 2012, Anderson County does not pay any of the retirees' premiums. Coverage continues for the retiree and the retiree's eligible dependents for as long as the retiree continues to pay the premiums. For employees with 30-plus years of continuous service who retired after July 1, 2012, Anderson County pays \$300 per month premium assistance until attainment of age 65 when the employee becomes eligible for Medicare.

Annual OPEB Cost and Net OPEB Obligation

	Governmental Activities	Business- type Activities	Total Primary Government
ARC	\$ 46,631	\$ 6,112	\$ 52,743
Interest on the NOPEBO	6,027	613	6,640
Adjustment to the ARC	(8,544)	(869)	(9,413)
Annual OPEB cost	\$ 44,114	\$ 5,856	\$ 49,970
Amount of contribution	(23,551)	(449)	(24,000)
Increase/decrease in NOPEBO	\$ 20,563	\$ 5,407	\$ 25,970
Net OPEB obligation, 7-1-14	150,677	15,317	165,994
Net OPEB obligation, 6-30-15	\$ 171,240	\$ 20,724	\$ 191,964

Fiscal Year Ended	Plan	Annual OPEB Cost	Percentage of Annual OPEB Cost Contributed	Net OPEB Obligation at Fiscal Year-end
6-30-13	Primary Government	\$ 43,069	22.2 %	\$ 136,634
6-30-14	"	48,575	39.6	165,994
6-30-15	"	49,970	48.0	191,964

### Funded Status and Funding Progress

The funded status of the plan as of July 1, 2013, was as follows:

	Governmental Activities	Business- type Activities	Total Primary Government
Actuarial valuation date	7-1-14	7-1-14	7-1-14
Actuarial accrued liability (AAL)	\$ 378,337	\$ 33,525	\$ 411,862
Actuarial value of plan assets	\$ 0	\$ 0	\$ 0
Unfunded actuarial accrued liability (UAAL)	\$ 378,337	\$ 33,525	\$ 411,862
Actuarial value of assets as a % of the AAL	0%	0%	0%
Covered payroll (active plan members)	\$ 13,436,471	\$ 2,982,445	\$ 16,418,916
UAAL as a % of covered payroll	2.8%	1.1%	2.5%

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, 2014, actuarial valuations, the projected unit credit actuarial cost method was used. The actuarial assumptions included a four percent investment rate of return and an annual healthcare cost trend rate of five percent. The investment rate of return includes a three percent inflation assumption. The unfunded actuarial accrued liability is being amortized on an open basis over a 30-year period using the level dollar method.

## **Discretely Presented Anderson County School Department**

### **Plan Description**

The Anderson County School Department participates in the state-administered Local Education Group Insurance Plan for healthcare benefits. For accounting purposes, the plan is an agent multiple-employer defined benefit OPEB plan. Benefits are established and amended by an insurance committee created by Section 8-27-302, *Tennessee Code Annotated*. Prior to reaching the age of 65, all members have the option of choosing between the standard or partnership preferred provider organization plan for healthcare benefits. Subsequent to age 65, members who are also in the state's retirement system may participate in a state-administered Medicare Supplement Plan that does not include pharmacy. The plans are reported in the State of Tennessee Comprehensive Annual Financial Report (CAFR). The CAFR is available on the state's website at <http://tn.gov/finance/act/cafr.html>.

### **Funding Policy**

The premium requirements of plan members are established and may be amended by the insurance committee. The plan is 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 the 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 provides 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. The Anderson County School Department does not pay any premiums for retiree health insurance. However, since pre-65 retirees are allowed to remain on the plan, an implicit rate subsidy exists and is accounted for as other postemployment benefits.

Annual OPEB Cost and Net OPEB Obligation

	Local Education Group Plan
ARC	\$ 326,000
Interest on the NOPEBO	59,447
Adjustment to the ARC	(57,916)
Annual OPEB cost	\$ 327,531
Amount of contribution	(341,947)
Increase/decrease in NOPEBO	\$ (14,416)
Net OPEB obligation, 7-1-14	1,431,821
Net OPEB obligation, 6-30-15	\$ 1,417,405

Fiscal Year Ended	Plan	Annual OPEB Cost	Percentage of Annual OPEB Cost Contributed	Net OPEB Obligation at Fiscal Year-end
6-30-13	Local Education Group	\$ 665,154	50.5 %	\$ 1,486,172
6-30-14	"	316,531	117.2	1,431,821
6-30-15	"	327,531	104.4	1,417,405

Funded Status and Funding Progress

The funded status of the plan as of July 1, 2013, was as follows:

	Local Education Group Plan
Actuarial valuation date	7-1-13
Actuarial accrued liability (AAL)	\$ 2,883,000
Actuarial value of plan assets	\$ 0
Unfunded actuarial accrued liability (UAAL)	\$ 2,883,000
Actuarial value of assets as a % of the AAL	0%
Covered payroll (active plan members)	\$ 37,745,534
UAAL as a % of covered payroll	7.6%

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, 2013, actuarial valuation for the Local Education Plan, the projected unit credit actuarial cost method was used and the actuarial assumptions included a four percent investment rate of return (net of administrative expenses) and an annual healthcare cost trend rate of seven percent for fiscal year 2015. The trend rate will decrease to 6.5 percent in 2016 and then will be reduced by decrements to an ultimate rate of 4.7 percent by fiscal year 2044. The rate includes a 2.5 percent inflation assumption. The unfunded actuarial accrued liability is being amortized as a level percentage of payroll on a closed basis over a 30-year period beginning with July 1, 2007.

#### **J. Office of Central Accounting and Budgeting**

Anderson County operates under provisions of the Fiscal Control Acts of 1957, which provide for a central system of accounting and budgeting covering all funds of the county. These funds are maintained in the Office of Central Accounting and Budgeting under the supervision of the director of accounts and budgets.

#### **K. Purchasing Laws**

Purchasing procedures for the Offices of the County Mayor, Director of Schools, and Highway Superintendent are governed by the County Purchasing Law of 1957, Section 5-14-101, et seq., *Tennessee Code Annotated (TCA)*. Purchasing procedures for the Highway Department are also governed by provisions of the Uniform Road Law, Section 54-7-113, *TCA*. These statutes provide for a purchasing agent and require competitive bids on all purchases exceeding \$10,000.

VI. **OTHER NOTES – DISCRETELY PRESENTED ANDERSON COUNTY  
EMERGENCY COMMUNICATIONS DISTRICT**

A. **Description of Organization**

The Emergency Communications District of Anderson County, Tennessee, (the district) was created by a county-wide referendum on November 6, 1990. The Anderson County Board of Commissioners appointed the district's initial Board of Directors pursuant to *Tennessee Code Annotated*, Section 7-86-101. The district is responsible for the installation and maintenance of the emergency communications network of Anderson County, Tennessee, (Enhanced 911 Service).

The district is considered a component unit of Anderson County, Tennessee, because the Anderson County Board of Commissioners appoints a majority of the district's Board of Directors and must approve any debt issued by the district.

B. **Summary of Significant Accounting Policies**

1. **Basis of Accounting**

The district's financial statements are reported using the economic resources measurement focus and accrual basis of accounting. Accordingly, all assets and liabilities (whether current or noncurrent) are included on the statements of net position. The statement of revenues, expenses, and changes in net position present increases (revenue) and decreases (expenses) in total net position. Under the accrual basis of accounting, revenue is recognized in the period in which it is earned while expenses are recognized in the period in which the liability is incurred.

Operating revenue is revenue that is generated from the primary operations of the district. All other revenue is reported as nonoperating revenue. Operating expenses are those expenses that are essential to the primary operations of the district. All other expenses are reported as nonoperating expenses.

GASB Statement No. 34, *Basic Financial Statements and Management's Discussion and Analysis for State and Local Governments* establishes standards for external financial reporting for state and local governments and requires that resources be classified for accounting and reporting purposes into the following three net position groups:

Investment in capital assets: This category includes capital assets, net of accumulated depreciation. Investment in capital assets at June 30, 2015, has been calculated as follows:

Capital Assets	\$ 1,242,714
Less: Accumulated Depreciation	<u>(379,815)</u>
Capital Assets Being Depreciated, Net	<u><u>\$ 862,899</u></u>

Restricted: This category includes net position whose use is subject to externally imposed stipulations that can be fulfilled by actions of the district pursuant to those stipulations or that expire by the passage of time. The district had no restricted net position as of June 30, 2015.

Unrestricted: This category includes net position that is not subject to externally imposed stipulations and does not meet the definition of restricted or net investment in capital assets. Unrestricted net position may be designated for specific purposes by action of management or the Board of Directors or may otherwise be limited by contractual agreements with outside parties.

## 2. Accounts Receivable

Accounts receivable, which are deemed uncollectible based upon a periodic review of the accounts, are charged to revenue. At June 30, 2015, no allowance for uncollectible accounts was considered necessary.

## 3. Capital Assets

Capital assets, which include property and equipment, are recorded at cost. Capital assets are defined by the district as assets with an initial, individual cost of \$500 or more. Depreciation is computed using the straight-line method over the estimated useful lives, which range from five to 25 years.

## 4. Operating Budget

The district is required by state law to adopt an annual operating budget. The Board of Directors approves the original budget and any amendments, and maintains the legal level of control at the line-item level. The budget is prepared on the accrual basis of accounting. All appropriations lapse at the end of the year.

## 5. Compensated Absences

The district's full-time employees are granted vacation leave in varying amounts. In the event of termination, the employee is paid for any unused vacation leave.



6. Use of Restricted/Unrestricted Net Position

When an expense is incurred for purposes for which both restricted and unrestricted net position is available, the district's policy is to apply restricted net position first.

C. Cash

Cash represents money on deposit in various banks. The district considers all highly liquid investments with an original maturity date of three months or less when purchased to be cash equivalents.

State of Tennessee law authorizes the district to invest in obligations of the United States or its agencies, non-convertible debt securities of certain federal agencies, other obligations guaranteed as to principal and interest by the United States or any of its agencies, secured certificates of deposit and other evidences of deposit in state and federal banks and savings and loan associations, and the State of Tennessee Local Government Investment Pool.

All deposits with financial institutions in excess of Federal Deposit Insurance Corporation (FDIC) limits are required to be secured by one of two methods. Excess funds can be deposited with a financial institution that participates in the State of Tennessee Bank Collateral Pool. For deposits with financial institutions that do not participate in the State of Tennessee Bank Collateral Pool, state statutes require that all deposits be collateralized with collateral whose market value is equal to 105 percent of the uninsured amount of the deposits.

All of the district's cash and cash equivalent balances at June 30, 2015, were either insured through the Federal Deposit Insurance Corporation or through the State of Tennessee Bank Collateral Pool.

D. Lease

The district occupies its facilities provided by Anderson County on a month-by-month basis without charge.

E. Risk Management

The district is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The district carries commercial insurance for all risks of loss, including general liability and workers' compensation coverage. Settled claims resulting from these risks have not exceeded commercial insurance coverage in any of the past three fiscal years.

**F. Capital Assets**

Capital assets activity for the year ended June 30, 2015, was as follows:

	Balance			Balance
	7-1-14	Additions	Retirements	6-30-15
Capital Assets Depreciated:				
Communications Equipment	\$ 919,494	\$ 25,188	\$ 0	\$ 944,682
Furniture and Fixtures	58,043	4,294	0	62,337
Vehicle	19,425	0	0	19,425
Leasehold Improvements	72,920	0	0	72,920
Other Capital Assets	142,070	1,280	0	143,350
	<u>\$ 1,211,952</u>	<u>\$ 30,762</u>	<u>\$ 0</u>	<u>\$ 1,242,714</u>
Accumulated Depreciation	(258,240)	(121,575)	0	(379,815)
Capital Assets				
Depreciated, Net	<u>\$ 953,712</u>	<u>\$ (90,813)</u>	<u>\$ 0</u>	<u>\$ 862,899</u>

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## REQUIRED SUPPLEMENTARY INFORMATION

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Exhibit F-1

Anderson 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>2014</u>
<b>Total Pension Liability (Asset)</b>	
Service Cost	\$ 1,965,886
Interest	4,591,169
Changes in Benefit Terms	0
Differences Between Actual and Expected Experience	(736,310)
Changes in Assumptions	0
Benefit Payments, Including Refunds of Employee Contributions	<u>(2,877,320)</u>
Net Change in Total Pension Liability (Asset)	\$ 2,943,425
Total Pension Liability (Asset), Beginning	<u>60,688,368</u>
 Total Pension Liability (Asset), Ending (a)	 <u>\$ 63,631,793</u>
 <b>Plan Fiduciary Net Position</b>	
Contributions - Employer	\$ 1,806,650
Contributions - Employee	1,112,396
Net Investment Income	9,411,066
Benefit Payments, Including Refunds of Employee Contributions	(2,877,320)
Administrative Expense	<u>(28,682)</u>
Net Change in Plan Fiduciary Net Position	\$ 9,424,110
Plan Fiduciary Net Position, Beginning	<u>56,559,814</u>
 Plan Fiduciary Net Position, Ending (b)	 <u>\$ 65,983,924</u>
 Net Pension Liability (Asset), Ending (a - b)	 <u><u>\$ (2,352,131)</u></u>
 Plan Fiduciary Net Position as a Percentage of Total Pension Liability	 103.70%
Covered Employee Payroll	\$ 22,113,264
Net Pension Liability (Asset) as a Percentage of Covered Employee Payroll	10.64%

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

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

Exhibit F-2

Anderson 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

	2014	2015
Actuarially Determined Contribution	\$ 1,806,650	\$ 1,616,432
Less Contributions in Relation to the Actuarially Determined Contribution	<u>(1,806,650)</u>	<u>(1,616,432)</u>
Contribution Deficiency (Excess)	<u>\$ 0</u>	<u>\$ 0</u>
Covered Employee Payroll	\$ 22,113,264	\$ 23,222,323
Contributions as a Percentage of Covered Employee Payroll	8.17%	7.0%

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

Anderson County, Tennessee  
Schedule of Contributions Based on Participation in the Teacher  
Retirement Plan of TCRS  
Discretely Presented Anderson County School Department  
For the Fiscal Year Ended June 30

	<u>2015</u>
Actuarially Determined Contribution	\$ 11,909
Less Contributions in Relation to the Actuarially Determined Contribution	<u>(19,054)</u>
Contribution Deficiency (Excess)	<u><u>\$ (7,145)</u></u>
Covered Employee Payroll	\$ 470,884
Contributions as a Percentage of Covered Employee Payroll	4.05%

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

Exhibit F-4

Anderson County, Tennessee  
Schedule of Contributions Based on Participation in the Teacher  
Legacy Plan of TCRS  
Discretely Presented Anderson County School Department  
For the Fiscal Year Ended June 30

	2014	2015
Actuarially Determined Contribution	\$ 2,641,046	\$ 2,591,649
Less Contributions in Relation to the Actuarially Determined Contribution	(2,641,046)	(2,591,649)
Contribution Deficiency (Excess)	\$ 0	\$ 0
Covered Employee Payroll	\$ 29,741,510	\$ 28,689,177
Contributions as a Percentage of Covered Employee Payroll	8.88%	9.03%

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

Exhibit F-5

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

	<u>2014</u>
School Department's Proportion of the Net Pension Asset	0.757747%
School Department's Proportionate Share of the Net Pension Asset	\$ 123,130
Covered Employee Payroll	\$ 29,741,510
School Department's Proportionate Share of the Net Pension Asset as a Percentage of its Covered Employee Payroll	0.41%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	100.08%

\* 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-6

Anderson County, Tennessee  
Schedule of Funding Progress – Other Postemployment Benefits Plans  
Primary Government and Discretely Presented Anderson County School Department  
June 30, 2015

(Dollar amounts in thousands)

Plans	Actuarial Valuation Date	Actuarial Value of Plan 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>							
Self-Insured	7-1-11	\$ 0	\$ 245	\$ 245	0 %	\$ 15,728	1.56 %
"	7-1-13	0	398	398	0	15,981	2.49
"	7-1-14	0	412	412	0	16,419	2.51
<u>DISCRETELY PRESENTED ANDERSON COUNTY SCHOOL DEPARTMENT</u>							
Local Education	7-1-10	0	5,416	5,416	0	38,223	14.17
"	7-1-11	0	5,598	5,598	0	37,557	14.90
"	7-1-13	0	2,883	2,883	0	37,746	7.64

**ANDERSON COUNTY, TENNESSEE**  
**NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION**  
**For the Year Ended June 30, 2015**

**TENNESSEE CONSOLIDATED RETIREMENT SYSTEM**

*Valuation Date:* Actuarially determined contribution rates for 2015 were calculated based on the July 1, 2013, actuarial valuation.

Methods and assumptions used to determine contribution rates:

Amortization Method	Level Dollar, Closed (Not to Exceed 20 Years)
Remaining Amortization Period	Three Years
Asset Valuation	10-Year Smoothed Within a 20% Corridor to Market Value
Inflation	3%
Salary Increases	Graded Salary Ranges from 8.97% to 3.71% Based on Age, Including Inflation, Averaging 4.25%
Investment Rate of Return	7.5%, Net of Investment Expense, Including Inflation
Retirement Age	Pattern of Retirement Determined by Experience Study
Mortality	Customized Table Based on Actual Experience Including an Adjustment for Some Anticipated Improvement
Cost of Living Adjustment	2.5%

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**COMBINING AND INDIVIDUAL FUND  
FINANCIAL STATEMENTS AND SCHEDULES**

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# Nonmajor Governmental Funds

## Special Revenue Funds

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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.

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Public Library Fund – The Public Library Fund is used to account for transactions of the Anderson County Public Library, which is jointly funded by Anderson County, the City of Clinton, City of Oak Ridge, and Rocky Top.

Solid Waste/Sanitation Fund – The Solid Waste/Sanitation Fund is used to account for transactions involving solid waste collection.

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 of the Anderson County Tourism Board.

Constitutional Officers - Fees Fund – The Constitutional Officers - Fees Fund is used to account for operating expenses paid directly from the fee and commission accounts of the trustee, clerks, register of deeds, and sheriff.

# Debt Service Funds

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Debt Service Funds are used to account for and report financial resources that are restricted, committed, or assigned to expenditure for principal and interest.

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Rural Debt Service Fund – The Rural Debt Service Fund is used to account for the retirement of long-term debt issued for the construction and renovations of the county's elementary schools.

# Capital Projects Funds

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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.

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General Capital Projects Fund – The General Capital Projects Fund is used to account for general capital expenditures of the county.

Exhibit G-1

Anderson County, Tennessee  
Combining Balance Sheet  
Nonmajor Governmental Funds  
June 30, 2015

	Special Revenue Funds					
	Public Library	Solid Waste / Sanitation	Drug Control	Other Special Revenue	Constitu- tional Officers - Fees	Total
<u>ASSETS</u>						
Cash	\$ 737	\$ 0	\$ 0	\$ 0	\$ 1,490	\$ 2,227
Equity in Pooled Cash and Investments	266,381	779,794	321,485	323,513	0	1,691,173
Accounts Receivable	2,949	76,421	0	27,864	2,065	109,299
Due from Other Governments	0	15,615	0	0	0	15,615
Due from Other Funds	6,434	8,813	4,011	0	0	19,258
Due from Component Units	0	11,395	0	0	0	11,395
Property Taxes Receivable	457,411	1,080,678	0	0	0	1,538,089
Allowance for Uncollectible Property Taxes	(23,173)	(54,748)	0	0	0	(77,921)
Prepaid Items	0	0	0	0	0	0
Total Assets	<u>\$ 710,739</u>	<u>\$ 1,917,968</u>	<u>\$ 325,496</u>	<u>\$ 351,377</u>	<u>\$ 3,555</u>	<u>\$ 3,309,135</u>
<u>LIABILITIES</u>						
Accounts Payable	\$ 9,452	\$ 100,518	\$ 2,229	\$ 28,321	\$ 0	\$ 140,520
Accrued Payroll	13,295	4,772	0	4,845	0	22,912
Payroll Deductions Payable	3,605	1,766	0	987	0	6,358
Due to Other Funds	10,557	9,138	0	11,487	3,555	34,737
Total Liabilities	<u>\$ 36,909</u>	<u>\$ 116,194</u>	<u>\$ 2,229</u>	<u>\$ 45,640</u>	<u>\$ 3,555</u>	<u>\$ 204,527</u>
<u>DEFERRED INFLOWS OF RESOURCES</u>						
Deferred Current Property Taxes	\$ 420,144	\$ 992,630	\$ 0	\$ 0	\$ 0	\$ 1,412,774
Deferred Delinquent Property Taxes	7,627	18,021	0	0	0	25,648
Total Deferred Inflows of Resources	<u>\$ 427,771</u>	<u>\$ 1,010,651</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 1,438,422</u>

(Continued)

Exhibit G-1

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

	Special Revenue Funds					Total
	Public Library	Solid Waste / Sanitation	Drug Control	Other Special Revenue	Constitu- tional Officers - Fees	
<u>FUND BALANCES</u>						
Nonspendable:						
Prepaid Items	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	0
Restricted:						
Restricted for Public Safety	0	0	322,426	0	0	322,426
Restricted for Public Health and Welfare	0	181,223	0	0	0	181,223
Restricted for Social, Cultural, and Recreational Services	246,059	0	0	305,737	0	551,796
Restricted for Capital Outlay	0	0	0	0	0	0
Restricted for Debt Service	0	0	0	0	0	0
Restricted for Capital Projects	0	113,000	0	0	0	113,000
Committed:						
Committed for Public Safety	0	0	841	0	0	841
Committed for Capital Projects	0	496,900	0	0	0	496,900
Total Fund Balances	<u>\$ 246,059</u>	<u>\$ 791,123</u>	<u>\$ 323,267</u>	<u>\$ 305,737</u>	<u>\$ 0</u>	<u>\$ 1,666,186</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 710,739</u>	<u>\$ 1,917,968</u>	<u>\$ 325,496</u>	<u>\$ 351,377</u>	<u>\$ 3,555</u>	<u>\$ 3,309,135</u>

(Continued)

Exhibit G-1

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

	Debt Service Fund	Capital Projects Fund	Total Nonmajor Governmental Funds
<u>ASSETS</u>			
Cash	\$ 0	\$ 0	\$ 2,227
Equity in Pooled Cash and Investments	47,632	491,525	2,230,330
Accounts Receivable	0	0	109,299
Due from Other Governments	0	0	15,615
Due from Other Funds	101	0	19,359
Due from Component Units	0	0	11,395
Property Taxes Receivable	207,778	24,442	1,770,309
Allowance for Uncollectible Property Taxes	(10,171)	(1,238)	(89,330)
Prepaid Items	7,020	0	7,020
Total Assets	\$ 252,360	\$ 514,729	\$ 4,076,224
<u>LIABILITIES</u>			
Accounts Payable	\$ 0	\$ 924	\$ 141,444
Accrued Payroll	0	0	22,912
Payroll Deductions Payable	0	0	6,358
Due to Other Funds	0	0	34,737
Total Liabilities	\$ 0	\$ 924	\$ 205,451
<u>DEFERRED INFLOWS OF RESOURCES</u>			
Deferred Current Property Taxes	\$ 185,215	\$ 22,451	\$ 1,620,440
Deferred Delinquent Property Taxes	6,712	520	32,880
Total Deferred Inflows of Resources	\$ 191,927	\$ 22,971	\$ 1,653,320

(Continued)



Exhibit G-1

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

	Debt Service Fund	Capital Projects Fund	Total Nonmajor Governmental Funds
<u>FUND BALANCES</u>			
Nonspendable:			
Prepaid Items	\$ 7,020	\$ 0	\$ 7,020
Restricted:			
Restricted for Public Safety	0	0	322,426
Restricted for Public Health and Welfare	0	0	181,223
Restricted for Social, Cultural, and Recreational Services	0	0	551,796
Restricted for Capital Outlay	0	21,664	21,664
Restricted for Debt Service	53,413	0	53,413
Restricted for Capital Projects	0	469,170	582,170
Committed:			
Committed for Public Safety	0	0	841
Committed for Capital Projects	0	0	496,900
Total Fund Balances	<u>\$ 60,433</u>	<u>\$ 490,834</u>	<u>\$ 2,217,453</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 252,360</u>	<u>\$ 514,729</u>	<u>\$ 4,076,224</u>

Exhibit G-2

Anderson County, Tennessee  
Combining Statement of Revenues, Expenditures,  
and Changes in Fund Balances  
Nonmajor Governmental Funds  
For the Year Ended June 30, 2015

	Special Revenue Funds					
	Public Library	Solid Waste / Sanitation	Drug Control	Other Special Revenue	Constitu- tional Officers - Fees	Total
<u>Revenues</u>						
Local Taxes	\$ 434,735	\$ 1,027,034	\$ 0	\$ 340,259	\$ 0	\$ 1,802,028
Fines, Forfeitures, and Penalties	0	0	49,301	0	0	49,301
Charges for Current Services	23,402	433,251	0	0	948	457,601
Other Local Revenues	7,243	30,289	559	0	0	38,091
State of Tennessee	4,787	27,896	0	5,000	0	37,683
Federal Government	3,541	0	19,665	0	0	23,206
Other Governments and Citizens Groups	142,167	0	0	0	0	142,167
Total Revenues	<u>\$ 615,875</u>	<u>\$ 1,518,470</u>	<u>\$ 69,525</u>	<u>\$ 345,259</u>	<u>\$ 948</u>	<u>\$ 2,550,077</u>
<u>Expenditures</u>						
Current:						
Finance	\$ 0	\$ 0	\$ 0	\$ 0	\$ 293	\$ 293
Administration of Justice	0	0	0	0	655	655
Public Safety	0	0	95,085	0	0	95,085
Public Health and Welfare	0	1,467,848	0	0	0	1,467,848
Social, Cultural, and Recreational Services	612,898	0	0	0	0	612,898
Other Operations	0	0	0	327,510	0	327,510
Debt Service:						
Principal on Debt	1,706	0	0	0	0	1,706
Interest on Debt	4,150	0	0	0	0	4,150
Other Debt Service	0	0	0	0	0	0
Capital Projects	0	0	0	0	0	0
Total Expenditures	<u>\$ 618,754</u>	<u>\$ 1,467,848</u>	<u>\$ 95,085</u>	<u>\$ 327,510</u>	<u>\$ 948</u>	<u>\$ 2,510,145</u>

(Continued)

Exhibit G-2

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

	Special Revenue Funds					
	Public Library	Solid Waste / Sanitation	Drug Control	Other Special Revenue	Constitu- tional Officers - Fees	Total
Excess (Deficiency) of Revenues Over Expenditures	\$ (2,879)	\$ 50,622	\$ (25,560)	\$ 17,749	\$ 0	\$ 39,932
<u>Other Financing Sources (Uses)</u>						
Notes Issued	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Transfers Out	(9,511)	(4,631)	0	(10,400)	0	(24,542)
Total Other Financing Sources (Uses)	\$ (9,511)	\$ (4,631)	\$ 0	\$ (10,400)	\$ 0	\$ (24,542)
Net Change in Fund Balances	\$ (12,390)	\$ 45,991	\$ (25,560)	\$ 7,349	\$ 0	\$ 15,390
Fund Balance, July 1, 2014	258,449	745,132	348,827	298,388	0	1,650,796
Fund Balance, June 30, 2015	\$ 246,059	\$ 791,123	\$ 323,267	\$ 305,737	\$ 0	\$ 1,666,186

(Continued)

Exhibit G-2

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

	Debt Service Fund	Capital Projects Fund	Total Nonmajor Governmental Funds
<u>Revenues</u>			
Local Taxes	\$ 190,894	\$ 22,103	\$ 2,015,025
Fines, Forfeitures, and Penalties	0	0	49,301
Charges for Current Services	0	0	457,601
Other Local Revenues	101	0	38,192
State of Tennessee	0	0	37,683
Federal Government	0	0	23,206
Other Governments and Citizens Groups	1,506,094	0	1,648,261
Total Revenues	<u>\$ 1,697,089</u>	<u>\$ 22,103</u>	<u>\$ 4,269,269</u>
<u>Expenditures</u>			
Current:			
Finance	\$ 0	\$ 0	\$ 293
Administration of Justice	0	0	655
Public Safety	0	0	95,085
Public Health and Welfare	0	0	1,467,848
Social, Cultural, and Recreational Services	0	0	612,898
Other Operations	0	0	327,510
Debt Service:			
Principal on Debt	1,061,457	0	1,063,163
Interest on Debt	582,233	0	586,383
Other Debt Service	5,342	0	5,342
Capital Projects	0	420,381	420,381
Total Expenditures	<u>\$ 1,649,032</u>	<u>\$ 420,381</u>	<u>\$ 4,579,558</u>

(Continued)

Exhibit G-2

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

	Debt Service Fund	Capital Projects Fund	Total Nonmajor Governmental Funds
Excess (Deficiency) of Revenues Over Expenditures	\$ 48,057	\$ (398,278)	\$ (310,289)
<u>Other Financing Sources (Uses)</u>			
Notes Issued	\$ 0	\$ 400,000	\$ 400,000
Transfers Out	0	0	(24,542)
Total Other Financing Sources (Uses)	\$ 0	\$ 400,000	\$ 375,458
Net Change in Fund Balances	\$ 48,057	\$ 1,722	\$ 65,169
Fund Balance, July 1, 2014	12,376	489,112	2,152,284
Fund Balance, June 30, 2015	\$ 60,433	\$ 490,834	\$ 2,217,453

## Exhibit G-3

Anderson County, Tennessee  
Schedule of Revenues, Expenditures, and Changes  
in Fund Balance - Actual and Budget  
Public Library Fund  
For the Year Ended June 30, 2015

	Actual	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
		Original	Final	
<u>Revenues</u>				
Local Taxes	\$ 434,735	\$ 428,584	\$ 428,584	\$ 6,151
Charges for Current Services	23,402	22,500	24,010	(608)
Other Local Revenues	7,243	3,706	6,116	1,127
State of Tennessee	4,787	0	3,590	1,197
Federal Government	3,541	0	0	3,541
Other Governments and Citizens Groups	142,167	134,703	140,703	1,464
Total Revenues	<u>\$ 615,875</u>	<u>\$ 589,493</u>	<u>\$ 603,003</u>	<u>\$ 12,872</u>
<u>Expenditures</u>				
<u>Social, Cultural, and Recreational Services</u>				
Libraries	\$ 612,898	\$ 583,637	\$ 647,064	\$ 34,166
<u>Principal on Debt</u>				
General Government	1,706	1,706	1,706	0
<u>Interest on Debt</u>				
General Government	4,150	4,150	4,150	0
Total Expenditures	<u>\$ 618,754</u>	<u>\$ 589,493</u>	<u>\$ 652,920</u>	<u>\$ 34,166</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ (2,879)</u>	<u>\$ 0</u>	<u>\$ (49,917)</u>	<u>\$ 47,038</u>
<u>Other Financing Sources (Uses)</u>				
Transfers Out	\$ (9,511)	0	\$ (9,511)	0
Total Other Financing Sources	<u>\$ (9,511)</u>	<u>0</u>	<u>\$ (9,511)</u>	<u>0</u>
Net Change in Fund Balance	\$ (12,390)	0	\$ (59,428)	47,038
Fund Balance, July 1, 2014	<u>258,449</u>	<u>111,818</u>	<u>111,818</u>	<u>146,631</u>
Fund Balance, June 30, 2015	<u>\$ 246,059</u>	<u>\$ 111,818</u>	<u>\$ 52,390</u>	<u>\$ 193,669</u>

## Exhibit G-4

Anderson County, Tennessee  
Schedule of Revenues, Expenditures, and Changes  
in Fund Balance - Actual and Budget  
Solid Waste/Sanitation Fund  
For the Year Ended June 30, 2015

	Actual	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
		Original	Final	
<u>Revenues</u>				
Local Taxes	\$ 1,027,034	\$ 1,006,143	\$ 1,006,143	\$ 20,891
Charges for Current Services	433,251	405,000	405,000	28,251
Other Local Revenues	30,289	35,500	35,500	(5,211)
State of Tennessee	27,896	89,089	114,808	(86,912)
Total Revenues	<u>\$ 1,518,470</u>	<u>\$ 1,535,732</u>	<u>\$ 1,561,451</u>	<u>\$ (42,981)</u>
<u>Expenditures</u>				
<u>Public Health and Welfare</u>				
Sanitation Management	\$ 182,477	\$ 171,100	\$ 219,794	\$ 37,317
Convenience Centers	522,670	566,000	621,375	98,705
Other Waste Collection	59,682	71,635	70,465	10,783
Recycling Center	2,206	4,000	81,000	78,794
Landfill Operation and Maintenance	636,575	617,000	617,000	(19,575)
Other Waste Disposal	64,238	65,500	65,500	1,262
Total Expenditures	<u>\$ 1,467,848</u>	<u>\$ 1,495,235</u>	<u>\$ 1,675,134</u>	<u>\$ 207,286</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ 50,622</u>	<u>\$ 40,497</u>	<u>\$ (113,683)</u>	<u>\$ 164,305</u>
<u>Other Financing Sources (Uses)</u>				
Transfers Out	<u>\$ (4,631)</u>	<u>\$ 0</u>	<u>\$ (4,631)</u>	<u>\$ 0</u>
Total Other Financing Sources	<u>\$ (4,631)</u>	<u>\$ 0</u>	<u>\$ (4,631)</u>	<u>\$ 0</u>
Net Change in Fund Balance	\$ 45,991	\$ 40,497	\$ (118,314)	\$ 164,305
Fund Balance, July 1, 2014	<u>745,132</u>	<u>573,148</u>	<u>573,148</u>	<u>171,984</u>
Fund Balance, June 30, 2015	<u><u>\$ 791,123</u></u>	<u><u>\$ 613,645</u></u>	<u><u>\$ 454,834</u></u>	<u><u>\$ 336,289</u></u>

## Exhibit G-5

Anderson County, Tennessee  
Schedule of Revenues, Expenditures, and Changes  
in Fund Balance - Actual and Budget  
Drug Control Fund  
For the Year Ended June 30, 2015

	Actual	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
		Original	Final	
<u>Revenues</u>				
Fines, Forfeitures, and Penalties	\$ 49,301	\$ 99,700	\$ 99,700	\$ (50,399)
Other Local Revenues	559	300	300	259
Federal Government	19,665	0	0	19,665
Total Revenues	<u>\$ 69,525</u>	<u>\$ 100,000</u>	<u>\$ 100,000</u>	<u>\$ (30,475)</u>
<u>Expenditures</u>				
<u>Public Safety</u>				
Drug Enforcement	\$ 95,085	\$ 100,000	\$ 140,750	\$ 45,665
Total Expenditures	<u>\$ 95,085</u>	<u>\$ 100,000</u>	<u>\$ 140,750</u>	<u>\$ 45,665</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ (25,560)</u>	<u>\$ 0</u>	<u>\$ (40,750)</u>	<u>\$ 15,190</u>
Net Change in Fund Balance	\$ (25,560)	\$ 0	\$ (40,750)	\$ 15,190
Fund Balance, July 1, 2014	<u>348,827</u>	<u>266,480</u>	<u>266,480</u>	<u>82,347</u>
Fund Balance, June 30, 2015	<u><u>\$ 323,267</u></u>	<u><u>\$ 266,480</u></u>	<u><u>\$ 225,730</u></u>	<u><u>\$ 97,537</u></u>



## Exhibit G-6

Anderson County, Tennessee  
Schedule of Revenues, Expenditures, and Changes  
in Fund Balance - Actual and Budget  
Other Special Revenue Fund  
For the Year Ended June 30, 2015

	Actual	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
		Original	Final	
<u>Revenues</u>				
Local Taxes	\$ 340,259	\$ 288,000	\$ 298,000	\$ 42,259
State of Tennessee	5,000	0	0	5,000
Total Revenues	<u>\$ 345,259</u>	<u>\$ 288,000</u>	<u>\$ 298,000</u>	<u>\$ 47,259</u>
<u>Expenditures</u>				
<u>Other Operations</u>				
Tourism	\$ 327,510	\$ 279,755	\$ 384,935	\$ 57,425
Total Expenditures	<u>\$ 327,510</u>	<u>\$ 279,755</u>	<u>\$ 384,935</u>	<u>\$ 57,425</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ 17,749</u>	<u>\$ 8,245</u>	<u>\$ (86,935)</u>	<u>\$ 104,684</u>
<u>Other Financing Sources (Uses)</u>				
Transfers Out	\$ (10,400)	0	\$ (10,400)	0
Total Other Financing Sources	<u>\$ (10,400)</u>	<u>0</u>	<u>\$ (10,400)</u>	<u>0</u>
Net Change in Fund Balance	\$ 7,349	\$ 8,245	\$ (97,335)	\$ 104,684
Fund Balance, July 1, 2014	<u>298,388</u>	<u>224,594</u>	<u>224,594</u>	<u>73,794</u>
Fund Balance, June 30, 2015	<u><u>\$ 305,737</u></u>	<u><u>\$ 232,839</u></u>	<u><u>\$ 127,259</u></u>	<u><u>\$ 178,478</u></u>

## Exhibit G-7

Anderson County, Tennessee  
Schedule of Revenues, Expenditures, and Changes  
in Fund Balance - Actual and Budget  
Rural Debt Service Fund  
For the Year Ended June 30, 2015

	Actual	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
		Original	Final	
<u>Revenues</u>				
Local Taxes	\$ 190,894	\$ 181,508	\$ 181,508	\$ 9,386
Other Local Revenues	101	500	500	(399)
Other Governments and Citizens Groups	1,506,094	1,288,792	1,479,886	26,208
Total Revenues	<u>\$ 1,697,089</u>	<u>\$ 1,470,800</u>	<u>\$ 1,661,894</u>	<u>\$ 35,195</u>
<u>Expenditures</u>				
<u>Principal on Debt</u>				
Education	\$ 1,061,457	\$ 929,458	\$ 1,061,460	\$ 3
<u>Interest on Debt</u>				
Education	582,233	523,142	582,234	1
<u>Other Debt Service</u>				
Education	5,342	18,200	18,200	12,858
Total Expenditures	<u>\$ 1,649,032</u>	<u>\$ 1,470,800</u>	<u>\$ 1,661,894</u>	<u>\$ 12,862</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ 48,057</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 48,057</u>
Net Change in Fund Balance	\$ 48,057	\$ 0	\$ 0	\$ 48,057
Fund Balance, July 1, 2014	12,376	0	0	12,376
Fund Balance, June 30, 2015	<u>\$ 60,433</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 60,433</u>

## Exhibit G-8

Anderson County, Tennessee  
Schedule of Revenues, Expenditures, and Changes  
in Fund Balance - Actual and Budget  
General Capital Projects Fund  
For the Year Ended June 30, 2015

	Actual	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
		Original	Final	
<u>Revenues</u>				
Local Taxes	\$ 22,103	\$ 22,882	\$ 22,882	\$ (779)
Total Revenues	\$ 22,103	\$ 22,882	\$ 22,882	\$ (779)
<u>Expenditures</u>				
<u>Capital Projects</u>				
General Administration Projects	\$ 844	\$ 22,882	\$ 52,882	\$ 52,038
Public Health and Welfare Projects	19,537	0	59,000	39,463
Education Capital Projects	400,000	0	400,000	0
Total Expenditures	\$ 420,381	\$ 22,882	\$ 511,882	\$ 91,501
Excess (Deficiency) of Revenues Over Expenditures	\$ (398,278)	\$ 0	\$ (489,000)	\$ 90,722
<u>Other Financing Sources (Uses)</u>				
Notes Issued	\$ 400,000	\$ 0	\$ 400,000	\$ 0
Total Other Financing Sources	\$ 400,000	\$ 0	\$ 400,000	\$ 0
Net Change in Fund Balance	\$ 1,722	\$ 0	\$ (89,000)	\$ 90,722
Fund Balance, July 1, 2014	489,112	489,112	489,112	0
Fund Balance, June 30, 2015	\$ 490,834	\$ 489,112	\$ 400,112	\$ 90,722

# Major Governmental Funds

## Debt Service Funds

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Debt Service Funds are used to account for and report financial resources that are restricted, committed, or assigned to expenditure for principal and interest.

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General Debt Service Fund – The General 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.

Education Debt Service Fund – The Education Debt Service Fund is used to account for the retirement of long-term debt issued for the construction and renovations of the county's middle and high schools.

## Exhibit H-1

Anderson County, Tennessee  
Schedule of Revenues, Expenditures, and Changes  
in Fund Balance - Actual and Budget  
General Debt Service Fund  
For the Year Ended June 30, 2015

	Actual	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
		Original	Final	
<u>Revenues</u>				
Local Taxes	\$ 1,691,290	\$ 1,681,749	\$ 1,681,749	\$ 9,541
Other Local Revenues	7,133	7,000	7,000	133
Federal Government	38,399	31,523	31,523	6,876
Total Revenues	<u>\$ 1,736,822</u>	<u>\$ 1,720,272</u>	<u>\$ 1,720,272</u>	<u>\$ 16,550</u>
<u>Expenditures</u>				
<u>Principal on Debt</u>				
General Government	\$ 764,004	\$ 783,096	\$ 783,096	\$ 19,092
<u>Interest on Debt</u>				
General Government	696,433	855,175	855,175	158,742
<u>Other Debt Service</u>				
General Government	50,129	61,000	61,000	10,871
Total Expenditures	<u>\$ 1,510,566</u>	<u>\$ 1,699,271</u>	<u>\$ 1,699,271</u>	<u>\$ 188,705</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ 226,256</u>	<u>\$ 21,001</u>	<u>\$ 21,001</u>	<u>\$ 205,255</u>
Net Change in Fund Balance	\$ 226,256	\$ 21,001	\$ 21,001	\$ 205,255
Fund Balance, July 1, 2014	<u>2,755,631</u>	<u>2,581,193</u>	<u>2,581,193</u>	<u>174,438</u>
Fund Balance, June 30, 2015	<u>\$ 2,981,887</u>	<u>\$ 2,602,194</u>	<u>\$ 2,602,194</u>	<u>\$ 379,693</u>

## Exhibit H-2

Anderson County, Tennessee  
Schedule of Revenues, Expenditures, and Changes  
in Fund Balance - Actual and Budget  
Education Debt Service Fund  
For the Year Ended June 30, 2015

	Actual	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
		Original	Final	
<u>Revenues</u>				
Local Taxes	\$ 1,535,813	\$ 1,455,047	\$ 1,455,047	\$ 80,766
Other Local Revenues	2,982	3,000	3,000	(18)
Total Revenues	<u>\$ 1,538,795</u>	<u>\$ 1,458,047</u>	<u>\$ 1,458,047</u>	<u>\$ 80,748</u>
<u>Expenditures</u>				
<u>Principal on Debt</u>				
Education	\$ 1,320,000	\$ 750,000	\$ 1,320,000	\$ 0
<u>Interest on Debt</u>				
Education	702,965	509,125	703,214	249
<u>Other Debt Service</u>				
Education	33,100	45,000	45,000	11,900
Total Expenditures	<u>\$ 2,056,065</u>	<u>\$ 1,304,125</u>	<u>\$ 2,068,214</u>	<u>\$ 12,149</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ (517,270)</u>	<u>\$ 153,922</u>	<u>\$ (610,167)</u>	<u>\$ 92,897</u>
<u>Other Financing Sources (Uses)</u>				
Transfers In	\$ 16,100	\$ 16,100	\$ 16,100	\$ 0
Total Other Financing Sources	<u>\$ 16,100</u>	<u>\$ 16,100</u>	<u>\$ 16,100</u>	<u>\$ 0</u>
Net Change in Fund Balance	\$ (501,170)	\$ 170,022	\$ (594,067)	\$ 92,897
Fund Balance, July 1, 2014	<u>2,256,378</u>	<u>2,147,042</u>	<u>2,147,042</u>	<u>109,336</u>
Fund Balance, June 30, 2015	<u><u>\$ 1,755,208</u></u>	<u><u>\$ 2,317,064</u></u>	<u><u>\$ 1,552,975</u></u>	<u><u>\$ 202,233</u></u>

# Proprietary Funds

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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 to other governments, on a cost-reimbursement basis.

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Employee Health Insurance Fund – The Employee Health Insurance Fund is used to account for the county's self-insurance employee health program. Premiums charged to the various county funds and employee payroll deductions are placed in this fund for the payment of claims of county employees.

Channel 95 Fund – The Channel 95 Fund is used to account for transactions of the Anderson County television station.

Exhibit I-1

Anderson County, Tennessee  
Combining Statement of Net Position  
Proprietary Funds  
June 30, 2015

	Internal Service Funds		
	Employee Health Insurance Fund	Channel 95 Fund	Total Proprietary Funds
<u>ASSETS</u>			
Current Assets:			
Cash	\$ 12,576	\$ 0	\$ 12,576
Equity in Pooled Cash and Investments	0	39,792	39,792
Investments	18,598	0	18,598
Accounts Receivable	15,550	6,673	22,223
Due from Other Funds	423,448	12,118	435,566
Total Assets	<u>\$ 470,172</u>	<u>\$ 58,583</u>	<u>\$ 528,755</u>
<u>LIABILITIES</u>			
Current Liabilities:			
Accounts Payable	\$ 89,811	\$ 100	\$ 89,911
Accrued Payroll	0	1,625	1,625
Payroll Deductions Payable	0	552	552
Due to Other Funds	0	2,275	2,275
Other Current Liabilities	167,488	0	167,488
Total Liabilities	<u>\$ 257,299</u>	<u>\$ 4,552</u>	<u>\$ 261,851</u>
<u>NET POSITION</u>			
Net Position - Unrestricted	<u>\$ 212,873</u>	<u>\$ 54,031</u>	<u>\$ 266,904</u>
Total Net Position	<u><u>\$ 212,873</u></u>	<u><u>\$ 54,031</u></u>	<u><u>\$ 266,904</u></u>



Exhibit I-2

Anderson County, Tennessee

Combining Statement of Revenues, Expenses, and

Changes in Net Position

Proprietary Funds

For the Year Ended June 30, 2015

	Internal Service Funds		
	Employee	Channel	
	Health	95	
	Insurance		
	Fund	Fund	Total
<u>Operating Revenues</u>			
Charges for Services	\$ 3,721,517	\$ 75,010	\$ 3,796,527
Licenses and Permits	0	23,871	23,871
Total Operating Revenues	\$ 3,721,517	\$ 98,881	\$ 3,820,398
<u>Operating Expenses</u>			
Medical and Dental Services	\$ 3,027,551	\$ 0	\$ 3,027,551
Other Contracted Services	184,219	0	184,219
Excess Risk Insurance	875,152	0	875,152
Other Charges	1,646	0	1,646
Handling Charges and Administrative Costs	72,007	0	72,007
Salaries	0	43,011	43,011
Fringe Benefits	0	19,661	19,661
Other Contracted Services	0	6,420	6,420
Gasoline	0	275	275
Supplies and Materials	0	2,711	2,711
Trustee's Commission	0	100	100
Workers' Compensation Insurance	0	109	109
Data Processing Equipment	0	4,857	4,857
Total Operating Expenses	\$ 4,160,575	\$ 77,144	\$ 4,237,719
Operating Income (Loss)	\$ (439,058)	\$ 21,737	\$ (417,321)
<u>Nonoperating Revenues (Expenses)</u>			
Investment Income	\$ 345	\$ 0	\$ 345
Total Nonoperating Revenues (Expenses)	\$ 345	\$ 0	\$ 345
Income (Loss) Before Operating Transfers	\$ (438,713)	\$ 21,737	\$ (416,976)
Transfers In (Out)	188,923	889	189,812
Change in Net Position	\$ (249,790)	\$ 22,626	\$ (227,164)
Net Position, July 1, 2014	462,663	31,405	494,068
Net Position, June 30, 2015	\$ 212,873	\$ 54,031	\$ 266,904

Exhibit I-3

Anderson County, Tennessee  
Combining Statement of Cash Flows  
Proprietary Funds  
For the Year Ended June 30, 2015

	Internal Service Funds		
	Employee	Channel	
	Health	95	
	Insurance	Fund	
	Fund	Fund	Total
<u>Cash Flows from Operating Activities</u>			
Receipts for Self-insurance Premiums	\$ 3,800,729	\$ 0	\$ 3,800,729
Receipts from Customers and Users	0	60,838	60,838
Receipts from Licenses and Permits	0	23,871	23,871
Payments to Fiscal Agents	(169,590)	0	(169,590)
Payments to Insurers	(808,720)	0	(808,720)
Stop-loss Recovery	144,896	0	144,896
Payments for Claims	(3,216,092)	0	(3,216,092)
Payments for Administrative Costs	(64,903)	0	(64,903)
Payments to Vendors	0	(14,177)	(14,177)
Payments to Employees	0	(43,011)	(43,011)
Payments for Fringe Benefits	0	(18,932)	(18,932)
Net Cash Provided By (Used In) Operating Activities	\$ (313,680)	\$ 8,589	\$ (305,091)
<u>Cash Flows from Noncapital Financing Activities</u>			
Transfers from Other Funds	\$ 66,886	\$ 889	\$ 67,775
Net Cash Provided By (Used In) Noncapital Financing Activities	\$ 66,886	\$ 889	\$ 67,775
<u>Cash Flows from Investing Activities</u>			
Interest on Investments	\$ 329	\$ 0	\$ 329
Net Cash Provided By (Used In) Investing Activities	\$ 329	\$ 0	\$ 329
Increase (Decrease) in Cash	\$ (246,465)	\$ 9,478	\$ (236,987)
Cash, July 1, 2014	259,041	30,314	289,355
Cash, June 30, 2015	\$ 12,576	\$ 39,792	\$ 52,368
<u>Reconciliation of Operating Income (Loss) to Net Cash Provided By (Used In) Operating Activities</u>			
Operating Income (Loss)	\$ (439,058)	\$ 21,737	\$ (417,321)
Adjustments to Reconcile Net Operating Income (Loss) to Net Cash Provided By (Used In) Operating Activities:			
Changes in Assets and Liabilities:			
(Increase) Decrease in Accounts Receivable	15,077	(2,054)	13,023
(Increase) Decrease in Due from Other Funds (non-transfers)	79,212	(12,118)	67,094
Increase (Decrease) in Accounts Payable	89,811	100	89,911
Increase (Decrease) in Payroll Deductions	0	14	14
Increase (Decrease) in Due to Other Fund	0	910	910
Increase (Decrease) in Other Current Liabilities	(58,722)	0	(58,722)
Net Cash Provided By (Used In) Operating Activities	\$ (313,680)	\$ 8,589	\$ (305,091)
<u>Reconciliation of Cash With the Statement of Net Position</u>			
Cash Per Net Position	\$ 12,576	\$ 0	\$ 12,576
Equity in Pooled Cash and Investments Per Net Position	0	39,792	39,792
Cash, June 30, 2015	\$ 12,576	\$ 39,792	\$ 52,368

# Fiduciary Funds

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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.

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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 - Clinton Fund and City School ADA - Oak Ridge Fund – These two funds are used to account for the city school systems' shares of education revenues collected by the county that must be apportioned between the various school systems on an average daily attendance basis. These collections are remitted to the city school systems on a monthly basis.

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.

Judicial District Drug Fund – The Judicial District Drug 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 Seventh Judicial District.

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

Anderson County, Tennessee  
Combining Statement of Fiduciary Assets and Liabilities  
Fiduciary Funds  
June 30, 2015

	Agency Funds						
	Cities - Sales Tax	City School ADA - Clinton	City School ADA - Oak Ridge	Constitu- tional Officers - Agency	Judicial District Drug	District Attorney General	Total
<u>ASSETS</u>							
Cash	\$ 0	\$ 0	\$ 0	\$ 1,698,911	\$ 0	\$ 0	\$ 1,698,911
Equity in Pooled Cash and Investments	0	3,761	17,367	0	21,946	35,103	78,177
Due from Other Governments	2,055,320	166,928	769,986	0	15,171	0	3,007,405
Taxes Receivable	0	1,899,012	8,759,489	0	0	0	10,658,501
Allowance for Uncollectible Taxes	0	(96,205)	(443,760)	0	0	0	(539,965)
Total Assets	<u>\$ 2,055,320</u>	<u>\$ 1,973,496</u>	<u>\$ 9,103,082</u>	<u>\$ 1,698,911</u>	<u>\$ 37,117</u>	<u>\$ 35,103</u>	<u>\$ 14,903,029</u>
<u>LIABILITIES</u>							
Accounts Payable	\$ 0	\$ 0	\$ 0	\$ 0	\$ 4,114	\$ 30	\$ 4,144
Due to Other Taxing Units	2,055,320	1,973,496	9,103,082	0	0	0	13,131,898
Due to Joint Ventures	0	0	0	0	33,003	0	33,003
Due to Litigants, Heirs, and Others	0	0	0	1,698,911	0	35,073	1,733,984
Total Liabilities	<u>\$ 2,055,320</u>	<u>\$ 1,973,496</u>	<u>\$ 9,103,082</u>	<u>\$ 1,698,911</u>	<u>\$ 37,117</u>	<u>\$ 35,103</u>	<u>\$ 14,903,029</u>

## Exhibit J-2

Anderson County, Tennessee  
Combining Statement of Changes in Assets  
and Liabilities - All Agency Funds  
For the Year Ended June 30, 2015

	Beginning Balance	Additions	Deductions	Ending Balance
<u>Cities - Sales Tax Fund</u>				
<u>Assets</u>				
Equity in Pooled Cash and Investments	\$ 0	\$ 11,914,803	\$ 11,914,803	\$ 0
Due from Other Governments	2,026,510	2,055,320	2,026,510	2,055,320
Total Assets	<u>\$ 2,026,510</u>	<u>\$ 13,970,123</u>	<u>\$ 13,941,313</u>	<u>\$ 2,055,320</u>
<u>Liabilities</u>				
Due to Other Taxing Units	<u>\$ 2,026,510</u>	<u>\$ 13,970,123</u>	<u>\$ 13,941,313</u>	<u>\$ 2,055,320</u>
Total Liabilities	<u>\$ 2,026,510</u>	<u>\$ 13,970,123</u>	<u>\$ 13,941,313</u>	<u>\$ 2,055,320</u>
<u>City School ADA - Clinton Fund</u>				
<u>Assets</u>				
Equity in Pooled Cash and Investments	\$ 3,052	\$ 2,780,911	\$ 2,780,202	\$ 3,761
Due from Other Governments	164,727	166,928	164,727	166,928
Taxes Receivable	1,913,844	1,899,012	1,913,844	1,899,012
Allowance for Uncollectible Taxes	(69,584)	(96,205)	(69,584)	(96,205)
Total Assets	<u>\$ 2,012,039</u>	<u>\$ 4,750,646</u>	<u>\$ 4,789,189</u>	<u>\$ 1,973,496</u>
<u>Liabilities</u>				
Due to Other Funds	\$ 1,124	\$ 0	\$ 1,124	\$ 0
Due to Other Taxing Units	2,010,915	4,750,646	4,788,065	1,973,496
Total Liabilities	<u>\$ 2,012,039</u>	<u>\$ 4,750,646</u>	<u>\$ 4,789,189</u>	<u>\$ 1,973,496</u>
<u>City School ADA - Oak Ridge Fund</u>				
<u>Assets</u>				
Equity in Pooled Cash and Investments	\$ 14,094	\$ 12,805,600	\$ 12,802,327	\$ 17,367
Due from Other Governments	760,752	769,986	760,752	769,986
Taxes Receivable	8,838,666	8,759,489	8,838,666	8,759,489
Allowance for Uncollectible Taxes	(321,357)	(443,760)	(321,357)	(443,760)
Total Assets	<u>\$ 9,292,155</u>	<u>\$ 21,891,315</u>	<u>\$ 22,080,388</u>	<u>\$ 9,103,082</u>
<u>Liabilities</u>				
Due to Other Funds	\$ 5,181	\$ 0	\$ 5,181	\$ 0
Due to Other Taxing Units	9,286,974	21,891,315	22,075,207	9,103,082
Total Liabilities	<u>\$ 9,292,155</u>	<u>\$ 21,891,315</u>	<u>\$ 22,080,388</u>	<u>\$ 9,103,082</u>

(Continued)

## Exhibit J-2

Anderson County, Tennessee  
Combining Statement of Changes in Assets  
and Liabilities - All Agency Funds (Cont.)

	Beginning Balance	Additions	Deductions	Ending Balance
<u>Constitutional Officers - Agency Fund</u>				
<u>Assets</u>				
Cash	\$ 1,637,047	\$ 12,280,307	\$ 12,218,443	\$ 1,698,911
Total Assets	<u>\$ 1,637,047</u>	<u>\$ 12,280,307</u>	<u>\$ 12,218,443</u>	<u>\$ 1,698,911</u>
<u>Liabilities</u>				
Due to Litigants, Heirs, and Others	\$ 1,637,047	\$ 12,280,307	\$ 12,218,443	\$ 1,698,911
Total Liabilities	<u>\$ 1,637,047</u>	<u>\$ 12,280,307</u>	<u>\$ 12,218,443</u>	<u>\$ 1,698,911</u>
<u>Judicial District Drug Fund - Agency Fund</u>				
<u>Assets</u>				
Equity in Pooled Cash and Investments	\$ 34,293	\$ 25,301	\$ 37,648	\$ 21,946
Accounts Receivable	3,000	0	3,000	0
Due from Other Governments	0	15,171	0	15,171
Total Assets	<u>\$ 37,293</u>	<u>\$ 40,472</u>	<u>\$ 40,648</u>	<u>\$ 37,117</u>
<u>Liabilities</u>				
Accounts Payable	\$ 2,687	\$ 4,114	\$ 2,687	\$ 4,114
Payroll Deductions Payable	243	0	243	0
Due to Joint Venture	34,363	36,358	37,718	33,003
Total Liabilities	<u>\$ 37,293</u>	<u>\$ 40,472</u>	<u>\$ 40,648</u>	<u>\$ 37,117</u>
<u>District Attorney General Fund</u>				
<u>Assets</u>				
Equity in Pooled Cash and Investments	\$ 31,161	\$ 10,038	\$ 6,096	\$ 35,103
Total Assets	<u>\$ 31,161</u>	<u>\$ 10,038</u>	<u>\$ 6,096</u>	<u>\$ 35,103</u>
<u>Liabilities</u>				
Accounts Payable	\$ 15	\$ 30	\$ 15	\$ 30
Due to Other Litigants, Heirs, and Others	31,146	10,008	6,081	35,073
Total Liabilities	<u>\$ 31,161</u>	<u>\$ 10,038</u>	<u>\$ 6,096</u>	<u>\$ 35,103</u>

(Continued)

## Exhibit J-2

Anderson 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	\$ 1,637,047	\$ 12,280,307	\$ 12,218,443	\$ 1,698,911
Equity in Pooled Cash and Investments	82,600	27,536,653	27,541,076	78,177
Accounts Receivable	3,000	0	3,000	0
Due from Other Governments	2,951,989	3,007,405	2,951,989	3,007,405
Taxes Receivable	10,752,510	10,658,501	10,752,510	10,658,501
Allowance for Uncollectible Taxes	(390,941)	(539,965)	(390,941)	(539,965)
Total Assets	<u>\$ 15,036,205</u>	<u>\$ 52,942,901</u>	<u>\$ 53,076,077</u>	<u>\$ 14,903,029</u>
<u>Liabilities</u>				
Accounts Payable	\$ 2,702	\$ 4,144	\$ 2,702	\$ 4,144
Payroll Deductions Payable	243	0	243	0
Due to Other Funds	6,305	0	6,305	0
Due to Other Taxing Units	13,324,399	40,612,084	40,804,585	13,131,898
Due to Joint Ventures	34,363	36,358	37,718	33,003
Due to Litigants, Heirs, and Others	1,668,193	12,290,315	12,224,524	1,733,984
Total Liabilities	<u>\$ 15,036,205</u>	<u>\$ 52,942,901</u>	<u>\$ 53,076,077</u>	<u>\$ 14,903,029</u>

# Anderson County School Department

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This section presents combining and individual fund financial statements for the Anderson County School Department, a discretely presented component unit. The School Department uses a General Fund, three Special Revenue Funds, and one Capital Projects Fund.

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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 the cafeteria operations in each of the schools.

Other Education Special Revenue Fund – The Other Education Special Revenue Fund is used to account for day-care programs offered by the School Department, the companion program, and the headstart 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

Anderson County, Tennessee  
Statement of Activities  
Discretely Presented Anderson County School Department  
For the Year Ended June 30, 2015

Functions/Programs	Expenses	Program Revenues			Net (Expense)
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Revenue and Changes in Net Position Total Governmental Activities
Governmental Activities:					
Instruction	\$ 34,983,514	\$ 34,348	\$ 3,717,228	\$ 400,000	\$ (30,831,938)
Support Services	20,620,506	14,130	974,540	0	(19,631,836)
Operation of Non-instructional Services	6,867,942	869,379	6,287,032	6,102	294,571
Total Governmental Activities	\$ 62,471,962	\$ 917,857	\$ 10,978,800	\$ 406,102	\$ (50,169,203)
General Revenues:					
Taxes:					
Property Taxes Levied for General Purposes					\$ 14,223,938
Local Option Sales Taxes					7,362,322
Other Local Taxes					9,341
Grants and Contributions Not Restricted for Specific Programs					29,785,500
Pension Income					116,634
Unrestricted Investment Income					114
Miscellaneous					167,225
Total General Revenues					\$ 51,665,074
Change in Net Position					\$ 1,495,871
Prior-period Adjustment					(11,002,340)
Net Position, July 1, 2014					52,988,313
Net Position, June 30, 2015					\$ 43,481,844

## Exhibit K-2

Anderson County, Tennessee  
 Balance Sheet - Governmental Funds  
 Discretely Presented Anderson County School Department  
 June 30, 2015

	Major Fund	Nonmajor Funds	
	General Purpose School	Other Govern- mental Funds	Total Governmental Funds
<u>ASSETS</u>			
Cash	\$ 10,100	\$ 25	\$ 10,125
Equity in Pooled Cash and Investments	2,667,830	1,427,288	4,095,118
Inventories	0	49,229	49,229
Accounts Receivable	1,647	10,055	11,702
Due from Other Governments	1,364,973	624,007	1,988,980
Due from Other Funds	162,053	10,032	172,085
Due from Primary Government	9,146	0	9,146
Property Taxes Receivable	14,481,667	0	14,481,667
Allowance for Uncollectible Property Taxes	(733,650)	0	(733,650)
Prepaid Items	813,997	10,246	824,243
Total Assets	\$ 18,777,763	\$ 2,130,882	\$ 20,908,645
<u>LIABILITIES</u>			
Accounts Payable	\$ 913,906	\$ 688,206	\$ 1,602,112
Accrued Payroll	0	3,518	3,518
Payroll Deductions Payable	678,997	104,606	783,603
Due to Other Funds	9,207	162,878	172,085
Due to Primary Government	274,626	15,739	290,365
Due to State of Tennessee	0	17	17
Other Current Liabilities	124	0	124
Total Liabilities	\$ 1,876,860	\$ 974,964	\$ 2,851,824
<u>DEFERRED INFLOWS OF RESOURCES</u>			
Deferred Current Property Taxes	\$ 13,301,781	\$ 0	\$ 13,301,781
Deferred Delinquent Property Taxes	241,736	0	241,736
Other Deferred/Unavailable Revenue	639,641	10,990	650,631
Total Deferred Inflows of Resources	\$ 14,183,158	\$ 10,990	\$ 14,194,148
<u>FUND BALANCES</u>			
Nonspendable:			
Inventory	\$ 0	\$ 49,229	\$ 49,229
Prepaid Items	813,997	10,246	824,243
Restricted:			
Restricted for Education	116,661	1,027,543	1,144,204
Restricted for Capital Projects	0	7,910	7,910
Committed:			
Committed for Education	73,342	50,000	123,342
Unassigned	1,713,745	0	1,713,745
Total Fund Balances	\$ 2,717,745	\$ 1,144,928	\$ 3,862,673
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	\$ 18,777,763	\$ 2,130,882	\$ 20,908,645

Exhibit K-3

Anderson County, Tennessee  
Reconciliation of the Balance Sheet of Governmental Funds to  
the Statement of Net Position  
Discretely Presented Anderson County School Department  
June 30, 2015

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)		\$	3,862,673
(1) Capital assets used in governmental activities are not financial resources and therefore are not reported in the governmental funds.			
Add: land	\$	865,214	
Add: construction in progress		5,655	
Add: buildings and improvements net of accumulated depreciation		45,763,727	
Add: other capital assets net of accumulated depreciation		<u>2,132,158</u>	48,766,754
(2) Long-term liabilities are not due and payable in the current period and therefore are not reported in the governmental funds.			
Less: contributions due on primary government debt for notes	\$	(70,967)	
Less: contributions due on primary government debt for capital lease		(484,718)	
Less: other postemployment benefits liability		(1,417,405)	
Less: compensated absences payable		<u>(312,556)</u>	(2,285,646)
(3) Amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be amortized and recognized as components of pension expense in future years:			
Add: deferred outflows of resources related to pensions	\$	3,453,887	
Less: deferred inflows of resources related to pensions		<u>(12,441,998)</u>	(8,988,111)
(4) Net pension assets of the agent plan are not current financial resources and therefore are not reported in the governmental funds.			1,110,676
(5) Net pension assets of the cost-sharing plan are not current financial resources and therefore are not reported in the governmental funds.			123,131
(6) Other long-term assets are not available to pay for current-period expenditures and therefore are deferred in the governmental funds.			<u>892,367</u>
Net position of governmental activities (Exhibit A)		\$	<u><u>43,481,844</u></u>

## Exhibit K-4

Anderson County, Tennessee  
Statement of Revenues, Expenditures,  
and Changes in Fund Balances -  
Governmental Funds  
Discretely Presented Anderson County School Department  
For the Year Ended June 30, 2015

	Major Fund	Nonmajor Funds	
	General Purpose School	Other Govern- mental Funds	Total Governmental Funds
<u>Revenues</u>			
Local Taxes	\$ 21,894,504	\$ 0	\$ 21,894,504
Licenses and Permits	3,129	0	3,129
Fines, Forfeitures, and Penalties	5,000	0	5,000
Charges for Current Services	53,867	859,197	913,064
Other Local Revenues	150,198	40,906	191,104
State of Tennessee	30,607,917	894,032	31,501,949
Federal Government	307,494	8,978,977	9,286,471
Other Governments and Citizens Groups	404,056	0	404,056
Total Revenues	<u>\$ 53,426,165</u>	<u>\$ 10,773,112</u>	<u>\$ 64,199,277</u>
<u>Expenditures</u>			
Current:			
Instruction	\$ 31,717,101	\$ 2,102,852	\$ 33,819,953
Support Services	19,778,840	1,463,359	21,242,199
Operation of Non-instructional Services	51,194	6,973,781	7,024,975
Capital Outlay	243,041	3,059,120	3,302,161
Debt Service:			
Other Debt Service	1,385,968	120,126	1,506,094
Total Expenditures	<u>\$ 53,176,144</u>	<u>\$ 13,719,238</u>	<u>\$ 66,895,382</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ 250,021</u>	<u>\$ (2,946,126)</u>	<u>\$ (2,696,105)</u>
<u>Other Financing Sources (Uses)</u>			
Proceeds from Sale of Capital Assets	\$ 3,228	\$ 834	\$ 4,062
Insurance Recovery	1,707	22,802	24,509
Transfers In	158,252	48,832	207,084
Transfers Out	0	(207,084)	(207,084)
Total Other Financing Sources (Uses)	<u>\$ 163,187</u>	<u>\$ (134,616)</u>	<u>\$ 28,571</u>
Net Change in Fund Balances	\$ 413,208	\$ (3,080,742)	\$ (2,667,534)
Fund Balance, July 1, 2014	<u>2,304,537</u>	<u>4,225,670</u>	<u>6,530,207</u>
Fund Balance, June 30, 2015	<u>\$ 2,717,745</u>	<u>\$ 1,144,928</u>	<u>\$ 3,862,673</u>

Exhibit K-5

Anderson County, Tennessee  
Reconciliation of the Statement of Revenues, Expenditures, and  
Changes in Fund Balances of Governmental Funds to the  
Statement of Activities  
Discretely Presented Anderson County School Department  
For the Year Ended June 30, 2015

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)		\$ (2,667,534)
(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	\$ 3,409,571	
Less: current-year depreciation expense	<u>(2,295,324)</u>	1,114,247
(2) The net effect of various miscellaneous transactions involving capital assets (sales, trade-ins, and donations) is to decrease net position		
Less: book value of capital assets disposed		(22,676)
(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, 2015	\$ 892,367	
Less: deferred delinquent property taxes and other deferred June 30, 2014	<u>(1,217,769)</u>	(325,402)
(4) The contribution of long-term debt (e.g., notes, bonds, leases) by the primary government provides current financial resources to governmental funds, while the contributions by the School Department of the principal of long-term debt consumes the financial resources of governmental funds. Neither transaction, however, has any effect on net position.		
Add: principal contributions on notes to primary government	\$ 70,968	
Add: principal contributions on leases to primary government	<u>61,034</u>	132,002
(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 other postemployment benefits liability	\$ 14,416	
Change in compensated absences payable	2,782	
Change in net pension liability/asset	12,236,147	
Change in deferred outflows related to pensions	3,453,887	
Change in deferred inflows related to pensions	<u>(12,441,998)</u>	3,265,234
Change in net position of governmental activities (Exhibit B)		<u>\$ 1,495,871</u>

Exhibit K-6

Anderson County, Tennessee  
Combining Balance Sheet - Nonmajor Governmental Funds  
Discretely Presented Anderson County School Department  
June 30, 2015

	Special Revenue Funds				Capital Projects Fund	Total Nonmajor Governmental Funds
	School Federal Projects	Central Cafeteria	Other Education Special Revenue	Total	Education Capital Projects	
<u>ASSETS</u>						
Cash	\$ 0	\$ 25	\$ 0	\$ 25	\$ 0	\$ 25
Equity in Pooled Cash and Investments	47,837	1,202,125	169,416	1,419,378	7,910	1,427,288
Inventories	0	49,229	0	49,229	0	49,229
Accounts Receivable	0	10,055	0	10,055	0	10,055
Due from Other Governments	359,339	0	264,668	624,007	0	624,007
Due from Other Funds	0	9,982	50	10,032	0	10,032
Prepaid Items	0	0	10,246	10,246	0	10,246
Total Assets	<u>\$ 407,176</u>	<u>\$ 1,271,416</u>	<u>\$ 444,380</u>	<u>\$ 2,122,972</u>	<u>\$ 7,910</u>	<u>\$ 2,130,882</u>
<u>LIABILITIES</u>						
Accounts Payable	\$ 175,162	\$ 205,156	\$ 307,888	\$ 688,206	\$ 0	\$ 688,206
Accrued Payroll	0	0	3,518	3,518	0	3,518
Payroll Deductions Payable	60,145	20,287	24,174	104,606	0	104,606
Due to Other Funds	89,091	0	73,787	162,878	0	162,878
Due to Primary Government	15,406	84	249	15,739	0	15,739
Due to State of Tennessee	0	0	17	17	0	17
Total Liabilities	<u>\$ 339,804</u>	<u>\$ 225,527</u>	<u>\$ 409,633</u>	<u>\$ 974,964</u>	<u>\$ 0</u>	<u>\$ 974,964</u>
<u>DEFERRED INFLOWS OF RESOURCES</u>						
Other Deferred/Unavailable Revenue	\$ 10,990	\$ 0	\$ 0	\$ 10,990	\$ 0	\$ 10,990
Total Deferred Inflows of Resources	<u>\$ 10,990</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 10,990</u>	<u>\$ 0</u>	<u>\$ 10,990</u>

(Continued)

Exhibit K-6

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

	Special Revenue Funds				Capital Projects Fund	Total Nonmajor Governmental Funds
	School Federal Projects	Central Cafeteria	Other Education Special Revenue	Total	Education Capital Projects	
<u>FUND BALANCES</u>						
Nonspendable:						
Inventory	\$ 0	\$ 49,229	\$ 0	\$ 49,229	\$ 0	\$ 49,229
Prepaid Items	0	0	10,246	10,246	0	10,246
Restricted:						
Restricted for Education	6,382	996,660	24,501	1,027,543	0	1,027,543
Restricted for Capital Projects	0	0	0	0	7,910	7,910
Committed:						
Committed for Education	50,000	0	0	50,000	0	50,000
Total Fund Balances	<u>\$ 56,382</u>	<u>\$ 1,045,889</u>	<u>\$ 34,747</u>	<u>\$ 1,137,018</u>	<u>\$ 7,910</u>	<u>\$ 1,144,928</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 407,176</u>	<u>\$ 1,271,416</u>	<u>\$ 444,380</u>	<u>\$ 2,122,972</u>	<u>\$ 7,910</u>	<u>\$ 2,130,882</u>

Exhibit K-7

Anderson County, Tennessee  
Combining Statement of Revenues, Expenditures,  
and Changes in Fund Balances -  
Nonmajor Governmental Funds  
Discretely Presented Anderson County School Department  
For the Year Ended June 30, 2015

	Special Revenue Funds				Capital Projects Fund	Total Nonmajor Governmental Funds
	School Federal Projects	Central Cafeteria	Other Education Special Revenue	Total	Education Capital Projects	
<u>Revenues</u>						
Charges for Current Services	\$ 14,130	\$ 694,565	\$ 150,502	\$ 859,197	\$ 0	\$ 859,197
Other Local Revenues	30,496	4,241	6,169	40,906	0	40,906
State of Tennessee	253,571	31,492	608,969	894,032	0	894,032
Federal Government	3,633,880	2,398,777	2,946,320	8,978,977	0	8,978,977
Total Revenues	<u>\$ 3,932,077</u>	<u>\$ 3,129,075</u>	<u>\$ 3,711,960</u>	<u>\$ 10,773,112</u>	<u>\$ 0</u>	<u>\$ 10,773,112</u>
<u>Expenditures</u>						
Current:						
Instruction	\$ 2,102,852	\$ 0	\$ 0	\$ 2,102,852	\$ 0	\$ 2,102,852
Support Services	1,463,359	0	0	1,463,359	0	1,463,359
Operation of Non-instructional Services	296,958	3,225,739	3,451,084	6,973,781	0	6,973,781
Capital Outlay	0	0	0	0	3,059,120	3,059,120
Debt Service:						
Other Debt Service	0	0	120,126	120,126	0	120,126
Total Expenditures	<u>\$ 3,863,169</u>	<u>\$ 3,225,739</u>	<u>\$ 3,571,210</u>	<u>\$ 10,660,118</u>	<u>\$ 3,059,120</u>	<u>\$ 13,719,238</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ 68,908</u>	<u>\$ (96,664)</u>	<u>\$ 140,750</u>	<u>\$ 112,994</u>	<u>\$ (3,059,120)</u>	<u>\$ (2,946,126)</u>
<u>Other Financing Sources (Uses)</u>						
Proceeds from Sale of Capital Assets	\$ 0	\$ 834	\$ 0	\$ 834	\$ 0	\$ 834
Insurance Recovery	22,802	0	0	22,802	0	22,802
Transfers In	0	48,832	0	48,832	0	48,832

(Continued)



Exhibit K-7

Anderson County, Tennessee  
Combining Statement of Revenues, Expenditures,  
and Changes in Fund Balances -  
Nonmajor Governmental Funds  
Discretely Presented Anderson County School Department (Cont.)

	Special Revenue Funds				Capital Projects Fund	Total Nonmajor Governmental Funds
	School Federal Projects	Central Cafeteria	Other Education Special Revenue	Total	Education Capital Projects	
<u>Other Financing Sources (Uses) (Cont.)</u>						
Transfers Out	\$ (84,465)	\$ 0	\$ (122,619)	\$ (207,084)	\$ 0	\$ (207,084)
Total Other Financing Sources (Uses)	<u>\$ (61,663)</u>	<u>\$ 49,666</u>	<u>\$ (122,619)</u>	<u>\$ (134,616)</u>	<u>\$ 0</u>	<u>\$ (134,616)</u>
Net Change in Fund Balances	\$ 7,245	\$ (46,998)	\$ 18,131	\$ (21,622)	\$ (3,059,120)	\$ (3,080,742)
Fund Balance, July 1, 2014	<u>49,137</u>	<u>1,092,887</u>	<u>16,616</u>	<u>1,158,640</u>	<u>3,067,030</u>	<u>4,225,670</u>
Fund Balance, June 30, 2015	<u>\$ 56,382</u>	<u>\$ 1,045,889</u>	<u>\$ 34,747</u>	<u>\$ 1,137,018</u>	<u>\$ 7,910</u>	<u>\$ 1,144,928</u>

## Exhibit K-8

Anderson County, Tennessee  
Schedule of Revenues, Expenditures, and Changes  
in Fund Balance - Actual and Budget  
Discretely Presented Anderson County School Department  
General Purpose School Fund  
For the Year Ended June 30, 2015

	Actual	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
		Original	Final	
<u>Revenues</u>				
Local Taxes	\$ 21,894,504	\$ 21,719,286	\$ 21,719,286	\$ 175,218
Licenses and Permits	3,129	3,120	3,120	9
Fines, Forfeitures, and Penalties	5,000	0	10,000	(5,000)
Charges for Current Services	53,867	56,500	95,050	(41,183)
Other Local Revenues	150,198	201,910	201,910	(51,712)
State of Tennessee	30,607,917	31,785,975	31,160,520	(552,603)
Federal Government	307,494	404,630	435,984	(128,490)
Other Governments and Citizens Groups	404,056	0	404,200	(144)
Total Revenues	\$ 53,426,165	\$ 54,171,421	\$ 54,030,070	\$ (603,905)
<u>Expenditures</u>				
<u>Instruction</u>				
Regular Instruction Program	\$ 22,357,905	\$ 22,290,475	\$ 22,623,260	\$ 265,355
Special Education Program	5,974,808	6,245,437	6,151,874	177,066
Vocational Education Program	3,057,966	3,199,552	3,173,030	115,064
Student Body Education Program	98,360	96,040	99,481	1,121
Adult Education Program	228,062	220,514	261,601	33,539
<u>Support Services</u>				
Attendance	327,344	472,683	359,042	31,698
Health Services	471,748	535,926	529,131	57,383
Other Student Support	1,446,940	1,580,528	1,545,476	98,536
Regular Instruction Program	1,053,922	1,206,288	1,214,775	160,853
Special Education Program	513,793	540,344	537,991	24,198
Vocational Education Program	263,607	278,745	273,812	10,205
Adult Programs	88,354	100,000	100,000	11,646
Other Programs	256,289	300,000	300,000	43,711
Board of Education	1,172,503	1,172,931	1,178,131	5,628
Director of Schools	321,677	335,977	335,977	14,300
Office of the Principal	3,396,105	3,395,601	3,455,502	59,397
Fiscal Services	439,510	452,561	452,561	13,051
Human Services/Personnel	123,906	140,979	140,979	17,073
Operation of Plant	4,533,942	4,773,183	4,784,328	250,386
Maintenance of Plant	1,358,924	1,523,553	1,512,408	153,484
Transportation	3,132,247	3,215,669	3,197,669	65,422
Central and Other	878,029	886,423	886,423	8,394
<u>Operation of Non-instructional Services</u>				
Community Services	51,194	0	52,450	1,256
Early Childhood Education	0	612,105	0	0
<u>Capital Outlay</u>				
Regular Capital Outlay	243,041	303,115	358,981	115,940
<u>Principal on Debt</u>				
Education	0	79,953	0	0

(Continued)

## Exhibit K-8

Anderson County, Tennessee  
Schedule of Revenues, Expenditures, and Changes  
in Fund Balance - Actual and Budget  
Discretely Presented Anderson County School Department  
General Purpose School Fund (Cont.)

	Actual	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
		Original	Final	
<u>Expenditures</u>				
<u>Interest on Debt</u>				
Education	\$ 0	\$ 8,698	\$ 0	\$ 0
<u>Other Debt Service</u>				
Education	1,385,968	1,329,890	1,400,858	14,890
Total Expenditures	<u>\$ 53,176,144</u>	<u>\$ 55,297,170</u>	<u>\$ 54,925,740</u>	<u>\$ 1,749,596</u>
Excess (Deficiency) of Revenues				
Over Expenditures	<u>\$ 250,021</u>	<u>\$ (1,125,749)</u>	<u>\$ (895,670)</u>	<u>\$ 1,145,691</u>
<u>Other Financing Sources (Uses)</u>				
Notes Issued	\$ 0	\$ 400,000	\$ 0	\$ 0
Premiums on Debt Issued	0	233,750	0	0
Proceeds from Sale of Capital Assets	3,228	0	0	3,228
Insurance Recovery	1,707	0	0	1,707
Transfers In	158,252	0	233,750	(75,498)
Transfers Out	0	(8,000)	0	0
Total Other Financing Sources	<u>\$ 163,187</u>	<u>\$ 625,750</u>	<u>\$ 233,750</u>	<u>\$ (70,563)</u>
Net Change in Fund Balance	\$ 413,208	\$ (499,999)	\$ (661,920)	\$ 1,075,128
Fund Balance, July 1, 2014	<u>2,304,537</u>	<u>1,295,649</u>	<u>1,295,649</u>	<u>1,008,888</u>
Fund Balance, June 30, 2015	<u><u>\$ 2,717,745</u></u>	<u><u>\$ 795,650</u></u>	<u><u>\$ 633,729</u></u>	<u><u>\$ 2,084,016</u></u>

Exhibit K-9

Anderson County, Tennessee  
Schedule of Revenues, Expenditures, and Changes  
in Fund Balance - Actual and Budget  
Discretely Presented Anderson County School Department  
School Federal Projects Fund  
For the Year Ended June 30, 2015

	Actual	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
		Original	Final	
<u>Revenues</u>				
Charges for Current Services	\$ 14,130	\$ 0	\$ 0	\$ 14,130
Other Local Revenues	30,496	0	30,496	0
State of Tennessee	253,571	0	253,571	0
Federal Government	3,633,880	3,871,083	5,114,954	(1,481,074)
Total Revenues	<u>\$ 3,932,077</u>	<u>\$ 3,871,083</u>	<u>\$ 5,399,021</u>	<u>\$ (1,466,944)</u>
<u>Expenditures</u>				
<u>Instruction</u>				
Regular Instruction Program	\$ 924,435	\$ 1,029,828	\$ 1,151,270	\$ 226,835
Special Education Program	1,082,544	1,169,746	1,494,512	411,968
Vocational Education Program	95,873	90,515	95,873	0
<u>Support Services</u>				
Other Student Support	57,481	47,000	262,842	205,361
Regular Instruction Program	950,460	983,952	1,031,932	81,472
Special Education Program	307,224	290,458	514,669	207,445
Board of Education	336	336	336	0
Transportation	147,858	165,499	360,472	212,614
<u>Operation of Non-instructional Services</u>				
Community Services	296,958	0	444,634	147,676
Total Expenditures	<u>\$ 3,863,169</u>	<u>\$ 3,777,334</u>	<u>\$ 5,356,540</u>	<u>\$ 1,493,371</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ 68,908</u>	<u>\$ 93,749</u>	<u>\$ 42,481</u>	<u>\$ 26,427</u>
<u>Other Financing Sources (Uses)</u>				
Insurance Recovery	\$ 22,802	\$ 0	\$ 22,802	\$ 0
Transfers In	0	170,889	170,889	(170,889)
Transfers Out	(84,465)	(264,638)	(283,382)	198,917
Total Other Financing Sources	<u>\$ (61,663)</u>	<u>\$ (93,749)</u>	<u>\$ (89,691)</u>	<u>\$ 28,028</u>
Net Change in Fund Balance	\$ 7,245	\$ 0	\$ (47,210)	\$ 54,455
Fund Balance, July 1, 2014	49,137	0	47,210	1,927
Fund Balance, June 30, 2015	<u>\$ 56,382</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 56,382</u>

## Exhibit K-10

Anderson County, Tennessee  
Schedule of Revenues, Expenditures, and Changes  
in Fund Balance - Actual and Budget  
Discretely Presented Anderson County School Department  
Central Cafeteria Fund  
For the Year Ended June 30, 2015

	Actual	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
		Original	Final	
<u>Revenues</u>				
Charges for Current Services	\$ 694,565	\$ 895,000	\$ 804,500	\$ (109,935)
Other Local Revenues	4,241	300	300	3,941
State of Tennessee	31,492	31,000	31,000	492
Federal Government	2,398,777	2,352,614	2,717,641	(318,864)
Total Revenues	<u>\$ 3,129,075</u>	<u>\$ 3,278,914</u>	<u>\$ 3,553,441</u>	<u>\$ (424,366)</u>
<u>Expenditures</u>				
<u>Operation of Non-instructional Services</u>				
Food Service	\$ 3,225,739	\$ 3,541,003	\$ 3,871,994	\$ 646,255
Total Expenditures	<u>\$ 3,225,739</u>	<u>\$ 3,541,003</u>	<u>\$ 3,871,994</u>	<u>\$ 646,255</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ (96,664)</u>	<u>\$ (262,089)</u>	<u>\$ (318,553)</u>	<u>\$ 221,889</u>
<u>Other Financing Sources (Uses)</u>				
Proceeds from Sale of Capital Assets	\$ 834	\$ 0	\$ 0	\$ 834
Transfers In	48,832	126,000	16,500	32,332
Total Other Financing Sources	<u>\$ 49,666</u>	<u>\$ 126,000</u>	<u>\$ 16,500</u>	<u>\$ 33,166</u>
Net Change in Fund Balance	\$ (46,998)	\$ (136,089)	\$ (302,053)	\$ 255,055
Fund Balance, July 1, 2014	<u>1,092,887</u>	<u>473,981</u>	<u>473,981</u>	<u>618,906</u>
Fund Balance, June 30, 2015	<u><u>\$ 1,045,889</u></u>	<u><u>\$ 337,892</u></u>	<u><u>\$ 171,928</u></u>	<u><u>\$ 873,961</u></u>

Exhibit K-11

Anderson County, Tennessee  
Schedule of Revenues, Expenditures, and Changes  
in Fund Balance - Actual and Budget  
Discretely Presented Anderson County School Department  
Other Education Special Revenue Fund  
For the Year Ended June 30, 2015

	Actual	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
		Original	Final	
<u>Revenues</u>				
Charges for Current Services	\$ 150,502	\$ 176,500	\$ 176,500	\$ (25,998)
Other Local Revenues	6,169	0	6,119	50
State of Tennessee	608,969	8,000	638,510	(29,541)
Federal Government	2,946,320	3,039,944	3,044,944	(98,624)
Total Revenues	<u>\$ 3,711,960</u>	<u>\$ 3,224,444</u>	<u>\$ 3,866,073</u>	<u>\$ (154,113)</u>
<u>Expenditures</u>				
<u>Operation of Non-instructional Services</u>				
Community Services	\$ 2,861,841	\$ 2,903,510	\$ 2,919,941	\$ 58,100
Early Childhood Education	589,243	0	612,105	22,862
<u>Principal on Debt</u>				
Education	0	52,050	0	0
<u>Interest on Debt</u>				
Education	0	50,395	0	0
<u>Other Debt Service</u>				
Education	120,126	0	120,128	2
Total Expenditures	<u>\$ 3,571,210</u>	<u>\$ 3,005,955</u>	<u>\$ 3,652,174</u>	<u>\$ 80,964</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ 140,750</u>	<u>\$ 218,489</u>	<u>\$ 213,899</u>	<u>\$ (73,149)</u>
<u>Other Financing Sources (Uses)</u>				
Transfers Out	\$ (122,619)	\$ (218,489)	\$ (213,899)	\$ 91,280
Total Other Financing Sources	<u>\$ (122,619)</u>	<u>\$ (218,489)</u>	<u>\$ (213,899)</u>	<u>\$ 91,280</u>
Net Change in Fund Balance	\$ 18,131	\$ 0	\$ 0	\$ 18,131
Fund Balance, July 1, 2014	16,616	0	0	16,616
Fund Balance, June 30, 2015	<u>\$ 34,747</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 34,747</u>

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## MISCELLANEOUS SCHEDULES

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Exhibit L-1

Anderson County, Tennessee  
Schedule of Changes in Long-term Notes, Other Loans, Capital Lease, and Bonds  
For the Year Ended June 30, 2015

Description of Indebtedness	Original Amount of Issue	Interest Rate	Date of Issue	Last Maturity Date	Outstanding 7-1-14	Issued During Period	Paid and/or Matured During Period	Outstanding 6-30-15
<u>GOVERNMENTAL ACTIVITIES:</u>								
<u>NOTES PAYABLE</u>								
<u>Payable through General Debt Service Fund</u>								
Health Department	\$ 300,000	3.78 %	5-4-05	5-1-15	\$ 30,000	\$ 0	\$ 30,000	\$ 0
Total Payable through General Debt Service Fund					\$ 30,000	\$ 0	\$ 30,000	\$ 0
<u>Payable through Rural Debt Service Fund</u>								
Local Government Energy Efficient Loan Program	489,502	0	3-25-11	11-1-21	\$ 363,053	\$ 0	\$ 48,948	\$ 314,105
Local Government Energy Efficient Loan Program	352,931	0	6-21-12	8-1-22	288,229	0	35,292	252,937
Total Payable through Rural Debt Service Fund					\$ 651,282	\$ 0	\$ 84,240	\$ 567,042
<u>Contributions Due by the School Department from the General Purpose School Fund to the Education Debt Service Fund</u>								
Capital Outlay Note	400,000	2.50	10-9-14	6-30-15	\$ 0	\$ 400,000	\$ 400,000	\$ 0
Total Contributions Due by the School Department from the General Purpose School Fund to the Education Debt Service Fund					\$ 0	\$ 400,000	\$ 400,000	\$ 0
<u>Contributions Due by the School Department from the General Purpose School Fund to the Rural Debt Service Fund</u>								
Local Government Energy Efficient Loan Program	496,775	0	2-2-09	2-2-16	\$ 141,935	\$ 0	\$ 70,968	\$ 70,967
Total Contributions Due by the School Department from the General Purpose School Fund to the Rural Debt Service Fund					\$ 141,935	\$ 0	\$ 70,968	\$ 70,967
Total Notes Payable					\$ 823,217	\$ 400,000	\$ 585,208	\$ 638,009
<u>OTHER LOANS PAYABLE</u>								
<u>Payable through Public Library Fund</u>								
USDA Loan for Briceville Library	125,000	3.38	9-11-13	7-25-51	\$ 123,749	\$ 0	\$ 1,706	\$ 122,043
Total Payable through Public Library Fund					\$ 123,749	\$ 0	\$ 1,706	\$ 122,043
<u>Public Building Authority Loan Agreements</u>								
<u>Payable through General Debt Service Fund</u>								
Industrial Development - Montgomery County PBA	1,700,000	Variable	7-13-01	5-25-21	\$ 814,000	\$ 0	\$ 100,000	\$ 714,000
Jail Renovation - Montgomery County PBA	3,000,000	Variable	5-22-06	5-25-25	1,943,000	0	151,000	1,792,000
Total Payable through General Debt Service Fund					\$ 2,757,000	\$ 0	\$ 251,000	\$ 2,506,000
<u>Payable through Rural Debt Service Fund</u>								
City of Clarksville Series 2014 PBA	4,505,215	2.95	2-4-14	5-1-31	\$ 4,505,215	\$ 0	\$ 130,215	\$ 4,375,000
Total Payable through Rural Debt Service Fund					\$ 4,505,215	\$ 0	\$ 130,215	\$ 4,375,000
<u>Payable through Education Debt Service Fund</u>								
City of Clarksville Series 2014 PBA	5,180,000	2.95	2-4-14	5-1-31	\$ 5,180,000	\$ 0	\$ 170,000	\$ 5,010,000
Total Payable through Education Debt Service Fund					\$ 5,180,000	\$ 0	\$ 170,000	\$ 5,010,000
Total Other Loans Payable					\$ 12,565,964	\$ 0	\$ 552,921	\$ 12,013,043

(Continued)



Exhibit L-1

Anderson County, Tennessee

Schedule of Changes in Long-term Notes, Other Loans, Capital Lease, and Bonds (Cont.)

Description of Indebtedness	Original Amount of Issue	Interest Rate	Date of Issue	Last Maturity Date	Outstanding 7-1-14	Issued During Period	Paid and/or Matured During Period	Outstanding 6-30-15
<u>GOVERNMENTAL ACTIVITIES (CONT.):</u>								
<u>BONDS PAYABLE</u>								
<u>Payable through General Debt Service Fund</u>								
General Obligation	\$ 2,450,000	1 to 5.25 %	6-4-10	5-1-28	\$ 1,990,000	\$ 0	\$ 120,000	\$ 1,870,000
General Obligation Refunding	1,750,000	2.5 to 3	2-25-11	5-1-19	1,475,000	0	280,000	1,195,000
General Obligation	14,750,000	2 to 4	9-28-11	5-1-35	14,700,000	0	25,000	14,675,000
Total Payable through General Debt Service Fund					<u>\$ 18,165,000</u>	<u>\$ 0</u>	<u>\$ 425,000</u>	<u>\$ 17,740,000</u>
<u>Payable through Rural Debt Service Fund</u>								
Rural School Refunding	7,535,000	2.5 to 3.5	10-25-10	5-1-26	\$ 7,535,000	\$ 0	\$ 0	\$ 7,535,000
Rural School Refunding	2,050,000	2.5 to 3	2-25-11	5-1-18	1,065,000	0	375,000	690,000
Rural School	2,000,000	2 to 4	9-28-11	5-1-31	1,925,000	0	25,000	1,900,000
Rural School Refunding	1,290,000	1 to 2	12-11-13	6-30-18	1,290,000	0	315,000	975,000
Total Payable through Rural Debt Service Fund					<u>\$ 11,815,000</u>	<u>\$ 0</u>	<u>\$ 715,000</u>	<u>\$ 11,100,000</u>
<u>Payable through Education Debt Service Fund</u>								
Rural High School Refunding	6,205,000	2.5 to 3.5	10-25-10	5-1-25	\$ 6,025,000	\$ 0	\$ 185,000	\$ 5,840,000
Rural High School	8,000,000	2 to 4	9-28-11	5-1-31	7,925,000	0	125,000	7,800,000
Rural High School Refunding	1,810,000	1 to 2	12-11-13	6-30-18	1,810,000	0	440,000	1,370,000
Total Payable through Education Debt Service Fund					<u>\$ 15,760,000</u>	<u>\$ 0</u>	<u>\$ 750,000</u>	<u>\$ 15,010,000</u>
Total Bonds Payable					<u>\$ 45,740,000</u>	<u>\$ 0</u>	<u>\$ 1,890,000</u>	<u>\$ 43,850,000</u>
<u>CAPITAL LEASE PAYABLE</u>								
<u>Payable through General Debt Service Fund</u>								
Phone System	501,365	6.25	7-23-14	5-25-21	\$ 0	\$ 501,365	\$ 58,004	\$ 443,361
Total Payable through General Debt Service Fund					<u>\$ 0</u>	<u>\$ 501,365</u>	<u>\$ 58,004</u>	<u>\$ 443,361</u>
<u>Contributions Due by the School Department from the Other Education Special Revenue Fund to the Rural Debt Service Fund</u>								
Headstart Facility	957,236	11.4	12-1-03	12-1-20	\$ 545,752	\$ 0	\$ 61,034	\$ 484,718
Total Contributions Due by the School Department from the Other Education Special Revenue Fund to the Rural Debt Service Fund					<u>\$ 545,752</u>	<u>\$ 0</u>	<u>\$ 61,034</u>	<u>\$ 484,718</u>
Total Capital Lease Payable					<u>\$ 545,752</u>	<u>\$ 501,365</u>	<u>\$ 119,038</u>	<u>\$ 928,079</u>
<u>BUSINESS-TYPE ACTIVITIES</u>								
<u>NOTES PAYABLE</u>								
<u>Payable through Ambulance Service Fund</u>								
Ambulances	223,225	2.25	6-4-15	6-1-22	\$ 0	\$ 223,225	\$ 0	\$ 223,225
Total Payable through Ambulance Service Fund					<u>\$ 0</u>	<u>\$ 223,225</u>	<u>\$ 0</u>	<u>\$ 223,225</u>
Total Notes Payable					<u>\$ 0</u>	<u>\$ 223,225</u>	<u>\$ 0</u>	<u>\$ 223,225</u>

Exhibit L-2

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

GOVERNMENTAL ACTIVITIES

Year Ending June 30	Notes		
	Principal	Interest	Total
2016	\$ 155,207	\$ 0	\$ 155,207
2017	84,240	0	84,240
2018	84,240	0	84,240
2019	84,240	0	84,240
2020	84,240	0	84,240
2021	84,240	0	84,240
2022	55,709	0	55,709
2023	5,893	0	5,893
Total	\$ 638,009	\$ 0	\$ 638,009

Year Ending June 30	Other Loans			
	Principal	Interest	Other Fees	Total
2016	\$ 662,763	\$ 282,740	\$ 16,538	\$ 962,041
2017	686,824	270,680	14,794	972,298
2018	707,887	258,169	12,989	979,045
2019	717,952	245,351	11,110	974,413
2020	731,019	232,524	9,163	972,706
2021	742,088	219,684	7,127	968,899
2022	614,159	206,832	5,018	826,009
2023	620,233	194,108	3,821	818,162
2024	626,310	181,379	2,586	810,275
2025	632,389	168,642	1,312	802,343
2026	627,469	155,900	0	783,369
2027	877,558	137,378	0	1,014,936
2028	877,643	111,478	0	989,121
2029	927,734	85,574	0	1,013,308
2030	927,828	58,194	0	986,022
2031	947,924	30,809	0	978,733
2032	3,025	2,831	0	5,856
2033	3,128	2,728	0	5,856
2034	3,236	2,620	0	5,856
2035	3,347	2,509	0	5,856
2036	3,461	2,395	0	5,856

(Continued)

Exhibit L-2

Anderson County, Tennessee

Schedule of Long-term Debt Requirements by Year (Cont.)

GOVERNMENTAL ACTIVITIES (CONT.)

Year Ending June 30	Other Loans (Cont.)			
	Principal	Interest	Other Fees	Total
2037	\$ 3,580	\$ 2,276	0 \$	5,856
2038	3,703	2,153	0	5,856
2039	3,830	2,026	0	5,856
2040	3,961	1,895	0	5,856
2041	4,097	1,759	0	5,856
2042	4,237	1,619	0	5,856
2043	4,382	1,474	0	5,856
2044	4,532	1,324	0	5,856
2045	4,688	1,168	0	5,856
2046	4,848	1,008	0	5,856
2047	5,015	841	0	5,856
2048	5,186	670	0	5,856
2049	5,364	492	0	5,856
2050	5,548	308	0	5,856
2051	5,738	118	0	5,856
2052	357	1	0	358
Total	\$ 12,013,043	\$ 2,871,657	\$ 84,458	\$ 14,969,158

(Continued)

Exhibit L-2

Anderson County, Tennessee  
Schedule of Long-term Debt Requirements by Year (Cont.)

GOVERNMENTAL ACTIVITIES (CONT.)

Year Ending June 30	Bonds		
	Principal	Interest	Total
2016	\$ 1,985,000	\$ 1,511,382	\$ 3,496,382
2017	2,045,000	1,466,156	3,511,156
2018	2,085,000	1,415,356	3,500,356
2019	2,200,000	1,362,244	3,562,244
2020	2,260,000	1,294,749	3,554,749
2021	2,315,000	1,225,194	3,540,194
2022	2,530,000	1,156,644	3,686,644
2023	2,640,000	1,077,844	3,717,844
2024	2,735,000	995,742	3,730,742
2025	2,830,000	905,550	3,735,550
2026	2,960,000	808,675	3,768,675
2027	2,290,000	693,275	2,983,275
2028	2,415,000	599,613	3,014,613
2029	2,375,000	502,400	2,877,400
2030	2,485,000	407,400	2,892,400
2031	2,600,000	308,000	2,908,000
2032	1,200,000	204,000	1,404,000
2033	1,250,000	156,000	1,406,000
2034	1,300,000	106,000	1,406,000
2035	1,350,000	54,000	1,404,000
Total	\$ 43,850,000	\$ 16,250,224	\$ 60,100,224

Year Ending June 30	Capital Lease		
	Principal	Interest	Total
2016	\$ 173,415	\$ 57,644	\$ 231,059
2017	184,496	47,660	232,156
2018	196,742	36,511	233,253
2019	210,292	24,058	234,350
2020	133,255	10,663	143,918
2021	29,879	569	30,448
Total	\$ 928,079	\$ 177,105	\$ 1,105,184

(Continued)

Exhibit L-2

Anderson County, Tennessee

Schedule of Long-term Debt Requirements by Year (Cont.)

BUSINESS-TYPE ACTIVITIES

Year Ending June 30	Notes		
	Principal	Interest	Total
2016	\$ 29,225	\$ 4,980	\$ 34,205
2017	31,000	4,365	35,365
2018	31,000	3,668	34,668
2019	32,000	2,970	34,970
2020	33,000	2,250	35,250
2021	33,000	1,508	34,508
2022	34,000	765	34,765
Total	\$ 223,225	\$ 20,506	\$ 243,731

Exhibit L-3

Anderson County, Tennessee  
Schedule of Investments  
June 30, 2015

<u>Fund and Type</u>	<u>Amount</u>
<u>Employee Health Insurance (Internal Service) Fund</u>	
State Treasurer's Investment Pool	<u>\$ 18,598</u>
Total Investments	<u><u>\$ 18,598</u></u>

Exhibit L-4

Anderson County, Tennessee  
Schedule of Transfers  
Primary Government and Discretely Presented Anderson County School Department  
For the Year Ended June 30, 2015

<u>From Fund</u>	<u>To Fund</u>	<u>Purpose</u>	<u>Amount</u>
<u>PRIMARY GOVERNMENT</u>			
General	Education Debt Service	State sharing revenue	\$ 16,100
"	Ambulance Service	Fund operations	600,000
"	Ambulance Service	Salary supplements	38,229
"	Channel 95	Salary supplements	889
"	Self Insurance	Contribution in addition to premiums	153,109
Public Library	"	"	9,511
Solid Waste/Sanitation	"	"	4,631
Other Special Revenue	"	"	10,400
Ambulance Service	"	"	9,848
Highway/Public Works	"	"	1,424
Highway/Public Works	General	Refund of operating transfer from the prior year	<u>200,000</u>
Total Transfers Primary Government			<u>\$ 1,044,141</u>
<u>DISCRETELY PRESENTED ANDERSON</u> <u>COUNTY SCHOOL DEPARTMENT</u>			
School Federal Projects	General Purpose School	Indirect costs	\$ 84,465
Other Education Special Revenue	General Purpose School	Indirect costs	73,787
"	Central Cafeteria	Cafeteria expenditures	<u>48,832</u>
Total Transfers Discretely Presented Anderson County School Department			<u>\$ 207,084</u>

Exhibit L-5

Anderson County, Tennessee  
Schedule of Salaries and Official Bonds of Principal Officials  
Primary Government and Discretely Presented Anderson County School Department  
For the Year Ended June 30, 2015

Official	Authorization for Salary	Salary Paid During Period	Bond	Surety
County Mayor	Section 8-24-102, <i>TCA</i>	\$ 91,636 (1) \$	100,000	RLI Insurance Company
Highway Superintendent	Section 8-24-102, <i>TCA</i>	87,272	100,000	RLI Insurance Company
Director of Schools	State Board of Education and County Board of Education	129,050 (2)	100,000	Auto Owners Insurance Company
Trustee	Section 8-24-102, <i>TCA</i>	79,338	2,945,010	Cincinnati Insurance Company
Assessor of Property	Section 8-24-102, <i>TCA</i>	79,338	50,000	RLI Insurance Company
Director of Accounts and Budgets:				
Connie Aytes (Interim) (7-1-14 through 10-29-14)	County Commission	29,904	100,000	RLI Insurance Company
Christopher Phillips (10-30-14 through 6-30-15)	County Commission	49,434	100,000	RLI Insurance Company
County Clerk	Section 8-24-102, <i>TCA</i>	79,338	100,000	RLI Insurance Company
Circuit, General Sessions, and Juvenile Courts Clerk:				
Tyler Mayes (7-1-14 through 8-31-14)	Section 8-24-102, <i>TCA</i>	16,783	50,000	RLI Insurance Company
William Jones (9-1-14 through 6-30-15)	Section 8-24-102, <i>TCA</i>	62,555	100,000	RLI Insurance Company
Clerk and Master	Section 8-24-102, <i>TCA</i> , and Chancery Court Judge	79,338 (3)	50,000	Travelers Casualty and Surety Company of America
Register of Deeds	Section 8-24-102, <i>TCA</i>	79,338	100,000	RLI Insurance Company
Sheriff	Section 8-24-102, <i>TCA</i>	87,272 (4)	100,000	Cincinnati Insurance Company
Purchasing Agent	County Commission	54,940	100,000	RLI Insurance Company
Employee Blanket Bonds:				
Employee Fidelity - County Departments			150,000	Tennessee Risk Management Trust
Employee Fidelity - School Department			150,000	"

(1) Does not include a vehicle allowance of \$4,800.

(2) Includes a career ladder supplement of \$1,000 and a sickday payment totaling \$50.

(3) Does not include special commissioner fees of \$655.

(4) Does not include a law enforcement training supplement of \$600.



## Exhibit L-6

Anderson County, Tennessee  
Schedule of Detailed Revenues -  
All Governmental Fund Types  
For the Year Ended June 30, 2015

	Special Revenue Funds				
	General	Public Library	Solid Waste / Sanitation	Drug Control	Other Special Revenue
<u>Local Taxes</u>					
<u>County Property Taxes</u>					
Current Property Tax	\$ 10,937,706	\$ 415,313	\$ 981,211	\$ 0	\$ 0
Trustee's Collections - Prior Year	430,769	16,322	38,520	0	0
Trustee's Collections - Bankruptcy	3,724	126	279	0	0
Circuit/Clerk and Master Collections - Prior Years	236,283	0	0	0	0
Interest and Penalty	169,853	2,974	7,024	0	0
Payments in-Lieu-of Taxes - T.V.A.	32,930	0	0	0	0
Payments in-Lieu-of Taxes - Local Utilities	760,572	0	0	0	0
Payments in-Lieu-of Taxes - Other	2,020,993	0	0	0	0
<u>County Local Option Taxes</u>					
Local Option Sales Tax	534,529	0	0	0	0
Hotel/Motel Tax	85	0	0	0	340,259
Litigation Tax - General	153,217	0	0	0	0
Litigation Tax - Special Purpose	17,283	0	0	0	0
Litigation Tax - Office of Public Defender	24,778	0	0	0	0
Litigation Tax - Jail, Workhouse, or Courthouse	8,627	0	0	0	0
Litigation Tax - Victim-Offender Mediation Center	9,508	0	0	0	0
Litigation Tax - Courthouse Security	78,700	0	0	0	0
Business Tax	1,011,454	0	0	0	0
Mineral Severance Tax	0	0	0	0	0
Other County Local Option Taxes	729	0	0	0	0
<u>Statutory Local Taxes</u>					
Bank Excise Tax	30,069	0	0	0	0
Wholesale Beer Tax	140,146	0	0	0	0
Coal Severance Tax	0	0	0	0	0
Interstate Telecommunications Tax	3,698	0	0	0	0

(Continued)

## Exhibit L-6

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

	Special Revenue Funds				
	General	Public Library	Solid Waste / Sanitation	Drug Control	Other Special Revenue
<u>Local Taxes (Cont.)</u>					
<u>Statutory Local Taxes (Cont.)</u>					
Other Statutory Local Taxes	\$ 1,700	\$ 0	\$ 0	\$ 0	\$ 0
Total Local Taxes	\$ 16,607,353	\$ 434,735	\$ 1,027,034	\$ 0	\$ 340,259
<u>Licenses and Permits</u>					
<u>Licenses</u>					
Cable TV Franchise	\$ 306,497	\$ 0	\$ 0	\$ 0	\$ 0
<u>Permits</u>					
Beer Permits	475	0	0	0	0
Building Permits	91,064	0	0	0	0
Total Licenses and Permits	\$ 398,036	\$ 0	\$ 0	\$ 0	\$ 0
<u>Fines, Forfeitures, and Penalties</u>					
<u>Circuit Court</u>					
Fines	\$ 14,920	\$ 0	\$ 0	\$ 0	\$ 0
Officers Costs	24,325	0	0	0	0
Drug Control Fines	5,525	0	0	5,525	0
Drug Court Fees	3,701	0	0	0	0
Jail Fees	24,111	0	0	0	0
DUI Treatment Fines	3,169	0	0	0	0
Data Entry Fee - Circuit Court	3,605	0	0	0	0
Courtroom Security Fee	906	0	0	0	0
Victims Assistance Assessments	4,732	0	0	0	0
<u>General Sessions Court</u>					
Fines	28,987	0	0	0	0
Officers Costs	77,191	0	0	0	0

(Continued)

Exhibit L-6

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

	Special Revenue Funds				
	General	Public Library	Solid Waste / Sanitation	Drug Control	Other Special Revenue
<u>Fines, Forfeitures, and Penalties (Cont.)</u>					
<u>General Sessions Court (Cont.)</u>					
Game and Fish Fines	\$ 130	\$ 0	\$ 0	\$ 0	0
Drug Control Fines	2,142	0	0	2,272	0
Drug Court Fees	2,807	0	0	0	0
Jail Fees	57,136	0	0	0	0
District Attorney General Fees	7,831	0	0	0	0
Data Entry Fee - General Sessions Court	18,423	0	0	0	0
Courtroom Security Fee	1,317	0	0	0	0
Victims Assistance Assessments	17,843	0	0	0	0
<u>Juvenile Court</u>					
Fines	1,454	0	0	0	0
Officers Costs	17,916	0	0	0	0
Drug Court Fees	394	0	0	0	0
Jail Fees	6,655	0	0	0	0
Data Entry Fee - Juvenile Court	2,143	0	0	0	0
Courtroom Security Fee	13	0	0	0	0
<u>Chancery Court</u>					
Officers Costs	49,441	0	0	0	0
Data Entry Fee - Chancery Court	4,372	0	0	0	0
Courtroom Security Fee	3,268	0	0	0	0
<u>Other Courts - In-county</u>					
Fines	1,350	0	0	0	0
<u>Judicial District Drug Program</u>					
Drug Task Force Forfeitures and Seizures	0	0	0	789	0
<u>Other Fines, Forfeitures, and Penalties</u>					
Proceeds from Confiscated Property	1,781	0	0	40,715	0
Total Fines, Forfeitures, and Penalties	\$ 387,588	\$ 0	\$ 0	\$ 49,301	\$ 0

(Continued)

## Exhibit L-6

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

	Special Revenue Funds				
	General	Public Library	Solid Waste / Sanitation	Drug Control	Other Special Revenue
<u>Charges for Current Services</u>					
<u>General Service Charges</u>					
Other Employee Benefit Charges/Contributions	\$ 13	\$ 0	\$ 0	\$ 0	0
Convenience Waste Centers Collection Charge	0	0	56,247	0	0
Surcharge - Host Agency	0	0	309,164	0	0
Solid Waste Disposal Fee	0	0	19,170	0	0
Surcharge - Waste Tire Disposal	0	0	48,670	0	0
Health Department Collections	226,935	0	0	0	0
Other General Service Charges	250	0	0	0	0
<u>Fees</u>					
Recreation Fees	116,869	0	0	0	0
Copy Fees	239	0	0	0	0
Library Fees	0	23,402	0	0	0
Archives and Records Management Fee - County Clerk	28,275	0	0	0	0
Greenbelt Late Application Fee	150	0	0	0	0
Telephone Commissions	86,895	0	0	0	0
Constitutional Officers' Fees and Commissions	0	0	0	0	0
Special Commissioner Fees/Special Master Fees	0	0	0	0	0
Data Processing Fee - Register	20,315	0	0	0	0
Data Processing Fee - Sheriff	12,015	0	0	0	0
Sexual Offender Registration Fee - Sheriff	3,600	0	0	0	0
Data Processing Fee - County Clerk	12,923	0	0	0	0
Subscription and Document Retrieval Fee - Circuit	5,000	0	0	0	0
<u>Other Charges for Services</u>					
Other Charges for Services	5,965	0	0	0	0
Total Charges for Current Services	\$ 519,444	\$ 23,402	\$ 433,251	\$ 0	0

(Continued)

## Exhibit L-6

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

	Special Revenue Funds				
	General	Public Library	Solid Waste / Sanitation	Drug Control	Other Special Revenue
<u>Other Local Revenues</u>					
<u>Recurring Items</u>					
Investment Income	\$ 16,961	\$ 578	\$ 0	\$ 559	\$ 0
Lease/Rentals	144,962	0	0	0	0
Sale of Materials and Supplies	6,494	0	0	0	0
Commissary Sales	29,611	0	0	0	0
Sale of Gasoline	0	0	0	0	0
Sale of Maps	105	0	0	0	0
Sale of Recycled Materials	0	0	18,289	0	0
E-Rate Funding	0	3,667	0	0	0
Miscellaneous Refunds	7,020	0	0	0	0
<u>Nonrecurring Items</u>					
Sale of Equipment	10,719	0	0	0	0
Sale of Property	25,201	0	0	0	0
Damages Recovered from Individuals	0	0	0	0	0
Contributions and Gifts	26,500	2,998	12,000	0	0
<u>Other Local Revenues</u>					
Other Local Revenues	312,806	0	0	0	0
Total Other Local Revenues	\$ 580,379	\$ 7,243	\$ 30,289	\$ 559	\$ 0
<u>Fees Received from County Officials</u>					
<u>Fees in-Lieu-of Salary</u>					
County Clerk	\$ 909,094	\$ 0	\$ 0	\$ 0	\$ 0
General Sessions Court Clerk	870,431	0	0	0	0
Clerk and Master	506,485	0	0	0	0
Register	274,231	0	0	0	0
Sheriff	46,163	0	0	0	0

(Continued)

## Exhibit L-6

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

	Special Revenue Funds				
	General	Public Library	Solid Waste / Sanitation	Drug Control	Other Special Revenue
<u>Fees Received from County Officials (Cont.)</u>					
<u>Fees in-Lieu-of Salary (Cont.)</u>					
Trustee	\$ 1,312,798	\$ 0	\$ 0	\$ 0	\$ 0
Total Fees Received from County Officials	\$ 3,919,202	\$ 0	\$ 0	\$ 0	\$ 0
<u>State of Tennessee</u>					
<u>General Government Grants</u>					
Juvenile Services Program	\$ 18,000	\$ 0	\$ 0	\$ 0	\$ 0
Solid Waste Grants	0	0	11,327	0	0
<u>Public Safety Grants</u>					
Law Enforcement Training Programs	35,400	0	0	0	0
Drug Control Grants	67,336	0	0	0	0
<u>Health and Welfare Grants</u>					
Health Department Programs	169,378	0	0	0	0
Other Health and Welfare Grants	58,194	0	0	0	0
<u>Public Works Grants</u>					
Bridge Program	0	0	0	0	0
Litter Program	0	0	16,569	0	0
Other Public Works Grants	93	0	0	0	0
<u>Other State Revenues</u>					
Income Tax	171,319	0	0	0	0
Beer Tax	18,055	0	0	0	0
Alcoholic Beverage Tax	104,522	0	0	0	0
State Revenue Sharing - T.V.A.	260,068	0	0	0	0
Prisoner Transportation	22	0	0	0	0
Contracted Prisoner Boarding	1,720,303	0	0	0	0
Gasoline and Motor Fuel Tax	0	0	0	0	0

(Continued)

## Exhibit L-6

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

	Special Revenue Funds				
	General	Public Library	Solid Waste / Sanitation	Drug Control	Other Special Revenue
<u>State of Tennessee (Cont.)</u>					
<u>Other State Revenues (Cont.)</u>					
Petroleum Special Tax	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Registrar's Salary Supplement	15,164	0	0	0	0
Other State Grants	0	4,787	0	0	5,000
Other State Revenues	146,447	0	0	0	0
Total State of Tennessee	<u>\$ 2,784,301</u>	<u>\$ 4,787</u>	<u>\$ 27,896</u>	<u>\$ 0</u>	<u>\$ 5,000</u>
<u>Federal Government</u>					
<u>Federal Through State</u>					
Appalachian Regional Commission	\$ 107,630	\$ 0	\$ 0	\$ 0	\$ 0
Civil Defense Reimbursement	33,409	0	0	0	0
Disaster Relief	1,688	0	0	0	0
Homeland Security Grants	19,999	0	0	0	0
Law Enforcement Grants	14,993	0	0	0	0
Other Federal through State	274,845	3,541	0	0	0
<u>Direct Federal Revenue</u>					
Tax Credit Bond Rebate	0	0	0	0	0
Other Direct Federal Revenue	33,396	0	0	19,665	0
Total Federal Government	<u>\$ 485,960</u>	<u>\$ 3,541</u>	<u>\$ 0</u>	<u>\$ 19,665</u>	<u>\$ 0</u>
<u>Other Governments and Citizens Groups</u>					
<u>Other Governments</u>					
Paving and Maintenance	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Contributions	24,213	136,167	0	0	0
Contracted Services	25,644	0	0	0	0

(Continued)

## Exhibit L-6

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

	Special Revenue Funds				
	General	Public Library	Solid Waste / Sanitation	Drug Control	Other Special Revenue
<u>Other Governments and Citizens Groups (Cont.)</u>					
<u>Citizens Groups</u>					
Donations	\$ 0	\$ 6,000	\$ 0	\$ 0	\$ 0
<u>Other</u>					
Other	1,000	0	0	0	0
Total Other Governments and Citizens Groups	<u>\$ 50,857</u>	<u>\$ 142,167</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
Total	<u>\$ 25,733,120</u>	<u>\$ 615,875</u>	<u>\$ 1,518,470</u>	<u>\$ 69,525</u>	<u>\$ 345,259</u>

(Continued)



## Exhibit L-6

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

	Special Revenue Funds (Cont.)		Debt Service Funds		
	Constitu - tional Officers - Fees	Highway / Public Works	General Debt Service	Rural Debt Service	Education Debt Service
<u>Local Taxes</u>					
<u>County Property Taxes</u>					
Current Property Tax	\$ 0	\$ 435,102	\$ 1,585,155	\$ 181,338	\$ 1,463,456
Trustee's Collections - Prior Year	0	17,132	62,297	8,002	60,747
Trustee's Collections - Bankruptcy	0	133	563	42	409
Circuit/Clerk and Master Collections - Prior Years	0	0	0	0	0
Interest and Penalty	0	3,123	11,354	1,512	11,201
Payments in-Lieu-of Taxes - T.V.A.	0	0	0	0	0
Payments in-Lieu-of Taxes - Local Utilities	0	0	0	0	0
Payments in-Lieu-of Taxes - Other	0	0	0	0	0
<u>County Local Option Taxes</u>					
Local Option Sales Tax	0	304,751	0	0	0
Hotel/Motel Tax	0	0	0	0	0
Litigation Tax - General	0	0	0	0	0
Litigation Tax - Special Purpose	0	0	0	0	0
Litigation Tax - Office of Public Defender	0	0	0	0	0
Litigation Tax - Jail, Workhouse, or Courthouse	0	0	31,921	0	0
Litigation Tax - Victim-Offender Mediation Center	0	0	0	0	0
Litigation Tax - Courthouse Security	0	0	0	0	0
Business Tax	0	0	0	0	0
Mineral Severance Tax	0	101,273	0	0	0
Other County Local Option Taxes	0	0	0	0	0
<u>Statutory Local Taxes</u>					
Bank Excise Tax	0	0	0	0	0
Wholesale Beer Tax	0	0	0	0	0
Coal Severance Tax	0	171	0	0	0
Interstate Telecommunications Tax	0	0	0	0	0

(Continued)

## Exhibit L-6

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

	Special Revenue Funds (Cont.)		Debt Service Funds		
	Constitu - tional Officers - Fees	Highway / Public Works	General Debt Service	Rural Debt Service	Education Debt Service
<u>Local Taxes (Cont.)</u>					
<u>Statutory Local Taxes (Cont.)</u>					
Other Statutory Local Taxes	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Total Local Taxes	\$ 0	\$ 861,685	\$ 1,691,290	\$ 190,894	\$ 1,535,813
<u>Licenses and Permits</u>					
<u>Licenses</u>					
Cable TV Franchise	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
<u>Permits</u>					
Beer Permits	0	0	0	0	0
Building Permits	0	0	0	0	0
Total Licenses and Permits	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
<u>Fines, Forfeitures, and Penalties</u>					
<u>Circuit Court</u>					
Fines	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Officers Costs	0	0	0	0	0
Drug Control Fines	0	0	0	0	0
Drug Court Fees	0	0	0	0	0
Jail Fees	0	0	0	0	0
DUI Treatment Fines	0	0	0	0	0
Data Entry Fee - Circuit Court	0	0	0	0	0
Courtroom Security Fee	0	0	0	0	0
Victims Assistance Assessments	0	0	0	0	0
<u>General Sessions Court</u>					
Fines	0	0	0	0	0
Officers Costs	0	0	0	0	0

(Continued)

## Exhibit L-6

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

	Special Revenue Funds (Cont.)		Debt Service Funds		
	Constitu - tional Officers - Fees	Highway / Public Works	General Debt Service	Rural Debt Service	Education Debt Service
<u>Fines, Forfeitures, and Penalties (Cont.)</u>					
<u>General Sessions Court (Cont.)</u>					
Game and Fish Fines	\$ 0	\$ 0	\$ 0	\$ 0	0
Drug Control Fines	0	0	0	0	0
Drug Court Fees	0	0	0	0	0
Jail Fees	0	0	0	0	0
District Attorney General Fees	0	0	0	0	0
Data Entry Fee - General Sessions Court	0	0	0	0	0
Courtroom Security Fee	0	0	0	0	0
Victims Assistance Assessments	0	0	0	0	0
<u>Juvenile Court</u>					
Fines	0	0	0	0	0
Officers Costs	0	0	0	0	0
Drug Court Fees	0	0	0	0	0
Jail Fees	0	0	0	0	0
Data Entry Fee - Juvenile Court	0	0	0	0	0
Courtroom Security Fee	0	0	0	0	0
<u>Chancery Court</u>					
Officers Costs	0	0	0	0	0
Data Entry Fee - Chancery Court	0	0	0	0	0
Courtroom Security Fee	0	0	0	0	0
<u>Other Courts - In-county</u>					
Fines	0	0	0	0	0
<u>Judicial District Drug Program</u>					
Drug Task Force Forfeitures and Seizures	0	0	0	0	0
<u>Other Fines, Forfeitures, and Penalties</u>					
Proceeds from Confiscated Property	0	0	0	0	0
Total Fines, Forfeitures, and Penalties	\$ 0	\$ 0	\$ 0	\$ 0	0

(Continued)

## Exhibit L-6

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

	Special Revenue Funds (Cont.)		Debt Service Funds		
	Constitu - tional Officers - Fees	Highway / Public Works	General Debt Service	Rural Debt Service	Education Debt Service
<u>Charges for Current Services</u>					
<u>General Service Charges</u>					
Other Employee Benefit Charges/Contributions	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Convenience Waste Centers Collection Charge	0	0	0	0	0
Surcharge - Host Agency	0	0	0	0	0
Solid Waste Disposal Fee	0	0	0	0	0
Surcharge - Waste Tire Disposal	0	0	0	0	0
Health Department Collections	0	0	0	0	0
Other General Service Charges	0	0	0	0	0
<u>Fees</u>					
Recreation Fees	0	0	0	0	0
Copy Fees	0	0	0	0	0
Library Fees	0	0	0	0	0
Archives and Records Management Fee - County Clerk	0	0	0	0	0
Greenbelt Late Application Fee	0	0	0	0	0
Telephone Commissions	0	0	0	0	0
Constitutional Officers' Fees and Commissions	293	0	0	0	0
Special Commissioner Fees/Special Master Fees	655	0	0	0	0
Data Processing Fee - Register	0	0	0	0	0
Data Processing Fee - Sheriff	0	0	0	0	0
Sexual Offender Registration Fee - Sheriff	0	0	0	0	0
Data Processing Fee - County Clerk	0	0	0	0	0
Subscription and Document Retrieval Fee - Circuit	0	0	0	0	0
<u>Other Charges for Services</u>					
Other Charges for Services	0	0	0	0	0
Total Charges for Current Services	\$ 948	\$ 0	\$ 0	\$ 0	\$ 0

(Continued)

Exhibit L-6

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

	Special Revenue Funds (Cont.)		Debt Service Funds		
	Constitu - tional Officers - Fees	Highway / Public Works	General Debt Service	Rural Debt Service	Education Debt Service
<u>Other Local Revenues</u>					
<u>Recurring Items</u>					
Investment Income	\$ 0	\$ 0	\$ 7,133	\$ 101	\$ 2,982
Lease/Rentals	0	0	0	0	0
Sale of Materials and Supplies	0	1,430	0	0	0
Commissary Sales	0	0	0	0	0
Sale of Gasoline	0	261,172	0	0	0
Sale of Maps	0	0	0	0	0
Sale of Recycled Materials	0	0	0	0	0
E-Rate Funding	0	0	0	0	0
Miscellaneous Refunds	0	0	0	0	0
<u>Nonrecurring Items</u>					
Sale of Equipment	0	0	0	0	0
Sale of Property	0	0	0	0	0
Damages Recovered from Individuals	0	5,000	0	0	0
Contributions and Gifts	0	0	0	0	0
<u>Other Local Revenues</u>					
Other Local Revenues	0	0	0	0	0
Total Other Local Revenues	\$ 0	\$ 267,602	\$ 7,133	\$ 101	\$ 2,982
<u>Fees Received from County Officials</u>					
<u>Fees in-Lieu-of Salary</u>					
County Clerk	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
General Sessions Court Clerk	0	0	0	0	0
Clerk and Master	0	0	0	0	0
Register	0	0	0	0	0
Sheriff	0	0	0	0	0

(Continued)

## Exhibit L-6

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

	Special Revenue Funds (Cont.)		Debt Service Funds		
	Constitu - tional Officers - Fees	Highway / Public Works	General Debt Service	Rural Debt Service	Education Debt Service
<u>Fees Received from County Officials (Cont.)</u>					
<u>Fees in-Lieu-of Salary (Cont.)</u>					
Trustee	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Total Fees Received from County Officials	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
<u>State of Tennessee</u>					
<u>General Government Grants</u>					
Juvenile Services Program	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Solid Waste Grants	0	0	0	0	0
<u>Public Safety Grants</u>					
Law Enforcement Training Programs	0	0	0	0	0
Drug Control Grants	0	0	0	0	0
<u>Health and Welfare Grants</u>					
Health Department Programs	0	0	0	0	0
Other Health and Welfare Grants	0	0	0	0	0
<u>Public Works Grants</u>					
Bridge Program	0	233,832	0	0	0
Litter Program	0	0	0	0	0
Other Public Works Grants	0	2,796	0	0	0
<u>Other State Revenues</u>					
Income Tax	0	0	0	0	0
Beer Tax	0	0	0	0	0
Alcoholic Beverage Tax	0	0	0	0	0
State Revenue Sharing - T.V.A.	0	0	0	0	0
Prisoner Transportation	0	0	0	0	0
Contracted Prisoner Boarding	0	0	0	0	0
Gasoline and Motor Fuel Tax	0	1,933,108	0	0	0

(Continued)

Exhibit L-6

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

	Special Revenue Funds (Cont.)		Debt Service Funds		
	Constitu - tional Officers - Fees	Highway / Public Works	General Debt Service	Rural Debt Service	Education Debt Service
<u>State of Tennessee (Cont.)</u>					
<u>Other State Revenues (Cont.)</u>					
Petroleum Special Tax	\$ 0	\$ 54,209	\$ 0	\$ 0	\$ 0
Registrar's Salary Supplement	0	0	0	0	0
Other State Grants	0	0	0	0	0
Other State Revenues	0	0	0	0	0
Total State of Tennessee	<u>\$ 0</u>	<u>\$ 2,223,945</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
<u>Federal Government</u>					
<u>Federal Through State</u>					
Appalachian Regional Commission	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Civil Defense Reimbursement	0	0	0	0	0
Disaster Relief	0	50,325	0	0	0
Homeland Security Grants	0	0	0	0	0
Law Enforcement Grants	0	0	0	0	0
Other Federal through State	0	0	0	0	0
<u>Direct Federal Revenue</u>					
Tax Credit Bond Rebate	0	0	38,399	0	0
Other Direct Federal Revenue	0	0	0	0	0
Total Federal Government	<u>\$ 0</u>	<u>\$ 50,325</u>	<u>\$ 38,399</u>	<u>\$ 0</u>	<u>\$ 0</u>
<u>Other Governments and Citizens Groups</u>					
<u>Other Governments</u>					
Paving and Maintenance	\$ 0	\$ 6,867	\$ 0	\$ 0	\$ 0
Contributions	0	0	0	1,506,094	0
Contracted Services	0	0	0	0	0

(Continued)

Exhibit L-6

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

	Special Revenue Funds (Cont.)		Debt Service Funds		
	Constitu - tional Officers - Fees	Highway / Public Works	General Debt Service	Rural Debt Service	Education Debt Service
<u>Other Governments and Citizens Groups (Cont.)</u>					
<u>Citizens Groups</u>					
Donations	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
<u>Other</u>					
Other	0	0	0	0	0
Total Other Governments and Citizens Groups	<u>\$ 0</u>	<u>\$ 6,867</u>	<u>\$ 0</u>	<u>\$ 1,506,094</u>	<u>\$ 0</u>
Total	<u>\$ 948</u>	<u>\$ 3,410,424</u>	<u>\$ 1,736,822</u>	<u>\$ 1,697,089</u>	<u>\$ 1,538,795</u>

(Continued)



## Exhibit L-6

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

	<u>Capital Projects Fund</u>		
	General Capital Projects		Total
<hr/>			
<u>Local Taxes</u>			
<u>County Property Taxes</u>			
Current Property Tax	\$ 22,078	\$	16,021,359
Trustee's Collections - Prior Year	0		633,789
Trustee's Collections - Bankruptcy	3		5,279
Circuit/Clerk and Master Collections - Prior Years	0		236,283
Interest and Penalty	22		207,063
Payments in-Lieu-of Taxes - T.V.A.	0		32,930
Payments in-Lieu-of Taxes - Local Utilities	0		760,572
Payments in-Lieu-of Taxes - Other	0		2,020,993
<u>County Local Option Taxes</u>			
Local Option Sales Tax	0		839,280
Hotel/Motel Tax	0		340,344
Litigation Tax - General	0		153,217
Litigation Tax - Special Purpose	0		17,283
Litigation Tax - Office of Public Defender	0		24,778
Litigation Tax - Jail, Workhouse, or Courthouse	0		40,548
Litigation Tax - Victim-Offender Mediation Center	0		9,508
Litigation Tax - Courthouse Security	0		78,700
Business Tax	0		1,011,454
Mineral Severance Tax	0		101,273
Other County Local Option Taxes	0		729
<u>Statutory Local Taxes</u>			
Bank Excise Tax	0		30,069
Wholesale Beer Tax	0		140,146
Coal Severance Tax	0		171
Interstate Telecommunications Tax	0		3,698

(Continued)

## Exhibit L-6

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

	<u>Capital Projects Fund</u>		
	General Capital Projects		Total
<hr/>			
<u>Local Taxes (Cont.)</u>			
<u>Statutory Local Taxes (Cont.)</u>			
Other Statutory Local Taxes	\$	0	\$ 1,700
Total Local Taxes	\$	22,103	\$ 22,711,166
<hr/>			
<u>Licenses and Permits</u>			
<u>Licenses</u>			
Cable TV Franchise	\$	0	\$ 306,497
<u>Permits</u>			
Beer Permits		0	475
Building Permits		0	91,064
Total Licenses and Permits	\$	0	\$ 398,036
<hr/>			
<u>Fines, Forfeitures, and Penalties</u>			
<u>Circuit Court</u>			
Fines	\$	0	\$ 14,920
Officers Costs		0	24,325
Drug Control Fines		0	11,050
Drug Court Fees		0	3,701
Jail Fees		0	24,111
DUI Treatment Fines		0	3,169
Data Entry Fee - Circuit Court		0	3,605
Courtroom Security Fee		0	906
Victims Assistance Assessments		0	4,732
<u>General Sessions Court</u>			
Fines		0	28,987
Officers Costs		0	77,191

(Continued)

## Exhibit L-6

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

	<u>Capital Projects Fund</u>		
	General Capital Projects		Total
<u>Fines, Forfeitures, and Penalties (Cont.)</u>			
<u>General Sessions Court (Cont.)</u>			
Game and Fish Fines	\$	0	\$ 130
Drug Control Fines		0	4,414
Drug Court Fees		0	2,807
Jail Fees		0	57,136
District Attorney General Fees		0	7,831
Data Entry Fee - General Sessions Court		0	18,423
Courtroom Security Fee		0	1,317
Victims Assistance Assessments		0	17,843
<u>Juvenile Court</u>			
Fines		0	1,454
Officers Costs		0	17,916
Drug Court Fees		0	394
Jail Fees		0	6,655
Data Entry Fee - Juvenile Court		0	2,143
Courtroom Security Fee		0	13
<u>Chancery Court</u>			
Officers Costs		0	49,441
Data Entry Fee - Chancery Court		0	4,372
Courtroom Security Fee		0	3,268
<u>Other Courts - In-county</u>			
Fines		0	1,350
<u>Judicial District Drug Program</u>			
Drug Task Force Forfeitures and Seizures		0	789
<u>Other Fines, Forfeitures, and Penalties</u>			
Proceeds from Confiscated Property		0	42,496
Total Fines, Forfeitures, and Penalties	\$	0	\$ 436,889

(Continued)

## Exhibit L-6

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

	<u>Capital Projects Fund</u>	
	General Capital Projects	Total
<u>Charges for Current Services</u>		
<u>General Service Charges</u>		
Other Employee Benefit Charges/Contributions	\$ 0	\$ 13
Convenience Waste Centers Collection Charge	0	56,247
Surcharge - Host Agency	0	309,164
Solid Waste Disposal Fee	0	19,170
Surcharge - Waste Tire Disposal	0	48,670
Health Department Collections	0	226,935
Other General Service Charges	0	250
<u>Fees</u>		
Recreation Fees	0	116,869
Copy Fees	0	239
Library Fees	0	23,402
Archives and Records Management Fee - County Clerk	0	28,275
Greenbelt Late Application Fee	0	150
Telephone Commissions	0	86,895
Constitutional Officers' Fees and Commissions	0	293
Special Commissioner Fees/Special Master Fees	0	655
Data Processing Fee - Register	0	20,315
Data Processing Fee - Sheriff	0	12,015
Sexual Offender Registration Fee - Sheriff	0	3,600
Data Processing Fee - County Clerk	0	12,923
Subscription and Document Retrieval Fee - Circuit	0	5,000
<u>Other Charges for Services</u>		
Other Charges for Services	0	5,965
Total Charges for Current Services	\$ 0	\$ 977,045

(Continued)

## Exhibit L-6

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

	<u>Capital Projects Fund</u>		
	General Capital Projects		Total
<hr/>			
<u>Other Local Revenues</u>			
<u>Recurring Items</u>			
Investment Income	\$	0	\$ 28,314
Lease/Rentals		0	144,962
Sale of Materials and Supplies		0	7,924
Commissary Sales		0	29,611
Sale of Gasoline		0	261,172
Sale of Maps		0	105
Sale of Recycled Materials		0	18,289
E-Rate Funding		0	3,667
Miscellaneous Refunds		0	7,020
<u>Nonrecurring Items</u>			
Sale of Equipment		0	10,719
Sale of Property		0	25,201
Damages Recovered from Individuals		0	5,000
Contributions and Gifts		0	41,498
<u>Other Local Revenues</u>			
Other Local Revenues		0	312,806
Total Other Local Revenues	\$	0	\$ 896,288
<hr/>			
<u>Fees Received from County Officials</u>			
<u>Fees in-Lieu-of Salary</u>			
County Clerk	\$	0	\$ 909,094
General Sessions Court Clerk		0	870,431
Clerk and Master		0	506,485
Register		0	274,231
Sheriff		0	46,163

(Continued)

## Exhibit L-6

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

	Capital Projects Fund		
	General Capital Projects	Total	
<hr/>			
Fees Received from County Officials (Cont.)			
<u>Fees in-Lieu-of Salary (Cont.)</u>			
Trustee	\$	0	\$ 1,312,798
Total Fees Received from County Officials	\$	0	\$ 3,919,202
<hr/>			
<u>State of Tennessee</u>			
<u>General Government Grants</u>			
Juvenile Services Program	\$	0	\$ 18,000
Solid Waste Grants		0	11,327
<u>Public Safety Grants</u>			
Law Enforcement Training Programs		0	35,400
Drug Control Grants		0	67,336
<u>Health and Welfare Grants</u>			
Health Department Programs		0	169,378
Other Health and Welfare Grants		0	58,194
<u>Public Works Grants</u>			
Bridge Program		0	233,832
Litter Program		0	16,569
Other Public Works Grants		0	2,889
<u>Other State Revenues</u>			
Income Tax		0	171,319
Beer Tax		0	18,055
Alcoholic Beverage Tax		0	104,522
State Revenue Sharing - T.V.A.		0	260,068
Prisoner Transportation		0	22
Contracted Prisoner Boarding		0	1,720,303
Gasoline and Motor Fuel Tax		0	1,933,108

(Continued)

## Exhibit L-6

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

	<u>Capital Projects Fund</u>		
	General Capital Projects		Total
<u>State of Tennessee (Cont.)</u>			
<u>Other State Revenues (Cont.)</u>			
Petroleum Special Tax	\$ 0	\$	54,209
Registrar's Salary Supplement	0		15,164
Other State Grants	0		9,787
Other State Revenues	0		146,447
Total State of Tennessee	<u>\$ 0</u>	<u>\$</u>	<u>5,045,929</u>
<u>Federal Government</u>			
<u>Federal Through State</u>			
Appalachian Regional Commission	\$ 0	\$	107,630
Civil Defense Reimbursement	0		33,409
Disaster Relief	0		52,013
Homeland Security Grants	0		19,999
Law Enforcement Grants	0		14,993
Other Federal through State	0		278,386
<u>Direct Federal Revenue</u>			
Tax Credit Bond Rebate	0		38,399
Other Direct Federal Revenue	0		53,061
Total Federal Government	<u>\$ 0</u>	<u>\$</u>	<u>597,890</u>
<u>Other Governments and Citizens Groups</u>			
<u>Other Governments</u>			
Paving and Maintenance	\$ 0	\$	6,867
Contributions	0		1,666,474
Contracted Services	0		25,644

(Continued)

Exhibit L-6

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

	Capital Projects Fund	
	General Capital Projects	Total
<hr/>		
<u>Other Governments and Citizens Groups (Cont.)</u>		
<u>Citizens Groups</u>		
Donations	\$                  0	\$                  6,000
<u>Other</u>		
Other	0	1,000
Total Other Governments and Citizens Groups	<hr/> \$                  0	<hr/> \$          1,705,985
Total	<hr/> \$          22,103	<hr/> \$         36,688,430



## Exhibit L-7

Anderson County, Tennessee  
Schedule of Detailed Revenues -  
All Governmental Fund Types  
Discretely Presented Anderson County School Department  
For the Year Ended June 30, 2015

	Special Revenue Funds				Total
	General Purpose School	School Federal Projects	Central Cafeteria	Other Education Special Revenue	
<u>Local Taxes</u>					
<u>County Property Taxes</u>					
Current Property Tax	\$ 13,148,535	\$ 0	\$ 0	\$ 0	\$ 13,148,535
Trustee's Collections - Prior Year	516,873	0	0	0	516,873
Trustee's Collections - Bankruptcy	4,466	0	0	0	4,466
Circuit/Clerk and Master Collections - Prior Years	204,414	0	0	0	204,414
Interest and Penalty	172,706	0	0	0	172,706
Payments in-Lieu-of Taxes - Other	492,000	0	0	0	492,000
<u>County Local Option Taxes</u>					
Local Option Sales Tax	7,349,432	0	0	0	7,349,432
Mixed Drink Tax	1,889	0	0	0	1,889
<u>Statutory Local Taxes</u>					
Coal Severance Tax	99	0	0	0	99
Interstate Telecommunications Tax	4,090	0	0	0	4,090
Total Local Taxes	\$ 21,894,504	\$ 0	\$ 0	\$ 0	\$ 21,894,504
<u>Licenses and Permits</u>					
<u>Licenses</u>					
Marriage Licenses	\$ 3,129	\$ 0	\$ 0	\$ 0	\$ 3,129
Total Licenses and Permits	\$ 3,129	\$ 0	\$ 0	\$ 0	\$ 3,129
<u>Fines, Forfeitures, and Penalties</u>					
<u>Other Courts - In-county</u>					
DUI Treatment Fines	\$ 5,000	\$ 0	\$ 0	\$ 0	\$ 5,000
Total Fines, Forfeitures, and Penalties	\$ 5,000	\$ 0	\$ 0	\$ 0	\$ 5,000

(Continued)

## Exhibit L-7

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

	Special Revenue Funds				Total
	General Purpose School	School Federal Projects	Central Cafeteria	Other Education Special Revenue	
<u>Charges for Current Services</u>					
<u>Fees</u>					
Copy Fees	\$ 207	\$ 0	\$ 0	\$ 0	207
<u>Education Charges</u>					
Tuition - Other	0	0	0	150,460	150,460
Lunch Payments - Children	0	0	355,873	42	355,915
Lunch Payments - Adults	0	0	36,571	0	36,571
Income from Breakfast	0	0	55,574	0	55,574
Special Milk Sales	0	0	8,710	0	8,710
A la carte Sales	0	0	222,684	0	222,684
Contract for Instructional Services with Other LEAs	0	14,130	0	0	14,130
Receipts from Individual Schools	34,348	0	0	0	34,348
Community Service Fees - Adults	14,312	0	0	0	14,312
<u>Other Charges for Services</u>					
Other Charges for Services	5,000	0	15,153	0	20,153
Total Charges for Current Services	\$ 53,867	\$ 14,130	\$ 694,565	\$ 150,502	\$ 913,064
<u>Other Local Revenues</u>					
<u>Recurring Items</u>					
Investment Income	\$ 114	\$ 0	\$ 0	\$ 0	114
Sale of Materials and Supplies	5,321	0	0	17	5,338
Miscellaneous Refunds	4,676	0	4,241	50	8,967
<u>Nonrecurring Items</u>					
Damages Recovered from Individuals	38	0	0	0	38
Contributions and Gifts	0	0	0	6,102	6,102

(Continued)

## Exhibit L-7

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

	Special Revenue Funds				Total
	General Purpose School	School Federal Projects	Central Cafeteria	Other Education Special Revenue	
<u>Other Local Revenues (Cont.)</u>					
<u>Other Local Revenues</u>					
Other Local Revenues	\$ 140,049	\$ 30,496	\$ 0	\$ 0	\$ 170,545
Total Other Local Revenues	\$ 150,198	\$ 30,496	\$ 4,241	\$ 6,169	\$ 191,104
<u>State of Tennessee</u>					
<u>General Government Grants</u>					
On-behalf Contributions for OPEB	\$ 256,289	\$ 0	\$ 0	\$ 0	\$ 256,289
<u>State Education Funds</u>					
Basic Education Program	28,888,000	0	0	0	28,888,000
Early Childhood Education	0	0	0	606,879	606,879
School Food Service	0	0	31,492	0	31,492
Other State Education Funds	213,984	253,571	0	0	467,555
Career Ladder Program	194,611	0	0	0	194,611
Career Ladder - Extended Contract	107,620	0	0	0	107,620
<u>Other State Revenues</u>					
State Revenue Sharing - T.V.A.	897,500	0	0	0	897,500
Other State Grants	49,913	0	0	0	49,913
Other State Revenues	0	0	0	2,090	2,090
Total State of Tennessee	\$ 30,607,917	\$ 253,571	\$ 31,492	\$ 608,969	\$ 31,501,949
<u>Federal Government</u>					
<u>Federal Through State</u>					
USDA School Lunch Program	\$ 0	\$ 0	\$ 1,574,702	\$ 0	\$ 1,574,702
USDA - Commodities	0	0	170,332	0	170,332
Breakfast	0	0	589,221	0	589,221

(Continued)

## Exhibit L-7

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

	Special Revenue Funds				Total
	General Purpose School	School Federal Projects	Central Cafeteria	Other Education Special Revenue	
<u>Federal Government (Cont.)</u>					
<u>Federal Through State (Cont.)</u>					
USDA - Other	\$ 0	\$ 0	\$ 58,672	\$ 108,578	\$ 167,250
Adult Education State Grant Program	185,069	0	0	0	185,069
Vocational Education - Basic Grants to States	0	126,036	0	0	126,036
Title I Grants to Local Education Agencies	0	1,492,048	0	0	1,492,048
Special Education - Grants to States	0	1,388,032	0	0	1,388,032
Special Education Preschool Grants	0	73,580	0	0	73,580
Eisenhower Professional Development State Grants	0	251,802	0	0	251,802
Other Federal through State	0	302,382	5,850	0	308,232
<u>Direct Federal Revenue</u>					
ROTC Reimbursement	122,425	0	0	0	122,425
Other Direct Federal Revenue	0	0	0	2,837,742	2,837,742
Total Federal Government	<u>\$ 307,494</u>	<u>\$ 3,633,880</u>	<u>\$ 2,398,777</u>	<u>\$ 2,946,320</u>	<u>\$ 9,286,471</u>
<u>Other Governments and Citizens Groups</u>					
<u>Other Governments</u>					
Contributions	\$ 400,000	\$ 0	\$ 0	\$ 0	\$ 400,000
<u>Citizens Groups</u>					
Donations	4,056	0	0	0	4,056
Total Other Governments and Citizens Groups	<u>\$ 404,056</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 404,056</u>
Total	<u>\$ 53,426,165</u>	<u>\$ 3,932,077</u>	<u>\$ 3,129,075</u>	<u>\$ 3,711,960</u>	<u>\$ 64,199,277</u>

## Exhibit L-8

Anderson County, Tennessee  
Schedule of Detailed Expenditures -  
All Governmental Fund Types  
For the Year Ended June 30, 2015

General FundGeneral GovernmentCounty Commission

Secretary to Board	\$	45,465	
Board and Committee Members Fees		103,218	
Social Security		7,169	
Pensions		9,946	
Life Insurance		641	
Medical Insurance		88,911	
Dental Insurance		7,583	
Disability Insurance		315	
Unemployment Compensation		108	
Employer Medicare		1,677	
Communication		824	
Dues and Memberships		1,600	
Legal Notices, Recording, and Court Costs		386	
Maintenance Agreements		482	
Maintenance and Repair Services - Office Equipment		240	
Postal Charges		7	
Travel		9,469	
Office Supplies		1,100	
Other Supplies and Materials		200	
Workers' Compensation Insurance		381	
In Service/Staff Development		3,725	
Total County Commission			\$ 283,447

Board of Equalization

Board and Committee Members Fees	\$	620	
Social Security		38	
Unemployment Compensation		3	
Employer Medicare		9	
Legal Notices, Recording, and Court Costs		47	
Workers' Compensation Insurance		7	
Total Board of Equalization			724

Other Boards and Committees

County Official/Administrative Officer	\$	36,269	
Guards		4,960	
Secretary(ies)		6,282	
Maintenance Personnel		78,090	
Part-time Personnel		12,578	
Social Security		7,774	
Pensions		6,967	
Life Insurance		150	
Medical Insurance		26,059	
Dental Insurance		1,434	
Disability Insurance		748	
Unemployment Compensation		731	
Employer Medicare		1,867	
Advertising		362	

(Continued)

## Exhibit L-8

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

General Fund (Cont.)General Government (Cont.)Other Boards and Committees (Cont.)

Communication	\$	2,182	
Dues and Memberships		91	
Operating Lease Payments		1,250	
Maintenance and Repair Services - Equipment		3,308	
Maintenance and Repair Services - Vehicles		3,330	
Postal Charges		102	
Rentals		2,705	
Disposal Fees		613	
Other Contracted Services		5,730	
Crushed Stone		1,989	
Custodial Supplies		2,599	
Gasoline		6,098	
Natural Gas		40	
Office Supplies		89	
Small Tools		1,370	
Tires and Tubes		430	
Uniforms		1,297	
Utilities		28,307	
Water and Sewer		1,355	
Wood Products		1,437	
Other Supplies and Materials		21,395	
Vehicle and Equipment Insurance		4,500	
Workers' Compensation Insurance		4,644	
Other Construction		10,047	
Total Other Boards and Committees			\$ 289,179

County Mayor/Executive

County Official/Administrative Officer	\$	91,636	
Supervisor/Director		52,095	
Clerical Personnel		28,073	
Part-time Personnel		12,000	
Other Per Diem and Fees		4,800	
Social Security		11,361	
Pensions		13,068	
Life Insurance		108	
Medical Insurance		20,977	
Dental Insurance		1,083	
Disability Insurance		1,161	
Unemployment Compensation		354	
Employer Medicare		2,657	
Dues and Memberships		1,115	
Postal Charges		219	
Travel		582	
Office Supplies		1,162	
Other Supplies and Materials		483	
Workers' Compensation Insurance		460	
In Service/Staff Development		100	
Total County Mayor/Executive			243,494

(Continued)

## Exhibit L-8

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

General Fund (Cont.)General Government (Cont.)Personnel Office

Assistant(s)	\$	35,363	
Supervisor/Director		52,137	
Clerical Personnel		11,483	
Social Security		5,763	
Pensions		3,185	
Life Insurance		71	
Medical Insurance		9,730	
Dental Insurance		579	
Disability Insurance		467	
Unemployment Compensation		381	
Employer Medicare		1,348	
Dues and Memberships		82	
Legal Notices, Recording, and Court Costs		1,492	
Postal Charges		413	
Travel		473	
Other Contracted Services		7,750	
Office Supplies		1,136	
Other Supplies and Materials		477	
Workers' Compensation Insurance		244	
In Service/Staff Development		195	
Total Personnel Office			\$ 132,769

County Attorney

County Official/Administrative Officer	\$	142,912	
Paraprofessionals		37,583	
Secretary(ies)		31,830	
Social Security		10,852	
Pensions		15,658	
Life Insurance		123	
Medical Insurance		29,400	
Dental Insurance		1,446	
Disability Insurance		1,382	
Unemployment Compensation		324	
Employer Medicare		2,874	
Communication		1,862	
Dues and Memberships		1,240	
Legal Services		26,780	
Maintenance and Repair Services - Office Equipment		330	
Postal Charges		3,487	
Travel		800	
Other Contracted Services		3,790	
Library Books/Media		713	
Office Supplies		1,997	
Workers' Compensation Insurance		541	
In Service/Staff Development		625	
Data Processing Equipment		2,199	
Total County Attorney			318,748

(Continued)

## Exhibit L-8

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

General Fund (Cont.)General Government (Cont.)Election Commission

County Official/Administrative Officer	\$	71,405	
Deputy(ies)		123,027	
Part-time Personnel		2,000	
Other Salaries and Wages		11,593	
Election Commission		7,000	
Election Workers		85,536	
Social Security		16,066	
Pensions		14,343	
Life Insurance		237	
Medical Insurance		35,884	
Dental Insurance		3,003	
Disability Insurance		1,233	
Unemployment Compensation		847	
Employer Medicare		3,758	
Communication		1,907	
Data Processing Services		3,528	
Dues and Memberships		883	
Legal Notices, Recording, and Court Costs		8,760	
Maintenance Agreements		14,748	
Maintenance and Repair Services - Equipment		1,792	
Postal Charges		3,315	
Printing, Stationery, and Forms		9,890	
Rentals		3,000	
Travel		4,722	
Other Contracted Services		3,788	
Office Supplies		4,143	
Workers' Compensation Insurance		678	
In Service/Staff Development		1,600	
Data Processing Equipment		3,500	
Furniture and Fixtures		1,793	
Total Election Commission			\$ 443,979

Register of Deeds

County Official/Administrative Officer	\$	79,338
Clerical Personnel		182,803
Part-time Personnel		4,992
Social Security		15,554
Pensions		19,399
Life Insurance		225
Medical Insurance		33,840
Dental Insurance		1,735
Disability Insurance		1,766
Unemployment Compensation		492
Employer Medicare		3,710
Communication		319
Dues and Memberships		646
Maintenance and Repair Services - Office Equipment		38,284

(Continued)



## Exhibit L-8

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

General Fund (Cont.)General Government (Cont.)Register of Deeds (Cont.)

Postal Charges	\$	1,878	
Printing, Stationery, and Forms		245	
Rentals		301	
Travel		3,263	
Data Processing Supplies		337	
Duplicating Supplies		43	
Office Supplies		249	
Workers' Compensation Insurance		674	
In Service/Staff Development		340	
Total Register of Deeds			\$ 390,433

Planning

Supervisor/Director	\$	29,368	
Part-time Personnel		28,706	
Other Salaries and Wages		65,058	
Social Security		7,533	
Pensions		5,711	
Life Insurance		94	
Medical Insurance		13,850	
Dental Insurance		446	
Disability Insurance		585	
Unemployment Compensation		597	
Employer Medicare		1,762	
Communication		4,928	
Data Processing Services		2,353	
Legal Notices, Recording, and Court Costs		1,336	
Maintenance Agreements		1,313	
Maintenance and Repair Services - Vehicles		3,500	
Postal Charges		289	
Printing, Stationery, and Forms		254	
Travel		1,745	
Other Contracted Services		13,475	
Gasoline		1,233	
Office Supplies		534	
Tires and Tubes		171	
Other Supplies and Materials		467	
Vehicle and Equipment Insurance		3,000	
Workers' Compensation Insurance		3,116	
In Service/Staff Development		3,352	
Total Planning			194,776

Building

Maintenance and Repair Services - Buildings	\$	31,417	
Maintenance and Repair Services - Equipment		4,843	
Other Supplies and Materials		4,494	
Data Processing Equipment		10,522	
Furniture and Fixtures		2,276	
Total Building			53,552

(Continued)

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

General Fund (Cont.)

General Government (Cont.)

County Buildings

Clerical Personnel	\$	1,871	
Custodial Personnel		130,591	
Maintenance Personnel		39,795	
Other Salaries and Wages		3,120	
Social Security		9,906	
Pensions		12,310	
Life Insurance		240	
Medical Insurance		50,127	
Dental Insurance		2,552	
Disability Insurance		1,113	
Unemployment Compensation		700	
Employer Medicare		2,316	
Communication		1,239	
Janitorial Services		7,644	
Maintenance and Repair Services - Buildings		49,382	
Maintenance and Repair Services - Vehicles		2,166	
Pest Control		2,460	
Travel		20	
Disposal Fees		3,481	
Other Contracted Services		42,374	
Custodial Supplies		18,876	
Electricity		229,345	
Gasoline		2,550	
Natural Gas		32,360	
Office Supplies		521	
Tires and Tubes		689	
Uniforms		3,709	
Water and Sewer		39,773	
Other Supplies and Materials		16,551	
Workers' Compensation Insurance		6,464	
Other Charges		258	
Building Improvements		1,700	
Data Processing Equipment		1,000	
Other Construction		566	
Total County Buildings			\$ 717,769

Other General Administration

Dental Insurance	\$	2,967
Accounting Services		5,900
Audit Services		22,539
Contracts with Private Agencies		4,481
Contributions		5,856
Legal Services		1,115
Legal Notices, Recording, and Court Costs		281
Remittance of Revenue Collected		10,097
Other Contracted Services		83,092
Other Supplies and Materials		3,014

(Continued)

## Exhibit L-8

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

General Fund (Cont.)General Government (Cont.)Other General Administration (Cont.)

Premiums on Corporate Surety Bonds	\$	4,517	
Liability Claims		5,000	
Other Charges		74,516	
Office Equipment		501,365	
Total Other General Administration			\$ 724,740

Preservation of Records

Clerical Personnel	\$	30,650	
Social Security		1,867	
Pensions		2,268	
Life Insurance		33	
Medical Insurance		1,110	
Dental Insurance		579	
Disability Insurance		205	
Unemployment Compensation		108	
Employer Medicare		437	
Postal Charges		16	
Workers' Compensation Insurance		77	
Other Capital Outlay		25,971	
Total Preservation of Records			63,321

FinanceAccounting and Budgeting

County Official/Administrative Officer	\$	79,338	
Accountants/Bookkeepers		275,060	
Part-time Personnel		25,093	
Social Security		21,081	
Pensions		24,230	
Life Insurance		302	
Medical Insurance		85,831	
Dental Insurance		4,159	
Disability Insurance		2,003	
Unemployment Compensation		1,048	
Employer Medicare		4,934	
Communication		1,471	
Data Processing Services		2,847	
Dues and Memberships		1,020	
Legal Notices, Recording, and Court Costs		383	
Maintenance Agreements		36,634	
Maintenance and Repair Services - Office Equipment		1,434	
Postal Charges		4,547	
Printing, Stationery, and Forms		4,143	
Travel		2,889	
Other Contracted Services		7,226	
Duplicating Supplies		937	
Office Supplies		4,420	
Other Supplies and Materials		116	

(Continued)

## Exhibit L-8

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

General Fund (Cont.)Finance (Cont.)Accounting and Budgeting (Cont.)

Workers' Compensation Insurance	\$	960	
In Service/Staff Development		2,846	
Data Processing Equipment		5,335	
Total Accounting and Budgeting			\$ 600,287

Purchasing

County Official/Administrative Officer	\$	54,940	
Purchasing Personnel		75,819	
Social Security		7,409	
Pensions		8,274	
Life Insurance		130	
Medical Insurance		23,745	
Dental Insurance		1,220	
Disability Insurance		773	
Unemployment Compensation		487	
Employer Medicare		1,733	
Advertising		2,283	
Communication		1,458	
Dues and Memberships		640	
Postal Charges		1,849	
Printing, Stationery, and Forms		1,616	
Rentals		1,293	
Travel		2,458	
Other Contracted Services		10,666	
Gasoline		331	
Office Supplies		2,076	
Uniforms		338	
Other Supplies and Materials		5,895	
Vehicle and Equipment Insurance		750	
Workers' Compensation Insurance		324	
In Service/Staff Development		2,085	
Data Processing Equipment		1,370	
Total Purchasing			209,962

Property Assessor's Office

County Official/Administrative Officer	\$	79,338	
Deputy(ies)		103,979	
Social Security		10,956	
Pensions		13,560	
Life Insurance		168	
Medical Insurance		19,325	
Dental Insurance		1,747	
Disability Insurance		1,222	
Unemployment Compensation		324	
Employer Medicare		2,562	
Audit Services		44,594	
Communication		8,423	

(Continued)

## Exhibit L-8

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

General Fund (Cont.)Finance (Cont.)Property Assessor's Office (Cont.)

Data Processing Services	\$	12,408	
Dues and Memberships		1,970	
Operating Lease Payments		731	
Maintenance Agreements		4,875	
Maintenance and Repair Services - Office Equipment		439	
Postal Charges		3,015	
Printing, Stationery, and Forms		311	
Travel		615	
Other Contracted Services		325	
Office Supplies		4,607	
Other Supplies and Materials		985	
Premiums on Corporate Surety Bonds		50	
Workers' Compensation Insurance		1,637	
In Service/Staff Development		375	
Data Processing Equipment		1,034	
Office Equipment		4,350	
Total Property Assessor's Office			\$ 323,925

Reappraisal Program

Deputy(ies)	\$	136,631	
Part-time Personnel		24,105	
Social Security		8,144	
Pensions		9,359	
Life Insurance		167	
Medical Insurance		24,000	
Dental Insurance		1,444	
Disability Insurance		914	
Unemployment Compensation		758	
Employer Medicare		2,227	
Data Processing Services		21,468	
Maintenance and Repair Services - Vehicles		78	
Printing, Stationery, and Forms		728	
Gasoline		961	
Office Supplies		131	
Uniforms		586	
Other Supplies and Materials		55	
Workers' Compensation Insurance		1,357	
Total Reappraisal Program			233,113

County Trustee's Office

County Official/Administrative Officer	\$	79,338	
Clerical Personnel		255,786	
Part-time Personnel		35,870	
Social Security		22,529	
Pensions		22,006	
Life Insurance		359	
Medical Insurance		37,785	

(Continued)

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

General Fund (Cont.)

Finance (Cont.)

County Trustee's Office (Cont.)

Dental Insurance	\$	3,482	
Disability Insurance		2,161	
Unemployment Compensation		1,372	
Employer Medicare		5,269	
Communication		3,623	
Data Processing Services		7,470	
Dues and Memberships		856	
Legal Notices, Recording, and Court Costs		67	
Maintenance Agreements		23,499	
Postal Charges		10,523	
Printing, Stationery, and Forms		12,160	
Rentals		15,353	
Travel		7,910	
Other Contracted Services		4,899	
Gasoline		1,129	
Office Supplies		2,091	
Utilities		3,325	
Water and Sewer		877	
Other Supplies and Materials		311	
Premiums on Corporate Surety Bonds		8,669	
Workers' Compensation Insurance		1,008	
In Service/Staff Development		2,375	
Data Processing Equipment		9,414	
Furniture and Fixtures		5,340	
Total County Trustee's Office			\$ 586,856

County Clerk's Office

County Official/Administrative Officer	\$	79,338
Clerical Personnel		421,171
Part-time Personnel		36,335
Social Security		31,538
Pensions		33,079
Life Insurance		612
Medical Insurance		84,440
Dental Insurance		6,313
Disability Insurance		3,251
Unemployment Compensation		1,981
Employer Medicare		7,376
Communication		7,241
Data Processing Services		21,123
Dues and Memberships		746
Legal Notices, Recording, and Court Costs		91
Maintenance and Repair Services - Buildings		468
Postal Charges		24,114
Printing, Stationery, and Forms		2,654
Travel		1,389
Other Contracted Services		615

(Continued)

## Exhibit L-8

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

General Fund (Cont.)Finance (Cont.)County Clerk's Office (Cont.)

Data Processing Supplies	\$	8,115	
Office Supplies		7,736	
Workers' Compensation Insurance		1,375	
In Service/Staff Development		620	
Other Charges		217	
Data Processing Equipment		16,082	
Total County Clerk's Office			\$ 798,020

Administration of JusticeCircuit Court

County Official/Administrative Officer	\$	79,338	
Clerical Personnel		618,927	
Part-time Personnel		21,300	
Social Security		42,904	
Pensions		36,394	
Life Insurance		706	
Medical Insurance		83,885	
Dental Insurance		6,034	
Disability Insurance		4,288	
Unemployment Compensation		3,004	
Employer Medicare		10,034	
Communication		15,957	
Data Processing Services		33,553	
Legal Notices, Recording, and Court Costs		327	
Maintenance Agreements		14,426	
Maintenance and Repair Services - Office Equipment		5,401	
Postal Charges		13,951	
Printing, Stationery, and Forms		7,852	
Travel		1,606	
Other Contracted Services		14,160	
Data Processing Supplies		3,769	
Duplicating Supplies		3,625	
Office Supplies		6,723	
Other Supplies and Materials		3,687	
Workers' Compensation Insurance		2,552	
In Service/Staff Development		1,275	
Data Processing Equipment		8,903	
Furniture and Fixtures		8,556	
Total Circuit Court			1,053,137

Criminal Court

Postal Charges	\$	41	
Office Supplies		1,520	
Total Criminal Court			1,561

General Sessions Judge

Judge(s)	\$	317,582	
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(Continued)

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

General Fund (Cont.)

Administration of Justice (Cont.)

General Sessions Judge (Cont.)

Assistant(s)	\$	80,935	
Other Salaries and Wages		26,773	
Social Security		22,879	
Pensions		22,834	
Life Insurance		176	
Medical Insurance		30,560	
Dental Insurance		2,145	
Disability Insurance		2,490	
Unemployment Compensation		349	
Employer Medicare		5,973	
Dues and Memberships		1,176	
Postal Charges		196	
Printing, Stationery, and Forms		745	
Rentals		84,240	
Travel		1,274	
Disposal Fees		496	
Office Supplies		741	
Workers' Compensation Insurance		1,161	
In Service/Staff Development		40	
Other Charges		12,694	
Total General Sessions Judge			\$ 615,459

Drug Court

County Official/Administrative Officer	\$	37,563	
Social Security		1,985	
Pensions		2,679	
Life Insurance		45	
Medical Insurance		12,480	
Dental Insurance		579	
Disability Insurance		249	
Unemployment Compensation		108	
Employer Medicare		464	
Communication		461	
Contributions		1,859	
Dues and Memberships		210	
Postal Charges		2	
Travel		1,681	
Office Supplies		516	
Textbooks		624	
Other Supplies and Materials		8,640	
Workers' Compensation Insurance		90	
Data Processing Equipment		805	
Total Drug Court			71,040

Chancery Court

County Official/Administrative Officer	\$	79,338
Clerical Personnel		207,567

(Continued)



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

General Fund (Cont.)

Administration of Justice (Cont.)

Chancery Court (Cont.)

Part-time Personnel	\$	3,555	
Overtime Pay		3,028	
Social Security		17,313	
Pensions		18,315	
Life Insurance		250	
Medical Insurance		39,510	
Dental Insurance		2,818	
Disability Insurance		1,855	
Unemployment Compensation		906	
Employer Medicare		4,049	
Communication		773	
Dues and Memberships		786	
Maintenance Agreements		3,593	
Maintenance and Repair Services - Office Equipment		828	
Postal Charges		8,887	
Printing, Stationery, and Forms		994	
Duplicating Supplies		2,680	
Office Supplies		6,950	
Other Supplies and Materials		5,504	
Workers' Compensation Insurance		763	
Total Chancery Court			\$ 410,262

Juvenile Court

Judge(s)	\$	158,791
Other Salaries and Wages		223,138
Social Security		22,552
Pensions		21,456
Life Insurance		288
Medical Insurance		48,635
Dental Insurance		3,060
Disability Insurance		2,430
Unemployment Compensation		648
Employer Medicare		5,274
Communication		334
Contracts with Government Agencies		13,920
Dues and Memberships		250
Evaluation and Testing		1,790
Maintenance Agreements		3,125
Maintenance and Repair Services - Vehicles		500
Postal Charges		829
Printing, Stationery, and Forms		198
Rentals		888
Travel		3,760
Custodial Supplies		50
Gasoline		172
Office Supplies		1,609
Other Supplies and Materials		3,413

(Continued)

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

General Fund (Cont.)

Administration of Justice (Cont.)

Juvenile Court (Cont.)

Vehicle and Equipment Insurance	\$	750	
Workers' Compensation Insurance		961	
In Service/Staff Development		630	
Total Juvenile Court			\$ 519,451

District Attorney General

Other Salaries and Wages	\$	28,995	
Social Security		1,741	
Pensions		899	
Life Insurance		41	
Medical Insurance		2,960	
Dental Insurance		530	
Disability Insurance		168	
Unemployment Compensation		206	
Employer Medicare		407	
Workers' Compensation Insurance		69	
Total District Attorney General			36,016

Office of Public Defender

Part-time Personnel	\$	27,982	
Social Security		1,793	
Unemployment Compensation		170	
Employer Medicare		419	
Workers' Compensation Insurance		85	
In Service/Staff Development		875	
Total Office of Public Defender			31,324

Judicial Commissioners

Office Supplies	\$	679	
Total Judicial Commissioners			679

Probate Court

Communication	\$	507	
Printing, Stationery, and Forms		497	
Duplicating Supplies		654	
Office Supplies		31	
Other Supplies and Materials		1,492	
Total Probate Court			3,181

Other Administration of Justice

Supervisor/Director	\$	12,846	
Probation Officer(s)		60,045	
Social Security		4,309	
Pensions		2,663	
Life Insurance		94	
Medical Insurance		7,770	
Dental Insurance		505	

(Continued)

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

General Fund (Cont.)

Administration of Justice (Cont.)

Other Administration of Justice (Cont.)

Disability Insurance	\$	458	
Unemployment Compensation		280	
Employer Medicare		1,008	
Communication		43	
Postal Charges		4	
Travel		780	
Other Contracted Services		450	
Office Supplies		2,670	
Other Supplies and Materials		6,593	
Workers' Compensation Insurance		148	
Total Other Administration of Justice			\$ 100,666

Courtroom Security

Data Processing Services	\$	698	
Other Contracted Services		5,311	
Law Enforcement Supplies		3,217	
Other Supplies and Materials		10,739	
Other Construction		3,000	
Total Courtroom Security			22,965

Victim Assistance Programs

Remittance of Revenue Collected	\$	22,576	
Total Victim Assistance Programs			22,576

Public Safety

Sheriff's Department

County Official/Administrative Officer	\$	87,272	
Deputy(ies)		2,241,188	
Salary Supplements		600	
Secretary(ies)		39,121	
Clerical Personnel		59,235	
School Resource Officer		292,071	
Overtime Pay		80,318	
Other Salaries and Wages		181,002	
Social Security		176,826	
Pensions		203,070	
Life Insurance		3,080	
Medical Insurance		497,005	
Dental Insurance		31,671	
Disability Insurance		18,172	
Unemployment Compensation		8,532	
Employer Medicare		41,354	
Communication		61,703	
Contracts with Government Agencies		800	
Contracts with Private Agencies		9,307	
Contributions		41	
Data Processing Services		3,750	

(Continued)

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

General Fund (Cont.)

Public Safety (Cont.)

Sheriff's Department (Cont.)

Dues and Memberships	\$	2,500	
Operating Lease Payments		5,600	
Maintenance and Repair Services - Equipment		41,913	
Maintenance and Repair Services - Vehicles		3,451	
Medical and Dental Services		2,383	
Postal Charges		11,134	
Printing, Stationery, and Forms		1,907	
Rentals		2,366	
Travel		7,191	
Tuition		2,000	
Gasoline		153,757	
Law Enforcement Supplies		11,552	
Office Supplies		5,666	
Tires and Tubes		14,456	
Uniforms		36,755	
Utilities		4,961	
Other Supplies and Materials		1,858	
Liability Insurance		59,600	
Premiums on Corporate Surety Bonds		799	
Vehicle and Equipment Insurance		55,000	
Workers' Compensation Insurance		91,980	
Liability Claims		18,152	
In Service/Staff Development		2,955	
Communication Equipment		74,426	
Data Processing Equipment		8,266	
Law Enforcement Equipment		48,745	
Motor Vehicles		318,117	
Office Equipment		594	
Total Sheriff's Department			\$ 5,024,202

Jail

Guards	\$	2,548,056
Clerical Personnel		56,822
Overtime Pay		78,485
Other Salaries and Wages		40,158
Social Security		159,005
Pensions		178,092
Life Insurance		3,201
Medical Insurance		537,886
Dental Insurance		31,270
Disability Insurance		16,211
Unemployment Compensation		9,965
Employer Medicare		37,187
Communication		28,842
Contracts with Government Agencies		680
Contracts with Private Agencies		6,901
Evaluation and Testing		120

(Continued)

## Exhibit L-8

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

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

Maintenance and Repair Services - Buildings	\$	37,018	
Maintenance and Repair Services - Equipment		2,486	
Medical and Dental Services		6,428	
Pest Control		480	
Printing, Stationery, and Forms		819	
Rentals		782	
Travel		5,556	
Disposal Fees		4,878	
Other Contracted Services		308,993	
Custodial Supplies		76,337	
Duplicating Supplies		2,147	
Electricity		205,271	
Food Supplies		413,771	
Gasoline		22,963	
Law Enforcement Supplies		4,003	
Natural Gas		104,520	
Office Supplies		10,817	
Prisoners Clothing		18,036	
Uniforms		32,761	
Water and Sewer		166,836	
Other Supplies and Materials		27,007	
Building and Contents Insurance		18,316	
Liability Insurance		39,734	
Medical Claims		252,325	
Vehicle and Equipment Insurance		8,805	
Workers' Compensation Insurance		92,213	
In Service/Staff Development		2,295	
Other Charges		550	
Communication Equipment		5,542	
Data Processing Equipment		13,442	
Law Enforcement Equipment		6,981	
Health Equipment		14,675	
Total Jail			\$ 5,639,668

Commissary

Other Supplies and Materials	\$	1,746	
Total Commissary			1,746

Civil Defense

County Official/Administrative Officer	\$	23,016	
Assistant(s)		8,434	
Part-time Personnel		12,195	
Other Salaries and Wages		4,083	
Social Security		2,876	
Pensions		718	
Life Insurance		16	
Medical Insurance		1,228	

(Continued)

## Exhibit L-8

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

General Fund (Cont.)Public Safety (Cont.)Civil Defense (Cont.)

Dental Insurance	\$	80	
Disability Insurance		67	
Unemployment Compensation		161	
Employer Medicare		673	
Communication		5,886	
Contracts with Government Agencies		2,000	
Contributions		141,329	
Maintenance and Repair Services - Equipment		2,564	
Maintenance and Repair Services - Vehicles		3,064	
Postal Charges		200	
Rentals		4,000	
Other Contracted Services		15,000	
Gasoline		2,961	
Office Supplies		3,218	
Tires and Tubes		2,339	
Other Supplies and Materials		42,323	
Building and Contents Insurance		2,000	
Vehicle and Equipment Insurance		6,500	
Workers' Compensation Insurance		113	
In Service/Staff Development		405	
Other Charges		350	
Data Processing Equipment		22,197	
Total Civil Defense			\$ 309,996

Rescue Squad

Contributions	\$	20,000	
Total Rescue Squad			20,000

Other Emergency Management

Dispatchers/Radio Operators	\$	435,151	
Overtime Pay		16,327	
Social Security		32,263	
Pensions		35,134	
Life Insurance		626	
Medical Insurance		107,014	
Dental Insurance		5,996	
Disability Insurance		3,238	
Unemployment Compensation		2,157	
Employer Medicare		7,546	
Communication		660	
Contracts with Government Agencies		2,240	
Contracts with Private Agencies		3,500	
Medical and Dental Services		250	
Travel		1,114	
Office Supplies		1,467	
Workers' Compensation Insurance		2,812	
In Service/Staff Development		60	
Total Other Emergency Management			657,555

(Continued)

## Exhibit L-8

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

General Fund (Cont.)Public Safety (Cont.)County Coroner/Medical Examiner

Other Contracted Services	\$	110,000	
Total County Coroner/Medical Examiner			\$ 110,000

Other Public Safety

Mechanic(s)	\$	71,653	
Clerical Personnel		2,108	
Part-time Personnel		5,808	
Social Security		7,433	
Pensions		8,062	
Life Insurance		105	
Medical Insurance		26,314	
Dental Insurance		1,303	
Disability Insurance		715	
Unemployment Compensation		412	
Employer Medicare		1,738	
Communication		2,951	
Dues and Memberships		1,000	
Maintenance and Repair Services - Vehicles		1,741	
Rentals		11,700	
Towing Services		3,300	
Travel		2,311	
Other Contracted Services		8,917	
Garage Supplies		7,395	
Gasoline		2,855	
Lubricants		9,894	
Office Supplies		1,079	
Small Tools		1,410	
Uniforms		2,402	
Utilities		12,370	
Vehicle Parts		72,739	
Other Supplies and Materials		1,521	
Vehicle and Equipment Insurance		1,443	
Workers' Compensation Insurance		3,230	
In Service/Staff Development		2,845	
Total Other Public Safety			276,754

Public Health and WelfareLocal Health Center

Medical Personnel	\$	26,150
Clerical Personnel		43,156
Other Salaries and Wages		24,036
Social Security		5,633
Pensions		5,037
Life Insurance		131
Medical Insurance		8,880
Dental Insurance		577
Disability Insurance		478

(Continued)

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

General Fund (Cont.)

Public Health and Welfare (Cont.)

Local Health Center (Cont.)

Unemployment Compensation	\$	517	
Employer Medicare		1,897	
Advertising		6,015	
Communication		3,733	
Contracts with Other Public Agencies		11,879	
Dues and Memberships		530	
Laundry Service		2,852	
Maintenance and Repair Services - Buildings		14,334	
Maintenance and Repair Services - Equipment		973	
Postal Charges		4,000	
Printing, Stationery, and Forms		703	
Rentals		829	
Travel		163	
Disposal Fees		640	
Other Contracted Services		36,234	
Drugs and Medical Supplies		4,514	
Electricity		33,114	
Instructional Supplies and Materials		2,848	
Office Supplies		5,675	
Uniforms		381	
Other Supplies and Materials		5,186	
Building and Contents Insurance		2,400	
Workers' Compensation Insurance		971	
In Service/Staff Development		116	
Other Charges		19,521	
Other Equipment		11,506	
Total Local Health Center			\$ 285,609

Rabies and Animal Control

Other Salaries and Wages	\$	61,759	
Social Security		3,488	
Pensions		4,570	
Life Insurance		90	
Medical Insurance		16,920	
Dental Insurance		1,157	
Disability Insurance		414	
Unemployment Compensation		216	
Employer Medicare		816	
Communication		570	
Contracts with Government Agencies		40,660	
Maintenance and Repair Services - Vehicles		3,000	
Gasoline		10,399	
Tires and Tubes		1,126	
Uniforms		1,097	
Vehicle and Equipment Insurance		1,500	
Workers' Compensation Insurance		2,521	
In Service/Staff Development		110	
Total Rabies and Animal Control			150,413

(Continued)



## Exhibit L-8

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

General Fund (Cont.)Public Health and Welfare (Cont.)Dental Health Program

Medical Personnel	\$	222,604	
Social Security		12,721	
Pensions		11,800	
Life Insurance		135	
Medical Insurance		37,440	
Dental Insurance		1,736	
Disability Insurance		1,078	
Unemployment Compensation		878	
Employer Medicare		3,044	
Communication		1,115	
Maintenance Agreements		995	
Maintenance and Repair Services - Equipment		2,727	
Maintenance and Repair Services - Vehicles		332	
Postal Charges		1,700	
Travel		174	
Disposal Fees		200	
Other Contracted Services		4,000	
Drugs and Medical Supplies		13,310	
Gasoline		156	
Office Supplies		3,349	
Liability Insurance		4,060	
Workers' Compensation Insurance		5,448	
Other Charges		1,063	
Health Equipment		1,546	
Total Dental Health Program			\$ 331,611

Alcohol and Drug Programs

Contributions	\$	10,000	
Total Alcohol and Drug Programs			10,000

Other Local Health Services

Medical Personnel	\$	186,072	
Clerical Personnel		91,302	
Social Security		16,287	
Pensions		18,277	
Life Insurance		408	
Medical Insurance		41,418	
Dental Insurance		3,072	
Disability Insurance		1,931	
Unemployment Compensation		1,340	
Employer Medicare		3,809	
Travel		9,064	
Liability Insurance		1,000	
Workers' Compensation Insurance		753	
Total Other Local Health Services			374,733

(Continued)

## Exhibit L-8

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

General Fund (Cont.)Public Health and Welfare (Cont.)Appropriation to State

Contracts with Other Public Agencies	\$ 111,386	
Total Appropriation to State		\$ 111,386

Social, Cultural, and Recreational ServicesParks and Fair Boards

Contributions	\$ 3,000	
Total Parks and Fair Boards		3,000

Other Social, Cultural, and Recreational

Contributions	\$ 40,000	
Total Other Social, Cultural, and Recreational		40,000

Agriculture and Natural ResourcesAgricultural Extension Service

Clerical Personnel	\$ 19,004	
Social Security	1,176	
Extension Service Medicare	11,945	
Pensions	1,244	
Life Insurance	33	
Disability Insurance	131	
Unemployment Compensation	124	
Employer Medicare	275	
Dues and Memberships	404	
Postal Charges	1,105	
Travel	2,527	
Other Contracted Services	106,370	
Office Supplies	834	
Other Supplies and Materials	1,164	
Workers' Compensation Insurance	59	
In Service/Staff Development	120	
Office Equipment	2,974	
Total Agricultural Extension Service		149,489

Soil Conservation

Secretary(ies)	\$ 34,463	
Social Security	1,877	
Pensions	2,550	
Life Insurance	45	
Medical Insurance	12,480	
Dental Insurance	579	
Disability Insurance	231	
Unemployment Compensation	108	
Employer Medicare	439	
Dues and Memberships	290	
Workers' Compensation Insurance	87	
Total Soil Conservation		53,149

(Continued)

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

General Fund (Cont.)

Agriculture and Natural Resources (Cont.)

Storm Water Management

Other Contracted Services	\$	1,400	
Gasoline		866	
Other Supplies and Materials		852	
Other Charges		3,460	
Total Storm Water Management			\$ 6,578

Other Operations

Industrial Development

Contributions	\$	167,100	
Total Industrial Development			167,100

Veterans' Services

County Official/Administrative Officer	\$	48,136	
Assistant(s)		27,154	
Social Security		4,587	
Pensions		5,572	
Life Insurance		90	
Medical Insurance		4,440	
Dental Insurance		867	
Disability Insurance		513	
Unemployment Compensation		216	
Employer Medicare		1,073	
Advertising		45	
Communication		414	
Dues and Memberships		25	
Maintenance Agreements		399	
Postal Charges		463	
Printing, Stationery, and Forms		654	
Rentals		444	
Travel		1,915	
Other Contracted Services		2,000	
Office Supplies		1,227	
Workers' Compensation Insurance		190	
Total Veterans' Services			100,424

Other Charges

Contributions	\$	11,000	
Other Contracted Services		2,944	
Duplicating Supplies		614	
Building and Contents Insurance		5,100	
Liability Insurance		118,000	
Trustee's Commission		294,969	
Total Other Charges			432,627

Miscellaneous

Communication	\$	113,282	
Dues and Memberships		11,523	
Total Miscellaneous			124,805

(Continued)

## Exhibit L-8

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

General Fund (Cont.)Capital ProjectsPublic Safety Projects

Engineering Services	\$	8,100	
Other Contracted Services		1,067	
Building Construction		161	
Total Public Safety Projects			\$ 9,328

Public Utility Projects

Engineering Services	\$	47,175	
Other Supplies and Materials		29,826	
Other Charges		1,729	
Other Construction		321,270	
Total Public Utility Projects			400,000

Total General Fund \$ 24,287,584

Public Library FundSocial, Cultural, and Recreational ServicesLibraries

Librarians	\$	212,174
Part-time Personnel		133,423
Social Security		20,409
Pensions		11,595
Life Insurance		292
Medical Insurance		46,690
Dental Insurance		3,471
Disability Insurance		1,426
Unemployment Compensation		2,146
Employer Medicare		4,773
Communication		10,827
Data Processing Services		2,200
Dues and Memberships		180
Licenses		110
Maintenance Agreements		4,908
Maintenance and Repair Services - Buildings		984
Maintenance and Repair Services - Equipment		41
Pest Control		240
Postal Charges		698
Rentals		119
Travel		2,501
Maintenance and Repair Services - Records		99
Custodial Supplies		1,855
Library Books/Media		35,610
Office Supplies		2,277
Periodicals		3,421
Utilities		31,235
Other Supplies and Materials		12,462
Building and Contents Insurance		500
Trustee's Commission		8,825

(Continued)

## Exhibit L-8

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

Public Library Fund (Cont.)Social, Cultural, and Recreational Services (Cont.)Libraries (Cont.)

Workers' Compensation Insurance	\$	842	
In Service/Staff Development		1,876	
Building Improvements		34,870	
Data Processing Equipment		19,005	
Furniture and Fixtures		814	
Total Libraries			\$ 612,898

Principal on DebtGeneral Government

Principal on Other Loans	\$	1,706	
Total General Government			1,706

Interest on DebtGeneral Government

Interest on Other Loans	\$	4,150	
Total General Government			4,150

Total Public Library Fund \$ 618,754

Solid Waste/Sanitation FundPublic Health and WelfareSanitation Management

County Official/Administrative Officer	\$	29,739	
Supervisor/Director		40,098	
Laborers		24,811	
Part-time Personnel		1,199	
Social Security		5,404	
Pensions		6,919	
Life Insurance		100	
Medical Insurance		22,900	
Dental Insurance		1,145	
Disability Insurance		600	
Unemployment Compensation		274	
Employer Medicare		1,264	
Advertising		2,164	
Communication		767	
Maintenance and Repair Services - Vehicles		1,500	
Other Contracted Services		8,570	
Gasoline		4,195	
Tires and Tubes		3,128	
Uniforms		824	
Other Supplies and Materials		174	
Trustee's Commission		23,890	
Vehicle and Equipment Insurance		1,500	
Workers' Compensation Insurance		1,007	
In Service/Staff Development		305	
Total Sanitation Management			\$ 182,477

(Continued)

## Exhibit L-8

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

Solid Waste/Sanitation Fund (Cont.)Public Health and Welfare (Cont.)Convenience Centers

Engineering Services	\$	1,000	
Maintenance and Repair Services - Buildings		1,353	
Rentals		8,550	
Other Contracted Services		484,705	
Crushed Stone		386	
Electricity		10,844	
General Construction Materials		386	
Water and Sewer		1,751	
Fencing		1,335	
Other Supplies and Materials		2,140	
Solid Waste Equipment		10,220	
Total Convenience Centers			\$ 522,670

Other Waste Collection

Supervisor/Director	\$	2,700	
Deputy(ies)		28,936	
Social Security		1,932	
Pensions		2,333	
Life Insurance		48	
Medical Insurance		383	
Dental Insurance		595	
Disability Insurance		209	
Unemployment Compensation		116	
Employer Medicare		452	
Communication		765	
Maintenance and Repair Services - Vehicles		2,000	
Gasoline		4,068	
Instructional Supplies and Materials		8,963	
Uniforms		449	
Other Supplies and Materials		1,536	
Vehicle and Equipment Insurance		1,700	
Workers' Compensation Insurance		2,497	
Total Other Waste Collection			59,682

Recycling Center

Contracts with Private Agencies	\$	950	
Other Construction		1,256	
Total Recycling Center			2,206

Landfill Operation and Maintenance

Contracts with Private Agencies	\$	621,675	
Contributions		14,900	
Total Landfill Operation and Maintenance			636,575

Other Waste Disposal

Contracts with Private Agencies	\$	64,238	
Total Other Waste Disposal			64,238

Total Solid Waste/Sanitation Fund \$ 1,467,848

(Continued)

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

Drug Control Fund

Public Safety

Drug Enforcement

Advertising	\$	310	
Communication		9,095	
Contracts with Other Public Agencies		7,500	
Contracts with Private Agencies		216	
Confidential Drug Enforcement Payments		10,000	
Dues and Memberships		300	
Medical and Dental Services		328	
Towing Services		3,350	
Travel		3,830	
Veterinary Services		3,054	
Animal Food and Supplies		1,487	
Gasoline		12,115	
Law Enforcement Supplies		1,361	
Office Supplies		911	
Uniforms		1,993	
Other Supplies and Materials		175	
Trustee's Commission		696	
Vehicle and Equipment Insurance		3,000	
In Service/Staff Development		2,525	
Other Charges		1,649	
Law Enforcement Equipment		12,940	
Motor Vehicles		18,250	
Total Drug Enforcement			\$ 95,085

Total Drug Control Fund \$ 95,085

Other Special Revenue Fund

Other Operations

Tourism

Supervisor/Director	\$	47,683
Clerical Personnel		55,878
Social Security		6,024
Pensions		3,893
Life Insurance		75
Medical Insurance		12,480
Dental Insurance		579
Disability Insurance		515
Unemployment Compensation		526
Employer Medicare		1,409
Advertising		114,740
Communication		4,881
Contributions		38,132
Dues and Memberships		2,445
Maintenance and Repair Services - Buildings		5,127
Postal Charges		1,255
Printing, Stationery, and Forms		505
Rentals		1,504

(Continued)

## Exhibit L-8

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

Other Special Revenue Fund (Cont.)Other Operations (Cont.)Tourism (Cont.)

Travel	\$	7,280	
Office Supplies		1,553	
Uniforms		399	
Utilities		3,001	
Other Supplies and Materials		2,919	
Building and Contents Insurance		750	
Liability Insurance		911	
Trustee's Commission		3,521	
Workers' Compensation Insurance		185	
In Service/Staff Development		65	
Other Charges		2,442	
Data Processing Equipment		6,353	
Furniture and Fixtures		480	
Total Tourism			<u>\$ 327,510</u>

Total Other Special Revenue Fund \$ 327,510

Constitutional Officers - Fees FundFinanceCounty Trustee's Office

Constitutional Officers' Operating Expenses	\$	293	
Total County Trustee's Office			\$ 293

Administration of JusticeChancery Court

Special Commissioner Fees/Special Master Fees	\$	655	
Total Chancery Court			<u>655</u>

Total Constitutional Officers - Fees Fund 948

Highway/Public Works FundHighwaysAdministration

County Official/Administrative Officer	\$	87,272	
Clerical Personnel		72,414	
Social Security		9,381	
Pensions		11,817	
Life Insurance		123	
Medical Insurance		29,400	
Dental Insurance		1,446	
Disability Insurance		1,048	
Unemployment Compensation		108	
Employer Medicare		2,194	
Dues and Memberships		3,534	
Licenses		450	
Maintenance Agreements		6,129	
Maintenance and Repair Services - Equipment		120	

(Continued)



## Exhibit L-8

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

Highway/Public Works Fund (Cont.)Highways (Cont.)Administration (Cont.)

Pest Control	\$	240	
Postal Charges		196	
Travel		101	
Disposal Fees		320	
Office Supplies		2,868	
Total Administration			\$ 229,161

Highway and Bridge Maintenance

Foremen	\$	38,307	
Equipment Operators		84,029	
Truck Drivers		131,379	
Laborers		304,770	
Overtime Pay		70,000	
Social Security		36,584	
Pensions		42,008	
Life Insurance		818	
Medical Insurance		128,940	
Dental Insurance		8,168	
Disability Insurance		3,664	
Unemployment Compensation		1,222	
Employer Medicare		8,556	
Contracts with Private Agencies		875	
Rentals		715	
Other Contracted Services		65,958	
Asphalt		553,372	
Crushed Stone		181,821	
Custodial Supplies		3,888	
Pipe - Metal		31,425	
Road Signs		25,380	
Uniforms		3,194	
Other Supplies and Materials		3,347	
Total Highway and Bridge Maintenance			1,728,420

Operation and Maintenance of Equipment

Mechanic(s)	\$	58,189	
Nightwatchmen		49,198	
Overtime Pay		5,028	
Social Security		6,109	
Pensions		8,265	
Life Insurance		146	
Medical Insurance		41,880	
Dental Insurance		2,025	
Disability Insurance		706	
Unemployment Compensation		219	
Employer Medicare		1,429	
Maintenance and Repair Services - Equipment		925	
Other Contracted Services		1,451	

(Continued)

## Exhibit L-8

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

Highway/Public Works Fund (Cont.)Highways (Cont.)Operation and Maintenance of Equipment (Cont.)

Equipment and Machinery Parts	\$	122,721	
Garage Supplies		4,654	
Gasoline		362,221	
Lubricants		8,626	
Tires and Tubes		28,463	
Other Supplies and Materials		20,289	
Total Operation and Maintenance of Equipment			\$ 722,544

Other Charges

Communication	\$	3,054	
Electricity		9,834	
Natural Gas		8,491	
Water and Sewer		450	
Building and Contents Insurance		1,000	
Liability Insurance		58,600	
Trustee's Commission		33,086	
Vehicle and Equipment Insurance		50,000	
Workers' Compensation Insurance		57,154	
Total Other Charges			221,669

Capital Outlay

Engineering Services	\$	62,613	
Bridge Construction		333,077	
Highway Construction		135,218	
Total Capital Outlay			530,908

Total Highway/Public Works Fund \$ 3,432,702

General Debt Service FundPrincipal on DebtGeneral Government

Principal on Bonds	\$	425,000	
Principal on Notes		30,000	
Principal on Capital Leases		58,004	
Principal on Other Loans		251,000	
Total General Government			\$ 764,004

Interest on DebtGeneral Government

Interest on Bonds	\$	679,668	
Interest on Notes		889	
Interest on Capital Leases		6,067	
Interest on Other Loans		9,809	
Total General Government			696,433

(Continued)

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

General Debt Service Fund (Cont.)

Other Debt Service

General Government

Fiscal Agent Charges	\$ 16,710	
Trustee's Commission	33,419	
Total General Government		\$ 50,129

Total General Debt Service Fund \$ 1,510,566

Rural Debt Service Fund

Principal on Debt

Education

Principal on Bonds	\$ 715,000	
Principal on Notes	155,208	
Principal on Capital Leases	61,034	
Principal on Other Loans	130,215	
Total Education		\$ 1,061,457

Interest on Debt

Education

Interest on Bonds	\$ 358,119	
Interest on Capital Leases	59,092	
Interest on Other Loans	165,022	
Total Education		582,233

Other Debt Service

Education

Fiscal Agent Charges	\$ 1,609	
Trustee's Commission	3,733	
Total Education		5,342

Total Rural Debt Service Fund 1,649,032

Education Debt Service Fund

Principal on Debt

Education

Principal on Bonds	\$ 750,000	
Principal on Notes	400,000	
Principal on Other Loans	170,000	
Total Education		\$ 1,320,000

Interest on Debt

Education

Interest on Bonds	\$ 509,125	
Interest on Notes	4,101	
Interest on Other Loans	189,739	
Total Education		702,965

(Continued)

## Exhibit L-8

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

Education Debt Service Fund (Cont.)Other Debt ServiceEducation

Fiscal Agent Charges	\$	902	
Trustee's Commission		30,248	
Other Debt Issuance Charges		<u>1,950</u>	
Total Education			<u>\$ 33,100</u>

Total Education Debt Service Fund \$ 2,056,065

General Capital Projects FundCapital ProjectsGeneral Administration Projects

Trustee's Commission	\$	439	
Building Construction		<u>405</u>	
Total General Administration Projects			\$ 844

Public Health and Welfare Projects

Building Construction	\$	<u>19,537</u>	
Total Public Health and Welfare Projects			19,537

Education Capital Projects

Contributions	\$	<u>400,000</u>	
Total Education Capital Projects			<u>400,000</u>

Total General Capital Projects Fund 420,381

Total Governmental Funds - Primary Government \$ 35,866,475

## Exhibit L-9

Anderson County, Tennessee  
Schedule of Detailed Expenditures -  
All Governmental Fund Types  
Discretely Presented Anderson County School Department  
For the Year Ended June 30, 2015

General Purpose School Fund

Instruction

Regular Instruction Program

Teachers	\$ 15,660,998	
Career Ladder Program	96,185	
Career Ladder Extended Contracts	85,565	
Homebound Teachers	66,670	
Educational Assistants	554,938	
Bonus Payments	138,790	
Certified Substitute Teachers	48,116	
Non-certified Substitute Teachers	132,754	
Social Security	967,075	
Pensions	1,459,873	
Life Insurance	18,975	
Medical Insurance	1,816,750	
Unemployment Compensation	31,024	
Employer Medicare	228,300	
Payments to Retirees	33,573	
Other Contracted Services	37,368	
Instructional Supplies and Materials	630,402	
Textbooks	155,276	
Other Supplies and Materials	20,451	
Refund to Applicant for Criminal Investigation	4,870	
Other Charges	20,197	
Regular Instruction Equipment	149,755	
Total Regular Instruction Program		\$ 22,357,905

Special Education Program

Teachers	\$ 3,231,340	
Career Ladder Program	29,385	
Homebound Teachers	32,261	
Educational Assistants	631,423	
Speech Pathologist	387,030	
Other Salaries and Wages	239,988	
Certified Substitute Teachers	3,895	
Non-certified Substitute Teachers	17,209	
Social Security	266,016	
Pensions	397,748	
Life Insurance	6,438	
Medical Insurance	527,351	
Unemployment Compensation	6,870	
Employer Medicare	62,239	
Payments to Retirees	3,069	
Other Contracted Services	113,812	
Instructional Supplies and Materials	15,422	
Other Supplies and Materials	3,312	
Total Special Education Program		5,974,808

(Continued)

## Exhibit L-9

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

General Purpose School Fund (Cont.)Instruction (Cont.)Vocational Education Program

Teachers	\$	2,093,024	
Career Ladder Program		11,000	
Clerical Personnel		72,200	
Other Salaries and Wages		8,391	
Certified Substitute Teachers		4,530	
Non-certified Substitute Teachers		28,622	
Social Security		128,694	
Pensions		196,637	
Life Insurance		2,456	
Medical Insurance		256,523	
Unemployment Compensation		2,755	
Employer Medicare		30,102	
Maintenance and Repair Services - Equipment		17,140	
Instructional Supplies and Materials		94,890	
Other Supplies and Materials		10,876	
Vocational Instruction Equipment		96,209	
Other Equipment		3,917	
Total Vocational Education Program			\$ 3,057,966

Student Body Education Program

Teachers	\$	56,880	
Career Ladder Program		1,000	
Social Security		3,442	
Pensions		5,232	
Life Insurance		50	
Medical Insurance		5,220	
Unemployment Compensation		60	
Employer Medicare		805	
Instructional Supplies and Materials		24,958	
Other Charges		713	
Total Student Body Education Program			98,360

Adult Education Program

Supervisor/Director	\$	60,462	
Teachers		90,752	
Other Salaries and Wages		31,465	
Social Security		11,310	
Pensions		8,489	
Life Insurance		100	
Unemployment Compensation		144	
Employer Medicare		2,645	
Communication		1,774	
Travel		7,156	
Instructional Supplies and Materials		10,764	
Other Supplies and Materials		428	
In Service/Staff Development		2,566	
Other Charges		7	
Total Adult Education Program			228,062

(Continued)

## Exhibit L-9

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

General Purpose School Fund (Cont.)Support ServicesAttendance

Supervisor/Director	\$	78,650	
Career Ladder Program		2,500	
Clerical Personnel		32,302	
Other Salaries and Wages		169,320	
Social Security		12,744	
Pensions		12,034	
Life Insurance		221	
Medical Insurance		8,437	
Unemployment Compensation		632	
Employer Medicare		4,101	
Payments to Retirees		3,161	
Travel		3,172	
Other Supplies and Materials		70	
Total Attendance			\$ 327,344

Health Services

Medical Personnel	\$	337,769	
Social Security		17,853	
Pensions		28,860	
Life Insurance		550	
Medical Insurance		68,512	
Unemployment Compensation		782	
Employer Medicare		4,190	
Travel		6,977	
Drugs and Medical Supplies		3,586	
Other Supplies and Materials		1,535	
Other Equipment		1,134	
Total Health Services			471,748

Other Student Support

Career Ladder Program	\$	3,500	
Guidance Personnel		864,505	
Medical Personnel		71,913	
Social Security		54,102	
Pensions		84,889	
Life Insurance		997	
Medical Insurance		96,950	
Unemployment Compensation		1,474	
Employer Medicare		12,654	
Communication		713	
Contracts with Government Agencies		212,491	
Travel		8,036	
Other Contracted Services		3,008	
Other Supplies and Materials		31,708	
Total Other Student Support			1,446,940

(Continued)

## Exhibit L-9

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

General Purpose School Fund (Cont.)Support Services (Cont.)Regular Instruction Program

Supervisor/Director	\$	94,084	
Career Ladder Program		8,495	
Librarians		540,786	
Secretary(ies)		35,659	
Other Salaries and Wages		52,990	
Social Security		44,249	
Pensions		67,902	
Life Insurance		892	
Medical Insurance		80,001	
Unemployment Compensation		1,965	
Employer Medicare		10,364	
Payments to Retirees		7,090	
Travel		3,118	
Library Books/Media		35,559	
Other Supplies and Materials		32,025	
In Service/Staff Development		38,743	
Total Regular Instruction Program			\$ 1,053,922

Special Education Program

Supervisor/Director	\$	89,688	
Career Ladder Program		1,680	
Psychological Personnel		194,851	
Clerical Personnel		92,674	
Social Security		21,984	
Pensions		32,362	
Life Insurance		444	
Medical Insurance		43,115	
Unemployment Compensation		702	
Employer Medicare		5,157	
Consultants		30,496	
Travel		640	
Total Special Education Program			513,793

Vocational Education Program

Supervisor/Director	\$	96,391	
Career Ladder Program		1,000	
Other Salaries and Wages		76,599	
Social Security		9,818	
Pensions		14,464	
Life Insurance		213	
Medical Insurance		27,237	
Unemployment Compensation		280	
Employer Medicare		2,296	
Travel		32,607	
In Service/Staff Development		2,702	
Total Vocational Education Program			263,607

(Continued)



## Exhibit L-9

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

General Purpose School Fund (Cont.)Support Services (Cont.)Adult Programs

Other Salaries and Wages	\$	65,287	
Social Security		3,988	
Pensions		4,831	
Life Insurance		92	
Unemployment Compensation		141	
Employer Medicare		933	
Communication		544	
Postal Charges		98	
Travel		665	
Other Contracted Services		2,782	
Other Supplies and Materials		8,364	
In Service/Staff Development		629	
Total Adult Programs			\$ 88,354

Other Programs

On-behalf Payments to OPEB	\$	256,289	
Total Other Programs			256,289

Board of Education

Secretary to Board	\$	6,000	
Board and Committee Members Fees		58,100	
Social Security		3,504	
Pensions		1,547	
Life Insurance		404	
Unemployment Compensation		7,713	
Employer Medicare		924	
Advertising		1,408	
Audit Services		22,200	
Consultants		3,250	
Contributions		25,000	
Dues and Memberships		8,095	
Legal Services		74,389	
Travel		14,864	
Liability Insurance		163,130	
Trustee's Commission		453,395	
Workers' Compensation Insurance		320,505	
Other Charges		8,075	
Total Board of Education			1,172,503

Director of Schools

County Official/Administrative Officer	\$	128,050	
Career Ladder Program		1,000	
Secretary(ies)		37,448	
Social Security		9,478	
Pensions		14,437	
Life Insurance		92	

(Continued)

## Exhibit L-9

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

General Purpose School Fund (Cont.)Support Services (Cont.)Director of Schools (Cont.)

Medical Insurance	\$	13,565	
Unemployment Compensation		135	
Employer Medicare		2,222	
Communication		94,029	
Dues and Memberships		3,446	
Postal Charges		3,610	
Travel		2,206	
Office Supplies		1,486	
Other Supplies and Materials		73	
Other Charges		10,400	
Total Director of Schools			\$ 321,677

Office of the Principal

Principals	\$	1,329,871	
Career Ladder Program		10,000	
Assistant Principals		704,629	
Secretary(ies)		592,962	
Social Security		151,902	
Pensions		228,304	
Life Insurance		2,794	
Medical Insurance		283,076	
Unemployment Compensation		4,001	
Employer Medicare		35,535	
Payments to Retirees		1,437	
Communication		29,229	
Travel		5,078	
In Service/Staff Development		9,874	
Other Charges		7,413	
Total Office of the Principal			3,396,105

Fiscal Services

Supervisor/Director	\$	84,001	
Accountants/Bookkeepers		253,197	
Social Security		18,444	
Pensions		23,509	
Life Insurance		350	
Medical Insurance		33,567	
Unemployment Compensation		675	
Employer Medicare		4,596	
Travel		2,138	
Office Supplies		3,569	
Other Supplies and Materials		15,464	
Total Fiscal Services			439,510

Human Services/Personnel

Supervisor/Director	\$	58,638	
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(Continued)

## Exhibit L-9

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

General Purpose School Fund (Cont.)Support Services (Cont.)Human Services/Personnel (Cont.)

Secretary(ies)	\$	31,229	
Social Security		5,485	
Pensions		6,650	
Life Insurance		96	
Medical Insurance		5,328	
Unemployment Compensation		140	
Employer Medicare		1,283	
Advertising		247	
Travel		1,088	
Other Contracted Services		9,704	
Office Supplies		1,549	
Other Supplies and Materials		1,364	
In Service/Staff Development		1,105	
Total Human Services/Personnel			\$ 123,906

Operation of Plant

Supervisor/Director	\$	78,534	
Custodial Personnel		1,397,137	
Social Security		82,347	
Pensions		109,675	
Life Insurance		3,002	
Medical Insurance		330,989	
Unemployment Compensation		3,198	
Employer Medicare		19,258	
Payments to Retirees		3,395	
Maintenance and Repair Services - Vehicles		26,049	
Rentals		54,547	
Disposal Fees		53,345	
Other Contracted Services		61,114	
Custodial Supplies		198,485	
Electricity		1,353,821	
Natural Gas		238,771	
Water and Sewer		206,657	
Other Supplies and Materials		15,198	
Building and Contents Insurance		249,484	
Motor Vehicles		23,014	
Plant Operation Equipment		25,922	
Total Operation of Plant			4,533,942

Maintenance of Plant

Supervisor/Director	\$	66,873
Maintenance Personnel		467,684
Social Security		30,329
Pensions		38,701
Life Insurance		671
Medical Insurance		78,857

(Continued)

## Exhibit L-9

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

General Purpose School Fund (Cont.)Support Services (Cont.)Maintenance of Plant (Cont.)

Unemployment Compensation	\$	1,474	
Employer Medicare		7,093	
Communication		268,053	
Maintenance and Repair Services - Buildings		28,086	
Maintenance and Repair Services - Equipment		21,539	
Other Contracted Services		35,495	
Custodial Supplies		13,539	
Gasoline		63,732	
Office Supplies		1,525	
Other Supplies and Materials		235,273	
Total Maintenance of Plant			\$ 1,358,924

Transportation

Supervisor/Director	\$	89,608	
Career Ladder Program		1,000	
Social Security		5,246	
Pensions		8,191	
Life Insurance		50	
Medical Insurance		8,322	
Unemployment Compensation		135	
Employer Medicare		1,227	
Contracts with Vehicle Owners		3,007,134	
Travel		790	
Other Contracted Services		7,480	
Other Supplies and Materials		1,886	
Administration Equipment		1,178	
Total Transportation			3,132,247

Central and Other

Supervisor/Director	\$	89,608	
Career Ladder Program		3,000	
Secretary(ies)		31,429	
Other Salaries and Wages		311,097	
Social Security		25,750	
Pensions		35,850	
Life Insurance		425	
Medical Insurance		38,782	
Unemployment Compensation		527	
Employer Medicare		6,022	
Dues and Memberships		30	
Travel		7,909	
Other Contracted Services		221,903	
Other Supplies and Materials		40,155	
In Service/Staff Development		680	
Administration Equipment		9,914	
Data Processing Equipment		54,948	
Total Central and Other			878,029

(Continued)

## Exhibit L-9

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

General Purpose School Fund (Cont.)Operation of Non-instructional ServicesCommunity Services

Other Salaries and Wages	\$	34,308	
Social Security		2,123	
Pensions		2,539	
Life Insurance		104	
Medical Insurance		6,528	
Employer Medicare		496	
Communication		885	
Contributions		50	
Utilities		3,166	
Other Supplies and Materials		980	
Other Charges		15	
Total Community Services			\$ 51,194

Capital OutlayRegular Capital Outlay

Building Improvements	\$	212,208	
Land		30,833	
Total Regular Capital Outlay			243,041

Other Debt ServiceEducation

Debt Service Contribution to Primary Government	\$	1,385,968	
Total Education			<u>1,385,968</u>

Total General Purpose School Fund \$ 53,176,144

School Federal Projects FundInstructionRegular Instruction Program

Teachers	\$	721,785	
Non-certified Substitute Teachers		2,615	
Social Security		39,085	
Pensions		61,162	
Life Insurance		669	
Medical Insurance		70,562	
Unemployment Compensation		1,193	
Employer Medicare		9,790	
Other Fringe Benefits		3,397	
Instructional Supplies and Materials		117	
Regular Instruction Equipment		14,060	
Total Regular Instruction Program			\$ 924,435

Special Education Program

Teachers	\$	402,048	
Educational Assistants		199,231	
Other Salaries and Wages		108,292	

(Continued)

## Exhibit L-9

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

School Federal Projects Fund (Cont.)Instruction (Cont.)Special Education Program (Cont.)

Certified Substitute Teachers	\$	120	
Non-certified Substitute Teachers		1,312	
Social Security		36,212	
Pensions		54,382	
Life Insurance		1,126	
Medical Insurance		108,621	
Unemployment Compensation		1,687	
Employer Medicare		9,329	
Instructional Supplies and Materials		119,186	
Workers' Compensation Insurance		2,887	
Other Charges		6,584	
Special Education Equipment		31,527	
Total Special Education Program			\$ 1,082,544

Vocational Education Program

Other Supplies and Materials	\$	18,191	
Vocational Instruction Equipment		77,682	
Total Vocational Education Program			95,873

Support ServicesOther Student Support

Supervisor/Director	\$	5,586	
Social Security		316	
Pensions		505	
Life Insurance		4	
Medical Insurance		842	
Employer Medicare		74	
Travel		33,825	
Other Supplies and Materials		16,329	
Total Other Student Support			57,481

Regular Instruction Program

Supervisor/Director	\$	132,649	
Secretary(ies)		31,410	
Other Salaries and Wages		443,167	
Social Security		34,123	
Pensions		54,378	
Life Insurance		563	
Medical Insurance		70,323	
Unemployment Compensation		842	
Employer Medicare		7,980	
Other Fringe Benefits		2,703	
Communication		1,747	
Postal Charges		1,400	
Printing, Stationery, and Forms		998	
Travel		46,270	

(Continued)

## Exhibit L-9

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

School Federal Projects Fund (Cont.)Support Services (Cont.)Regular Instruction Program (Cont.)

Other Contracted Services	\$	3,732	
Other Supplies and Materials		50,526	
In Service/Staff Development		47,712	
Other Charges		3,825	
Other Equipment		16,112	
Total Regular Instruction Program			\$ 950,460

Special Education Program

Clerical Personnel	\$	57,601	
Social Security		2,734	
Pensions		4,263	
Life Insurance		104	
Medical Insurance		20,157	
Unemployment Compensation		141	
Employer Medicare		640	
Maintenance and Repair Services - Equipment		1,000	
Postal Charges		1,394	
Travel		33,649	
Other Contracted Services		80,571	
Other Supplies and Materials		6,703	
Workers' Compensation Insurance		280	
In Service/Staff Development		16,241	
Other Equipment		81,746	
Total Special Education Program			307,224

Board of Education

Workers' Compensation Insurance	\$	336	
Total Board of Education			336

Transportation

Contracts with Private Agencies	\$	76,750	
Contracts with Parents		11,600	
Maintenance and Repair Services - Vehicles		8,360	
Gasoline		26,867	
Tires and Tubes		2,076	
Transportation Equipment		22,205	
Total Transportation			147,858

Operation of Non-instructional ServicesCommunity Services

Supervisor/Director	\$	21,000	
Teachers		87,845	
Clerical Personnel		6,600	
Educational Assistants		13,807	
Other Salaries and Wages		68,988	
Certified Substitute Teachers		3,582	

(Continued)

## Exhibit L-9

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

School Federal Projects Fund (Cont.)Operation of Non-instructional Services (Cont.)Community Services (Cont.)

Non-certified Substitute Teachers	\$	9,885	
Social Security		13,016	
Pensions		16,703	
Life Insurance		40	
Medical Insurance		4,262	
Employer Medicare		3,044	
Travel		1,341	
Other Contracted Services		2,246	
Instructional Supplies and Materials		35,783	
Other Supplies and Materials		6,401	
In Service/Staff Development		1,647	
Regular Instruction Equipment		768	
Total Community Services			<u>\$ 296,958</u>

Total School Federal Projects Fund \$ 3,863,169

Central Cafeteria FundOperation of Non-instructional ServicesFood Service

Supervisor/Director	\$	67,078	
Accountants/Bookkeepers		84,225	
Clerical Personnel		453,110	
Cafeteria Personnel		603,500	
Other Salaries and Wages		7,283	
Social Security		69,403	
Pensions		66,682	
Life Insurance		2,464	
Medical Insurance		195,503	
Unemployment Compensation		2,000	
Employer Medicare		16,253	
Payments to Retirees		1,478	
Bank Charges		483	
Communication		11,556	
Dues and Memberships		2,041	
Licenses		1,600	
Maintenance and Repair Services - Equipment		20,175	
Postal Charges		1,470	
Printing, Stationery, and Forms		1,768	
Travel		13,092	
Other Contracted Services		37,115	
Food Supplies		1,096,544	
Office Supplies		3,620	
USDA - Commodities		170,332	
Other Supplies and Materials		12,824	
Workers' Compensation Insurance		29,000	
In Service/Staff Development		2,238	
Food Service Equipment		252,902	
Total Food Service			<u>\$ 3,225,739</u>

Total Central Cafeteria Fund 3,225,739

(Continued)



## Exhibit L-9

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

Other Education Special Revenue FundOperation of Non-instructional ServicesCommunity Services

Supervisor/Director	\$	73,900	
Teachers		193,883	
Social Workers		7,320	
Medical Personnel		21,267	
Secretary(ies)		74,407	
Educational Assistants		975,727	
Other Salaries and Wages		64,917	
Certified Substitute Teachers		120	
Non-certified Substitute Teachers		2,008	
Social Security		81,021	
Pensions		99,592	
Life Insurance		2,539	
Medical Insurance		190,191	
Unemployment Compensation		4,422	
Employer Medicare		19,068	
Advertising		142	
Communication		11,745	
Contracts with Other School Systems		684,584	
Dues and Memberships		1,981	
Maintenance and Repair Services - Office Equipment		2,408	
Maintenance and Repair Services - Vehicles		2,959	
Pest Control		720	
Postal Charges		198	
Rentals		6,720	
Travel		8,395	
Other Contracted Services		69,891	
Drugs and Medical Supplies		1,975	
Electricity		14,358	
Food Supplies		41,148	
Gasoline		2,978	
Instructional Supplies and Materials		17,658	
Natural Gas		2,341	
Office Supplies		4,677	
Water and Sewer		926	
Other Supplies and Materials		56,566	
Building and Contents Insurance		2,249	
Vehicle and Equipment Insurance		4,500	
Workers' Compensation Insurance		7,153	
In Service/Staff Development		27,954	
Other Charges		25,185	
Data Processing Equipment		15,241	
Furniture and Fixtures		12,251	
Motor Vehicles		21,413	
Other Equipment		3,143	
Total Community Services			\$ 2,861,841

(Continued)

## Exhibit L-9

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

Other Education Special Revenue Fund (Cont.)Operation of Non-instructional Services (Cont.)Early Childhood Education

Supervisor/Director	\$	13,041	
Teachers		258,537	
Medical Personnel		19,122	
Secretary(ies)		21,271	
Clerical Personnel		10,801	
Educational Assistants		109,904	
Other Salaries and Wages		2,568	
Non-certified Substitute Teachers		1,252	
Social Security		25,811	
Pensions		36,440	
Life Insurance		752	
Medical Insurance		51,066	
Unemployment Compensation		1,100	
Employer Medicare		6,037	
Communication		951	
Maintenance and Repair Services - Office Equipment		350	
Postal Charges		100	
Travel		18	
Other Contracted Services		2,523	
Drugs and Medical Supplies		286	
Food Supplies		72	
Instructional Supplies and Materials		10,257	
Natural Gas		3,530	
Office Supplies		1,771	
Other Supplies and Materials		209	
Building and Contents Insurance		40	
Workers' Compensation Insurance		2,788	
In Service/Staff Development		1,384	
Other Charges		5,366	
Data Processing Equipment		1,896	
Total Early Childhood Education			\$ 589,243

Other Debt ServiceEducation

Debt Service Contribution to Primary Government	\$	120,126	
Total Education			120,126

Total Other Education Special Revenue Fund \$ 3,571,210

Education Capital Projects FundCapital OutlayRegular Capital Outlay

Bank Charges	\$	60	
Building Construction		3,869	
Building Improvements		3,055,191	
Total Regular Capital Outlay			\$ 3,059,120

Total Education Capital Projects Fund 3,059,120

Total Governmental Funds - Anderson County School Department \$ 66,895,382

Exhibit L-10

Anderson County, Tennessee

Schedule of Detailed Receipts, Disbursements, and Changes in Cash Balances - City Agency Funds

For the Year Ended June 30, 2015

	Cities - Sales Tax Fund	City School ADA - Clinton Fund	City School ADA - Oak Ridge Fund	Total
<u>Cash Receipts</u>				
Current Property Taxes	\$ 0	\$ 1,694,800	\$ 7,829,429	\$ 9,524,229
Trustee's Collections - Prior Years	0	72,269	333,354	405,623
Trustee's Collections - Bankruptcy	0	586	2,702	3,288
Circuit/Clerk and Master Collections - Prior Years	0	26,733	123,278	150,011
Interest and Penalty	0	22,767	105,075	127,842
Local Option Sales Tax	11,914,803	962,797	3,878,307	16,755,907
Coal Severance Tax	0	13	60	73
Interstate Telecommunications Tax	0	535	2,469	3,004
Cities - Local Option Sales Tax	0	0	529,031	529,031
Marriage Licenses	0	411	1,895	2,306
Total Cash Receipts	<u>\$ 11,914,803</u>	<u>\$ 2,780,911</u>	<u>\$ 12,805,600</u>	<u>\$ 27,501,314</u>
<u>Cash Disbursements</u>				
Remittance of Revenues Collected	\$ 11,795,655	\$ 2,733,940	\$ 12,588,936	\$ 27,118,531
Trustee's Commission	119,148	46,262	213,391	378,801
Total Cash Disbursements	<u>\$ 11,914,803</u>	<u>\$ 2,780,202</u>	<u>\$ 12,802,327</u>	<u>\$ 27,497,332</u>
Excess of Cash Receipts Over (Under)				
Cash Disbursements	\$ 0	\$ 709	\$ 3,273	\$ 3,982
Cash Balance, July 1, 2014	0	3,052	14,094	17,146
Cash Balance, June 30, 2015	<u>\$ 0</u>	<u>\$ 3,761</u>	<u>\$ 17,367</u>	<u>\$ 21,128</u>

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## STATISTICAL SECTION

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This part of Anderson County's comprehensive annual financial report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the government's overall financial health.

	Tables	Pages
Financial Trends:		
These schedules contain trend information to help the reader understand how the government's financial performance and well-being have changed over time.	1-6	261-267
Revenue Capacity:		
These schedules contain information to help the reader assess the government's most significant local revenue source, the property tax.	7-10	268-271
Debt Capacity:		
These schedules present information to help the reader assess the affordability of the government's current levels of outstanding debt and the government's ability to issue additional debt in the future.	11-15	272-276
Demographic and Economic Information:		
These schedules offer demographic and economic indicators to help the reader understand the environment within which the government's financial activities take place.	16-17	277-278
Operating Information:		
These schedules contain service and infrastructure data to help the reader understand how the information in the government's financial report relates to the services the government provides and the activities it performs.	18-20	279-281

Sources: Unless otherwise noted, the information in these schedules is derived from the comprehensive annual financial reports for the relevant year.

Table 1

Anderson County, Tennessee  
Net Position by Component  
Last Ten Fiscal Years  
(accrual basis of accounting)

	Fiscal Year									
	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
<b>Governmental Activities:</b>										
Net Investment in Capital Assets	\$ 7,485,543	\$ 9,187,426	\$ 11,364,951	\$ 15,163,056	\$ 15,002,377	\$ 15,962,344	\$ 14,532,349	\$ 14,886,641	\$ 13,890,778	\$ 13,852,050
Restricted for:										
General Government	0	0	0	0	0	22,823	164,343	233,741	37,233	57,168
Finance	0	0	0	0	0	15,002	20,668	26,352	44,712	49,711
Administration of Justice	0	0	0	0	0	323,830	357,587	376,066	462,167	559,449
Public Safety	0	0	0	0	0	504,844	366,463	474,254	594,554	608,305
Public Health and Welfare	0	0	0	0	0	101,338	223,471	220,066	531,472	459,276
Social, Cultural, and Recreational Services	0	0	0	0	0	341,130	331,713	289,789	573,936	557,773
Other Operations	797,752	303,040	195,536	347,467	387,877	8,000	4,826	0	0	0
Highway/Public Works	1,379,754	971,846	870,595	961,417	972,780	1,286,623	1,496,633	1,939,581	2,605,860	2,466,945
Debt Service	947,042	1,084,976	1,465,266	2,061,209	2,653,340	2,861,253	2,661,622	2,338,760	2,555,580	2,700,050
Capital Projects	0	0	0	0	0	0	65,443	0	0	75,534
Other Purposes	0	0	0	0	0	0	0	0	0	1,017,993
Courthouse and Jail (1)	0	57,551	86,728	93,109	93,109	0	0	0	0	0
Public Library (1)	0	109,136	109,059	223,052	249,191	0	0	0	0	0
Solid Waste (1)	0	198,665	183,051	385,169	241,030	0	0	0	0	0
Drug Control (1)	0	99,497	82,630	91,807	165,820	0	0	0	0	0
Tourism (1)	0	0	100,279	61,626	88,919	0	0	0	0	0
Unrestricted	(14,374,348)	(9,992,846)	(6,996,196)	(7,484,171)	(7,666,758)	(7,588,444)	(22,981,735)	(21,919,871)	(28,572,192)	(27,234,277)
Subtotal Governmental Activities Net Position	\$ (3,764,257)	\$ 2,019,291	\$ 7,461,899	\$ 11,903,741	\$ 12,187,685	\$ 13,838,743	\$ (2,756,617)	\$ (1,134,621)	\$ (7,275,900)	\$ (4,830,023)
<b>Business-type Activities: (3) (4)</b>										
Net Investment in Capital Assets	\$ 10,749,737	\$ 10,592,256	\$ 10,518,405	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Invested in Capital Assets	0	0	0	0	1,526,540	1,370,128	1,403,609	1,139,613	1,206,797	916,480
Other Purposes	0	0	0	0	0	0	0	0	0	223,462
Unrestricted	1,287,859	1,393,488	1,544,982	0	1,398,449	1,173,406	1,155,461	1,119,672	194,526	225,838
Subtotal Business-type Activities Net Position	\$ 12,037,596	\$ 11,985,744	\$ 12,063,387	\$ 0	\$ 2,924,989	\$ 2,543,534	\$ 2,559,070	\$ 2,259,285	\$ 1,401,323	\$ 1,365,780
<b>Primary Government:</b>										
Net Investment in Capital Assets	\$ 18,235,280	\$ 19,779,682	\$ 21,883,356	\$ 15,163,056	\$ 15,002,377	\$ 15,962,344	\$ 14,532,349	\$ 14,886,641	\$ 13,890,778	\$ 13,852,050
Investment in Capital Assets	0	0	0	0	1,526,540	1,370,128	1,403,609	1,139,613	1,206,797	916,480
Restricted for:										
General Government	0	0	0	0	0	22,823	164,343	233,741	37,233	57,168
Finance	0	0	0	0	0	15,002	20,668	26,352	44,712	49,711
Administration of Justice	0	0	0	0	0	323,830	357,587	376,066	462,167	559,449
Public Safety	0	0	0	0	0	504,844	366,463	474,254	594,554	608,305
Public Health and Welfare	0	0	0	0	0	101,338	223,471	220,066	531,472	459,276
Social, Cultural, and Recreational Services	0	0	0	0	0	341,130	331,713	289,789	573,936	557,773
Other Operations	0	0	0	0	0	8,000	4,826	0	0	0
Highway/Public Works	1,379,754	971,846	870,595	961,417	972,780	1,286,623	1,496,633	1,939,581	2,605,860	2,466,945
Debt Service	947,042	1,084,976	1,465,266	2,061,209	2,653,340	2,861,253	2,661,622	2,338,760	2,555,580	2,700,050
Capital Projects	0	0	0	0	0	0	65,443	0	0	75,534
Other Purposes	0	0	0	0	0	0	0	0	0	1,241,455
Courthouse and Jail (1)	0	57,551	86,728	93,109	93,109	0	0	0	0	0
Public Library (1)	0	109,136	109,059	223,052	249,191	0	0	0	0	0
Solid Waste (1)	0	198,665	183,051	385,169	241,030	0	0	0	0	0
Drug Control (1)	0	99,497	82,630	91,807	165,820	0	0	0	0	0
Tourism (1)	0	0	100,279	61,626	88,919	0	0	0	0	0
Other Purposes	797,752	303,040	195,536	347,467	387,877	0	0	0	0	0
Unrestricted	(13,086,489)	(8,599,358)	(5,451,214)	(7,484,171)	(6,268,309)	(6,415,038)	(21,826,274)	(20,800,199)	(28,377,666)	(27,008,439)
Sub-Total Primary Government Net Position (2)	\$ 8,273,339	\$ 14,005,035	\$ 19,525,286	\$ 11,903,741	\$ 15,112,674	\$ 16,382,277	\$ (197,547)	\$ 1,124,664	\$ (5,874,577)	\$ (3,464,243)

(1) Prior to fiscal years 2007 and 2008, amounts were included in Other Purposes. Since GASB No. 54 they are now included in the appropriate functions.

(2) See Table 2 for changes in net position from year to year.

(3) As of December 31, 2009, Anderson County Utility Board merged with Anderson County Water Authority.

(4) At the beginning of July 1, 2010, the Business-type Activity is now Anderson County Emergency Medical Services.

Table 2

Anderson County, Tennessee  
Changes in Net Position  
Last Ten Fiscal Years  
(accrual basis of accounting)

	Fiscal Year									
	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
<b>Expenses</b>										
Governmental Activities:										
General Government	\$ 3,625,905	\$ 3,382,567	\$ 3,825,776	\$ 3,678,421	\$ 3,806,607	\$ 3,685,858	\$ 3,548,769	\$ 3,716,551	\$ 4,811,254	\$ 4,525,344
Finance	2,289,764	2,500,844	2,582,694	2,772,399	2,795,163	2,791,197	2,710,791	2,719,335	2,668,619	2,708,370
Administration of Justice	2,499,792	2,354,901	2,227,931	2,601,237	2,867,590	2,912,864	3,122,189	3,336,291	3,034,235	2,856,117
Public Safety	7,265,640	7,634,445	9,474,855	10,629,849	11,073,910	11,594,279	11,914,342	12,297,181	12,567,081	12,363,564
Public Health and Welfare	5,700,376	5,847,219	6,087,420	6,830,198	2,847,206	2,677,855	4,308,053	2,985,437	3,127,945	2,854,886
Social, Cultural, and Recreational Services	305,178	395,711	363,662	543,805	606,085	672,862	686,748	593,389	938,544	1,414,105
Agriculture and Natural Resources	256,550	259,270	194,110	191,929	198,699	279,392	286,919	191,813	209,714	209,378
Other Operations	1,101,170	1,168,858	1,814,950	1,393,097	1,252,748	1,211,879	1,577,100	1,428,085	0	0
Highways	3,315,744	4,355,441	3,744,401	3,777,430	3,887,060	3,405,748	3,974,540	4,271,823	3,000,386	3,189,101
Education	103,464	0	0	0	0	0	18,622,722	0	9,676,315	400,000
Interest on Long-term Debt	1,774,242	1,787,493	1,561,094	1,056,082	758,747	861,452	1,603,475	1,738,298	2,099,727	1,877,096
Other Debt Service	215,508	262,708	123,866	117,537	53,825	244,402	261,308	158,803	0	0
Total Governmental Activities Expenses	\$ 28,453,333	\$ 29,949,457	\$ 32,000,759	\$ 33,591,984	\$ 30,147,640	\$ 30,337,788	\$ 52,616,956	\$ 33,437,006	\$ 42,133,820	\$ 32,397,961
Business-type Activities										
Water and Sewer (3)	\$ 2,238,689	\$ 2,402,422	\$ 2,368,759	\$ 1,475,798	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Ambulance Service (4)	0	0	0	0	4,411,487	5,189,348	5,523,704	5,629,430	5,565,910	5,477,030
Total Business-type Activities Expenses	\$ 2,238,689	\$ 2,402,422	\$ 2,368,759	\$ 1,475,798	\$ 4,411,487	\$ 5,189,348	\$ 5,523,704	\$ 5,629,430	\$ 5,565,910	\$ 5,477,030
Total Primary Government Expenses	\$ 30,692,022	\$ 32,351,879	\$ 34,369,518	\$ 35,067,782	\$ 34,559,127	\$ 35,527,136	\$ 58,140,660	\$ 39,066,436	\$ 47,699,730	\$ 37,874,991
<b>Program Revenues</b>										
Governmental Activities:										
Charges for Services:										
General Government	\$ 1,044,089	\$ 1,211,133	\$ 1,053,338	\$ 1,160,416	\$ 1,185,031	\$ 866,276	\$ 944,164	\$ 1,113,133	\$ 922,960	\$ 902,897
Finance	1,813,917	1,972,724	1,987,292	2,043,580	2,034,646	2,092,261	2,170,181	2,135,245	2,263,272	2,267,332
Administration of Justice	1,927,388	1,835,139	1,685,908	1,937,762	1,965,338	1,837,826	2,257,404	2,333,626	2,152,068	1,848,028
Public Safety	554,705	502,858	515,637	718,661	556,712	159,292	1,018,448	1,386,581	1,632,200	1,898,609
Public Health and Welfare (1)	4,530,165	4,832,207	5,142,663	5,849,858	128,311	662,670	622,962	617,232	687,545	702,688
Social, Cultural, and Recreational Services	59,388	61,976	190,913	68,771	71,417	78,901	90,886	143,668	269,892	281,406
Other Operations	0	0	0	140,187	0	661	434	0	0	0
Highways	350,675	406,180	560,649	522,822	513,164	602,453	868,539	383,810	363,280	273,039
Debt Service:										
Interest on Long-term Debt	0	338,925	326,092	158,325	69,580	0	0	0	0	0
Operating Grants and Contributions	2,643,078	2,852,540	3,257,888	3,061,445	3,457,014	4,137,178	3,603,825	3,644,441	3,076,558	3,450,460
Capital Grants and Contributions (2)	2,087,387	897,373	893,945	985,527	1,556,900	880,110	1,426,256	817,300	786,509	293,852
Total Governmental Activities Program Revenues	\$ 15,010,792	\$ 14,911,055	\$ 15,614,325	\$ 16,647,354	\$ 11,538,113	\$ 11,317,628	\$ 13,003,099	\$ 12,575,036	\$ 12,154,284	\$ 11,918,311
Business-type Activities:										
Charges for Services:										
Water and Sewer	\$ 1,967,035	\$ 2,279,290	\$ 2,431,402	\$ 1,247,504	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Ambulance Service	0	0	0	0	5,534,480	4,805,793	5,536,443	5,329,645	4,691,709	5,033,696
Capital Grants, and Contributions	940,801	0	0	0	0	0	0	0	0	0
Total Business-type Activities Program Revenues	\$ 2,907,836	\$ 2,279,290	\$ 2,431,402	\$ 1,247,504	\$ 5,534,480	\$ 4,805,793	\$ 5,536,443	\$ 5,329,645	\$ 4,691,709	\$ 5,033,696
Total Primary Government Program Revenues	\$ 17,918,628	\$ 17,190,345	\$ 18,045,727	\$ 17,894,858	\$ 17,072,593	\$ 16,123,421	\$ 18,539,542	\$ 17,904,681	\$ 16,845,993	\$ 16,952,007

(Continued)

Table 2

Anderson County, Tennessee  
Changes in Net Position  
Last Ten Fiscal Years  
(accrual basis of accounting) (cont.)

	Fiscal Year									
	2005	2006	2007	2008	2009	2010	2011	2012	2014	2015
<b>Net (Expense)/Revenue</b>										
Governmental Activities	\$ (13,442,541)	\$ (15,038,402)	\$ (16,386,434)	\$ (16,944,630)	\$ (18,609,527)	\$ (19,020,160)	\$ (39,613,857)	\$ (20,861,970)	\$ (29,979,536)	\$ (20,479,650)
Business-type Activities	669,147	(123,132)	62,643	(228,294)	1,122,993	(383,555)	12,739	(299,785)	(874,201)	(443,334)
<b>Total Primary Government Net Expense</b>	<b>\$ (12,773,394)</b>	<b>\$ (15,161,534)</b>	<b>\$ (16,323,791)</b>	<b>\$ (17,172,924)</b>	<b>\$ (17,486,534)</b>	<b>\$ (19,403,715)</b>	<b>\$ (39,601,118)</b>	<b>\$ (21,161,755)</b>	<b>\$ (30,853,737)</b>	<b>\$ (20,922,984)</b>
<b>General Revenues and Other Changes in Net Position</b>										
Governmental Activities:										
Taxes:										
Property Taxes	\$ 12,833,697	\$ 13,117,940	\$ 13,464,967	\$ 14,075,895	\$ 13,839,528	\$ 14,156,678	\$ 16,408,402	\$ 16,530,753	\$ 16,803,070	\$ 16,720,379
Sales Taxes	843,717	985,038	1,016,987	926,173	934,132	910,270	673,151	806,190	772,057	841,454
Other Taxes	1,426,737	1,983,801	1,683,405	1,984,125	1,852,972	2,069,023	2,402,726	1,927,167	2,185,010	2,053,486
Grants and Contributions not Restricted to Specific Programs	3,538,483	4,140,252	5,150,780	4,198,585	3,959,502	3,429,501	3,625,716	4,067,113	4,027,520	4,870,251
Unrestricted Investment Income	504,488	559,351	484,487	160,454	50,899	37,857	67,991	62,758	25,187	28,659
Gain (Loss) on Sale of Capital Assets	96,514	0	0	0	0	0	0	0	0	0
Miscellaneous	58,769	70,568	43,416	41,240	58,435	67,889	40,182	54,387	25,413	44,590
Transfers	39,890	(35,000)	(15,000)	0	(1,801,996)	0	(1,812)	0	0	(628,381)
<b>Total Governmental Activities</b>	<b>\$ 19,342,295</b>	<b>\$ 20,821,950</b>	<b>\$ 21,829,042</b>	<b>\$ 21,386,472</b>	<b>\$ 18,893,472</b>	<b>\$ 20,671,218</b>	<b>\$ 23,216,356</b>	<b>\$ 23,448,368</b>	<b>\$ 23,838,257</b>	<b>\$ 23,930,438</b>
Business-type Activities:										
Sales Taxes	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Unrestricted Investment Income	14,288	36,280	0	4,190	0	0	0	0	0	0
Gain on Disposal of Property	0	0	0	0	0	0	0	0	16,239	0
Miscellaneous	0	0	0	0	0	2,100	985	0	0	0
Transfers	(39,890)	35,000	15,000	0	1,801,996	0	1,812	0	0	628,381
<b>Total Business-type Activities</b>	<b>\$ (25,602)</b>	<b>\$ 71,280</b>	<b>\$ 15,000</b>	<b>\$ 4,190</b>	<b>\$ 1,801,996</b>	<b>\$ 2,100</b>	<b>\$ 2,797</b>	<b>\$ 0</b>	<b>\$ 16,239</b>	<b>\$ 628,381</b>
<b>Total Primary Government</b>	<b>\$ 19,316,693</b>	<b>\$ 20,893,230</b>	<b>\$ 21,844,042</b>	<b>\$ 21,390,662</b>	<b>\$ 20,695,468</b>	<b>\$ 20,673,318</b>	<b>\$ 23,219,153</b>	<b>\$ 23,448,368</b>	<b>\$ 23,854,496</b>	<b>\$ 24,558,819</b>
<b>Change in Net Position</b>										
Governmental Activities	\$ 5,899,754	\$ 5,783,548	\$ 5,442,608	\$ 4,441,842	\$ 283,945	\$ 1,651,058	\$ (16,397,501)	\$ 2,586,398	\$ (6,141,279)	\$ 3,450,788
Business-type Activities	643,545	(51,852)	77,643	(224,104)	2,924,989	(381,455)	15,536	(299,785)	(857,962)	185,047
<b>Total Primary Government (5,6)</b>	<b>\$ 6,543,299</b>	<b>\$ 5,731,696</b>	<b>\$ 5,520,251</b>	<b>\$ 4,217,738</b>	<b>\$ 3,208,934</b>	<b>\$ 1,269,603</b>	<b>\$ (16,381,965)</b>	<b>\$ 2,286,613</b>	<b>\$ (6,999,241)</b>	<b>\$ 3,635,835</b>

- (1) The majority of the annual increases from fiscal years ending 2004 thru 2009 can be attributed to the ambulance service operations. The decline in 2010 is a result of the ambulance service being classified as a Business-type Activity.
- (2) This amount for the year 2006 includes:
- |   |                     |
|---|---------------------|
| Community Development Block Grant             | \$ 359,981          |
| Homeland Security Cluster Grant               | 882,049             |
| Helping America Vote Act Requirement Payments | 312,500             |
|   | <u>\$ 1,554,530</u> |
- (3) As of December 31, 2009, Anderson County Utility Board merged with Anderson County Water Authority.
- (4) The Business-type Activity is now Anderson County Emergency Medical Services.
- (5) The fiscal year ending 2012 has a negative change in the Net Position primarily due to the issuance of \$14,750,000 of bonds.
- (6) The fiscal year ending 2014 has a negative change in the Net Position primarily due to the issuance of \$9,810,215 of bonds.

Table 3

Anderson County, Tennessee  
Governmental Activities Tax Revenues by Source  
Last Ten Fiscal Years  
(accrual basis of accounting)

Fiscal Year	Property Tax (1)	Local Option Sales Tax	Interstate Communi- cations Tax	Hotel Motel Tax	Local Litigation Tax	Business Tax	Mineral, Coal Gas & Oil Severance Tax	Other Local Tax	Total
2006	\$ 12,833,697	\$ 843,717	\$ 5,479	\$ 139,225	\$ 294,356	\$ 793,956	\$ 189,147	\$ 4,574	\$ 15,104,151
2007	13,117,940	985,038	5,125	177,196	289,691	1,307,583	181,814	22,392	16,086,779
2008	13,464,967	1,016,987	4,084	180,233	296,065	1,028,801	149,665	24,557	16,165,359
2009	14,075,895	926,173	3,753	178,023	290,851	1,008,018	466,144 (3)	3,251	16,952,108
2010	13,839,528	934,132	5,735	178,023	290,851	1,008,018	350,342	20,003	16,626,632
2011	14,156,678	910,270	3,746	324,673	356,430	1,120,438	261,267	6,215	17,139,717
2012	16,408,402	673,151	2,061	267,425	329,676	1,314,279	322,140	169,206 (4)	19,486,340
2013	16,530,753	806,190	2,848	275,561	304,544	996,687	201,211	146,316	19,264,110
2014	16,803,070	772,057	5,620	310,285	299,742	1,176,518	248,785	144,060	19,760,137
2015	16,720,379	841,454	3,698	340,344	324,034	1,011,454	231,280	142,676	19,615,319

(1) Includes current year, prior year, interest and penalty, and in-lieu-of property taxes.

(2) Prior to fiscal year 2005, business tax was distributed based on property tax distribution, which included the Discretely Presented Anderson County School Department.

(3) This is the first year that Gas and Oil Severance Tax was collected and included in this figure.

(4) Wholesale Beer Tax was reallocated to the primary government for fiscal year 2012.



Table 4

Anderson County, Tennessee  
Fund Balances of Governmental Funds  
Last Ten Fiscal Years  
(modified accrual basis of accounting)

	2006	2007	2008	2009	2010	2011 (4)	2012	2013	2014	2015
<b>General Fund:</b>										
Nonspendable (1)	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 560,530	\$ 405,685	\$ 274,773	\$ 154,483	\$ 1,126,488
Restricted (1)	0	0	0	0	0	608,426	1,276,846	1,033,728	1,219,876	1,167,992
Committed (1)	0	0	0	0	0	1,289,938	1,543,171	1,421,797	1,810,878	1,992,850
Assigned (1)	0	0	0	0	0	1,800	9,250	515,449	389,914	777,967
Reserved	279,141	324,579	618,661	759,326	1,165,325	0	0	0	0	0
Unassigned(2)	5,286,117	7,019,488	7,715,751	4,360,374	3,064,517	1,388,910	2,500,862	2,895,154	4,283,011	4,152,389
<b>Total General Fund</b>	<b>\$ 5,565,258</b>	<b>\$ 7,344,067</b>	<b>\$ 8,334,412</b>	<b>\$ 5,119,700</b>	<b>\$ 4,229,842</b>	<b>\$ 3,849,604</b>	<b>\$ 5,735,814</b>	<b>\$ 6,140,901</b>	<b>\$ 7,858,162</b>	<b>\$ 9,217,686</b>
<b>All Other Governmental Funds:</b>										
Nonspendable (1)										
Special Revenue Funds	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 57,433	\$ 57,910	\$ 45,565	\$ 46,663	\$ 41,366
Debt Service Funds	0	0	0	0	0	0	0	7,020	7,020	7,020
Restricted (1)										
Special Revenue Funds	0	0	0	0	0	1,574,076	1,798,331	2,390,140	3,554,605	3,351,031
Debt Service Funds	0	0	0	0	0	12,623,723	4,810,991	4,605,200	4,804,733	4,513,262
Capital Projects Funds	0	0	0	0	0	0	11,423,181	5,155,535	489,112	490,834
Committed (1)										
Special Revenue Funds	0	0	0	0	0	497,673	819,227	558,071	497,182	841
Debt Service Funds	0	0	0	0	0	47,657	112,511	166,973	212,632	277,246
Capital Projects Funds	0	0	0	0	0	25,427	0	0	0	496,900
Reserved	7,147,825	9,729,622	9,468,991	8,776,515	8,855,295	0	0	0	0	0
Unreserved, Reported in:										
Special Revenue Funds	2,164,596	1,320,239	1,213,829	1,608,528	1,476,166	0	0	0	0	0
Debt Service Funds	2,831,162	3,048,646	3,648,132	4,523,342	4,815,007	0	0	0	0	0
Capital Projects Funds	47,960	(190,806)	0	0	194,427	0	0	0	0	0
<b>Total Other Governmental Funds</b>	<b>\$ 12,191,543</b>	<b>\$ 13,907,701</b>	<b>\$ 14,330,952</b>	<b>\$ 14,908,385</b>	<b>\$ 15,340,895</b>	<b>\$ 14,825,989</b>	<b>\$ 19,022,151</b>	<b>\$ 12,928,504</b>	<b>\$ 9,611,947</b>	<b>\$ 9,178,500</b>
<b>Total Governmental Funds (3)</b>	<b>\$ 17,756,801</b>	<b>\$ 21,251,768</b>	<b>\$ 22,665,364</b>	<b>\$ 20,028,085</b>	<b>\$ 19,570,737</b>	<b>\$ 18,675,593</b>	<b>\$ 24,757,965</b>	<b>\$ 19,069,405</b>	<b>\$ 17,470,109</b>	<b>\$ 18,396,186</b>

(1) See Exhibit C-1 for details of fund balances.

(2) Prior to fiscal year 2011, Unassigned was known as Unreserved.

(3) See Table 5 for changes in fund balances from year to year.

(4) GASB No. 54 was implemented in the fiscal year 2011.

Table 5

Anderson County, Tennessee  
Changes in Fund Balances of Governmental Funds  
Last Ten Fiscal Years  
(modified accrual basis of accounting)

	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
<b>Revenues:</b>										
Local Taxes	\$ 15,901,248	\$ 17,453,374	\$ 17,758,428	\$ 17,931,124	\$ 18,702,680	\$ 19,492,053	\$ 21,646,045	\$ 21,680,172	\$ 22,425,886	\$ 22,711,166
Licenses and Permits	277,564	435,207	334,781	364,232	426,596	298,821	362,401	284,283	443,118	398,036
Fines, Forfeitures, and Penalties	464,091	472,529	416,581	504,416	632,630	567,429	575,999	764,021	573,211	436,889
Charges for Current Services	6,930,644	4,984,369	5,453,574	5,951,297	810,065	849,905	833,953	792,791	997,164	977,045
Other Local Revenues	1,369,514	1,747,527	2,069,933	1,620,956	1,349,716	1,215,914	1,840,992	1,237,769	1,269,758	896,288
Fees Received from County Officials	1,354,986	3,693,734	3,677,288	3,862,048	3,692,571	3,667,789	4,156,362	4,046,489	4,059,132	3,919,202
State of Tennessee	3,401,578	3,686,942	4,035,130	3,869,497	3,840,768	4,417,699	3,903,351	4,923,306	4,574,843	5,045,929
Federal Government	1,833,543	642,244	600,570	523,594	537,182	451,533	1,850,041	834,212	980,468	597,890
Other Governments and Citizens Groups	2,574,130	2,382,651	3,317,542	2,491,489	1,782,115	530,604	1,091,979	1,490,362	1,167,135	1,705,985
Total Revenues	\$ 34,107,298	\$ 35,498,577	\$ 37,663,827	\$ 37,118,653	\$ 31,774,323	\$ 31,491,747	\$ 36,261,123	\$ 36,053,405	\$ 36,490,715	\$ 36,688,430
<b>Expenditures:</b>										
General Government	\$ 3,459,948	\$ 3,290,754	\$ 3,444,613	\$ 3,478,014	\$ 3,530,085	\$ 4,072,604	\$ 3,179,117	\$ 3,515,206	\$ 3,362,978	\$ 3,856,931
Finance	2,263,540	2,495,518	2,602,777	2,757,148	2,778,596	2,755,700	2,679,473	2,720,118	2,710,236	2,752,456
Administration of Justice	2,472,047	2,355,187	2,429,489	2,710,219	2,795,870	2,913,006	3,135,634	3,380,293	3,027,074	2,888,972
Public Safety	7,821,651	7,809,510	9,450,720	10,710,833	10,627,558	11,328,197	11,643,265	11,906,184	12,043,745	12,135,006
Public Health and Welfare	5,245,520	5,742,633	6,280,097	7,702,019	2,688,777	2,494,491	2,523,813	2,615,637	2,628,607	2,731,600
Social, Cultural, and Recreational Services	298,894	318,068	359,240	538,636	598,734	694,235	673,710	966,599	579,672	655,898
Agricultural and Natural Resources	255,659	257,428	189,683	196,294	197,427	275,149	283,632	194,312	210,497	209,216
Other Operations	1,057,494	1,157,513	1,587,847	1,378,998	1,244,342	1,293,053	1,597,043	1,411,235	1,336,855	1,152,466
Highways	3,545,565	3,897,183	3,591,901	3,393,640	3,501,270	3,378,288	3,556,381	3,833,371	2,841,991	3,432,702
Debt Service:										
Principal on Debt	4,097,347	4,215,281	4,195,683	4,316,371	4,405,900	1,081,000	2,502,553	2,894,015	2,291,914	3,147,167
Interest on Debt	1,714,639	1,700,799	1,480,507	1,006,019	717,066	880,081	1,482,214	1,822,681	1,695,882	1,985,781
Other Debt Service	252,051	221,390	83,246	76,568	78,513	389,779	635,401	74,321	180,407	88,571
Capital Projects	975,440	3,949,006	650,169	1,534,296	1,570,112	1,191,527	22,062,520	6,395,314	14,806,461	829,709
Total Expenditures	\$ 33,459,795	\$ 37,410,270	\$ 36,345,972	\$ 39,799,055	\$ 34,734,250	\$ 32,747,110	\$ 55,954,756	\$ 41,729,286	\$ 47,716,319	\$ 35,866,475
Excess of Revenues Over (Under) Expenditures	\$ 647,503	\$ (1,911,693)	\$ 1,317,855	\$ (2,680,402)	\$ (2,959,927)	\$ (1,255,363)	\$ (19,693,633)	\$ (5,675,881)	\$ (11,225,604)	\$ 821,955
<b>Other Financing Sources (Uses):</b>										
Bonds Issued	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 24,750,000	\$ 0	\$ 0	\$ 0
Notes Issued	0	0	0	0	2,450,000	0	644,574	0	0	400,000
Capital Leases Issued	0	0	0	0	0	0	0	0	0	501,365
Refunding Debt Issued	4,580,000	0	0	0	0	19,055,000	0	0	3,100,000	0
Other Loans Issued	3,856,132	5,499,975	81,245	0	0	0	0	0	9,810,215	0
Proceeds from Sale of Capital Assets	0	0	0	0	13,115	11,220	1,100	7,307	2,993	1,650
Premiums on Bonds Sold	0	0	29,496	0	0	359,660	578,835	0	74,022	0
Insurance Recovery	0	41,685	0	43,123	19,525	2,648	1,496	8,135	10,289	19,300
Transfers In	1,549,975	2,100,128	1,497,380	1,955,218	1,869,414	467,150	16,107	922,068	676,667	216,100
Transfers Out	(1,710,085)	(2,235,128)	(1,512,380)	(1,955,218)	(1,849,475)	(467,150)	(216,107)	(926,444)	(936,807)	(1,034,293)
Redemption of Refunded Debt	(4,572,750)	0	0	0	0	(19,068,309)	0	0	(3,111,071)	0
Total Other Financing Sources (Uses)	\$ 3,703,272	\$ 5,406,660	\$ 95,741	\$ 43,123	\$ 2,502,579	\$ 360,219	\$ 25,776,005	\$ 11,066	\$ 9,626,308	\$ 104,122
Net Change in Fund Balances	\$ 4,350,775	\$ 3,494,967	\$ 1,413,596	\$ (2,637,279)	\$ (457,348)	\$ (895,144)	\$ 6,082,372	\$ (5,664,815)	\$ (1,599,296)	\$ 926,077
Debt Service as a Percentage of Noncapital Expenditures	17.9%	17.7%	15.9%	14.8%	16.2%	6.5%	7.6%	13.6%	9.3%	15.0%

Table 6

Anderson County, Tennessee  
General Governmental Tax Revenues by Source  
Last Ten Fiscal Years  
(modified accrual basis of accounting)

<u>Fiscal Year</u>	<u>Property Tax</u>	<u>Local Option Sales Tax</u>	<u>Interstate Communi- cations Tax</u>	<u>Hotel Motel Tax</u>	<u>Local Litigation Tax</u>	<u>Business Tax</u>	<u>Mineral Severance Tax</u>	<u>Coal Severance Tax</u>	<u>Other Local Tax</u>	<u>Total</u>
2006	\$ 12,770,676	\$ 828,239	\$ 5,473	\$ 139,225	\$ 294,356	\$ 793,956	\$ 189,147	\$ 3,509	\$ 1,065	\$ 15,025,646
2007	13,118,321	964,365	5,248	177,196	289,691	1,307,583	181,814	20,092	2,300	16,066,610
2008	13,604,976	1,016,987	4,084	180,233	296,065	1,028,801	149,665	21,827	2,730	16,305,368
2009	13,737,972	942,886	3,852	168,321	297,034	1,045,622	126,280	40,612	2,284	16,364,863
2010	13,920,827	940,492	5,735	178,023	290,851	1,008,018	138,958	68,597	10,571	16,562,072
2011	14,202,539	927,865	3,746	325,250	356,430	1,120,438	149,196	112,071	1,979	17,199,514
2012	16,225,512	655,449	2,061	267,425	329,676	1,314,279	117,727	95,216	182,383 <sup>(1)</sup>	19,189,728
2013	16,564,768	819,924	2,848	275,561	304,544	996,687	104,421	15,572	171,030	19,255,355
2014	16,732,170	771,814	5,620	310,285	299,742	1,176,518	118,949	0	193,512	19,608,610
2015	17,103,773	840,009	3,698	340,344	324,034	1,011,454	101,273	171	171,915	19,896,671

(1) Wholesale Beer Tax was reallocated to the primary government for fiscal year 2012.

Table 7

Anderson County, Tennessee  
Appraised and Assessed Value of Taxable Property  
Last Ten Fiscal Years

Fiscal Year Ended June 30	Tax Year	(1a) Real Property		(1b) Personal Property		(1c) Public Utility Property		Total		Total Direct Tax Rate	Ratio of Total Assessed to Total Appraised Value
		Appraised Value	Assessed Value	Appraised Value	Assessed Value	Appraised Value	Assessed Value	Appraised Value	Assessed Value		
2006	2005	\$ 3,809,604,800	\$ 1,077,413,360	\$ 324,661,031	\$ 97,398,417	\$ 74,055,042	\$ 40,730,273	\$ 4,208,320,873	\$ 1,215,542,050	\$2.82	28.88%
2007	2006	3,904,492,300	1,102,774,960	353,263,679	105,979,217	72,689,618	39,979,290	4,330,445,597	1,248,733,467	2.82	28.84%
2008	2007	4,043,862,400	1,149,011,110	389,371,776	100,002,700	64,086,782	35,247,730	4,497,320,958	1,284,261,540	2.82	28.56%
2009	2008	4,134,408,100	1,177,967,050	389,765,798	100,456,659	65,417,775	35,979,776	4,589,591,673	1,314,403,485	2.82	28.64%
2010	(2) 2009	4,203,971,000	1,198,159,565	413,123,786	103,947,656	60,168,982	33,092,940	4,677,263,768	1,335,200,161	2.82	28.55%
2011	2010	5,072,033,400	1,438,571,130	420,909,761	126,273,011	40,289,379	22,159,158	5,533,232,540	1,587,003,299	2.37	28.68%
2012	2011	5,103,304,200	1,447,259,535	405,505,830	121,651,846	61,665,568	33,916,062	5,570,475,598	1,602,827,443	2.532	28.77%
2013	2012	5,112,843,800	1,449,714,920	430,114,371	129,034,404	41,628,886	22,895,887	5,584,587,057	1,601,645,211	2.532	28.68%
2014	2013	5,158,438,800	1,466,353,110	467,797,674	140,339,403	40,871,190	22,479,155	5,667,107,664	1,629,171,668	2.529	28.75%
2015	(2) 2014	5,163,144,200	1,468,938,710	451,860,673	135,558,295	43,766,615	24,071,638	5,658,771,488	1,628,568,643	2.529	28.78%

(1) Assessment rates are set by Tennessee State Law as follows:

(a) Real Property: Residential and Farm at 25 percent of value.  
Commercial and Industrial at 40 percent of value.

(b) Personal Property at 30 percent of value.

(c) Railroads at 40 percent of value and other Public Utilities at 55 percent of value.

(2) In fiscal years 2010 and 2015, county-wide reappraisals of real property were conducted by the State of Tennessee, Division of Property Assessments.  
Also, the county-wide reappraisals of real property were completed during tax years 2010 and 2015.

Table 8

Anderson County, Tennessee  
Property Tax Rates - Direct and Overlapping Governments (1)  
Last Ten Fiscal Years

Fiscal Year	Tax Year	County Direct Rates									Overlapping Rates							
		General Fund	(4) Library Fund	(4) Highway Dept	(5) Solid Waste	(6) Capital Projects	General Purpose School Fund	General Debt Service Fund	Rural Debt Service	Education Debt Service	Total Direct Tax Rate	Total Direct Inside Clinton	Total Direct Inside Oak Ridge	Total Direct Remainder of Anderson County	(2) City of Clinton	(2) City of Oak Ridge	(2) City of Norris	(2) City of Rocky Top
2006	2005	\$0.78	\$0.00	\$0.00	\$0.00	\$0.00	\$1.72	\$0.19	\$0.01	\$0.13	\$2.82	\$2.81	\$2.68	\$2.83	\$0.89	\$2.87	\$1.60	\$1.60
2007	2006	0.78	0.00	0.00	0.00	0.00	1.71	0.19	0.01	0.13	2.82	2.81	2.68	2.82	0.73	2.55	1.53	1.60
2008	2007	0.78	0.00	0.00	0.00	0.00	1.71	0.19	0.01	0.13	2.82	2.81	2.68	2.82	0.73	2.65	1.53	1.60
2009	2008	0.79	0.00	0.00	0.00	0.00	1.71	0.18	0.01	0.13	2.82	2.81	2.68	2.82	0.78	2.77	1.98	1.60
2010	(3) 2009	0.79	0.00	0.00	0.00	0.00	1.71	0.18	0.01	0.13	2.82	2.81	2.68	2.82	0.76	2.39	1.55	1.60
2011	2010	0.7163	0.0262	0.0275	0.00	0.00	1.44	0.05	0.01	0.10	2.37	2.36	2.26	2.37	0.76	2.39	1.55	1.60
2012	2011	0.7563	0.0262	0.0275	0.00	0.00	1.44	0.10	0.029	0.153	2.532	2.503	2.350	2.532	0.76	2.39	1.55	1.60
2013	2012	0.6944	0.0262	0.0275	0.0619	0.00	1.44	0.10	0.029	0.153	2.532	2.503	2.350	2.532	0.76	2.39	1.55	1.60
2014	2013	0.6914	0.0262	0.0275	0.0619	0.00	1.44	0.10	0.029	0.153	2.529	2.500	2.347	2.529	0.76	2.39	1.55	1.60
2015	(3) 2014	0.6900	0.2062	0.0275	0.0619	0.0014	1.44	0.10	0.029	0.153	2.529	2.500	2.347	2.709	0.76	2.39	1.55	1.60

(1) Tax rates are in dollars per \$100 of assessed value.

(2) City residents pay county taxes in addition to city taxes.

(3) In fiscal years 2010 and 2015, county-wide reappraisals of real property were conducted by the State of Tennessee, Division of Property Assessments.

Also, the county-wide reappraisals of real property were completed during tax years 2005 and 2010.

(4) Since the implementation of GASB No. 54, the Library and Highway Department had to receive property taxes instead of transfers from the General Fund to remain Special Revenue Funds.

(5) The Solid Waste/Sanitation Fund was added to the property tax distribution in 2013 in order to comply with GASB No. 54.

Table 9

Anderson County, Tennessee  
Principal Property Taxpayers (1)  
Current Year and Nine Years Ago

Taxpayer	2015			2006		
	Taxable Assessed Value	Rank	Percentage of Total Taxable Assessed Value (2)	Taxable Assessed Value	Rank	Percentage of Total Taxable Assessed Value (3)
Lawler-Wood LLC (4)	\$ 36,615,688	1	2.25%			
SL Corp	21,663,512	2	1.33%			
Magna International	14,116,013	3	0.87%	\$ 6,598,747	10	0.54%
Summit Properties	11,995,200	4	0.74%	11,752,360	2	0.97%
Methodist Medical Center	10,865,960	5	0.67%	7,571,480	7	0.62%
Bell South	9,817,050	6	0.60%	14,180,474	1	1.17%
CTP Trans. Products	9,516,584	7	0.58%			
Wal-Mart	9,158,104	8	0.56%	14,094,708		1.43%
Norfolk Southern	8,218,571	9	0.50%	8,308,006		0.84%
Food Lion	8,042,248	10	0.49%	8,263,344	4	0.64%
Boeing, Incorporated				11,403,714	3	0.94%
Carlisle Tire, Inc.				8,228,760	5	0.68%
Richard Chinn				7,797,385	6	0.64%
D H Compound				6,831,329	8	0.56%
Invenergy TN LLC				6,648,895	9	0.55%
Totals (5)	<u>\$ 140,008,930</u>		<u>8.60%</u>	<u>\$ 105,080,455</u>		<u>7.34%</u>

(1) Taken from the records of the Anderson County Trustee's Office.

(2) Total taxable value including real, personal, and public utility property for tax year 2014 (fiscal year 2015) is \$1,628,568,643.

(3) Total taxable value including real, personal, and public utility property for tax year 2005 (fiscal year 2006) is \$1,215,542,050.

(4) Prior to fiscal year 2013, Lawler-Wood LLC was known as Oak Ridge Project LLC.

(5) Other significant sources of revenue that should be considered include in-lieu of taxes:  
Aisin Automotive \$1,164,480; and Eagle Bend MFG \$291,380.

Table 10

Anderson County, Tennessee  
Property Tax Levies and Collections  
Last Ten Fiscal Years

Fiscal Year Ended June 30	Tax Year	Total Tax Levy for Fiscal Year	Collected within the Fiscal Year of the Levy		Collections in Subsequent Years (1)	Total Collections to Date		Uncollected Taxes to Date	
			Amount	Percentage of Levy		Amount	Percentage of Levy	Amount	Percentage of Levy
2006	2005	\$ 33,550,148	\$ 31,908,542	95.11%	\$ 1,621,321	\$ 33,529,863	99.94%	\$ 20,285	0.06%
2007	2006	34,484,834	32,724,486	94.90%	1,744,527	34,469,013	99.95%	15,821	0.05%
2008	2007	34,479,582	33,772,795	97.95%	686,302	34,459,097	99.94%	20,485	0.06%
2009	2008	35,271,646	34,150,225	96.82%	1,095,265	35,245,490	99.93%	26,156	0.07%
2010	2009	35,939,486	34,723,573	96.62%	1,176,063	35,899,636	99.89%	39,850	0.11%
2011	2010	36,336,767	35,100,300	96.60%	1,214,896	36,315,196	99.94%	21,571	0.06%
2012	2011	39,418,410	36,853,130	93.49%	2,528,736	39,381,866	99.91%	36,544	0.09%
2013	2012	39,767,690	37,296,389	93.79%	2,248,079	39,544,468	99.44%	223,222	0.56%
2014	2013	40,226,997	37,697,807	93.71%	1,721,479	39,419,286	97.99%	807,711	2.01%
2015	2014	40,366,231	37,953,500	94.02%	0	37,953,500	94.02%	2,412,731	5.98%

(1) Collections in subsequent years include amounts collected by the Trustee's Office after June 30 of each year and amounts collected by the Clerk and Master in Chancery Court.

Table 11

Anderson County, Tennessee  
Ratios of Outstanding Debt by Type  
Last Ten Fiscal Years

Fiscal Year	Governmental Activities			Business-type Activities		Total Primary Government	Percentage of Personal Income (2)	Per Capita (2)
	General Obligation Bonds (1)	Capital Outlay Notes	Capital Leases	Water and Sewer Revenue Bonds (1)	Capital Outlay Notes			
2006	\$40,487,589	\$521,666	\$0	\$1,177,475	\$10,000	\$42,196,730	1.96%	\$582
2007	41,958,949	335,000	0	1,102,755	0	43,396,704	1.98%	590
2008	37,899,511	280,000	0	1,022,723	0	39,202,234	1.77%	527
2009	33,638,140	225,000	0	0	0	33,863,140	1.50%	453
2010	31,727,241	180,000	0	0	0	31,907,241	1.48%	426
2011	30,776,000	140,000	0	0	0	30,916,000	1.43%	412
2012	53,092,000	913,880	0	0	0	54,005,880	2.12%	719
2013	51,302,991	1,008,425	599,207	0	0	52,910,623	2.89%	702
2014	58,305,964	823,217	545,752	0	0	59,674,933	3.07%	791
2015	55,863,043	638,009	928,079	0	223,225	57,652,356	1.95%	763

(1) Includes long-term loans payable financed by PBA loan agreements and USDA loan agreements.

(2) See Table 16 for personal income and population data.



Table 12

Anderson County, Tennessee  
Ratios of General Bonded Debt Outstanding (1)  
Last Ten Fiscal Years

<u>Fiscal Year</u>	<u>Estimated Population</u>	<u>Assessed Property Value</u>	<u>General Obligation Bonds</u>	<u>Less: Amounts Available in Debt Service Funds</u>	<u>Net Bonded Debt (2)</u>	<u>Ratio of Net Bonded Debt to Assessed Value</u>	<u>Net Bonded Debt Per Capita</u>
2006	72,469	\$ 1,215,542,050	\$ 40,487,589	\$ 2,877,398	\$ 37,610,191	3.09%	\$ 519
2007	73,579	1,248,733,467	41,958,949	3,048,646	38,910,303	3.12%	529
2008	74,446	1,284,261,540	37,899,511	3,648,132	34,251,379	2.67%	460
2009	74,738	1,314,403,485	33,638,140	4,523,342	29,114,798	2.22%	390
2010	74,849	1,335,200,161	31,727,241	4,815,007	26,912,234	2.02%	360
2011	75,129	1,587,003,299	30,776,000	4,778,380	25,997,620	1.64%	346
2012	75,129	1,602,827,443	53,092,000	4,923,502	48,168,498	3.01%	641
2013	75,411	1,601,645,211	51,302,991	4,779,193	46,523,798	2.90%	617
2014	75,468	1,629,171,668	58,305,964	5,024,385	53,281,579	3.27%	706
2015	75,528	1,628,568,643	55,863,043	4,790,508	51,072,535	3.14%	676

(1) Includes long-term loans payable financed by PBA loan agreements and USDA loan agreements.

(2) Net Bonded Debt is the effect of only the Bonded Debt for the County less the funds available in each one of the debt service funds.

Table 13

Anderson County, Tennessee  
Direct and Overlapping Governmental Activities Debt  
As of June 30, 2015

Direct General Bonded Debt, Loans, Notes,  
and Capital Leases Payable:

Anderson County	\$ 57,652,356 (1)
Less: Amount Available in Debt Service Funds	(4,790,508)
Total Direct General Bonded Debt, Loans, Notes, and Capital Leases Payable - Net	<u>\$ 52,861,848</u>

Overlapping General Bonded Debt:

City of Oak Ridge	\$ 79,417,099 (2)
City of Clinton	11,123,000 (2)
City of Rocky Top	239,000 (2)
Total Overlapping General Bonded Debt	<u>\$ 90,779,099</u>

TOTAL DIRECT GENERAL BONDED DEBT AND LOANS PAYABLE  
AND OVERLAPPING GENERAL BONDED DEBT

\$ 143,640,947

Method used to calculate overlapping debt:

Information on the county's bonded debt and loans payable is taken from information on Exhibit K-1 under the Miscellaneous Schedules section of this audit.

The amounts available in the fund balances of the debts services on Exhibit C-1 under the Basic Financial Statements is then removed from the total bonded debt.

The overlapping General Bonded Debt is obtained from each individual city in Anderson County. Their totals are then added to the county's direct general bonded debt and loans payable - net to obtain Total Direct General Bonded Debt and Loans Payable and Overlapping General Bonded Debt.

Footnotes:

- (1) Includes the Capital Outlay Notes of \$223,225 that is reflected in the Business-type Activity  
(2) Includes general bonded debt only.

Table 14

Anderson County, Tennessee  
Legal Debt Margin Information  
June 30, 2015

Not Applicable to Anderson County, Tennessee

NOTE:

Section 9-21-103 of the laws of the State of Tennessee provides that bonds or notes may be issued without regard to any limit on indebtedness for Tennessee counties.

Table 15

Anderson County, Tennessee  
Pledged Revenue Coverage  
Last Ten Fiscal Years

Fiscal Year	Total Revenues (1)	Less Operating Expenses (2)	Net Available Revenue	Debt Service Requirements (3)			Coverage
				Bonds (4)	Notes	Total	
2006	\$ 1,981,323	\$ 1,714,328	\$ 266,995	\$ 137,233	\$ 34,122	\$ 171,355	1.56
2007	2,350,570	1,858,103	492,467	130,277	10,382	140,659	3.50
2008	2,444,516	1,819,125	625,391	131,294	0	131,294	4.76
2009 (5)	0	0	0	0	0	0	0

This table only includes the Water and Revenue Bonds of the Public Utility Fund (Enterprise Fund).

- Notes:
- (1) Includes operating revenues and nonoperating revenues excluding capital grants and contributions from developers.
  - (2) Does not include depreciation expense.
  - (3) Includes principal and interest amounts.
  - (4) Includes other loans payable.
  - (5) On December 31, 2008, Anderson County Utility Board (ACUB) merged with Anderson County Water Authority Board. All debt requirements transferred with ACUB.

Table 16

Anderson County, Tennessee  
Demographic and Economic Statistics  
Last Ten Fiscal Years

<u>Fiscal Year</u>	<u>Population (1)</u>	<u>Personal Income (amounts expressed in thousands) (1)</u>	<u>Per Capita Personal Income (1)</u>	<u>Median Age (1)</u>	<u>School Attendance (2)</u>	<u>Unemployment Rate (3)</u>
2006	72,469	\$ 2,158,127	\$ 29,780	40.7	8,336	5.3%
2007	73,579	2,191,183	29,780	41.4	8,528	3.6%
2008	74,446	2,217,002	29,780	41.4	8,694	5.4%
2009	74,738	2,258,433	30,218	41.4	8,541	10.8%
2010	74,849	2,154,154	28,780	39.2	8,117	9.4%
2011	75,129	2,162,213	28,780	39.9	8,186	9.4%
2012	75,129	2,543,192	33,851	39.5	8,141	8.6%
2013	75,411	1,828,113	24,242	40.5	8,081	8.6%
2014	75,468	1,943,905	25,758	43.1	8,096	7.0%
2015	75,528	2,956,770	39,148	42.4	8,053	6.4%

## Data Sources:

- (1) Tennessee Advisory Commission on Intergovernmental Relations (TACIR) (tn.gov).
- (2) Anderson County Schools.
- (3) Tennessee Department of Labor and Workforce Development.

Table 17

Anderson County, Tennessee  
Principal Employers  
Current Year and Nine Years Ago

<u>Employer</u>	<u>2015</u>			<u>2006</u>		
	<u>Employees</u>	<u>Rank</u>	<u>Percentage of County Work Force (3)</u>	<u>Employees</u>	<u>Rank</u>	<u>Percentage of County Work Force</u>
BWXT - Y12 (1)	7,000	1	20.28%	4,600	1	(2)
UT Battelle (1)	4,374	2	12.67%	4,045	2	(2)
Anderson County Government	1,644	3	4.76%	1,259	4	(2)
UCOR (Bechtel Jacobs)	1,407	4	4.08%	-		
Methodist Medical Center	1,042	5	3.02%	1,300	3	(2)
SAIC	1,000	6	2.90%	1,000	7	(2)
Oak Ridge City Schools	800	8	2.32%	1,062	6	(2)
Oak Ridge Associated Universities	788	7	2.28%	600	10	(2)
SiTel	725	9	2.10%	-		
Energy Solutions	625	10	1.81%	-		
Bechtel Jacobs Co., LLC	-		0.00%	1,337	5	(2)
Eagle Bend Manufacturing	-		-	-		
Wackenhut-Oak Ridge Team	-		-	900	8	(2)
Carlisle Tire & Wheel Company	-		-	600	9	(2)
Total	<u>19,405</u>		<u>56.21%</u>	<u>16,703</u>		

Source(s): Tennessee Department of Economic and Community Development,  
Tennessee Department of Labor and Workforce Development, and Human Resource  
Offices of the employer.

(1) In 1997, Lockheed Martin Energy System, Inc., was the Department of Energy contract manager for the Y-12 and X-10 sites in Oak Ridge. In 2006, those sites were managed by BWXT-Y12 and UT Battelle.

(2) Due to unavailability of total county work force, percentage is not calculated.

(3) The total Labor Workforce figure for Anderson County is 34,520.

Table 18

Anderson County, Tennessee  
Full-time Equivalent County Government Employees by Function  
Last Ten Fiscal Years

Function	Full-time Equivalent Employees as of June 30									
	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
General Government	43.7	42.3	42.0	40.0	39.0	51.0	48.0	50.0	48.0	50.0
Finance	48.3	50.3	45.4	48.0	47.0	44.0	44.0	43.0	42.0	46.0
Administration of Justice	54.1	43.7	47.6	46.0	46.0	47.0	49.0	49.0	40.0	46.0
Public Safety	121.0	131.8	147.6	159.0	167.0	164.0	171.0	177.0	179.0	167.0
Public Health and Welfare	92.8	93.8	105.1	87.0	75.0	85.0	86.0	76.0	90.0	91.0
Social, Cultural, and Recreational Services	12.8	13.7	12.8	8.0	6.0	7.0	8.0	5.0	7.0	7.0
Agriculture and Natural Resources	2.7	3.0	3.0	3.0	3.0	3.0	3.0	2.0	2.0	2.0
Other Operations	4.5	6.1	6.1	6.0	4.0	4.0	4.0	3.0	4.0	6.0
Solid Waste	3.0	2.4	3.0	3.0	3.0	1.0	3.0	3.0	3.0	3.0
Highways	33.1	33.0	33.8	34.0	30.0	33.0	35.0	31.0	28.0	26.0
Water and Sewer (1)	16.4	18.2	21.3	0.0	0.0	0.0	0.0	0.0	0.0	0.0
TOTAL	<u>432.4</u>	<u>438.3</u>	<u>467.7</u>	<u>434.0</u>	<u>420.0</u>	<u>439.0</u>	<u>451.0</u>	<u>439.0</u>	<u>443.0</u>	<u>444.0</u>

- (1) On December 31, 2008, Anderson County Utility Board (ACUB) merged with Anderson County Water Authority; therefore, ACUB employees will not be reflected on this report subsequent to 2008.

Table 19

Anderson County, Tennessee  
Operating Indicators by Function  
Last Ten Fiscal Years

Function:	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
Register of Deeds										
Documents Filed	17,000	16,100	14,708	14,042	12,793	11,114	11,341	14,824	10,969	10,157
Chancery Court										
Cases Filed	1,704	1,655	2,121	2,396	2,215	2,167	2,102	2,066	2,029	1,753
Case Dispositions	2,117	1,564	1,704	2,146	1,889	1,951	1,744	2,293	2,076	1,629
General Sessions Court I										
Civil Cases Filed	1,439	1,679	2,087	2,185	2,138	2,062	1,959	1,369	2,019	1,761
Criminal Cases Files	6,246	7,478	7,887	7,671	7,825	7,491	7,462	5,131	3,120	5,524
General Sessions Court II										
Civil Cases Filed	420	560	519	700	615	607	748	979	1,146	772
Criminal Cases Files	5,423	5,182	4,584	5,442	5,104	5,121	5,158	3,540	3,770	3,982
Circuit Court										
Cases Filed	858	750	713	638	606	571	455	337	458	271
Case Dispositions	785	926	880	741	664	655	566	391	325	255
Criminal Court										
Cases Filed	934	911	1,729	1,640	2,441	2,651	2,609	1,084	708	761
Case Dispositions	980	617	519	1,411	1,691	1,289	1,337	1,275	1,034	947
Sheriff's Department										
Physical Arrests	803	2,363	2,717	3,157	2,779	3,551	3,323	2,371	2,172	2,165
Traffic Violations	576	274	406	702	674	950	979	790	895	528
Back-Up Units Required	5,974	5,974	7,985	9,836	9,357	9,234	7,680	8,296	7,442	7,819
Emergency Dispatch										
Calls for Service										
Sherriff	12,602	24,795	28,645	34,016	36,115	34,357	29,925	27,387	26,558	24,845
Ambulance	10,476	22,446	22,101	25,440	29,373	29,982	22,313	32,908	31,882	29,774
Fire and Rescue Calls	2,135	5,121	4,152	4,992	4,490	4,158	4,152	5,383	4,894	7,495
Ambulance Service										
Transports (1)	15,843	15,797	17,875	20,505	15,319	25,815	19,195	17,777	20,204	19,249
Highway Department										
Road Resurfacing (miles)	36	28	17	14	14	4	9.3	13.8	0	82.0
Water										
New Connections	100	125	209	(2)	(2)	(2)	(2)	(2)	(2)	(2)
Gallons Produced and Purchased	483,672	439,240	476,752	(2)	(2)	(2)	(2)	(2)	(2)	(2)
Gallons Sold	338,670	360,308	376,930	(2)	(2)	(2)	(2)	(2)	(2)	(2)
Wastewater										
Average Daily Sewage Treatment (thousands of gallons)	69	78	80	(2)	(2)	(2)	(2)	(2)	(2)	(2)

Sources: Various government departments.

NA Information not available.

(1) These numbers only represent actual transports of patients. They do not represent any calls that had no transports or a stand-by.  
Fiscal years 2008 and 2009 include all responses.

(2) These numbers are not available due to the merger of Anderson County Water Authority and Anderson County Utility Board  
on December 31, 2008.



Table 20

Anderson County, Tennessee  
Capital Assets Statistics by Function  
Last Ten Fiscal Years

Function	Fiscal Year Ending									
	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
General Government										
Buildings	5	5	5	5	5	5	5	5	5	5
Vehicles	5	5	6	6	8	9	9	11	13	10
Administration of Justice										
Vehicles	1	1	1	1	1	1	1	1	1	1
Public Safety										
Buildings	2	3	4	4	4	4	5	6	6	6
Vehicles	71	77	91	110	115	123	137	111	108	112
Haz-mat Vehicle	1	1	1	1	1	1	1	1	1	1
Public Health and Welfare										
Buildings	2	2	2	3	3	3	3	3	3	4
Ambulances	18	16	19	21	19	20	22	22	19	21
Vehicles	4	4	5	9	7	8	8	9	9	10
Social, Cultural, and Recreational										
Buildings	1	1	1	1	1	1	1	1	2	2
Parks	7	7	7	7	7	7	7	7	7	7
Highway										
Buildings	1	1	1	1	1	1	1	1	1	1
Bridges	65	65	66	66	67	68	68	69	69	69
Roads (miles)	535	535	536	538	504	530	506	506	507	507
Water										
Water Mains (miles)	465	475	480	(1)	(1)	(1)	(1)	(1)	(1)	(1)
Fire Hydrants	188	205	220	(1)	(1)	(1)	(1)	(1)	(1)	(1)
Sewer										
Sanitary Sewers (miles)	50	57	57	(1)	(1)	(1)	(1)	(1)	(1)	(1)

Sources: Various government departments.

(1) These assets were transferred to Anderson County Water Authority during the merger with Anderson County Utility Board on December 31, 2008.

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## **SINGLE AUDIT SECTION**

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**STATE OF TENNESSEE  
COMPTROLLER OF THE TREASURY  
DEPARTMENT OF AUDIT  
DIVISION OF LOCAL GOVERNMENT AUDIT  
SUITE 1500  
JAMES K. POLK STATE OFFICE BUILDING  
NASHVILLE, TENNESSEE 37243-1402  
PHONE (615) 401-7841**

**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***

Independent Auditor's Report

Anderson County Mayor and  
Board of County Commissioners  
Anderson County, Tennessee

To the County Mayor 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 Anderson County, Tennessee, as of and for the year ended June 30, 2015, and the related notes to the financial statements, which collectively comprise Anderson County's basic financial statements, and have issued our report thereon dated November 25, 2015. Our report includes a reference to other auditors who audited the financial statements of the Anderson County Emergency Communications District, as described in our report on Anderson County's financial statements. This report does not include the results of the other auditors' testing of internal control over financial reporting or compliance and other matters that are reported on separately by those auditors.

**Internal Control Over Financial Reporting**

In planning and performing our audit of the financial statements, we considered Anderson 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 Anderson County's internal control. Accordingly, we do not express an opinion on the effectiveness of Anderson 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 and therefore, material weaknesses or significant deficiencies may exist that were not identified. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. We did identify certain deficiencies in internal control, described in the accompanying Schedule of Findings and Questioned Costs that we consider to be significant deficiencies: 2015-001 and 2015-002.

### **Compliance and Other Matters**

As part of obtaining reasonable assurance about whether Anderson 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 no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

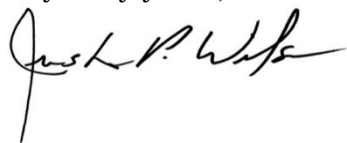
### **Anderson County's Response to Findings**

Anderson County's response to the findings identified in our audit is described in the accompanying Schedule of Findings and Questioned Costs. Anderson 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 result 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 Anderson 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

November 25, 2015

JPW/sb



STATE OF TENNESSEE  
**COMPTROLLER OF THE TREASURY**  
DEPARTMENT OF AUDIT  
DIVISION OF LOCAL GOVERNMENT AUDIT  
SUITE 1500  
JAMES K. POLK STATE OFFICE BUILDING  
NASHVILLE, TENNESSEE 37243-1402  
PHONE (615) 401-7841

**Report on Compliance for Each Major Federal Program; Report on Internal  
Control Over Compliance; and Report on the Schedule of Expenditures of  
Federal Awards Required by OMB Circular A-133**

Independent Auditor's Report

Anderson County Mayor and  
Board of County Commissioners  
Anderson County, Tennessee

To the County Mayor and Board of County Commissioners:

**Report on Compliance for Each Major Federal Program**

We have audited Anderson 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 Anderson County's major federal programs for the year ended June 30, 2015. Anderson 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 Anderson 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 OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Those standards and OMB Circular A-133 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 Anderson 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 legal determination of Anderson County's compliance.

### ***Opinion on Each Major Federal Program***

In our opinion, Anderson 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, 2015.

### **Report on Internal Control Over Compliance**

Management of Anderson 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 Anderson 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 OMB Circular A-133, 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 Anderson 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.

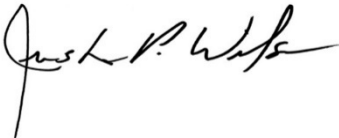
Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies. We did not identify any 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 OMB Circular A-133. Accordingly, this report is not suitable for any other purpose.

**Report on Schedule of Expenditures of Federal Awards Required by OMB Circular A-133**

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 Anderson County, Tennessee, as of and for the year ended June 30, 2015, and the related notes to the financial statements, which collectively comprise Anderson County's basic financial statements. We issued our report thereon dated November 25, 2015, 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 OMB Circular A-133 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,

A handwritten signature in black ink, appearing to read "Justin P. Wilson". The signature is fluid and cursive, with a long, sweeping underline.

Justin P. Wilson  
Comptroller of the Treasury  
Nashville, Tennessee

November 25, 2015

JPW/sb

Anderson County, Tennessee  
Schedule of Expenditures of Federal Awards and State Grants - (1)  
For the Year Ended June 30, 2015

Federal/Pass-through Agency/Program Title	Federal CFDA Number	Pass-through Entity Identifying Number	Expenditures
U.S. Department of Agriculture:			
Passed-through State Department of Agriculture:			
National School Lunch Program (Commodities - Noncash Assistance)	10.555	N/A	\$ 170,332 (3)
National School Lunch Program (Commodities - Cash Assistance)	10.555	N/A	20,272 (3)
Passed-through State Department of Education:			
Fresh Fruit and Vegetable Program	10.582	N/A	5,850
Child Nutrition Cluster:			
School Breakfast Program	10.553	N/A	589,221
National School Lunch Program	10.555	N/A	1,613,102 (3)
Passed-through State Department of Human Services:			
Special Supplement Nutrition Program for Women, Infants, and Children	10.557	N/A	55,986
Child and Adult Care Food Program	10.558	(2)	108,578
Total U.S. Department of Agriculture			<u>\$ 2,563,341</u>
U.S. Department of Justice:			
Passed-through Tennessee Bureau of Investigation:			
Juvenile Justice and Delinquency Prevention	16.540	NA	\$ 2,025
Edward Byrne Memorial State and Local Law Enforcement Assistance Discretionary Grants Program	16.580	NA	12,114
Direct Program:			
Edward Byrne Memorial Justice Assistance Grant Program	16.738	(2)	14,993
Equitable Sharing Program	16.922	(2)	19,665
Total U.S. Department of Justice			<u>\$ 48,797</u>
U.S. Department of Transportation:			
Passed-through State Department of Transportation:			
Highway Planning and Construction	20.205	(2)	\$ 6,552
State and Community Highway Safety	20.600	Z15GHSO08	33,046
Total U.S. Department of Transportation			<u>\$ 39,598</u>
Appalachian Regional Commission			
Direct Program:			
Appalachian Area Development	23.002	N/A	\$ 200,000
Total Appalachian Regional Commission			<u>\$ 200,000</u>
Institute of Museum and Library Services:			
Passed-through Tennessee State Library and Archives:			
Grants to States	45.310	N/A	\$ 3,541
Total Institute of Museum and Library Services			<u>\$ 3,541</u>
Department of Energy:			
Passed-through Tennessee Department of Military:			
Environmental Monitoring/Cleanup, Cultural and Resource Management			
Emergency Response Research, Outreach, Technical Analysis	81.214	N/A	\$ 16,000
Total Department of Energy			<u>\$ 16,000</u>
U.S. Department of Education:			
Passed-through State Department of Labor and Workforce Development:			
Adult Education - Basic Grants to States	84.002	N/A	\$ 185,069
Passed-through State Department of Education:			
Title I Grants to Local Educational Agencies	84.010	N/A	1,334,215
Special Education Cluster:			
Special Education - Grants to States	84.027	N/A	1,375,264
Special Education - Preschool Grants	84.173	N/A	72,257
Career and Technical Education - Basic Grants to States	84.048	N/A	126,036

(Continued)



Anderson County, Tennessee

Schedule of Expenditures of Federal Awards and State Grants - (1) (Cont.)

Federal/Pass-through Agency/Program Title	Federal CFDA Number	Pass-through Entity Identifying Number	Expenditures
U.S. Department of Education (Cont.):			
Passed-through State Department of Education (Cont.):			
Rehabilitation Services - Vocational Rehabilitation Grants to States	84.126	N/A	\$ 61,439
Safe and Drug-free Schools and Communities - National Programs	84.184	N/A	43,387
Gaining Early Awareness and Readiness for Undergraduate Programs	84.334	N/A	193,040
Improving Teacher Quality State Grants	84.367	N/A	234,523
Total U.S. Department of Education			<u>\$ 3,625,230</u>
U.S. Department of Health and Human Services:			
Passed-through State Department of Health and Human Services:			
Injury Prevention and Control Research and State and Community Based Programs	93.136	N/A	\$ 2
Family Planning - Services	93.217	N/A	12,329
Substance Abuse and Mental Health Services Projects of Regional and National Significance	93.243	N/A	10,990
Medical Assistance Program	93.778	N/A	109,210
HIV Prevention Activities - Health Department Based	93.940	N/A	3,189
Maternal and Child Health Service Block Grant to the States	93.994	N/A	30,392
Direct Program:			
Head Start	93.600	N/A	2,837,742
Total U.S. Department of Health and Human Services			<u>\$ 3,003,854</u>
Executive Office of the President:			
Direct Program:			
High Intensity Drug Trafficking Areas Program	95.001	N/A	\$ 16,559
Total Executive Office of the President			<u>\$ 16,559</u>
U.S. Department of Homeland Security:			
Passed-through State Department of Military:			
Disaster Grants - Public Assistance	97.036	(2)	\$ 77,821
Emergency Management Performance Grants	97.042	(2)	33,409
Homeland Security Grant Program	97.067	(2)	19,999
Total U.S. Department of Homeland Security			<u>\$ 131,229</u>
Total Expenditures of Federal Awards			<u>\$ 9,648,149</u>
		Contract Number	
<u>State Grants</u>			
Juvenile Services Program - State Children's Services Commission	N/A	(2)	\$ 18,000
Litter Program - State Department of Transportation	N/A	(2)	16,569
Waste Tire Grant - State Department of Environment and Conservation	N/A	(2)	11,327
Law Enforcement Training Program	N/A	(2)	35,400
Drug Court Grant - State Department of Finance and Administration	N/A	(2)	67,336
Health Department Grants - State Department of Health	N/A	(2)	169,378
Early Childhood Education - Pilot - State Department of Education	N/A	(2)	606,879
Internet Connectivity Grant - State Department of Education	N/A	(2)	18,786
Coordinated School Health Program	N/A	(2)	100,000
Family Resource Centers - State Department of Education	N/A	(2)	59,223
Safe Schools Act - State Department of Education	N/A	(2)	33,920
Student Ticket Subsidy - Tennessee Arts Commission through State Department of Education	N/A	(2)	2,055
Total State Grants			<u>\$ 1,138,873</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) Information not available.

(3) Total for CFDA No. 10.555 is \$1,803,706.

(Continued)

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

SUBRECIPIENT			
Program Title	Federal CFDA Number	Amount Provided to Subrecipient	Subrecipient
Head Start	93.600	\$684,584	City of Oak Ridge

Anderson County, Tennessee  
Schedule of Audit Findings Not Corrected  
June 30, 2015

*Government Auditing Standards* require auditors to report the status of uncorrected findings from prior audits. Presented below are findings from the Comprehensive Annual Financial Report for Anderson County, Tennessee, for the year ended June 30, 2014, which have not been corrected.

OFFICE OF CIRCUIT, GENERAL SESSIONS, AND JUVENILE COURTS CLERK

Finding Number	Page Number	Subject
2014-004	277	The office did not prepare adequate trial balances of the execution dockets
2014-005	277	The office's software did not have adequate application controls

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**ANDERSON COUNTY, TENNESSEE**

**SCHEDULE OF FINDINGS AND QUESTIONED COSTS**

**For the Year Ended June 30, 2015**

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**PART I, SUMMARY OF AUDITOR'S RESULTS**

1. Our report on the financial statements of Anderson County is unmodified.
2. The audit of the financial statements of Anderson County disclosed significant deficiencies in internal control. None of these deficiencies was considered to be a material weakness.
3. The audit disclosed no instances of noncompliance that are material to the financial statements of Anderson County.
4. The audit reported no significant deficiencies in internal control over major programs.
5. An unmodified opinion was issued on compliance for major programs.
6. The audit revealed no findings that are required to be reported under Section 510(a) of OMB Circular A-133.
7. The Title I Grants to Local Education Agencies (CFDA No. 84.010), and the Special Education Cluster: Special Education-Grants to States and Special Education – Preschool Grants (CFDA Nos. 87.027 and 84.173) were determined to be major programs.
8. A \$300,000 threshold was used to distinguish between Type A and Type B federal programs.
9. Anderson County qualified as a low-risk auditee.

## **PART II, FINDINGS RELATING TO THE FINANCIAL STATEMENTS**

Findings and recommendations, as a result of our examination are presented below. We reviewed these findings and recommendations with management to provide an opportunity for their response. The circuit, general sessions, and juvenile courts clerk provided a written response to one of the findings, which is paraphrased in this report.

### **OFFICE OF CIRCUIT, GENERAL SESSIONS, AND JUVENILE COURTS CLERK**

#### **FINDING 2015-001**

#### **THE OFFICE OF CIRCUIT, GENERAL SESSIONS, AND JUVENILE COURTS CLERK DID NOT PREPARE ADEQUATE TRIAL BALANCES OF THE EXECUTION DOCKETS**

(Internal Control – Significant Deficiency Under *Government Auditing Standards*)

The Office of Circuit, General Sessions, and Juvenile Courts Clerk did not provide adequate trial balances of execution docket cause balances as required by Section 18-2-103, *Tennessee Code Annotated (TCA)*. The office began using a new computer court application in August 2013 that did not provide the office the ability to generate a docket trial balance. At June 30, 2015, the circuit, general sessions, and juvenile courts clerk was able to generate listings of undisbursed receipt items. However, these listings did not reconcile with the general ledger accounts in any of the three courts. Also, information relating to short-term investment account activity and cash bonds was not reflected on these reports. This deficiency was in part attributable to the failure of management to ensure that the software vendor designed the system with proper computer application controls and reporting as required by state statute. The failure to accurately reconcile the execution docket trial balances with the general ledger application in a timely manner could lead to inaccurate accounting records and increases the risk of misappropriation of funds.

#### **RECOMMENDATION**

An accurate execution docket trial balance should be maintained for each court. This execution docket trial balance should be reconciled with general ledger accounts of that court, and any differences should be investigated.

#### **MANAGEMENT'S RESPONSE – CIRCUIT, GENERAL SESSIONS, AND JUVENILE COURTS CLERK**

We are working diligently with our software vendor to correct the issue of not having an adequate trial balance of the execution docket. We will have this issue corrected before the next audit review.

FINDING 2015-002

**THE OFFICE'S SOFTWARE DID NOT HAVE ADEQUATE APPLICATION CONTROLS**

(Internal Control – Significant Deficiency Under *Government Auditing Standards*)

The office's software application allows a user to void a transaction from the general ledger without an adequate audit trail. The general ledger detail retains the transaction number, date, and general description, but it does not retain the debit or credit information for the transaction. Sound business practices dictate that proper computer application controls be implemented. Since the vendor did not design the system with proper controls, inappropriate system activity could occur. This deficiency exists because management failed to correct the finding noted in the prior-year audit report. After the end of the fiscal year, the vendor removed this option from the general ledger and users can no longer void a transaction. Instead, a correcting entry must be entered.

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**PART III, FINDINGS AND QUESTIONED  
COSTS FOR FEDERAL AWARDS**

There were no findings and questioned costs for federal awards.

**ANDERSON COUNTY, TENNESSEE  
AUDITEE REPORTING RESPONSIBILITIES  
For the Year Ended June 30, 2015**

There were no audit findings relative to federal awards presented in the prior- or current-years' Schedules of Findings and Questioned Costs.