



**ANNUAL FINANCIAL REPORT
GREENE COUNTY, TENNESSEE**



FOR THE YEAR ENDED JUNE 30, 2013



**ANNUAL FINANCIAL REPORT
GREENE COUNTY, TENNESSEE
FOR THE YEAR ENDED JUNE 30, 2013**

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

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

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Audit Highlights

Annual Financial Report
Greene County, Tennessee
For the Year Ended June 30, 2013

Scope

We have audited the basic financial statements of Greene County as of and for the year ended June 30, 2013.

Results

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

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

Findings and Best Practice

The following are summaries of the audit findings and best practice:

OFFICES OF COUNTY MAYOR AND DIRECTOR OF ACCOUNTS AND BUDGETS

- ◆ The General Debt Service Fund had funding deficiencies.
- ◆ The Emergency Management Service Office had deficiencies in computer system backup procedures.

OFFICE OF COUNTY CLERK

- ◆ Certain documentation was not on file to support payroll disbursements.
- ◆ County clerk funds were stolen.

BEST PRACTICE

Greene County does not have a central system of accounting, budgeting, and purchasing covering all county departments. The Division of Local Government Audit strongly believes that a central system of accounting, budgeting, and purchasing is a best practice that should be adopted by the governing body as a means of significantly improving accountability and the quality of services provided to the citizens of Greene County.

INTRODUCTORY SECTION

Greene County Officials
June 30, 2013

Officials

Alan Broyles, County Mayor
David Weems, Superintendent of Highways
Dr. Vicki Kirk, Director of Schools
Dan Walker, Trustee
Charles Jeffers, Assessor of Property
David Thompson, County Clerk
Pam Venable, Circuit and General Sessions Courts Clerk
Kay Armstrong, Clerk and Master
Joy Rader, Register of Deeds
Steven Burns, Sheriff
Mary Shelton, Director of Accounts and Budgets
Diane Swatzell, Purchasing Agent

Board of County Commissioners

Alan Broyles, County Mayor, Chairman
Robert Bird
Lloyd Bowers
John Carter
David Crum
Bill Dabbs
Margaret Greenway
Nathan Holt
Rennie Hopson
Ted Hensley
Jan Kiker

Phil King
Fred Malone
Wade McAmis
William Moss
Robin Quillen
M.C. Rollins, Jr.
Jimmy Sams
Anthony Sauceman
Hilton Seay
John Waddle, Jr.
Charles White

Board of Education

Roger Jones, Chairman
Kathy Austin
Nathan Brown

Tom Cobble
Kathy Crawford
Rex Hopson

Audit Committee (effective December 16, 2013)

William Moss, Chairman
Nathan Holt
John Waddle, Jr.

FINANCIAL SECTION



STATE OF TENNESSEE
COMPTROLLER OF THE TREASURY
DEPARTMENT OF AUDIT
DIVISION OF LOCAL GOVERNMENT AUDIT
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JAMES K. POLK STATE OFFICE BUILDING
NASHVILLE, TENNESSEE 37243-1402
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Independent Auditor's Report

Greene County Mayor and
Board of County Commissioners
Greene 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 aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Greene County, Tennessee, as of and for the year ended June 30, 2013, 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 Greene County Emergency Communications District, which represent 2.3 percent, three percent, and 1.8 percent, respectively, of the assets, net position, and revenues of the aggregate discretely presented component units. Also, we did not audit the financial statements of the Greeneville-Greene County Library, which represent 1.5 percent, 2.1 percent, and .4 percent, respectively, of the assets, net position, and revenues of the aggregate discretely presented component units. Those statements were audited by other auditors whose reports have been furnished

to us, and our opinion, insofar as it relates to the amounts included for the Greene County Emergency Communications District and the Greeneville-Greene County Library is based solely on the reports 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 reports of other auditors, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Greene County, Tennessee, as of June 30, 2013, and the respective changes in financial position and, where applicable, cash flows thereof and the respective budgetary comparison for the General, Special Purpose, and Highway/Public Works funds for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Emphasis of Matter

As described in Note V.B., Greene County has adopted the provisions of Governmental Accounting Standards Board (GASB) Statement No. 60 *Accounting and Financial Reporting for Service Concession Arrangements*; Statement No. 61, *The Financial Reporting Entity: Omnibus (an amendment of GASB Statements No. 14 and No. 34)*; Statement No. 62, *Codification of Accounting and Financial Reporting Guidance Contained in Pre-November 30, 1989 FASB and AICPA Pronouncements*; and Statement No. 63, *Reporting Deferred Outflows, Deferred Inflows and Net Position*, which became effective for the year ended June 30, 2013. Greene County early implemented Statement No. 65, *Items Previously Reported as Assets and Liabilities* and Statement No. 66, *Technical Corrections-2012-an amendment of GASB Statements No. 10 and No. 62*, which have an effective date of June 30, 2014.

We draw attention to Note I.D.9. to the financial statements, which describes a restatement to the beginning net position of the governmental activities totaling \$378,302, which was necessary due to the implementation of GASB Statement No. 65. Also, we draw attention to Note I.D.10. to the financial statements that describes a reclassification to beginning net position of the governmental activities and to beginning balances of the governmental funds totaling \$211,961, which was necessary to reclassify the District Attorney General Fund from a special revenue fund to an agency fund.

Other Matters

Required Supplementary Information

Management has omitted the management's discussion and analysis that accounting principles generally accepted in the United States of America require to be presented to supplement the basic financial statements. Such missing 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. Our opinion on the basic financial statements is not affected by this missing information.

Accounting principles generally accepted in the United States of America require that the schedules of funding progress – pension plan and other postemployment benefits plan on pages 89-91 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 Greene County's basic financial statements. The introductory section, combining and individual nonmajor fund financial statements, budgetary comparison schedules of nonmajor governmental funds and the Education Debt Service Fund, combining and individual fund financial statements of the Greene County School Department (a discretely presented component unit), and miscellaneous schedules are presented for purposes of additional analysis and are not a required part of the basic financial statements.

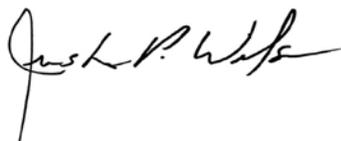
The combining and individual nonmajor fund financial statements, budgetary comparison schedules of nonmajor governmental funds and the Education Debt Service Fund, combining and individual fund financial statements of the Greene County School Department (a discretely presented component unit), and miscellaneous 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 Education Debt Service Fund, combining and individual fund financial statements of the Greene County School Department (a discretely presented component unit), and miscellaneous schedules are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

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

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated February 14, 2014, on our consideration of Greene 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 Greene County's internal control over financial reporting and compliance.

Very truly yours,



Justin P. Wilson
Comptroller of the Treasury
Nashville, Tennessee

February 14, 2014

JPW/sb

BASIC FINANCIAL STATEMENTS

Exhibit A

Greene County, Tennessee
Statement of Net Position
June 30, 2013

	Primary Government Governmental Activities	Component Units		
		Greene County School Department	Emergency Communications District	Greeneville- Greene County Library
<u>ASSETS</u>				
Cash and Cash Equivalents	\$ 148,264	\$ 805,860	\$ 803,464	\$ 337,969
Equity in Pooled Cash and Investments	15,899,934	4,099,681	0	0
Accounts Receivable	812,598	30,892	33,455	249
Allowance for Uncollectibles	(37,312)	0	0	0
Due from Other Governments	1,648,863	1,834,192	28,854	0
Due from Component Units	204,214	0	0	0
Property Taxes Receivable	13,864,935	7,308,690	0	0
Allowance for Uncollectible Property Taxes	(394,599)	(207,862)	0	0
Prepaid Items	5,066	0	16,455	2,839
Unamortized Discount on Debt	48,236	0	0	0
Capital Assets				
Assets Not Depreciated:				
Land	500,320	886,166	0	70,300
Construction in Progress	7,716	0	0	0
Assets Net of Accumulated Depreciation:				
Buildings and Improvements	9,083,411	27,535,753	0	260,417
Other Capital Assets	3,325,116	4,449,756	235,625	76,760
Infrastructure	23,841,582	0	0	0
Total Assets	\$ 68,958,344	\$ 46,743,128	\$ 1,117,853	\$ 748,534
<u>DEFERRED OUTFLOWS OF RESOURCES</u>				
Deferred Charge on Refunding	\$ 941,913	\$ 0	\$ 0	\$ 0
Total Deferred Outflows of Resources	\$ 941,913	\$ 0	\$ 0	\$ 0
<u>LIABILITIES</u>				
Accounts Payable	\$ 203,735	\$ 8,897	\$ 4,042	\$ 3,590
Accrued Payroll	390,032	0	6,167	3,674
Accrued Interest Payable	97,081	0	0	0
Payroll Deductions Payable	180,515	0	0	0
Claims and Judgments Payable	842,316	0	0	0
Due to Primary Government	0	204,214	0	0
Due to Cities	52,835	0	0	0
Other Current Liabilities	12,738	799,660	16,330	0
Unamortized Premium on Debt	532,078	0	0	0
Noncurrent Liabilities:				
Due Within One Year	3,466,671	545,739	0	0
Due in More Than One Year	34,607,632	4,259,320	0	0
Total Liabilities	\$ 40,385,633	\$ 5,817,830	\$ 26,539	\$ 7,264
<u>DEFERRED INFLOWS OF RESOURCES</u>				
Deferred Current Property Taxes	\$ 12,972,311	\$ 6,835,294	\$ 0	\$ 0
Total Deferred Inflows of Resources	\$ 12,972,311	\$ 6,835,294	\$ 0	\$ 0

(Continued)

Exhibit A

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

	Primary Government Governmental Activities	Component Units		
		Greene County School Department	Emergency Communications District	Greeneville- Greene County Library
<u>NET POSITION</u>				
Net Investment in Capital Assets	\$ 20,529,975	\$ 32,871,675	\$ 235,625	\$ 407,477
Restricted for:				
General Government	5,066	0	0	0
Administration of Justice	86,245	0	0	0
Public Safety	306,558	0	0	0
Public Health and Welfare	80,808	0	0	17,921
Highways	3,533,146	0	0	0
Education	0	893,736	0	0
Capital Projects	881,262	77,673	0	0
Unrestricted	(8,880,747)	246,920	855,689	315,872
Total Net Position	<u>\$ 16,542,313</u>	<u>\$ 34,090,004</u>	<u>\$ 1,091,314</u>	<u>\$ 741,270</u>

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

Exhibit B

Greene County, Tennessee
Statement of Activities
For the Year Ended June 30, 2013

Functions/Programs	Net (Expense) Revenue and Changes in Net Position									
	Program Revenues					Primary Component Units				
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Total Governmental Activities	Greene County School Department	Emergency Communications District	Greene County Library	Greene County Library	Greene County Library
Primary Government:										
Governmental Activities:										
General Government	\$ 2,200,090	\$ 430,106	\$ 15,164	\$ 0	\$ (1,754,820)	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Finance	1,801,384	1,460,149	0	0	(341,235)	0	0	0	0	0
Administration of Justice	1,796,272	1,683,852	4,500	7,415	(100,505)	0	0	0	0	0
Public Safety	10,806,271	3,261,823	302,196	0	(7,242,252)	0	0	0	0	0
Public Health and Welfare	6,868,144	4,532,085	408,651	338,775	(1,588,633)	0	0	0	0	0
Social, Cultural, and Recreational Services	217,853	0	0	0	(217,853)	0	0	0	0	0
Agriculture and Natural Resources	213,525	0	0	0	(213,525)	0	0	0	0	0
Other Operations	1,326,060	0	0	1,270,734	(55,326)	0	0	0	0	0
Highways	8,873,553	721,799	2,223,607	303,182	(5,624,965)	0	0	0	0	0
Education	493,836	0	0	0	(493,836)	0	0	0	0	0
Interest on Long-term Debt	1,406,123	0	0	0	(1,406,123)	0	0	0	0	0
Debt Service	137,516	0	0	0	(137,516)	0	0	0	0	0
Total Primary Government	\$ 36,140,627	\$ 12,089,814	\$ 2,954,118	\$ 1,920,106	\$ (19,176,589)	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Component Units:										
Greene County School Department	\$ 57,480,472	\$ 1,426,494	\$ 8,843,056	\$ 484,416	\$ 0	\$ (46,726,506)	\$ 0	\$ 0	\$ 0	\$ 0
Emergency Communications District	816,242	559,402	246,551	0	0	0	(10,289)	0	0	0
Greeneville-Greene County Library	271,254	46,236	0	30,395	0	0	0	0	(194,623)	0
Total Component Units	\$ 58,567,968	\$ 2,032,132	\$ 9,089,607	\$ 514,811	\$ 0	\$ (46,726,506)	\$ (10,289)	\$ 0	\$ (194,623)	\$ 0

(Continued)

Exhibit B

Greene County, Tennessee
Statement of Activities (Cont.)

Functions/Programs	Net (Expense) Revenue and Changes in Net Position						
	Primary Government			Component Units			
	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Greene County School Department	Emergency Communications District	Greene County Library	
General Revenues:							
Taxes:							
Property Taxes Levied for General Purposes				\$ 6,847,561	\$ 0	\$ 0	0
Property Taxes Levied for Debt Service				0	0	0	0
Local Option Sales Taxes				5,243,541	0	0	0
Franchise Taxes				500,072	0	0	0
Other Local Taxes				4,151	0	0	0
Wheel Tax				1,287,442	0	0	0
Litigation Taxes				629,960	0	0	0
Business Tax				581,566	0	0	0
Hotel/Motel Tax				372,851	0	0	0
Mineral Severance Tax				77,354	0	0	0
Wholesale Beer Tax				227,084	0	0	0
Grants and Contributions Not Restricted to Specific Programs				32,743,644	160,000	169,000	169,000
Unrestricted Investment Income				71,527	26,558	1,903	2,378
Miscellaneous				328,221	260,174	52,800	0
Gain on Disposal of Capital Assets				0	11,487	0	0
Total General Revenues				\$ 45,137,271	\$ 214,703	\$ 171,378	
Change in Net Position				\$ (1,589,235)	\$ 204,414	\$ (23,245)	
Net Position, July 1, 2012				35,679,239	886,900	764,515	
Reclassification - See Note I.D.10.				(211,961)	0	0	
Restatement - See Note I.D.9				(378,302)	0	0	
Net Position, June 30, 2013				\$ 16,542,313	\$ 1,091,314	\$ 741,270	

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

Exhibit C-1

Greene County, Tennessee
Balance Sheet
Governmental Funds
June 30, 2013

	Major Funds				Nonmajor Funds		Total Governmental Funds
	General	Special Purpose	Highway / Public Works	Education Debt Service	Other	Governmental Funds	
\$ 357 \$	91,186 \$	0 \$	0 \$	0 \$	10,249 \$	101,792	
4,001,955	2,879,115	3,820,798	728,086	3,605,866	15,035,820	15,035,820	
759,990	2,436	312	83	49,777	812,598	812,598	
(37,312)	0	0	0	0	(37,312)	(37,312)	
993,081	0	425,500	109,578	120,704	1,648,863	1,648,863	
155,669	0	143,023	0	19,498	318,190	318,190	
0	0	0	204,214	0	204,214	204,214	
8,056,702	370,572	2,100,644	1,926,913	1,410,104	13,864,955	13,864,955	
(225,537)	(10,580)	(63,370)	(54,022)	(41,090)	(394,599)	(394,599)	
5,066	0	0	0	0	5,066	5,066	
\$ 13,709,971 \$	3,332,729 \$	6,426,907 \$	2,914,852 \$	5,175,108 \$	31,559,567	31,559,567	

ASSETS

Cash
Equity in Pooled Cash and Investments
Accounts Receivable
Allowance for Uncollectibles
Due from Other Governments
Due from Other Funds
Due from Component Units
Property Taxes Receivable
Allowance for Uncollectible Property Taxes
Prepaid Items

Total Assets

LIABILITIES

Accounts Payable
Accrued Payroll
Payroll Deductions Payable
Claims and Judgments Payable
Due to Other Funds
Due to Cities
Other Current Liabilities
Total Liabilities

DEFERRED INFLOWS OF RESOURCES

Deferred Current Property Taxes
Deferred Delinquent Property Taxes
Other Deferred/Unavailable Revenue
Total Deferred Inflows of Resources

(Continued)

Exhibit C-1

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

	Major Funds				Nonmajor Funds		Total Governmental Funds
	General	Special Purpose	Highway / Public Works	Education Debt Service	Other Governmental Funds	Governmental Funds	
\$ 5,066 \$	0 \$	0 \$	0 \$	0 \$	0 \$	0 \$	5,066
86,245	0	0	0	0	0	0	86,245
19,402	0	0	0	0	287,156	0	306,558
80,808	0	0	0	0	0	0	80,808
0	0	3,430,512	0	0	0	0	3,430,512
0	0	0	0	0	1,710,299	0	1,710,299
133,823	2,148,137	0	0	0	0	0	2,281,960
16,020	0	0	0	0	0	0	16,020
12,050	0	0	0	0	0	0	12,050
157,595	0	0	0	0	0	0	157,595
61,156	0	0	0	0	1,374,659	0	1,435,815
0	0	696,663	0	0	0	0	696,663
0	0	0	1,005,641	0	0	0	1,005,641
719,833	0	0	0	0	0	0	719,833
3,101,246	0	0	0	0	(46,061)	0	3,055,185
\$ 4,393,244 \$	2,148,137 \$	4,127,175 \$	1,005,641 \$	1,005,641 \$	3,326,053 \$	0	15,000,250
\$ 13,709,971 \$	3,332,729 \$	6,426,907 \$	2,914,852 \$	2,914,852 \$	5,175,108 \$	0	31,559,567

FUND BALANCES

Nonspendable:

Prepaid Items

Restricted:

Restricted for Administration of Justice

Restricted for Public Safety

Restricted for Public Health and Welfare

Restricted for Highways/Public Works

Restricted for Capital Projects

Committed:

Committed for General Government

Committed for Finance

Committed for Administration of Justice

Committed for Public Safety

Committed for Public Health and Welfare

Committed for Highways/Public Works

Committed for Debt Service

Assigned:

Assigned for General Government

Unassigned

Total Fund Balances

Total Liabilities, Deferred Inflows of Resources, and Fund Balances

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

Exhibit C-2

Greene County, Tennessee
Reconciliation of the Balance Sheet of Governmental Funds
to the Statement of Net Position
June 30, 2013

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)		\$ 15,000,250
(1) Capital assets used in governmental activities are not financial resources and therefore are not reported in the governmental funds.		
Add: land	\$ 500,320	
Add: construction in progress	7,716	
Add: infrastructure net of accumulated depreciation	23,841,582	
Add: buildings and improvements net of accumulated depreciation	9,083,411	
Add: other capital assets net of accumulated depreciation	<u>3,325,116</u>	36,758,145
(2) Internal service funds are used by management to charge the cost of employee health insurance to individual funds. The assets and liabilities of the internal service fund are included in governmental activities in the statement of net position.		881,311
(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	\$ (98,997)	
Less: other loans payable	(2,845,000)	
Less: bonds payable	(33,630,000)	
Add: deferred amount on refunding	941,913	
Add: unamortized discount on debt	48,236	
Less: compensated absences payable	(880,406)	
Less: other postemployment benefits liability	(619,900)	
Less: accrued interest on bonds, notes, and other loans payable	(97,081)	
Less: other deferred revenue - premium on debt	<u>(532,078)</u>	(37,713,313)
(4) Other long-term assets are not available to pay for current-period expenditures and therefore are deferred in the governmental funds.		
Add: deferred delinquent property taxes and other deferred June 30, 2013		<u>1,615,920</u>
Net position of governmental activities (Exhibit A)		<u>\$ 16,542,313</u>

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

Exhibit C-3

Greene County, Tennessee
Statement of Revenues, Expenditures,
and Changes in Fund Balances
Governmental Funds
For the Year Ended June 30, 2013

	Major Funds					Nonmajor Funds		Total Governmental Funds
	General	Special Purpose	Highway / Public Works	Education Debt Service	Other			
					Governmental Funds	Governmental Funds		
<u>Revenues</u>								
Local Taxes	\$ 9,211,242	\$ 350,571	\$ 2,925,353	\$ 2,483,221	\$ 3,102,789	\$ 18,073,176		
Licenses and Permits	574,597	0	0	0	0	574,597		
Fines, Forfeitures, and Penalties	645,942	0	0	0	159,687	805,629		
Charges for Current Services	3,404,330	0	0	0	167,971	3,572,301		
Other Local Revenues	671,688	19,466	89,016	11,286	1,214,329	2,005,785		
Fees Received from County Officials	2,779,101	0	0	0	0	2,779,101		
State of Tennessee	2,200,755	1,095,024	2,509,140	0	164,761	5,969,680		
Federal Government	256,674	0	13,295	0	354,400	624,369		
Other Governments and Citizens Groups	855,092	0	630,001	204,214	1,135,734	2,825,041		
<u>Total Revenues</u>	<u>\$ 20,599,421</u>	<u>\$ 1,465,061</u>	<u>\$ 6,166,805</u>	<u>\$ 2,698,721</u>	<u>\$ 6,299,671</u>	<u>\$ 37,229,679</u>		
<u>Expenditures</u>								
Current:								
General Government	\$ 1,439,299	\$ 625,938	\$ 0	\$ 0	\$ 0	\$ 2,065,237		
Finance	1,775,617	0	0	0	0	1,775,617		
Administration of Justice	1,752,380	0	0	0	13,780	1,766,160		
Public Safety	10,673,641	0	0	0	57,030	10,730,671		
Public Health and Welfare	4,498,008	0	0	0	1,972,712	6,470,720		
Social, Cultural, and Recreational Services	85,500	0	0	0	0	85,500		
Agriculture and Natural Resources	213,186	0	0	0	0	213,186		
Other Operations	772,433	0	0	0	0	772,433		
Highways	0	0	7,881,471	0	63,489	7,944,960		
Debt Service:								
Principal on Debt	0	0	0	1,790,242	1,200,000	2,990,242		
Interest on Debt	0	0	0	884,180	526,751	1,410,931		
Other Debt Service	0	0	0	46,984	19,064	66,048		
Capital Projects	0	0	0	0	1,085,378	1,085,378		
Capital Projects - Donated	0	0	0	0	484,416	484,416		
<u>Total Expenditures</u>	<u>\$ 21,210,064</u>	<u>\$ 625,938</u>	<u>\$ 7,881,471</u>	<u>\$ 2,721,406</u>	<u>\$ 5,422,620</u>	<u>\$ 37,861,499</u>		
Excess (Deficiency) of Revenues Over Expenditures	\$ (610,643)	\$ 839,123	\$ (1,714,666)	\$ (22,685)	\$ 877,051	\$ (631,820)		

(Continued)

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

	Major Funds					Nonmajor Funds		Total Governmental Funds
	General	Special Purpose	Highway / Public Works	Education Debt Service	Other Governmental Funds	Governmental Funds		
<u>Other Financing Sources (Uses)</u>								
Notes Issued	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 484,416	\$ 484,416	484,416
Insurance Recovery	16,491	14,471	14,997	0	0	2,444	2,444	48,403
Transfers In	3,926	0	2,313,343	30,637	0	0	0	2,347,906
Transfers Out	0	0	0	0	0	(2,347,906)	(2,347,906)	(2,347,906)
Total Other Financing Sources (Uses)	\$ 20,417	\$ 14,471	\$ 2,328,340	\$ 30,637	\$ (1,861,046)	\$ 532,819	\$ 532,819	
Net Change in Fund Balances	\$ (590,226)	\$ 853,594	\$ 613,674	\$ 7,952	\$ (983,995)	\$ (99,001)	\$ (99,001)	
Reclassification - See Note I.D.10.	0	0	0	0	(211,961)	(211,961)	(211,961)	
Fund Balance, July 1, 2012	4,983,470	1,294,543	3,513,501	997,689	4,522,009	15,311,212	15,311,212	
Fund Balance, June 30, 2013	\$ 4,393,244	\$ 2,148,137	\$ 4,127,175	\$ 1,005,641	\$ 3,326,053	\$ 15,000,250	\$ 15,000,250	

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

Exhibit C-4

Greene 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, 2013

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)	\$	(99,001)
<p>(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:</p>		
Add: capital assets purchased in the current period	\$	2,148,416
Less: current-year depreciation expense		<u>(3,094,311)</u>
		(945,895)
<p>(2) The net effect of various miscellaneous transactions involving capital assets (sales, trade-ins, and donations) is to decrease net position.</p>		
Less: net book value of assets disposed		(20,799)
<p>(3) Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.</p>		
Add: unearned revenue June 30, 2012	\$	13,623
Add: deferred delinquent property taxes and other deferred June 30, 2013		1,615,920
Less: deferred delinquent property taxes and other deferred June 30, 2012		<u>(1,564,567)</u>
		64,976
<p>(4) The issuance of long-term debt (e.g., bonds, notes, other loans) 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:</p>		
Less: note proceeds	\$	(484,416)
Add: change in premium on debt issuances		95,634
Less: change in unamortized discount on debt		(5,781)
Add: principal payments on bonds		1,575,000
Add: principal payments on notes		510,242
Add: principal payments on other loans		905,000
Less: change in deferred amount on refunding debt		<u>(161,326)</u>
		2,434,353
<p>(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.</p>		
Change in accrued interest payable	\$	4,808
Change in compensated absences payable		11,407
Change in other postemployment benefits liability		<u>(99,400)</u>
		(83,185)
<p>(6) Internal service funds are used by management to charge the cost of employee health benefits to individual funds. The net revenue (expense) of certain activities of the internal service fund is reported with governmental activities in the statement of activities.</p>		
		<u>(91,637)</u>
Change in net position of governmental activities (Exhibit B)	\$	<u><u>1,258,812</u></u>

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

Exhibit C-5

Greene County, Tennessee
Statement of Revenues, Expenditures, and Changes
in Fund Balance - Actual (Budgetary Basis) and Budget
General Fund
For the Year Ended June 30, 2013

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2012	Add: Encumbrances 6/30/2013	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
<u>Revenues</u>							
Local Taxes	\$ 9,211,242	\$ 0	\$ 0	\$ 9,211,242	\$ 9,224,138	\$ 9,224,138	\$ (12,896)
Licenses and Permits	574,597	0	0	574,597	319,000	319,000	255,597
Fines, Forfeitures, and Penalties	645,942	0	0	645,942	632,250	632,250	13,692
Charges for Current Services	3,404,330	0	0	3,404,330	3,531,900	3,584,400	(180,070)
Other Local Revenues	671,688	0	0	671,688	610,500	639,549	32,139
Fees Received from County Officials	2,779,101	0	0	2,779,101	2,642,300	2,628,300	150,801
State of Tennessee	2,200,755	0	0	2,200,755	1,970,945	1,979,895	220,860
Federal Government	256,674	0	0	256,674	518,992	764,287	(507,613)
Other Governments and Citizens Groups	855,092	0	0	855,092	953,000	955,799	(100,707)
<u>Total Revenues</u>	<u>\$ 20,599,421</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 20,599,421</u>	<u>\$ 20,403,025</u>	<u>\$ 20,727,618</u>	<u>\$ (128,197)</u>
<u>Expenditures</u>							
<u>General Government</u>							
County Commission	\$ 47,305	\$ 0	\$ 50	\$ 47,355	\$ 51,171	\$ 51,171	\$ 3,816
County Mayor/Executive	186,431	(121)	540	186,850	197,251	197,251	10,401
County Attorney	150,891	(20)	0	150,871	154,906	154,906	4,035
Election Commission	323,829	(18,665)	0	305,164	385,892	385,892	80,728
Register of Deeds	337,765	0	3,779	341,544	343,531	343,531	1,987
Planning	74,963	0	0	74,963	76,166	76,166	1,203
Codes Compliance	3,075	0	500	3,575	10,500	10,500	6,925
Geographical Information Systems	17,078	(1,616)	0	15,462	25,299	25,299	9,837
County Buildings	297,962	(4,812)	128,954	422,104	285,705	428,651	6,547
<u>Finance</u>							
Accounting and Budgeting	372,409	(9,705)	0	362,704	383,763	383,763	21,059
Purchasing	119,091	(1,305)	30	117,816	120,906	121,444	3,628
Property Assessor's Office	532,045	(3,394)	0	528,651	579,085	579,085	50,434
Reappraisal Program	3,683	(905)	68	2,846	10,805	10,805	7,959
County Trustee's Office	282,483	0	0	282,483	287,341	287,341	4,858
County Clerk's Office	465,906	(322)	15,922	481,506	536,461	536,461	54,955

(Continued)

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

	Actual (GAAP Basis)	Less:		Add: 6/30/2013 Encumbrances	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
		7/1/2012				Original	Final	
		Encumbrances	7/1/2012					
Expenditures (Cont.)								
Administration of Justice								
Circuit Court	\$ 655,611	\$ (15,058)	\$ 2,178	\$ 642,731	\$ 703,758	\$ 705,738	\$ 63,007	
General Sessions Court	371,937	0	0	371,937	356,633	381,633	9,696	
Drug Court	25,346	0	0	25,346	0	0	(25,346)	
Chancery Court	322,084	0	0	322,084	317,012	324,462	2,378	
Juvenile Court	140,092	(635)	0	139,457	158,693	158,693	19,236	
District Attorney General	4,156	0	0	4,156	5,390	5,390	1,234	
Probate Court	41,940	(3,794)	799	38,945	41,630	41,630	2,685	
Other Administration of Justice	10,542	(594)	454	10,402	9,120	9,120	(1,282)	
Courtroom Security	180,672	(27,434)	8,619	161,857	190,799	190,799	28,942	
Public Safety								
Sheriff's Department	4,501,223	(107,671)	57,680	4,451,232	4,456,370	4,560,206	108,974	
Special Patrols	300,643	(88,809)	11,907	223,741	221,399	232,459	8,718	
Administration of the Sexual Offender Registry	5,390	(543)	0	4,847	2,638	19,118	14,271	
Jail	5,020,703	(261,255)	63,695	4,823,143	4,982,090	4,982,353	159,210	
Juvenile Services	96,552	(8,053)	6,720	95,219	112,000	112,000	16,781	
Civil Defense	291,787	(7,826)	11,042	295,003	140,996	336,805	41,802	
Rescue Squad	0	0	0	0	4,900	4,900	4,900	
Disaster Relief	143,537	(36)	0	143,501	120,000	151,971	8,470	
Other Emergency Management	3,167	0	5,949	9,116	14,000	14,000	4,884	
Inspection and Regulation	166,002	(618)	600	165,984	176,869	176,689	10,705	
County Coroner/Medical Examiner	144,309	0	0	144,309	122,260	147,211	2,902	
Other Public Safety	328	0	0	328	3,000	3,000	2,672	
Public Health and Welfare								
Local Health Center	519,845	(15,220)	49,207	553,832	589,521	594,140	40,308	
Rabies and Animal Control	167,066	(3,940)	1,242	164,368	169,721	169,721	5,353	
Ambulance/Emergency Medical Services	3,306,102	(5,397)	10,709	3,311,414	3,296,139	3,339,071	27,657	
Alcohol and Drug Programs	12,674	0	0	12,674	11,989	11,989	(685)	
Other Local Health Services	332,822	0	0	332,822	368,500	368,500	35,678	

(Continued)

Exhibit C-5

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

	Actual (GAAP Basis)	Less:		Add: 6/30/2013	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
		7/1/2012	Encumbrances			Original	Final	
<u>Expenditures (Cont.)</u>								
<u>Public Health and Welfare (Cont.)</u>								
Appropriation to State	\$ 67,000	\$ 0	\$ 0	\$ 67,000	\$ 67,000	\$ 67,000	\$ 0	
Waste Pickup	92,499	(107)	0	92,392	102,101	102,101	9,709	
<u>Social, Cultural, and Recreational Services</u>								
Libraries	85,500	0	0	85,500	84,500	85,500	0	
<u>Agriculture and Natural Resources</u>								
Agriculture Extension Service	122,065	(837)	0	121,228	125,415	125,595	4,367	
Forest Service	1,470	0	0	1,470	1,470	1,470	0	
Soil Conservation	89,651	0	0	89,651	90,494	90,494	843	
<u>Other Operations</u>								
Tourism	79,938	0	0	79,938	83,631	83,631	3,693	
Industrial Development	79,938	0	0	79,938	83,631	83,631	3,693	
Airport	30,380	0	0	30,380	0	30,380	0	
Veterans' Services	71,407	0	0	71,407	76,753	76,753	5,346	
Other Charges	5,955	0	0	5,955	5,955	5,955	0	
Contributions to Other Agencies	316,700	0	0	316,700	243,180	319,680	2,980	
Miscellaneous	188,115	(4,420)	0	183,695	215,250	215,250	31,555	
Total Expenditures	\$ 21,210,064	\$ (593,112)	\$ 380,644	\$ 20,997,596	\$ 21,203,589	\$ 21,921,304	\$ 923,708	
<u>Excess (Deficiency) of Revenues</u>								
Over Expenditures	\$ (610,643)	\$ 593,112	\$ (380,644)	\$ (398,175)	\$ (800,564)	\$ (1,193,686)	\$ 795,511	
<u>Other Financing Sources (Uses)</u>								
Insurance Recovery	\$ 16,491	\$ 0	\$ 0	\$ 16,491	\$ 0	\$ 12,757	\$ 3,734	
Transfers In	3,926	0	0	3,926	3,540	11,392	(7,466)	
Total Other Financing Sources	\$ 20,417	\$ 0	\$ 0	\$ 20,417	\$ 3,540	\$ 24,149	\$ (3,732)	
Net Change in Fund Balance	\$ (590,226)	\$ 593,112	\$ (380,644)	\$ (377,758)	\$ (797,024)	\$ (1,169,537)	\$ 791,779	
Fund Balance, July 1, 2012	4,983,470	(593,112)	0	4,390,358	4,031,954	4,031,954	358,404	
Fund Balance, June 30, 2013	\$ 4,393,244	\$ 0	\$ (380,644)	\$ 4,012,600	\$ 3,234,930	\$ 2,862,417	\$ 1,150,183	

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

Exhibit C-6

Greene County, Tennessee
Statement of Revenues, Expenditures, and Changes
in Fund Balance - Actual and Budget
Special Purpose Fund
For the Year Ended June 30, 2013

	Actual	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
		Original	Final	
<u>Revenues</u>				
Local Taxes	\$ 350,571	\$ 348,410	\$ 348,410	\$ 2,161
Charges for Current Services	0	15,000	15,000	(15,000)
Other Local Revenues	19,466	12,900	12,900	6,566
State of Tennessee	1,095,024	1,030,000	1,030,000	65,024
Total Revenues	<u>\$ 1,465,061</u>	<u>\$ 1,406,310</u>	<u>\$ 1,406,310</u>	<u>\$ 58,751</u>
<u>Expenditures</u>				
<u>General Government</u>				
Risk Management	\$ 625,938	\$ 1,406,900	\$ 1,406,900	\$ 780,962
Total Expenditures	<u>\$ 625,938</u>	<u>\$ 1,406,900</u>	<u>\$ 1,406,900</u>	<u>\$ 780,962</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ 839,123</u>	<u>\$ (590)</u>	<u>\$ (590)</u>	<u>\$ 839,713</u>
<u>Other Financing Sources (Uses)</u>				
Insurance Recovery	\$ 14,471	\$ 0	\$ 0	\$ 14,471
Transfers Out	0	(3,540)	(3,540)	3,540
Total Other Financing Sources	<u>\$ 14,471</u>	<u>\$ (3,540)</u>	<u>\$ (3,540)</u>	<u>\$ 18,011</u>
Net Change in Fund Balance	\$ 853,594	\$ (4,130)	\$ (4,130)	\$ 857,724
Fund Balance, July 1, 2012	<u>1,294,543</u>	<u>1,469,256</u>	<u>1,468,256</u>	<u>(173,713)</u>
Fund Balance, June 30, 2013	<u>\$ 2,148,137</u>	<u>\$ 1,465,126</u>	<u>\$ 1,464,126</u>	<u>\$ 684,011</u>

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

Exhibit C-7

Greene 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, 2013

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2012	Add: Encumbrances 6/30/2013	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
Revenues							
Local Taxes	\$ 2,925,353	\$ 0	\$ 0	\$ 2,925,353	\$ 2,905,545	\$ 2,905,545	\$ 19,808
Other Local Revenues	89,016	0	0	89,016	16,000	52,438	36,578
State of Tennessee	2,509,140	0	0	2,509,140	2,891,000	2,891,000	(381,860)
Federal Government	13,295	0	0	13,295	213,928	213,928	(200,633)
Other Governments and Citizens Groups	630,001	0	0	630,001	0	230,766	399,235
Total Revenues	\$ 6,166,805	\$ 0	\$ 0	\$ 6,166,805	\$ 6,026,473	\$ 6,293,677	\$ (126,872)
Expenditures							
Highways							
Administration	\$ 245,757	(1,355)	329	244,731	251,405	252,405	7,674
Highway and Bridge Maintenance	2,833,959	(261,943)	45,040	2,617,056	4,160,483	3,864,786	1,247,730
Operation and Maintenance of Equipment	1,036,298	(122,006)	15,785	930,077	1,146,900	1,146,900	216,823
Asphalt Plant Operations	2,787,579	(350)	67,739	2,854,968	893,924	3,682,872	827,904
Other Charges	97,404	0	0	97,404	199,795	199,795	102,391
Capital Outlay	880,474	(454,524)	39,205	465,155	430,000	466,151	996
Total Expenditures	\$ 7,881,471	\$ (840,178)	\$ 168,098	\$ 7,209,391	\$ 7,082,507	\$ 9,612,909	\$ 2,403,518
Excess (Deficiency) of Revenues Over Expenditures	\$ (1,714,666)	\$ 840,178	\$ (168,098)	\$ (1,042,586)	\$ (1,056,034)	\$ (3,319,232)	\$ 2,276,646
Other Financing Sources (Uses)							
Insurance Recovery	\$ 14,997	\$ 0	\$ 0	\$ 14,997	\$ 0	\$ 8,198	\$ 6,799
Transfers In	2,313,343	0	0	2,313,343	0	2,255,000	58,343
Total Other Financing Sources	\$ 2,328,340	\$ 0	\$ 0	\$ 2,328,340	\$ 0	\$ 2,263,198	\$ 65,142
Net Change in Fund Balance Fund Balance, July 1, 2012	\$ 613,674	\$ 840,178	\$ (168,098)	\$ 1,285,754	\$ (1,056,034)	\$ (1,056,034)	\$ 2,341,788
Fund Balance, July 1, 2012	\$ 3,513,501	\$ (840,178)	\$ 0	\$ 2,673,323	\$ 3,336,495	\$ 3,336,495	\$ (663,172)
Fund Balance, June 30, 2013	\$ 4,127,175	\$ 0	\$ (168,098)	\$ 3,959,077	\$ 2,280,461	\$ 2,280,461	\$ 1,678,616

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

Exhibit D-1

Greene County, Tennessee
Statement of Net Position
Proprietary Fund
June 30, 2013

	Governmental Activities - Internal Service Fund <u>Employee</u> Insurance - <u>Health</u>
<u>ASSETS</u>	
Current Assets:	
Cash	\$ 46,472
Equity in Pooled Cash and Investments	864,114
Total Assets	<u>\$ 910,586</u>
<u>LIABILITIES</u>	
Current Liabilities:	
Accounts Payable	\$ 14,972
Claims and Judgments Payable	14,303
Total Liabilities	<u>\$ 29,275</u>
<u>NET POSITION</u>	
Unrestricted	<u>\$ 881,311</u>
Total Net Position	<u>\$ 881,311</u>

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

Exhibit D-2

Greene County, Tennessee
Statement of Revenues, Expenses, and Changes
in Net Position
Proprietary Fund
For the Year Ended June 30, 2013

	<u>Governmental Activities - Internal Service Fund Employee Insurance - Health</u>
<u>Operating Revenues</u>	
Charges for Services	\$ 4,467,717
Total Operating Revenue	<u>\$ 4,467,717</u>
<u>Operating Expenses</u>	
Handling Charges and Administrative Costs	\$ 603,699
Medical Insurance	203,526
Communication	1,922
Contracts with Private Agencies	156,142
Maintenance and Repair Services - Office Equipment	165
Drugs and Medical Supplies	30,727
Other Supplies and Materials	6,842
Medical Claims	3,556,355
Total Operating Expenses	<u>\$ 4,559,378</u>
Operating Income (Loss)	<u>\$ (91,661)</u>
<u>Nonoperating Revenues (Expenses)</u>	
Investment Income	\$ 24
Total Nonoperating Revenues (Expenses)	<u>\$ 24</u>
Change in Net Position	\$ (91,637)
Net Position, July 1, 2012	<u>972,948</u>
Net Position, June 30, 2013	<u><u>\$ 881,311</u></u>

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

Greene County, Tennessee
Statement of Cash Flows
Proprietary Fund
For the Year Ended June 30, 2013

	<u>Governmental Activities - Internal Service Fund Employee Insurance - Health</u>
<u>Cash Flows from Operating Activities</u>	
Receipts for Self Insurance Premiums	\$ 4,456,063
Payments to Vendors	(181,419)
Payments to Fiscal Agents	(602,652)
Payments to Insurers	(203,526)
Payments for Claims	(3,717,638)
Receipts for Excess Risk Recoveries	158,955
Net Cash Provided By (Used In) Operating Activities	<u>\$ (90,217)</u>
<u>Cash Flows from Investing Activities</u>	
Interest on Investments	<u>\$ 24</u>
Net Cash Provided By (Used In) Investing Activities	<u>\$ 24</u>
Increase (Decrease) in Cash	\$ (90,193)
Cash, July 1, 2012	<u>1,000,779</u>
Cash, June 30, 2013	<u><u>\$ 910,586</u></u>
<u>Reconciliation of Operating Income (Loss) to Net Cash Provided By (Used In) Operating Activities</u>	
Operating Income (Loss)	\$ (91,661)
Adjustments to Reconcile Net Operating Income (Loss) to Net Cash Provided By (Used In) Operating Activities:	
Changes in Assets and Liabilities:	
(Increase) Decrease in Current Operating Receivables	64,796
Increase (Decrease) in Accounts Payable	(66,001)
Increase (Decrease) in Claims and Judgments Payable	14,303
Increase (Decrease) in Due to Other Funds	<u>(11,654)</u>
Net Cash Provided By (Used In) Operating Activities	<u><u>\$ (90,217)</u></u>
<u>Reconciliation of Cash With Statement of Net Position</u>	
Cash Per Net Position	\$ 46,472
Equity in Pooled Cash and Investments Per Statement of Net Position	<u>864,114</u>
Cash, June 30, 2013	<u><u>\$ 910,586</u></u>

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

Exhibit E

Greene County, Tennessee
Statement of Fiduciary Assets and Liabilities
Fiduciary Funds
June 30, 2013

	<u>Agency Funds</u>
<u>ASSETS</u>	
Cash	\$ 2,300,498
Equity in Pooled Cash and Investments	258,309
Due from Other Governments	1,628,830
Due from Other Funds	32,007
Property Taxes Receivable	3,159,486
Allowance for Uncollectible Property Taxes	<u>(89,857)</u>
Total Assets	<u>\$ 7,289,273</u>
<u>LIABILITIES</u>	
Accounts Payable	\$ 7,389
Due to Other Funds	3,304
Due to Other Taxing Units	4,702,338
Due to Litigants, Heirs, and Others	2,527,852
Due to Joint Ventures	<u>48,390</u>
Total Liabilities	<u>\$ 7,289,273</u>

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

GREENE COUNTY, TENNESSEE
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GREENE COUNTY, TENNESSEE
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended June 30, 2013

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Greene 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 Greene County:

A. Reporting Entity

Greene County is a public municipal corporation governed by an elected 21-member board. As required by GAAP, these financial statements present Greene 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 Greene County School Department operates the public school system in the county, and the voters of Greene County elect its board. The School Department is fiscally dependent on the county because it may not issue debt and its budget and property tax levy are subject to the County Commission's approval. The School Department's taxes are levied under the taxing authority of the county and are included as part of the county's total tax levy.

The Greeneville-Greene County Emergency Communications District provides a simplified means of securing emergency services through a uniform emergency number for the residents of Greene County, and the Greene County Commission appoints its governing body. The district is funded primarily through a service charge levied on telephone services. Before the issuance of most debt instruments, the district must obtain the County Commission's approval.

The Greeneville-Greene County Library serves all citizens of Greene County and is governed by a board appointed by the County Commission. The library generates its operating revenue from donations, fines, copy fees, and appropriations from the county and the Town of Greeneville. For the year ended June 30, 2013, the county remitted \$85,500 to the library to subsidize its operations. In prior years the Greeneville/Greene County Library was reported as a joint venture. However, it is now considered a discretely

presented component unit because the County Commission approves its board and there is a financial burden relationship.

The Greene 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 Greeneville-Greene County Emergency Communications District and the Greeneville-Greene County Library can be obtained from their administrative offices at the following addresses:

Administrative Offices:

Greeneville-Greene County Emergency
Communications District
111 Union Street
Greeneville, TN 37843

Greeneville-Greene County Library
210 North Main Street
Greeneville, TN 37843

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 the government-wide financial statements. However, the primary government of Greene County does not have any business-type activities to report. Likewise, the primary government is reported separately from certain legally separate component units for which the primary government is financially accountable. The Greene 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.

Greene County issues all debt for the discretely presented Greene County School Department. Net debt issues of \$484,416 were contributed by the county to the School Department during the year ended June 30, 2013.

Separate financial statements are provided for governmental funds, proprietary funds, and fiduciary funds. The internal service fund is 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 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 fund 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 Greene 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. Funds are organized into three major categories: governmental, proprietary, and fiduciary. An emphasis is placed on major funds within the governmental category. Greene County only reports one proprietary fund, an internal service fund.

Separate financial statements are provided for governmental funds, proprietary funds, and fiduciary funds. Major individual governmental funds 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 fund 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, including grants and similar items, to be available if they are collected within 30 days after year-end, and all eligibility requirements imposed by providers have been met. The discretely presented Greene County School Department considers revenues other than grants to be available if they are collected within 30 days after year-end and considers grants and similar revenues to be available if they are collected within 60 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. Expenditures are generally recognized under the modified accrual basis of accounting when the related fund liability is incurred. Principal and interest on long-term debt are recognized as fund liabilities when due or when amounts have been accumulated in the debt service funds for payments to be made early in the following year.

Property taxes for the period levied, in-lieu-of tax payments, sales taxes, interest, and miscellaneous taxes are all considered to be susceptible to accrual and have been recognized as revenues of the current period. Applicable business taxes, litigation taxes, state-shared excise taxes, fines, forfeitures, and penalties are not susceptible to accrual since they are not measurable (reasonably estimable). All other revenue items are considered to be measurable and available only when the county receives cash.

Proprietary funds and fiduciary funds financial statements are reported using the economic resources measurement focus, except for agency funds, which have no measurement focus, and the accrual basis of accounting. Revenues are recognized when earned, and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Grants and similar items are recognized as revenues as soon as all eligibility requirements imposed by the provider have been met.

Greene 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.

Special Purpose Fund – This special revenue fund accounts for the financial transactions pertaining to Greene County’s and the Greene County School Department’s workers’ compensation and general liability insurance coverage plans. Local taxes and State Revenue Sharing - TVA funds are the foundational revenues of this fund.

Highway/Public Works Fund – This special revenue fund accounts for transactions of the county’s Highway Department. Local and state gasoline/fuel taxes are the foundational revenues of this fund.

Education Debt Service Fund – This fund accounts for the resources accumulated and payments made for principal and interest

on long-term general obligation debt issued for the Greene County School Department.

Additionally, Greene County reports the following fund types:

Capital Projects Funds – These funds are used to account for financial resources to be used in the acquisition or construction of major capital facilities.

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

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 Greene County, the city school system's share 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 Greene County School Department reports the following major governmental fund:

General Purpose School Fund – This fund is the primary operating fund for the School Department. It is used to account for general operations of the School Department.

Additionally, the Greene County School Department reports the following fund types:

Special Revenue Funds – These funds account for and report the proceeds of specific revenue sources that are restricted or committed to expenditure for specific purposes other than debt service or capital projects.

Capital Projects Fund – The Education Capital Projects Fund is used to account for building construction and renovations for the School Department.

Amounts reported as program revenues include (1) charges to customers or applicants for goods, services, or privileges provided; (2) operating grants and contributions; and (3) capital grants and contributions. Internally dedicated

resources are reported as general revenues rather than as program revenues. Likewise, general revenues include all taxes.

Proprietary funds distinguish operating revenues and expenses from nonoperating items. The county has one proprietary fund, an internal service fund, which is used to account for the employees' health insurance program. Operating revenues and expenses generally result from providing services in connection with the fund's principal ongoing operations. The principal operating revenues of the county's internal service fund are charges for services. Operating expenses for the internal service fund will include administrative expenses and health insurance costs.

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 Greene 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 pooled investments is assigned to the various funds based on the approved budgets. Greene 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. No investments required to be reported at fair value were held at the balance sheet date.

2. Receivables and Payables

Activity between funds for unremitted current collections outstanding at the end of the fiscal year is referred to as due to/from other funds.

All ambulance and property taxes receivable 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 1.5 percent of total taxes levied.

Property taxes receivable are recognized as of the date an enforceable legal claim to the taxable property arises. This date is January 1 and is referred to as the lien date. However, revenues from property taxes are recognized in the period for which the taxes are levied, which is the ensuing fiscal year. Since the receivable is recognized before the period of revenue recognition, the entire amount of the receivable, less an estimated allowance for uncollectible taxes, is reported as a deferred inflow of resources as of June 30.

Property taxes receivable are also reported as of June 30 for the taxes that are levied, collected, and reported as revenue during the current fiscal year. These property taxes receivable are presented on the balance sheet as a deferred inflow of resources to reflect amounts not available as of June 30. Property taxes collected within 30 days of year-end are considered available and accrued. The allowance for uncollectible taxes represents the estimated amount of the receivable that will be filed in court for collection. Delinquent taxes filed in court for collection are not included in taxes receivable since they are neither measurable nor available.

Property taxes are levied as of the first Monday in October. Taxes become delinquent and begin accumulating interest and penalty the following March 1. Suit must be filed in Chancery Court between the following February 1 to April 1 for any remaining unpaid taxes. Additional costs attach to delinquent taxes after a court suit has been filed.

Most payables are disaggregated on the face of the financial statements. Claims and judgments payable totaling \$842,316 are discussed in Note V.A., Risk Management. The \$799,660 balance in Other Current Liabilities on the Statement of Net Position for the

School Department represents the remaining balance in the teachers' insurance clearing account.

3. Prepaid Items

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both the government-wide and fund financial statements. The cost of prepaid items is recorded as an expenditure when consumed rather than when purchased. Prepaids are offset in the nonspendable fund balance account in governmental funds.

4. Capital Assets

Governmental funds do not capitalize the cost of capital outlays; these funds report capital outlays as expenditures upon acquisition.

Capital assets, which include property, plant, equipment, and infrastructure assets (e.g., roads, bridges, and similar items), are reported in the governmental column 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 (\$7,500 for like items purchased at the same time) and an estimated useful life of more than three years. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair market value at the date of donation.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend assets' lives are not capitalized. Major outlays for capital assets and improvements are capitalized as projects are constructed.

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

<u>Assets</u>	<u>Years</u>
Buildings and Improvements	30 - 40
Other Capital Assets	3 - 12
Infrastructure	3 - 75

5. Deferred Outflows/Inflows of Resources

In addition to assets, the Statement of Net Position will sometimes report a separate section for deferred outflows of resources. This

separate financial statement element, deferred outflows of resources, represents a consumption of net position that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then. The government only has one item that qualifies for reporting in this category. It is the deferred charge on refunding reported in the government-wide Statement of Net Position. A deferred charge on refunding results from the difference in the carrying value of refunded debt and its acquisition 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 revenues are from the following sources: current and delinquent property taxes and other receivables for revenues, which do not meet the availability criteria for governmental funds. These amounts are deferred and recognized as an inflow of resources in the period that the amounts become available.

6. Compensated Absences

It is the county's and the discretely presented School Department's policy to permit employees to accumulate earned but unused vacation and sick leave benefits. There is no liability for unpaid accumulated sick leave since neither Greene County nor the School Department has policies to pay any amounts when employees separate from service with the government. All vacation pay is accrued when incurred in the government-wide financial statements for the county and the 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 applicable 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 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, claims and judgments, other postemployment benefits, and special termination 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 fund 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, 2013, Greene County had \$19,243,997 in outstanding debt for capital purposes for the discretely presented Greene County School Department. This debt is a liability of Greene County, but the capital assets acquired are reported in the financial statements of the School Department. Therefore, Greene County has incurred a liability significantly decreasing its unrestricted net position with no corresponding increase in the county's capital assets.

It is the county's policy that 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. 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 Commission makes assignments for the General Government, and the Board of Education makes assignments for the School Department. Assigned fund balance of \$719,833 in the General Fund consists of the amount of fund balance approved for use in the budget for fiscal year ending June 30, 2014. Assigned fund balance of \$978,008 in the discretely presented School Department's General Purpose School Fund consists of \$962,319 assigned for encumbrances and \$15,689 for the Bridges for Success Program.

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

Prior to July 1, 2012, debt issuance costs were deferred and amortized over the life of the debt; however, with the implementation of GASB Statement No. 65, debt issuance costs become period costs. A restatement to beginning net position totaling \$378,302 has been recognized for accumulated debt issuance costs on the government-wide financial statements.

10. Reclassification

In prior years, the District Attorney General Fund was classified as a special revenue fund; however, effective July 1, 2012, this fund has been reclassified as an agency fund to better reflect the control of these funds by the district attorney general. A reclassification to beginning balances totaling \$211,961 has been recognized in the government-wide and the governmental funds financial statements.

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 government funds with the government-wide Statement of Net Position.

Discretely Presented Greene County School Department

Exhibit J-3 includes explanations of the nature of individual elements of items required to reconcile the balance sheet of government 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 Greene County School Department

Exhibit J-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

In prior years, the budgetary statements for the General Fund and major special revenue funds were presented as required supplementary information in the financial statements of its external financial report. Effective for the year ended June 30, 2013, these budgetary statements are presented as part of the basic financial statements. This change in presentation was done to be consistent in the presentation of the information for both municipal and county governments in Tennessee.

Annual budgets are adopted on a basis consistent with generally accepted accounting principles (GAAP) for all governmental funds except the Constitutional Officers - Fees funds (special revenue funds), which is not budgeted, and the 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, County Mayor/Executive, County Attorney, and Election Commission etc.). Management may make revisions within major categories, but only the County Commission may transfer appropriations between major categories. During the year, several supplementary appropriations were necessary.

The county's budgetary basis of accounting is consistent with GAAP, except instances in which encumbrances are treated as budgeted expenditures. The difference between the budgetary basis and GAAP basis is presented on the face of each budgetary schedule.

At June 30, 2013, Greene County and the Greene County School Department reported the following significant encumbrances:

Fund	Description	Amount
Primary Government:		
Nonmajor Fund:		
Solid Waste/Sanitation	Garbage Trucks	\$ 553,316
"	Compactors	210,626
School Department:		
Major Fund:		
General Purpose School	Instruction Equipment	252,900

B. Fund Deficits

The General Debt Service Fund had a negative unassigned fund balance of \$46,061 at June 30, 2013. This negative unassigned fund balance resulted from expenditures exceeding restricted and committed balances. The County Commission refunded a portion of the outstanding Public Building Authority Loan Agreement subsequent to June 30, 2013, to reduce debt service requirements of the 2013-14 fiscal year in an effort to eliminate the fund deficit.

The School Federal Projects Fund (special revenue fund) of the discretely presented Greene County School Department had a negative unassigned fund balance of \$26,904 at June 30, 2013. The negative unassigned fund balance was liquidated when revenues were recognized in September 2013.

C. Expenditures Exceeded Appropriations

Expenditures exceeded appropriations approved by the County Commission in the following major appropriation categories (the legal level of control) in the General Fund.

Major Appropriation Category	Amount Overspent
Drug Court	\$ 25,346
Other Administration of Justice	1,282
Alcohol and Drug Programs	685

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

Greene County and the Greene County School Department participate in an internal cash and investment pool through the Office of Trustee. The county trustee is the treasurer of the county and in this capacity is responsible for receiving, disbursing, and investing most county funds. Each fund's portion of this pool is displayed on the balance sheets or statements of net position as Equity in Pooled Cash and Investments. Cash reflected on the balance sheets or statements of net position represents nonpooled amounts held separately by individual funds.

Deposits

Legal Provisions. All deposits with financial institutions must be secured by one of two methods. One method involves financial institutions that participate in the bank collateral pool administered by the state treasurer. Participating banks determine the aggregate balance of their public fund accounts for the State of Tennessee and its political subdivisions. The amount of collateral required to secure these public deposits must equal at least 105 percent of the average daily balance of public deposits held. Collateral securities required to be pledged by the participating banks to protect their public fund accounts are pledged to the state treasurer on behalf of the bank collateral pool. The securities pledged to protect these accounts are pledged in the aggregate rather than against each account. The members of the pool may be required by agreement to pay an assessment to cover any deficiency. Under this additional assessment agreement, public fund accounts covered by the pool are considered to be insured for purposes of credit risk disclosure.

For deposits with financial institutions that do not participate in the bank collateral pool, state statutes require that all deposits be collateralized with collateral whose 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; 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.

The county had no pooled and nonpooled investments as of June 30, 2013.

B. Capital Assets

Capital assets activity for the year ended June 30, 2013, was as follows:

Primary Government

Governmental Activities:

	Balance 7-1-12	Increases	Decreases	Balance 6-30-13
Capital Assets Not Depreciated:				
Land	\$ 500,320	\$ 0	\$ 0	\$ 500,320
Construction in Progress	13,414	7,716	(13,414)	7,716
Total Capital Assets Not Depreciated	\$ 513,734	\$ 7,716	\$ (13,414)	\$ 508,036
Capital Assets Depreciated:				
Buildings and Improvements	\$ 15,380,583	\$ 478,356	\$ 0	\$ 15,858,939
Infrastructure	59,997,906	0	0	59,997,906
Other Capital Assets	13,417,563	1,675,758	(251,002)	14,842,319
Total Capital Assets Depreciated	\$ 88,796,052	\$ 2,154,114	\$ (251,002)	\$ 90,699,164
Less Accumulated Depreciated For:				
Buildings and Improvements	\$ 6,246,345	\$ 529,183	\$ 0	\$ 6,775,528
Infrastructure	34,644,396	1,511,928	0	36,156,324
Other Capital Assets	10,694,206	1,053,200	(230,203)	11,517,203
Total Accumulated Depreciation	\$ 51,584,947	\$ 3,094,311	\$ (230,203)	\$ 54,449,055

Governmental Activities (Cont.):

	Balance 7-1-12	Increases	Decreases	Balance 6-30-13
Total Capital Assets				
Depreciated, Net	\$ 37,211,105	\$ (940,197)	\$ (20,799)	\$ 36,250,109
Governmental Activities				
Capital Assets, Net	\$ 37,724,839	\$ (932,481)	\$ (34,213)	\$ 36,758,145

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

Governmental Activities:

General Government	\$ 186,641
Finance	33,330
Administration of Justice	18,706
Public Safety	630,388
Public Health and Welfare	307,713
Highways/Public Works	<u>1,917,533</u>
Total Depreciation Expense - Governmental Activities	<u>\$ 3,094,311</u>

Discretely Presented Greene County School Department**Governmental Activities:**

	Balance 7-1-12	Increases	Decreases	Balance 6-30-13
Capital Assets Not Depreciated:				
Land	\$ 886,166	\$ 0	\$ 0	\$ 886,166
Construction in Progress	251,959	0	(251,959)	0
Total Capital Assets Not Depreciated	<u>\$ 1,138,125</u>	<u>\$ 0</u>	<u>\$ (251,959)</u>	<u>\$ 886,166</u>
Capital Assets Depreciated:				
Buildings and Improvements	\$ 48,473,351	\$ 711,024	\$ 0	\$ 49,184,375
Other Capital Assets	13,895,167	954,421	(358,248)	14,491,340
Total Capital Assets Depreciated	<u>\$ 62,368,518</u>	<u>\$ 1,665,445</u>	<u>\$ (358,248)</u>	<u>\$ 63,675,715</u>

Governmental Activities (Cont.):

	Balance 7-1-12	Increases	Decreases	Balance 6-30-13
Less Accumulated Depreciation For:				
Buildings and Improvements	\$ 20,551,923	\$ 1,096,699	\$ 0	\$ 21,648,622
Other Capital Assets	9,441,381	958,451	(358,248)	10,041,584
Total Accumulated Depreciation	<u>\$ 29,993,304</u>	<u>\$ 2,055,150</u>	<u>\$ (358,248)</u>	<u>\$ 31,690,206</u>
Total Capital Assets Depreciated, Net	<u>\$ 32,375,214</u>	<u>\$ (389,705)</u>	<u>\$ 0</u>	<u>\$ 31,985,509</u>
Governmental Activities Capital Assets, Net	<u>\$ 33,513,339</u>	<u>\$ (389,705)</u>	<u>\$ (251,959)</u>	<u>\$ 32,871,675</u>

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

Governmental Activities:

Instruction	\$ 1,510,188
Support Services	404,571
Operation of Non-Instructional Services	<u>140,391</u>
Total Depreciation Expense - Governmental Activities	<u>\$ 2,055,150</u>

C. Construction Commitments

At June 30, 2013, Greene County had uncompleted construction commitments of \$167,972 in the General Fund. Funding has been received for these future expenditures.

The discretely presented School Department had uncompleted construction commitments of \$490,341 and \$58,500 in the General Purpose School and Education Capital Projects funds, respectively, at June 30, 2013. Funding has been received for these future expenditures.

D. Interfund Receivables, Payables, and Transfers

The composition of interfund balances as of June 30, 2013, was as follows:

Due to/from Other Funds:

Receivable Fund	Payable Fund	Amount
Primary Government:		
General	Nonmajor governmental	\$ 155,669
Highway/Public Works	Nonmajor governmental	143,023
Nonmajor governmental	General	19,498
Agency	General	28,703
Agency	Agency	3,304

The balance of \$155,669 due to the General Fund from the nonmajor governmental fund includes a balance of \$140,395 due from the General Debt Service Fund. An interfund loan of \$220,000 was made, which provided the General Debt Service Fund with funds for making required debt principal and interest payments during the year. A payment of \$79,605 was made prior to June 30, 2013, and the remaining balance of \$140,395 was retired on September 10, 2013.

Due to/from Primary Government and Component Units:

Receivable Fund	Payable Fund	Amount
Primary Government:		
Education Debt Service	Component Unit: Greene County School Department - General Purpose School	\$ 204,214

Interfund Transfers:

Interfund transfers for the year ended June 30, 2013, consisted of the following amounts:

Primary Government

Transfers Out	Transfers In		
	General Fund	Highway/ Public Works Fund	Education Debt Service Fund
Nonmajor governmental funds	\$ 3,926	\$ 2,313,343	\$ 30,637

Discretely Presented Greene County School Department

	<u>Transfer In</u>
Transfer Out	General Purpose School Fund
Nonmajor governmental funds	\$ 25,162

Transfers are used to move revenues from the fund that statute or budget requires to collect them to the fund that statute or budget requires to expend them and to use unrestricted revenues collected in the General Fund to finance various programs accounted for in other funds in accordance with budgetary authorizations.

E. Long-term Obligations

Primary Government

General Obligation Bonds, Notes, and Other Loans

Greene County issues general obligation bonds and other loans to provide funds for the acquisition, construction, and renovation 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 debt issuances. 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 21 years for bonds, up to nine years for notes, and up to 17 years for other loans. Repayment terms are generally structured with increasing amounts of principal maturing as interest requirements decrease over the term of the debt. All bonds, notes, and other loans included in long-term debt as of June 30, 2013, will be retired from the General Debt Service and Education Debt Service funds.

General obligation bonds, capital outlay notes, and other loans outstanding as of June 30, 2013, for governmental activities are as follows:

Type	Interest Rate		Final Maturity	Original Amount of Issue	Balance 6-30-13
General Obligation Bonds	2 to 3	%	6-1-25	\$ 8,170,000	\$ 7,995,000
General Obligation Bonds - Refunding	2 to 2.1		6-1-21	6,665,000	6,490,000
General Obligation Rural School Bonds	2.25 to 2.75		6-1-20	990,000	990,000
General Obligation Rural School Bonds - Refunding	2.5 to 5		6-1-26	22,330,000	18,155,000
Capital Outlay Notes	4.06		8-29-16	229,000	98,997
Other Loans Payable - Fixed Rate	4 to 5.25		6-1-21	10,000,000	2,845,000

The annual requirements to amortize all general obligation bonds, notes, and other loans outstanding as of June 30, 2013, including interest payments, are presented in the following tables.

Year Ending June 30	Bonds		
	Principal	Interest	Total
2014	\$ 1,640,000	\$ 1,172,226	\$ 2,812,226
2015	2,485,000	1,117,002	3,602,002
2016	2,575,000	1,042,417	3,617,417
2017	2,590,000	962,076	3,552,076
2018	2,530,000	878,326	3,408,326
2019-2023	13,770,000	3,066,622	16,836,622
2024-2026	8,040,000	571,869	8,611,869
Total	\$ 33,630,000	\$ 8,810,538	\$ 42,440,538

Year Ending June 30	Notes		
	Principal	Interest	Total
2014	\$ 26,878	\$ 3,750	\$ 30,628
2015	27,983	2,647	30,630
2016	29,131	1,499	30,630
2017	15,005	305	15,310
Total	\$ 98,997	\$ 8,201	\$ 107,198

Year Ending June 30	Other Loans		
	Principal	Interest	Total
2014	\$ 955,000	\$ 295,988	\$ 1,250,988
2015	245,000	93,637	338,637
2016	260,000	81,387	341,387
2017	245,000	68,387	313,387
2018	260,000	56,137	316,137
2019-2021	880,000	85,787	965,787
Total	<u>\$ 2,845,000</u>	<u>\$ 681,323</u>	<u>\$ 3,526,323</u>

There is \$959,580 available in the debt service funds to service long-term debt. This consists of a balance of \$1,005,641 in the Education Debt Service Fund and a fund deficit of \$46,061 in the General Debt Service Fund. Debt per capita, including bonds, notes, and other loans totaled \$610, based on the 2010 federal census for residents living outside the Greeneville school district and \$252 for residents living inside the Greeneville school district.

Changes in Long-term Obligations

Long-term obligations activity for the year ended June 30, 2013, was as follows:

Governmental Activities:

	Bonds	Notes
Balance, July 1, 2012	\$ 35,205,000	\$ 124,823
Additions	0	484,416
Reductions	(1,575,000)	(510,242)
Balance, June 30, 2013	<u>\$ 33,630,000</u>	<u>\$ 98,997</u>
Balance Due Within One Year	<u>\$ 1,640,000</u>	<u>\$ 26,878</u>

	Other Loans	Compensated Absences
Balance, July 1, 2012	\$ 3,750,000	\$ 891,813
Additions	0	927,021
Reductions	(905,000)	(938,428)
Balance, June 30, 2013	<u>\$ 2,845,000</u>	<u>\$ 880,406</u>
Balance Due Within One Year	<u>\$ 955,000</u>	<u>\$ 844,793</u>

Governmental Activities (Cont.)

	<u>Other Postemployment Benefits</u>
Balance, July 1, 2012	\$ 520,500
Additions	133,000
Reductions	<u>(33,600)</u>
Balance, June 30, 2013	<u>\$ 619,900</u>
Balance Due Within One Year	<u>\$ 0</u>

Analysis of Noncurrent Liabilities Presented on Exhibit A:

Total Noncurrent Liabilities, June 30, 2013	\$ 38,074,303
Less: Balance Due Within One Year	<u>(3,466,671)</u>
Noncurrent Liabilities - Due in More Than One Year - Exhibit A	<u>\$ 34,607,632</u>

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

Defeasance of Prior Debt

In the prior year, Greene County defeased a certain outstanding loan by placing the proceeds of new bonds into an irrevocable trust to provide for all future debt service payments on the old loan. The trustee is empowered and required to pay all principal and interest on the defeased loan as originally scheduled. Accordingly, the trust accounts and the defeased loan are not included in the county's financial statements. At June 30, 2013, the following outstanding loan is considered defeased:

	<u>Amount</u>
2004 Blount County Public Building Authority Loan (callable 6-1-2014)	\$ 5,975,000

Discretely Presented Greene County School Department

Changes in Long-term Obligations

Long-term obligations activity for the discretely presented Greene County School Department for the year ended June 30, 2013, was as follows:

Governmental Activities:

	Termination Benefits	Compensated Absences
Balance, July 1, 2012	\$ 425,106	\$ 143,741
Additions	403,123	150,122
Reductions	(425,106)	(143,741)
	<hr/>	<hr/>
Balance, June 30, 2013	\$ 403,123	\$ 150,122
	<hr/>	<hr/>
Balance Due Within One Year	\$ 403,123	\$ 142,616
	<hr/>	<hr/>

	Other Postemployment Benefits
Balance, July 1, 2012	\$ 3,232,368
Additions	1,934,051
Reductions	(914,605)
	<hr/>
Balance, June 30, 2013	\$ 4,251,814
	<hr/>
Balance Due Within One Year	\$ 0
	<hr/>

Analysis of Noncurrent Liabilities Presented on Exhibit A:

Total Noncurrent Liabilities, June 30, 2013	\$ 4,805,059
Less: Balance Due Within One Year	(545,739)
	<hr/>
Noncurrent Liabilities - Due in More Than One Year - Exhibit A	\$ 4,259,320
	<hr/>

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

F. Pledges of Receivables and Future Revenues

Hotel/Motel Tax Revenues Pledged

Greene County pledged the portion of hotel/motel tax that was designated to support or promote the performing arts to repay \$229,000 in capital outlay notes issued in August 2007 to finance the construction of a band room at a county school. The notes are also guaranteed by the county in the event the hotel/motel tax revenues are insufficient to meet the debt service requirements on the notes. The hotel/motel tax collections are projected to produce 100 percent of the debt service requirements over the life of the

notes. Total principal and interest for the notes is \$107,198, with annual requirements ranging from \$30,628 in the next fiscal year to \$15,310 in the final year. For the current year, principal and interest paid and hotel/motel tax generated were \$30,630 and \$53,265, respectively.

Component Unit Revenues Pledged for Primary Government Debt

In 2000, the citizens of Greene County voted to increase the local option sales tax rate from 2.5 percent to 2.75 percent. The increase in local option sales tax was restricted to education purposes. In 2001, the Greene County School Department pledged, as security for bonds issued by Greene County, an annual amount not to exceed \$250,000 of restricted funds received from the state for capital outlay purchases and the entire amount of the local option sales tax increase. The bonds issued by Greene County in 2001 and refunded in 2005, totaled \$18 million and are payable through 2026. Total principal and interest remaining on the debt is \$19,369,869 with annual requirements ranging from \$1,119,569 in the next fiscal year to \$1,727,406 in the final year. For the current year, principal and interest paid by the county and local option sales tax allocated to the Education Debt Service Fund were \$1,136,369 and \$635,933, respectively.

The Greene County School Department pledged, as security for bonds issued by Greene County, the annual savings arising from its energy conservation program. The bonds issued by Greene County in 2001 and refunded in 2005, totaled \$3,925,000 and were used to provide financing for energy conservation improvements. The School Department pledged its total annual savings until the bonds are retired in 2016. Total principal and interest remaining on the debt is \$1,861,053 with annual requirements ranging from \$441,594 in the next fiscal year to \$489,600 in the final year. There were no savings from the energy conservation program during the current year. For the current year, principal and interest paid by the county was \$424,322.

G. On-Behalf Payments – Discretely Presented Greene County School Department

The State of Tennessee pays health insurance premiums for retired teachers on-behalf of the Greene 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, 2013, were \$339,435 and \$70,396, respectively. The School Department has recognized these on-behalf payments as revenues and expenditures in the General Purpose School Fund.

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 is self-insured to a limit of \$125,000 per covered person for a single medical claim and 100 percent of expected claims. The maximum aggregate liability totaled \$4,918,206 or 100 percent of the first monthly aggregate deductible amount times 12, whichever is greater. The county obtained a stop/loss commercial insurance policy to cover claims beyond this liability.

All full-time employees of the primary government are eligible to participate. A premium charge is allocated to each fund that accounts for full-time employees.

The discretely presented Greene 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.

Greene County and the Greene County School Department have established a self-insurance program for risks associated with general liability, property, casualty, and workers' compensation. The self-insurance program is accounted for as a special revenue fund (Special Purpose Fund) in which assets are set aside for claim settlements. The county and the School Department retain the risk of loss to a limit of \$250,000 per individual claim, or \$2,000,000 in the aggregate for general liability, property, and casualty losses. The county and the School Department are self-insured to a limit of \$400,000 per individual claim, or \$1,000,000 in the aggregate for workers' compensation. Amounts exceeding these limits are covered by excess loss policies. A fee is paid to a third-party agent who investigates claims and determines action to be taken.

Liabilities of the self-insurance funds are reported when it is probable that a loss has occurred and the amount of the loss can be reasonably estimated. These funds establish claims liabilities based on estimates of the ultimate cost of claims that have been reported but not settled, and of claims that have been incurred but not reported. Claims liabilities include specific, incremental claim adjustment expenditures/expenses, if any. In addition, estimated recoveries, if any, on settled claims have been deducted from the liability for unpaid claims. The process used to compute claims liabilities

does not necessarily result in an exact amount. Changes in the balance of claims liabilities during the past two fiscal years are as follows:

Self-Insurance Fund

	Beginning of Fiscal Year Liability	Current-year Claims and Estimates	Payments and Reduction in Estimates	Balance at Fiscal Year-end
2011-12	\$ 1,386,452	\$ 801,687	\$ (618,505)	\$ 1,569,634
2012-13	1,569,634	389,287	(1,130,908)	828,013

Employee Insurance - General Fund

	Beginning of Fiscal Year Liability	Current-year Claims and Estimates	Payments	Balance at Fiscal Year-end
2011-12 *	\$ 0	\$ 3,601,388	\$ (3,584,757)	\$ 16,631
2012-13	16,631	3,556,355	(3,558,683)	14,303

* - These prior-year amounts have been restated to reflect amounts net of excess risk recoveries.

B. Accounting Changes

Provisions of Governmental Accounting Standards Board (GASB) Statement No. 60, *Accounting and Financial Reporting for Service Concession Arrangements*; Statement No. 61, *The Financial Reporting Entity: Omnibus (an amendment of GASB Statements No. 14 and No. 34)*; Statement No. 62, *Codification of Accounting and Financial Reporting Guidance Contained in Pre-November 30, 1989 FASB and AICPA Pronouncements*; and Statement No. 63, *Reporting Deferred Outflows, Deferred Inflows and Net Position* became effective for the year ended June 30, 2013. Greene County early implemented Statement No. 65, *Items Previously Reported as Assets and Liabilities* and Statement No. 66, *Technical Corrections-2012-an amendment of GASB Statements No. 10 and No. 62*, which have an effective date of June 30, 2014.

GASB Statement No. 60 provides accounting and financial reporting guidance related to service concession arrangements (SCAs), which are a type of public-private or public-public partnership. The standard establishes criteria for determining whether a SCA exists, how to account for SCAs, and requires certain disclosures associated with a SCA.

GASB Statement No. 61 amends Statements No. 14 and No. 34 and modifies certain requirements for inclusion of component units in the financial reporting entity to ensure that the reporting entity includes only

organizations for which the elected officials are financially accountable or that are determined by the government to be misleading to exclude. Statement No. 61 also clarifies the criteria for blending component units and presenting business-type component units.

GASB Statement No. 62 incorporates into GASB's literature the provisions in Financial Accounting Standards Board Statements and Interpretations, Accounting Principles Board Opinions, and Accounting Research Bulletins of the American Institute of Certified Public Accountants' Committee on Accounting Procedure issued on or before November 30, 1989, that do not conflict with or contradict GASB pronouncements. The option to use subsequent FASB guidance has been removed.

GASB Statement No. 63 provides financial reporting guidance for deferred outflows of resources and deferred inflows of resources that were introduced and defined by Concepts Statement No. 4, *Elements of Financial Statements*. Previous financial reporting standards did not include guidance for reporting those financial statement elements, which are distinct from assets and liabilities. In addition, the previous Statement of Net Assets was renamed to a Statement of Financial Position.

GASB Statement No. 65 establishes accounting and financial reporting standards that reclassifies, as deferred outflows of resources or deferred inflows of resources, certain items that were previously reported as assets and liabilities and recognizes, as outflows of resources or inflows of resources, certain items that were previously reported as assets and liabilities.

GASB Statement No. 66 resolves conflicting guidance by removing the provision that limits fund based reporting of an entity's risk financing activities to the General Fund and the internal service fund type. Under Statement No. 66 decisions about fund type classifications are based on the nature of the activity to be reported as required by Statements No. 54 and No. 34. This statement also modifies guidance on operating lease payments, purchased loans, and servicing fees related to mortgage loans.

C. Subsequent Events

On July 26, 2013, Greene County issued \$380,000 in general obligation refunding bonds to refund a portion of the Series 2004 Blount County Public Building Authority loan.

On August 9, 2013, Greene County issued capital outlay notes of \$446,083 for school buses.

On November 18, 2013, the County Commission voted to establish an Audit Committee, and on December 16, 2013, appointed three county commissioners to serve on the committee.

As discussed in Note V.J., Joint Ventures, subsequent to June 30, 2013, Greene County and the Town of Greeneville contracted with a private firm for their solid waste disposal operations.

D. Contingent Liabilities

On August 18, 2003, the Greene County Commission approved the issuance and sale by the Town of Greeneville, Tennessee, of its airport revenue and tax refunding and improvement bonds not to exceed \$1,350,000, which are payable from the revenues of the Greeneville-Greene County Airport Authority. The Airport Authority is a joint venture between the Town of Greeneville and Greene County. The county pledged the full faith and credit of the county for one-half of the costs incurred in relation to the issuance, sale, delivery, and prompt payment of the bonds in the event of a deficiency in airport revenues. As of June 30, 2013, future principal requirements on the debt totaled \$790,000 and future interest requirements totaled \$231,930.

There are several pending lawsuits in which the county is involved. Based on letters from attorneys, management believes that potential claims not already recorded in the self-insurance programs would not materially affect the financial statements of the county.

E. Change in Administration

On August 31, 2012, Ralph Bowers left the Office of Assessor of Property and was succeeded by Charles Jeffers.

F. Joint Ventures

Primary Government

The county is a participant with the Town of Greeneville in joint ventures to operate Greeneville-Greene County Airport Authority, Greeneville-Greene County Landfill, Kinser Park Commission, and Greeneville-Greene County Sports Complex Commission.

The Greeneville-Greene County Airport Authority operates the county's only airport facility. The authority is governed by a five-member body comprising two appointees from the county, two from the town, and one member elected by the board. The authority generates operating revenue from leasing buildings and hangars and from appropriations from the county and town. For the year ended June 30, 2013, the county remitted \$30,380 to the authority to subsidize its operations.

The Greeneville-Greene County Landfill is governed by a seven-member Municipal Solid Waste Region Board including three appointees from the county, three from the Town of Greeneville, and one from the City of Tusculum. The landfill currently accepts only demolition waste for disposal on site. The landfill also serves as a transfer station for class 1 and 2 waste,

which is hauled out of the county. Greene County shares the costs of this operation with the Town of Greeneville, and the town serves as fiscal agent. For the year ended June 30, 2013, the county paid \$661,234 toward the operating costs, which included closure/postclosure care of the old landfill site, operations of the transfer station, and tipping fees for the disposal of the county's class 1 and 2 solid waste. During the year, the joint venture transferred \$1,000,000 of excess operating funds to Greene County and subsequent to June 30, 2013, transferred \$1,000,000 of excess operating funds to the Town of Greeneville. Greene County, along with the Town of Greeneville, has entered into two contracts in-lieu-of performance bonds with the Tennessee Department of Environment and Conservation to ensure proper operation and closure/postclosure of the landfill facilities. The total of these contracts in-lieu-of performance bonds is approximately \$1,467,371, which the county and town each guarantee 50 percent. On September 17, 2013, Greene County and the Town of Greeneville entered into a contract with Waste Industries of Tennessee providing for the operation of the landfill and transfer station, postclosure care of the old landfill, and transportation of solid waste from the transfer station to Waste Industries' landfill. This change will have a significant impact on the financial operations of the joint venture in fiscal year ending June 30, 2014.

The Kinser Park Commission oversees the operation of Kinser Park, a recreation facility that includes camping, swimming, and golf. The commission is governed by a nine-member body including two appointees from both the county and town and five citizens at large selected by the other park commissioners. In addition, the mayors of the Town of Greeneville and Greene County serve as ex-officio members of the body. The commission generates its operating revenue from concessions, rental fees, and appropriations from the county and town. For the year ended June 30, 2013, the county remitted \$29,400 to the commission to subsidize its operations.

Greene County and the Town of Greeneville entered into an agreement to form the Greeneville-Greene County Sports Complex Commission to oversee the construction, operation, and maintenance of a jointly owned sports complex on Hal Henard Road. The complex is managed by a seven-member commission consisting of: the county mayor, the town mayor, a county commissioner, a town alderman and three members of the town's Parks and Recreation Advisory Board. Day-to-day operations are performed by the town's Parks and Recreation Department. All revenues are applied toward the operating and maintenance costs with any annual surplus reserved for future expenses of the complex. The costs of management, operation, maintenance, and improvements are funded equally (50/50) and the Town of Greeneville serves as the fiscal agent for the complex. For the year ended June 30, 2013, the county remitted \$29,400 to the commission to subsidize its operations.

The Third Judicial District Drug Task Force (DTF) is a joint venture formed by an interlocal agreement between the district attorney general of the Third

Judicial District, Greene, Hamblen, Hancock, and Hawkins counties, and various cities within these counties. The purpose of the DTF is to provide multi-jurisdictional law enforcement to promote the investigation and prosecution of drug-related activities. Funds for the operations of the DTF come primarily from federal grants, drug fines, and the forfeiture of drug-related assets to the DTF. The DTF is overseen by the district attorney general and is governed by a board of directors including the district attorney general, sheriffs, and police chiefs of participating law enforcement agencies within each judicial district. Greene County made no contributions to the DTF for the year ended June 30, 2013.

The Upper East Tennessee Juvenile Detention Center was formed through cooperative agreements between Greene County and the counties of Carter, Hawkins, Johnson, Sullivan, Unicoi, and Washington for the operation of a program to divert youth from commitment to the Department of Correction's facilities. This program is governed by a board of directors designated by the counties. The board of directors has contracted with Universal Health Services, Inc., to undertake the management of this program. Operation costs to the counties are allocated according to percentages based on population. Greene County's participation is 13.6 percent. The county also pays a daily fee for each individual from their county using the facility.

Discretely Presented School Department

The Greene Technology Center (GTC) is a joint venture between the discretely presented Greene County School Department and the Town of Greeneville Board of Education. The GTC is governed by a 12-member board, which consists of all six members each from the county's and the town's Boards of Education. The GTC's primary funding source is contributions by the county and the town. These contributions are based on the proportion of students who reside in the town or in the county since all citizens of each are eligible for services provided by the center. The Greene County School Department contributed \$315,660 to the center for the year ended June 30, 2013. The county does not have an equity interest in the joint venture.

The discretely presented School Department participates in the Northeast Tennessee Cooperative (NETCO). The cooperative was established through a contractual agreement between the Boards of Education of Greene County and various other counties and cities in the upper East Tennessee area. The cooperative was authorized through Chapter 49 of *Tennessee Code Annotated* and was established to obtain lower prices for food supplies, materials, equipment, and services by combining the purchasing requirements of each member's school food service systems. The cooperative has contracted with a coordinating district (Johnson City School System) and a service provider to provide this service. NETCO is governed by a representative committee, including one representative from each of the member districts and an executive council, consisting of the chair, vice chair, secretary, treasurer, and a member-at-large from the representative committee.

Complete financial statements for the joint ventures of the primary government and discretely presented School Department can be obtained from their respective administrative offices at the following addresses:

Administrative Offices:

Greeneville-Greene County Airport Authority
c/o Town of Greeneville
200 North College Street
Greeneville, TN 37843

Greeneville-Greene County Landfill
c/o Town of Greeneville
200 North College Street
Greeneville, TN 37843

Kinser Park Commission
650 Kinser Park Lane
Greeneville, TN 37843

Greeneville-Greene County Sports
Complex Commission
c/o Town of Greeneville
200 North College Street
Greeneville, TN 37843

District Attorney General
Third Judicial District
124 Austin Street, Suite 3
Greeneville, TN 37745
Upper East Tennessee Juvenile
Detention Center
307 Wesley Street
Johnson City, TN 37601

Greene Technology Center
c/o Town of Greeneville
200 North College Street
Greeneville, TN 37843

Northeast Tennessee Cooperative
100 East Maple Street
P.O. Box 1517
Johnson City, TN 37605

G. Jointly Governed Organizations

The Industrial Development Board of the Town of Greeneville and Greene County was created and is governed by the county and the town. The board is

composed of eight members, including the county and town mayors and seven members approved by both the county and town. The purpose is to promote economic development by inducing manufacturing, industrial, governmental, educational, financial, service, commercial, recreational, and agricultural enterprises to locate in or remain in Greene County and the Town of Greeneville. Greene County did not appropriate any funds for this operation during the year, and the county does not have any ongoing financial interest or responsibility for the entity.

Greene County is a member of the East Tennessee Regional Agribusiness Marketing Authority. The authority was established through Title 64 of *Tennessee Code Annotated*, and includes the counties of Claiborne, Cocke, Grainger, Hamblen, Hancock, Hawkins, Jefferson, Johnson, Sullivan, Washington, and Unicoi. The purpose of the authority is to establish and operate a market for agricultural products of the region through a food distribution center. The authority is governed by a board of directors consisting of the county mayors of each county or the county mayor's designee and one nonvoting member representing each of the following: the Tennessee Department of Agriculture and the University of Tennessee's Agriculture Extension Service. An executive committee consisting of the chairman, vice chairman, secretary, and treasurer of the board of directors, along with the center's manager as an ex-officio member, is in charge of the daily operations of the center.

H. Retirement Commitments

Plan Description

Employees of Greene County are members of the Political Subdivision Pension Plan (PSPP), an agent multiple-employer defined benefit pension plan administered by the Tennessee Consolidated Retirement System (TCRS). TCRS provides retirement benefits as well as death and disability benefits. Benefits are determined by a formula using the member's high five-year average salary and years of service. Members become eligible to retire at the age of 60 with five years of service or at any age with 30 years of service. A reduced retirement benefit is available to vested members at the age of 55. Disability benefits are available to active members with five years of service who become disabled and cannot engage in gainful employment. There is no service requirement for disability that is the result of an accident or injury occurring while the member was in the performance of duty. Members joining the system after July 1, 1979, become vested after five years of service, and members joining prior to July 1, 1979, were vested after four years of service. Benefit provisions are established in state statute found in Title 8, Chapters 34-37 of *Tennessee Code Annotated*. State statutes are amended by the Tennessee General Assembly. Political subdivisions such as Greene County participate in the TCRS as individual entities and are liable for all costs associated with the operation and administration of their plan. Benefit improvements are not applicable to a political subdivision unless approved by the chief governing body.

The TCRS issues a publicly available financial report that includes financial statements and required supplementary information for the PSPP. That report may be obtained by writing to the Tennessee Treasury Department, Consolidated Retirement System, 10th Floor, Andrew Jackson Building, Nashville, TN 37243-0230 or can be accessed at <http://www.tn.gov/treasury/tcrs/PS/>.

Funding Policy

Greene County requires employees to contribute five percent of their earnable compensation to the plan. The county is required to contribute at an actuarially determined rate; the rate for the fiscal year ended June 30, 2013, was 10.34 percent of annual covered payroll. The contribution requirement of plan members is set by state statute. The contribution requirement for the county is established and may be amended by the TCRS Board of Trustees.

Annual Pension Cost

For the year ended June 30, 2013, Greene County’s annual pension cost of \$1,882,239 to TCRS was equal to the county’s required and actual contributions. The required contribution was determined as part of the July 1, 2011, actuarial valuation using the frozen entry age actuarial cost method. Significant actuarial assumptions used in the valuation include (a) rate of return on investment of present and future assets of 7.5 percent a year compounded annually, (b) projected three percent annual rate of inflation, (c) projected salary increases of 4.75 percent (graded) annual rate (no explicit assumption is made regarding the portion attributable to the effects of inflation on salaries), (d) projected 3.5 percent annual increase in the Social Security wage base, and (e) projected postretirement increases of 2.5 percent annually. The actuarial value of assets was determined using techniques that smooth the effect of short-term volatility in the market value of total investments over a ten-year period. The county’s unfunded actuarial accrued liability is being amortized as a level dollar amount on a closed basis. The remaining amortization period at July 1, 2011, was three years. An actuarial valuation was performed as of July 1, 2011, which established contribution rates effective July 1, 2012.

Trend Information

Fiscal Year Ended	Annual Pension Cost (APC)	Percentage of APC Contributed	Net Pension Obligation
6-30-13	\$1,882,239	100%	\$0
6-30-12	1,854,604	100	0
6-30-11	1,826,084	100	0

Funded Status and Funding Progress

As of July 1, 2011, the most recent actuarial valuation date, the plan was 94.98 percent funded. The actuarial accrued liability for benefits was \$51.2 million, and the actuarial value of assets was \$48.63 million, resulting in an unfunded actuarial accrued liability (UAAL) of \$2.57 million. The covered payroll (annual payroll of active employees covered by the plan) was \$17.52 million, and the ratio of the UAAL to the covered payroll was 14.67 percent.

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 values of plan assets are increasing or decreasing over time relative to the actuarial accrued liability for benefits.

SCHOOL TEACHERS

Plan Description

The Greene County School Department contributes to the State Employees, Teachers, and Higher Education Employees Pension Plan (SETHEEPP), a cost-sharing multiple-employer defined benefit pension plan administered by the Tennessee Consolidated Retirement System (TCRS). TCRS provides retirement benefits as well as death and disability benefits to plan members and their beneficiaries. Benefits are determined by a formula using the member's high five-year average salary and years of service. Members become eligible to retire at the age of 60 with five years of service or at any age with 30 years of service. A reduced retirement benefit is available to vested members who are at least 55 years of age or have 25 years of service. Disability benefits are available to active members with five years of service who become disabled and cannot engage in gainful employment. There is no service requirement for disability that is the result of an accident or injury occurring while the member was in the performance of duty. Members joining the plan on or after July 1, 1979, are vested after five years of service. Members joining prior to July 1, 1979, are vested after four years of service. Benefit provisions are established in state statute found in Title 8, Chapters 34-37 of *Tennessee Code Annotated*. State statutes are amended by the Tennessee General Assembly. A cost of living adjustment (COLA) is provided to retirees each July based on the percentage change in the Consumer Price Index (CPI) during the previous calendar year. No COLA is granted if the CPI increases less than one-half percent. The annual COLA is capped at three percent.

The TCRS issues a publicly available financial report that includes financial statements and required supplementary information for the SETHEEPP. That report may be obtained by writing to the Tennessee Treasury Department, Consolidated Retirement System, 10th Floor, Andrew Jackson

Building, Nashville, TN 37243-0230 or can be accessed at www.tn.gov/treasury/tcrs/Schools.

Funding Policy

Most teachers are required by state statute to contribute five percent of their salaries to the plan. The employer contribution rate for the School Department is established at an actuarially determined rate. The employer rate for the fiscal year ended June 30, 2013, was 8.88 percent of annual covered payroll. The employer contribution requirement for the School Department is established and may be amended by the TCRS Board of Trustees. The employer's contributions to TCRS for the years ended June 30, 2013, 2012, and 2011, were \$2,232,829, \$2,252,646, and \$2,197,637, respectively, equal to the required contributions for each year.

I. Other Postemployment Benefits (OPEB)

Primary Government

Plan Description

Greene County has elected to establish a self-insured postemployment benefits plan administered by United Health Care for medical benefits for its employees. For accounting purposes, the plan is a single-employer defined benefit OPEB plan. Benefits are established and amended by the County Commission.

Funding Policy

The premium requirements of plan members are established and may be amended by the County Commission. 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 employees must be age 50 and have more than 30 years of service, consisting of 20 years or more with Greene County, with credit for up to ten years of other service under the Tennessee Consolidated Retirement System and up to four years credit for military service. Greene County pays 50 percent of the cost for single coverage. Greene County does not pay any additional amounts towards spouse coverage. During the year ended June 30, 2013, Greene County contributed \$33,600 for postemployment healthcare benefits.

Annual OPEB Cost and Net OPEB Obligation

ARC	\$ 133,900
Interest on the NOPEBO	20,800
Adjustment to the ARC	<u>(21,700)</u>
Annual OPEB cost	\$ 133,000
Amount of contribution	<u>(33,600)</u>
Increase/decrease in NOPEBO	\$ 99,400
Net OPEB obligation, 7-1-12	<u>520,500</u>
 Net OPEB obligation, 6-30-13	 <u><u>\$ 619,900</u></u>

Fiscal Year Ended	Plans	Annual OPEB Cost	Percentage of Annual OPEB Cost Contributed	Net OPEB Obligation at Year End
6-30-11	Commercial	\$ 159,900	22	% \$ 397,500
6-30-12	Self-insured	168,700	27	520,500
6-30-13	"	133,000	25	619,900

Funded Status and Funding Progress

The funded status of the plan as of July 1, 2012, was as follows:

Actuarial valuation date	7-1-12
Actuarial accrued liability (AAL)	\$ 1,274,600
Actuarial value of plan assets	\$ 0
Unfunded actuarial accrued liability (UAAL)	\$ 1,274,600
Actuarial value of assets as a % of the AAL	0%
Covered payroll (active plan members)	\$ 12,147,238
UAAL as a % of covered payroll	10.5%

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, 2012, actuarial valuation, 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 nine percent initially, reduced by decrements to an ultimate rate of five percent by fiscal year 2020. A 2.5 percent general inflation rate is assumed. The unfunded actuarial accrued liability is being amortized on an open basis over a 30-year period beginning with July 1, 2008.

Discretely Presented Greene County School Department

Plan Description

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

Funding Policy

The premium requirements of the 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 develop their own contribution policy in terms of subsidizing active employees or retired employees' premiums since the committee is not prescriptive on that issue. The state does not provide a subsidy for local government participants; however, the state does provide a partial subsidy to Local Education Agency pre-65 teachers and a full subsidy based on years of service for post-65 teachers in the Medicare Supplement Plan. The required contribution rate

for retired teachers ranges from zero to 60 percent based on the years of service. During the year ended June 30, 2013, the discretely presented School Department contributed \$914,605 for postemployment healthcare benefits.

Annual OPEB Cost and Net OPEB Obligation

	Local Education Group Plan
	<hr/>
ARC	\$ 1,942,000
Interest on the NOPEBO	129,295
Adjustment to the ARC	(137,244)
Annual OPEB cost	<hr/> \$ 1,934,051
Amount of contribution	(914,605)
Increase/decrease in NOPEBO	<hr/> \$ 1,019,446
Net OPEB obligation, 7-1-12	<hr/> 3,232,368
	<hr/>
Net OPEB obligation, 6-30-13	<hr/> <hr/> \$ 4,251,814

Fiscal Year Ended	Plan	Annual OPEB Cost	Percentage of Annual OPEB Cost Contributed	Net OPEB Obligation at Year End
				<hr/>
6-30-11	Local Education Group	\$ 1,898,936	47%	\$ 2,242,942
6-30-12	"	1,917,484	48	3,232,368
6-30-13	"	1,934,051	47	4,251,814

Funded Status and Funding Progress

The funded status of the plan as of July 1, 2011, was as follows:

	Local Education Group Plan
	<hr/>
Actuarial valuation date	7-1-11
Actuarial accrued liability (AAL)	\$ 16,556,000
Actuarial value of plan assets	\$ 0
Unfunded actuarial accrued liability (UAAL)	\$ 16,556,000
Actuarial value of assets as a % of the AAL	0%
Covered payroll (active plan members)	\$ 31,684,794
UAAL as a % of covered payroll	52%

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, 2011, actuarial valuation for the Local Education Group 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 8.75 percent for fiscal year 2013. The trend will decrease to 8.25 percent in fiscal year 2014 and then will be reduced by decrements to an ultimate rate of five percent by fiscal year 2021. Both rates include a 2.5 percent inflation assumption. The unfunded actuarial accrued liability is being amortized as a level percentage of payroll on a closed basis over a 30-year period beginning with July 1, 2007.

J. Termination Benefits

The discretely presented Greene County School Department has entered into a retirement incentive bonus payment plan in accordance with contract provisions. This plan is available to all certified teachers who have (a) at least 20 years of service in Greene County and who have attained age 60 or (b) have a minimum of 30 years of credible service in the Tennessee Consolidated Retirement System. The plan gives teachers who have met the above requirements a bonus of 35 percent of the teacher's salary for the last year employed, either in a lump sum distribution or in three annual installments. During the 2012-13 year, 26 employees participated in the program. The estimated cost of the cash payments reported in the government-wide Statement of Net Position is \$403,123, with the entire amount being due within one year. The governmental funds' financial statements reflect retirement incentive expenditures of \$425,106 in the General Purpose School Fund.

K. Office of Central Accounting

Greene County operates under provisions of the Fiscal Control Acts of 1957. These acts provide for a central system of accounting, budgeting, and purchasing covering all funds administered by the county mayor and highway superintendent. These funds are maintained in the Office of Central Accounting under the supervision of the director of accounts and budgets.

L. Purchasing Laws

Offices of County Mayor and Superintendent of Highways

The Office of Purchasing Agent was established under the provisions of the Purchasing Act of 1957. This statute provides for the purchasing agent to make all purchases for the County Mayor's Office and the Highway Department. Purchasing procedures for the Highway Department are also governed by provisions of the Uniform Road Law, Section 54-7-113, *Tennessee Code Annotated (TCA)*. These statutes provide for purchases exceeding \$10,000 to be made after public advertisement and solicitation of competitive bids.

Office of Director of Schools

Purchasing procedures for the discretely presented Greene County School Department are governed by purchasing laws applicable to schools as set forth in Section 49-2-203, *TCA*, which provides for the county Board of Education, through its executive committee (director of schools and chairman of the Board of Education), to make all purchases. This statute also requires competitive bids to be solicited through newspaper advertisement on all purchases exceeding \$10,000.

VI. OTHER NOTES – DISCRETELY PRESENTED GREENEVILLE-GREENE COUNTY EMERGENCY COMMUNICATIONS DISTRICT

A. Description of Organization

Greeneville-Greene County Emergency Communications District was established on November 8, 1988, pursuant to the provisions of Chapter 867 of the Public Acts of 1984 of the State of Tennessee. The district is responsible for furnishing local emergency telephone service and a primary emergency telephone number for the residents of Greene County, Tennessee. The district is governed by a nine-member board of directors appointed by the County Commissioners of Greene County, Tennessee. The board of directors has the authority to levy an emergency telephone service charge to be used to fund the operations of the district. The district began collecting telephone user fees in May 1989, and began operations during the year ended June 30, 1990.

The district is considered a component unit of Greene County, Tennessee, because the Greene County Mayor appoints and the Greene County commissioners affirm the district's board of directors, and they must approve most debt issued by the district.

B. Summary of Significant Accounting Policies

Basis of Accounting

The district's financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Accordingly, all assets and liabilities (whether current or noncurrent) are included in the Statement of Net Position. The Statement of Revenue, Expenses, and Changes in Net Position presents 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 non-operating revenue. Operating expenses are those expenses that are essential to the primary operations of the district. All other expenses are reported as non-operating 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:

Net investment in capital assets: This category includes capital assets, net of accumulated depreciation. Investment in capital assets at June 30, 2013, has been calculated as follows:

Capital Assets	\$ 646,811
Accumulated Depreciation	<u>(411,186)</u>
Total	<u>\$ 235,625</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. When both restricted and unrestricted resources are available for use, it is the district's policy to use restricted resources first, then unrestricted resources as needed. The district had no restricted net position as of June 30, 2013.

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.

Accounts Receivable

Accounts receivable, which are deemed uncollectible based upon a periodic review of the accounts are charged to revenue. At June 30, 2013, no allowance for uncollectible accounts was considered necessary.

Capital Assets

Capital assets, which include property and equipment, are recorded at cost and defined by the district as assets with an initial, individual cost of \$250 or more. Depreciation is computed using the straight-line method over the estimated useful lives, which range from five to 25 years.

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.

Compensated Absences

The district employees are granted vacation and sick leave in varying amounts and may accumulate sick leave indefinitely, which may then be used for early retirement. The district's policies do not provide for an employee to be paid for any unused sick leave in the event of termination. Vacation leave may be accumulated up to 160 hours. Any hours over 160 will be transferred to the employee's sick leave account. Employees may receive payment for unused vacation leave, up to the 160 hour maximum, upon termination or resignation. Accumulated vacation leave is recorded as an expense and liability as the benefits accrue to the employees. No liability is recorded for accumulated sick leave.

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, nonconvertible 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 Tennessee Department of Treasury Local Government Investment Pool (the LGIP). The LGIP contains investments in certificates of deposit, U.S. Treasury securities and repurchase agreements, backed by the U.S. Treasury securities. The treasurer of the State of Tennessee administers the 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.

As of June 30, 2013, \$170,004 of the district's bank balance of \$818,200 was exposed to custodial credit risk because it was uninsured through the Federal Deposit Insurance Corporation and not collateralized with securities held by the district or by its agent in the district's name.

D. Capital Assets

	Balance 7-1-12	Additions	Retirements	Balance 6-30-13
<u>Capital Assets Depreciated</u>				
Furniture and Fixtures	\$ 9,539	\$ 2,030	\$ 0	\$ 11,569
Office Equipment	16,315	0	0	16,315
Communications Equipment	491,201	13,058	0	504,259
Vehicles	41,950	0	0	41,950
Mapping	47,377	0	0	47,377
Leasehold Improvements	25,070	273	0	25,343
	<u>\$ 631,453</u>	<u>\$ 15,361</u>	<u>\$ 0</u>	<u>\$ 646,813</u>
<u>Accumulated Depreciation</u>				
Furniture and Fixtures	\$ (6,779)	\$ (1,482)	\$ 0	\$ (8,261)
Office Equipment	(15,933)	(383)	0	(16,316)
Communications Equipment	(280,440)	(49,344)	0	(329,784)
Vehicles	(38,950)	0	0	(38,950)
Mapping	(5,257)	(4,738)	0	(9,995)
Leasehold Improvements	(6,480)	(1,402)	0	(7,882)
	<u>\$ (353,839)</u>	<u>\$ (57,348)</u>	<u>\$ 0</u>	<u>\$ (411,188)</u>
Total	<u>\$ 277,614</u>	<u>\$ (41,987)</u>	<u>\$ 0</u>	<u>\$ 235,625</u>

E. Pension Plan

Plan Description

Employees of the district are members of the Political Subdivision Pension Plan (PSPP), an agent multiple-employer defined benefit pension plan administered by the Tennessee Consolidated Retirement System (TCRS).

TCRS provides retirement benefits as well as death and disability benefits. Benefits are determined by a formula using the member's high five-year average salary and years of service. Members become eligible to retire at the age of 60 with five years of service or at any age with 30 years of service. A reduced retirement benefit is available to vested members at the age of 55. Disability benefits are available to active members with five years of service who become disabled and cannot engage in gainful employment. There is no service requirement for disability that is the result of an accident or injury occurring while the member was in the performance of duty. Members joining the system after July 1, 1979, become vested after five years of service, and members joining prior to July 1, 1979, were vested after four years of service. Benefit provisions are established in the state statute found in Title 8, Chapters 34-37 of *Tennessee Code Annotated*. State statutes are amended by the Tennessee General Assembly. Political subdivisions such as the district participate in the TCRS as individual entities and are liable for all costs associated with the operation and administration of their plan. Benefit improvements are not applicable to a political subdivision unless approved by the chief governing body.

The TCRS issues a publicly available financial report that includes financial statements and required supplementary information for the PSPP. That report may be obtained by writing to the Tennessee Treasury Department, Consolidated Retirement System, 10th Floor, Andrew Jackson Building, Nashville, TN 37243-0230 or can be accessed at <http://tn.gov/treasury/tcrs/PS/>.

Funding Policy

The district requires employees to contribute five percent of their earnable compensation. The district is required to contribute at an actuarially determined rate; the rate for the fiscal year ended June 30, 2013, was 9.83 percent of annual covered payroll. The contribution requirement of plan members is set by state statute. The contribution requirement for the district is established and may be amended by the TCRS Board of Trustees.

Annual Pension Cost

For the year ended June 30, 2013, the district's annual pension cost of \$35,326 to TCRS was equal to the district's required and actual contributions. The required contribution was determined as part of the July 1, 2011, actuarial valuation using the frozen entry age actuarial cost method. Significant actuarial assumptions used in the valuation include: (a) rate of return on investment of present and future assets of 7.5 percent a year compounded annually, (b) projected three percent annual rate of inflation, (c) projected salary increases of 4.75 percent (graded) annual rate (no explicit assumption is made regarding the portion attributable to the effects of inflation on salaries), (d) projected 3.5 percent annual increase in the Social Security wage base, and (e) projected postretirement increases of 2.5 percent annually. The actuarial value of assets was determined using

techniques that smooth the effect of short-term volatility in the market value of total investments over a ten-year period. The district's unfunded actuarial accrued liability (UAAL) is being amortized as a level dollar amount on a closed basis. The remaining amortization period at July 1, 2011, was eight years. An actuarial valuation was performed as of July 1, 2011, which established contribution rates effective July 1, 2012.

Trend Information

Fiscal Year Ended	Annual Pension Cost (APC)	Percentage of APC Contribution	Net Pension Obligation
6-30-13	\$ 35,326	100%	\$ 0
6-30-12	34,867	100	0
6-30-11	37,588	100	0

Funded Status and Funding Progress

As of July 1, 2011, the most recent actuarial valuation date, the plan was 76.32 percent funded. The actuarial accrued liability (AAL) for benefits was \$.94 million, and the actuarial value of assets was \$.71 million, resulting in an UAAL of \$.22 million. The covered payroll (annual payroll of active employees covered by the plan) was \$.4 million, and the ratio of the UAAL to the covered payroll was 55.82 percent.

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 values of plan assets are increasing or decreasing over time relative to the actuarial accrued liability for benefits.

F. 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.

G. Commitment

During the year ended June 30, 2013, the district entered into two contracts totaling \$211,853 for the installation of new equipment. As of June 30, 2013, no funds have been expended for the new equipment.

VII. OTHER NOTES – DISCRETELY PRESENTED GREENEVILLE-GREENE COUNTY LIBRARY

A. Summary of Significant Accounting Policies

Financial Reporting Entity

The Greeneville-Greene County Library is a component unit of Greene County, Tennessee. The library was chartered in 1912 for the purpose of providing educational and literacy benefits to the citizens of Greene County.

Basis of Accounting

Basis of accounting refers to when revenues and expenditures or expenses are recognized in the accounts and reported in the financial statements. Basis of accounting relates to the timing of the measurements made, regardless of the measurement focus applied.

Governmental activities in the government-wide financial statements are presented on the accrual basis of accounting. Revenues are recognized when earned, and expenses are recognized when incurred.

The governmental fund financial statements are presented on the modified accrual basis of accounting. Under the modified accrual basis of accounting, revenues are recorded when susceptible to accrual; i.e. both measurable and available. "Available" means collectible within the current period or within 60 days after year-end. Expenditures are generally recognized under the modified accrual basis of accounting when the related liability is incurred. Exceptions to this general rule include: (1) accumulated unpaid sick pay, which is not accrued; and (2) principal and interest on general obligation long-term debt, which is recognized when due.

The financial statements of the library have been prepared in conformity with accounting principles generally accepted in the United States of America (GAAP) as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard setting body for establishing governmental accounting and financial reporting principles.

Basic Financial Statements – Government-Wide Statements

The library's basic financial statements include both government-wide (reporting the library as a whole) and fund financial statements (reporting the library's major fund). The library has only one fund, the General Fund.

In the government-wide Statement of Net Position, the governmental activities are presented on a consolidated basis and are reported on the full accrual, economic resources basis, which recognizes all long-term assets and receivables as well as long-term debt and obligations. The library's net

position is reported in three parts – net investment in capital assets, restricted net position, and unrestricted net position.

The government-wide Statement of Activities reports both the gross and net costs of the library's function. The function is also supported by the general government revenues (certain intergovernmental revenues, fees, and charges, etc.). The Statement of Activities reduces gross expenditures (including depreciation) by related program revenues. Program revenues must be directly associated with the function. Program revenues include 1) charges to customers who use or directly benefit from goods, services, or privileges provided by a given function or program and 2) grants and contributions for operational or capital requirements of a particular function or program. Taxes and other items are not identifiable with a program are reported as general revenues.

The net cost (by function) is normally covered by general revenue (intergovernmental revenues, interest income, etc.).

This government-wide focus is more on the sustainability of the library as an entity and the changes in the library's net position resulting from current year's activities.

Basic Financial Statements – Fund Financial Statements

The financial transactions of the library are reported in the General Fund in the fund financial statements. The fund is accounted for by providing a separate set of self-balancing accounts that comprises its assets, liabilities, reserves, fund equity, revenues, and expenditures/expenses. The fund is reported by generic classification within the financial statements.

Governmental Fund

The focus of the governmental fund measurement (in the fund statements) is upon determination of financial position and changes in financial position (sources, uses, and balances of the financial resources) rather than upon net income. The General Fund is the general operating fund of the library. All financial resources are accounted for in the General Fund.

Budgets and Budgetary Accounting

The library's charter does not require it to operate within an approved budget. However, budgets are used internally for managerial purposes.

Cash and Cash Equivalents

The library considers all highly liquid debt instruments with original maturities of three months or less to be cash equivalents.

Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

Capital Assets

Capital assets, which include land, land improvements, buildings, and equipment, are reported in the government-wide financial statements. Capital assets are recorded at historical cost or at estimated historical cost if actual historical cost is not available. Donated capital assets are recorded at the estimated fair market value at the date of donation.

All purchases and construction costs in excess of \$5,000 are capitalized at the date of acquisition or construction, respectively, with expected useful lives of greater than one year. Capital assets (excluding land and construction in progress) are depreciated on a straight-line basis. The estimated useful lives of capital assets are as follows:

<u>Asset</u>	<u>Years</u>
Land Improvements	30 - 40
Buildings	40
Other Capital Assets	5 - 25

Fund Balance Items

The library has implemented GASB Statement No. 54 employing new terminology and classifications for fund balance items.

Nonspendable – This category includes items that cannot be spent because of their form. This includes prepaid expenses at June 30, 2013.

Restricted – This category includes fund balances that are constrained by external parties, constitutional provisions, or enabling legislation. This includes grants and donations for use in purchasing technology items and books at June 30, 2013.

Committed – This category includes fund balances that contain self-imposed constraints of the government from its highest level of decision making authority, which would be a majority vote of the board. There was no balance in this category at year end.

Assigned – This category includes fund balances that contain self-imposed constraints by the board or management of the government to be used for a particular purpose. This includes remaining funds, which are assigned to be spent on collections including books and subscriptions.

Unassigned – Represents the remainder of the library’s fund balance that is not constrained for any particular purpose.

When both restricted and unrestricted fund balances are available for use, it is the library’s policy to use restricted fund balance first, then use unrestricted fund balance. Furthermore, committed fund balances are reduced first, followed by assigned amounts, and then unassigned amounts when expenditures are incurred for purposes for which amounts in any of those unrestricted fund balance classifications can be used.

New Accounting Pronouncements

GASB Statement No. 61, *The Financial Reporting Entity: Omnibus an amendment of GASB Statements No. 14 and No. 34*. Statement No. 61 provides additional criteria for classifying entities as component units to better assess the accountability of elected officials by ensuring that the financial reporting entity includes only organizations for which the elected officials are financially accountable or that are determined by the government to be misleading to exclude. This statement is effective for periods beginning after June 15, 2012. Management implemented Statement No. 61 in the current year. The adoption of Statement No. 61 did not have any impact on the library’s financial statements.

GASB Statement No. 63, *Financial Reporting of Deferred Outflows of Resources, Deferred Inflows of Resources, and Net Position*. The objective of this statement is to provide financial reporting guidance for deferred outflows of resources and deferred inflows of resources as defined by GASB’s Concepts Statement No. 4. It also amends the net asset reporting requirements in Statement No. 34, *Basic Financial Statements – and Management’s Discussion and Analysis for State and Local Governments*, and other pronouncements by incorporating deferred outflows and deferred inflows of resources into the definition of net assets and by renaming it as net position, rather than net assets. The requirements of this statement will improve financial reporting by standardizing the presentation and their effects on a government’s net position. Management implemented Statement No. 63 in the current year. The adoption of Statement No. 63 required mainly changes in titles.

GASB Statement 65, *Items Previously Reported as Assets and Liabilities*. Statement No. 65 establishes accounting and financial reporting standards that reclassify, as deferred outflows of resources or deferred inflows of resources, certain items that were previously reported as assets and liabilities. The library elected to early implement Statement No. 65 in the

current fiscal year. The adoption of Statement No. 65 did not have any impact on the library's financial statements.

GASB Statement No. 66, *Technical Corrections -2012* – an amendment of GASB Statements No. 10 and No. 62. Statement No. 66 improves accounting and financial reporting for a governmental financial reporting entity by resolving conflicting guidance that resulted from the issuance of two pronouncements, Statements No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions*, and No. 62, *Codification of Accounting and Financial Reporting Guidance Contained in Pre-November 30, 1989 FASB and AICPA Pronouncements*. The library implemented Statement No. 66 in the current fiscal year. The adoption of Statement No. 66 does not have any impact on the library's financial statements.

B. Cash and Investments

The Town of Greeneville is responsible for receiving and disbursing funds of the library. The library held no investments as of June 30, 2013. The library's deposits are held in the town's general operating bank account and in the library's endowment account. At June 30, 2013, the carrying amount of the library's deposits was \$337,969. Deposits include demand deposits and sweep accounts. The town's bank balance, as well as the library's endowment account bank balance at June 30, 2013, was fully covered by FDIC insurance and through the bank's participation in the Tennessee Collateral Pool.

The Town of Greeneville does not have a policy for interest rate risk or other credit risk other than pledging of securities for amounts in excess of the FDIC coverage. The library is exposed to concentration of credit risk by placing deposits in financial institutions. The library through the town has mitigated the risks because the bank balance in excess of FDIC limit is collateralized by the State of Tennessee bank collateral pool.

C. Risk Management

The library 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 library's risks of loss are covered by a commercial package insurance policy carried by the town. Settled claims resulting from these risks have not exceeded commercial insurance coverage in any of the past three years.

D. Salaries and Fringe Benefits

The personnel assigned to the operations of the library are employees of the Town of Greeneville and are covered by the fringe benefits programs of the town, including participation in the Tennessee Consolidated Retirement System.

E. Capital Assets

Capital asset activity for the year ended June 30, 2013, was as follows:

	Balance 7-1-12	Additions	Balance 6-30-13
Governmental Activities			
Capital Assets Not Being Depreciated			
Land	\$ 70,300	\$ 0	\$ 70,300
Total Assets Not Being Depreciated	<u>\$ 70,300</u>	<u>\$ 0</u>	<u>\$ 70,300</u>
Other Capital Assets			
Land Improvements	\$ 15,008	\$ 0	\$ 15,008
Buildings and Improvements	671,988	0	671,988
Other Capital Assets	747,057	36,507	783,564
Total Other Capital Assets	<u>\$ 1,434,053</u>	<u>\$ 36,507</u>	<u>\$ 1,470,560</u>
Less Accumulated Depreciation For			
Land Improvements	\$ (4,917)	\$ (500)	\$ (5,417)
Buildings and Improvements	(403,816)	(17,346)	(421,162)
Other Capital Assets	(683,986)	(22,817)	(706,803)
Total Accumulated Depreciation	<u>\$ (1,092,719)</u>	<u>\$ (40,663)</u>	<u>\$ (1,133,383)</u>
Other Capital Assets, Net	<u>\$ 341,334</u>	<u>\$ (4,156)</u>	<u>\$ 337,177</u>
Governmental Activities			
Capital Assets, Net	<u>\$ 411,634</u>	<u>\$ (4,156)</u>	<u>\$ 407,477</u>

Depreciation was charged to functions as follows:

Governmental Activities			
General Government		\$	40,663

**REQUIRED SUPPLEMENTARY
INFORMATION**

Exhibit F-1

Greene County, Tennessee
Schedule of Funding Progress – Pension Plan
Primary Government and Discretely Presented Greene County School Department
June 30, 2013

(Dollar amounts in thousands)

Actuarial Valuation Date	Actuarial Value of Plan Assets (a)	Actuarial Accrued Liability (AAL) Frozen Entry Age (b)	Unfunded AAL (UAAL) (b)-(a)	Funded Ratio (a/b)	Covered Payroll (c)	UAAL as a Percentage of Covered Payroll ((b-a)/c)
7-1-11	\$ 48,631	\$ 51,200	\$ 2,569	94.98 %	\$ 17,516	14.67 %
7-1-09	38,614	41,624	3,010	92.77	17,091	17.61
7-1-07	35,187	38,579	3,392	91.21	15,959	21.25

Exhibit F-2

Greene County, Tennessee
Schedule of Funding Progress – Other Postemployment Benefit Plans
Primary Government and Discretely Presented Greene County School Department
June 30, 2013

(Dollar amounts in thousands)

Plans	Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial 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>							
Commercial	7-1-08	\$ 0	\$ 1,724	\$ 1,724	0	\$ 11,380	15 %
"	7-1-10	0	1,516	1,516	0	12,875	12
Self-Insured	7-1-12	0	1,275	1,275	0	12,147	10
<u>DISCRETELY PRESENTED GREENE COUNTY SCHOOL DEPARTMENT</u>							
Local Education Group	7-1-09	0	16,878	16,878	0	30,361	56
"	7-1-10	0	16,920	16,920	0	30,347	56
"	7-1-11	0	16,556	16,556	0	31,685	52

GREENE COUNTY, TENNESSEE
NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION
For the Year Ended June 30, 2013

BUDGETARY INFORMATION

In prior years, the budgetary statements for the General Fund and major special revenue funds were presented as required supplementary information in the financial statements of its external financial report. Effective for the year ended June 30, 2013, these budgetary statements are presented as part of the basic financial statements. This change in presentation was done to be consistent in the presentation of the information for both municipal and county governments in Tennessee.

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

Nonmajor Governmental Funds

Special Revenue Funds

Special Revenue Funds are used to account for and report the proceeds of specific revenue sources that are restricted or committed to expenditure for specific purposes other than debt service or capital projects.

Solid Waste/Sanitation Fund – The Solid Waste/Sanitation Fund is used to account for transactions relating to garbage pickup and contracted disposal services.

Drug Control Fund – The Drug Control Fund is used to account for revenues received from drug-related fines, forfeitures, and seizures.

District Attorney General Fund – This fund was previously used to account for restricted revenues held for the benefit of the district attorney general. Effective July 1, 2012, this fund was reclassified as an agency fund.

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, and sheriff.

Debt Service Fund

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

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

Capital Projects Funds

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

General Capital Projects Fund – The General Capital Projects Fund is used to account for general capital expenditures of the county and the issuance of capital outlay notes and bonds contributed to the School Department.

Community Development/Industrial Park Fund – The Community Development/Industrial Park Fund is used to account for transactions related to industrial capital projects.

HUD Grant Projects Fund – The HUD Grant Projects Fund is used to account for the expenditures of the HOME Investment Partnerships Program.

Highway Capital Projects Fund – The Highway Capital Projects Fund is used to account for to the acquisition or construction of highway capital assets.

Other Capital Projects Fund – The Other Capital Projects Fund is used to account for funds held for recreation and performing arts capital expenditures.

Greene County, Tennessee
 Combining Balance Sheet
 Nonmajor Governmental Funds
 June 30, 2013

	Special Revenue Funds				Debt Service Fund	
	Solid Waste / Sanitation	Drug Control	Constitutional Officers - Fees	Total	General Debt	Service
\$	7,717	0	2,532	10,249		0
Cash	1,370,939	273,978	0	1,644,917		79,104
Equity in Pooled Cash and Investments	16,681	0	12,665	29,346		10,240
Accounts Receivable	120,704	0	0	120,704		0
Due from Other Governments	362	19,136	0	19,498		0
Due from Other Funds	847,568	0	0	847,568		562,536
Property Taxes Receivable	(20,091)	0	0	(20,091)		(20,999)
Allowance for Uncollectible Property Taxes						
Total Assets	\$ 2,343,880	\$ 293,114	\$ 15,197	\$ 2,652,191		\$ 630,881

ASSETS

Cash
 Equity in Pooled Cash and Investments
 Accounts Receivable
 Due from Other Governments
 Due from Other Funds
 Property Taxes Receivable
 Allowance for Uncollectible Property Taxes

Total Assets

LIABILITIES

Accounts Payable
 Accrued Payroll
 Payroll Deductions Payable
 Due to Other Funds
 Due to Cities
 Other Current Liabilities
 Total Liabilities

\$	11,768	220	0	11,988		0
Accounts Payable	18,453	0	0	18,453		0
Accrued Payroll	2,188	0	0	2,188		0
Payroll Deductions Payable	77	0	15,197	15,274		140,395
Due to Other Funds	52,835	0	0	52,835		0
Due to Cities	0	5,738	0	5,738		0
Other Current Liabilities						
Total Liabilities	\$ 85,321	\$ 5,958	\$ 15,197	\$ 106,476		\$ 140,395

DEFERRED INFLOWS OF RESOURCES

Deferred Current Property Taxes
 Deferred Delinquent Property Taxes
 Other Deferred/Unavailable Revenue
 Total Deferred Inflows of Resources

\$	807,868	0	0	807,868		507,911
Deferred Current Property Taxes	11,043	0	0	11,043		28,636
Deferred Delinquent Property Taxes	64,989	0	0	64,989		0
Other Deferred/Unavailable Revenue						
Total Deferred Inflows of Resources	\$ 883,900	\$ 0	\$ 0	\$ 883,900		\$ 536,547

FUND BALANCES

Restricted:
 Restricted for Public Safety
 Restricted for Capital Projects
 Committed:
 Committed for Public Health and Welfare
 Unassigned
 Total Fund Balances

\$	0	287,156	0	287,156		0
Restricted:	0	0	0	0		0
Restricted for Public Safety						
Restricted for Capital Projects						
Committed:						
Committed for Public Health and Welfare	1,374,659	0	0	1,374,659		0
Unassigned	0	0	0	0		(46,061)
Total Fund Balances	\$ 1,374,659	\$ 287,156	\$ 0	\$ 1,661,815		\$ (46,061)

Total Liabilities, Deferred Inflows of Resources, and Fund Balances

\$	2,343,880	293,114	15,197	2,652,191		630,881
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(Continued)

Exhibit G-1

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

	Capital Projects Funds						Total Nonmajor Governmental Funds
	General Capital Projects	Community Development/ Industrial Park	HUD Grant Projects	Highway Capital Projects	Other Capital Projects	Total	
\$	0	0	0	0	0	0	10,249
\$	72,896	749,504	7,004	972,060	80,381	1,881,845	3,605,866
	0	0	0	0	10,191	10,191	49,777
	0	0	0	0	0	0	120,704
	0	0	0	0	0	0	19,498
	0	0	0	0	0	0	1,410,104
	0	0	0	0	0	0	(41,090)
\$	72,896	749,504	7,004	972,060	90,572	1,892,036	5,175,108
<u>ASSETS</u>							
Cash							
Equity in Pooled Cash and Investments							
Accounts Receivable							
Due from Other Governments							
Due from Other Funds							
Property Taxes Receivable							
Allowance for Uncollectible Property Taxes							
Total Assets							
\$	0	31,714	0	0	0	31,714	43,702
	0	0	0	0	0	0	18,453
	0	0	0	0	0	0	2,188
	0	0	0	143,023	0	143,023	298,692
	0	0	0	0	0	0	52,835
	0	0	7,000	0	0	7,000	12,738
\$	0	31,714	7,000	143,023	0	181,737	428,608
<u>LIABILITIES</u>							
Accounts Payable							
Accrued Payroll							
Payroll Deductions Payable							
Due to Other Funds							
Due to Cities							
Other Current Liabilities							
Total Liabilities							
\$	0	0	0	0	0	0	0
<u>DEFERRED INFLOWS OF RESOURCES</u>							
Deferred Current Property Taxes							
Deferred Delinquent Property Taxes							
Other Deferred/Unavailable Revenue							
Total Deferred Inflows of Resources							
\$	0	0	0	0	0	0	1,315,779
	0	0	0	0	0	0	39,679
	0	0	0	0	0	0	64,989
\$	0	0	0	0	0	0	1,420,447
<u>FUND BALANCES</u>							
Restricted:							
Restricted for Public Safety							
Restricted for Capital Projects							
Committed:							
Committed for Public Health and Welfare							
Unassigned							
Total Fund Balances							
\$	72,896	717,790	4	829,037	90,572	1,710,299	287,156
	0	0	0	0	0	0	1,710,299
	0	0	0	0	0	0	1,374,659
	0	0	0	0	0	0	(46,061)
\$	72,896	717,790	4	829,037	90,572	1,710,299	3,326,053
\$	72,896	749,504	7,004	972,060	90,572	1,892,036	5,175,108
Total Liabilities, Deferred Inflows of Resources, and Fund Balances							

Exhibit G-2

Greene County, Tennessee
 Combining Statement of Revenues, Expenditures,
 and Changes in Fund Balances
 Nonmajor Governmental Funds
 For the Year Ended June 30, 2013

	Special Revenue Funds					Total	Debt Service Fund
	Solid Waste / Sanitation	Drug Control	District Attorney	Constitutional Officers - Fees	General Debt Service		
Revenues							
Local Taxes	\$ 1,637,753	\$ 0	\$ 0	\$ 0	\$ 1,637,753	\$ 1,358,507	
Fines, Forfeitures, and Penalties	0	159,687	0	0	159,687	0	
Charges for Current Services	154,191	0	0	13,780	167,971	0	
Other Local Revenues	1,135,162	0	0	0	1,135,162	21,364	
State of Tennessee	29,761	0	0	0	29,761	0	
Federal Government	0	0	0	0	0	0	
Other Governments and Citizens Groups	0	0	0	0	0	0	
Total Revenues	\$ 2,956,867	\$ 159,687	\$ 0	\$ 13,780	\$ 3,130,334	\$ 1,379,871	
Expenditures							
Current:							
Administration of Justice	\$ 0	\$ 0	\$ 0	\$ 13,780	\$ 13,780	\$ 0	
Public Safety	0	57,030	0	0	57,030	0	
Public Health and Welfare	1,972,712	0	0	0	1,972,712	0	
Highways	0	0	0	0	0	0	
Debt Service:							
Principal on Debt	0	0	0	0	0	1,200,000	
Interest on Debt	0	0	0	0	0	526,751	
Other Debt Service	0	0	0	0	0	19,064	
Capital Projects	0	0	0	0	0	0	
Capital Projects - Donated	0	0	0	0	0	0	
Total Expenditures	\$ 1,972,712	\$ 57,030	\$ 0	\$ 13,780	\$ 2,043,522	\$ 1,745,815	
Excess (Deficiency) of Revenues Over Expenditures	\$ 984,155	\$ 102,657	\$ 0	\$ 0	\$ 1,086,812	\$ (365,944)	
Other Financing Sources (Uses)							
Notes Issued	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	
Insurance Recovery	2,444	0	0	0	2,444	0	
Transfers Out	0	0	0	0	0	0	
Total Other Financing Sources (Uses)	\$ 2,444	\$ 0	\$ 0	\$ 0	\$ 2,444	\$ 0	
Net Change in Fund Balances	\$ 986,599	\$ 102,657	\$ 0	\$ 0	\$ 1,089,256	\$ (365,944)	
Reclassification - see Note I.D.10.	0	0	(211,961)	0	(211,961)	0	
Fund Balance, July 1, 2012	388,060	184,499	211,961	0	784,520	319,883	
Fund Balance, June 30, 2013	\$ 1,374,659	\$ 287,156	\$ 0	\$ 0	\$ 1,661,815	\$ (46,061)	

(Continued)

Exhibit G-2

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

	Capital Projects Funds						Total Nonmajor Governmental Funds
	General Capital Projects	Community Development/ Industrial Park	HUD Grant Projects	Highway Capital Projects	Other Capital Projects	Total	
Revenues							
Local Taxes	\$ 0 \$	0 \$	0 \$	0 \$	106,529 \$	106,529 \$	3,102,789
Fines, Forfeitures, and Penalties	0	0	0	0	0	0	159,687
Charges for Current Services	0	0	0	0	0	0	167,971
Other Local Revenues	45,000	0	1,050	11,753	0	57,803	1,214,329
State of Tennessee	0	135,000	0	0	0	135,000	164,761
Federal Government	15,625	0	338,775	0	0	354,400	354,400
Other Governments and Citizens Groups	0	1,135,734	0	0	0	1,135,734	1,135,734
Total Revenues	\$ 60,625 \$	1,270,734 \$	339,825 \$	11,753 \$	106,529 \$	1,789,466 \$	6,299,671
Expenditures							
Current:							
Administration of Justice	\$ 0 \$	0 \$	0 \$	0 \$	0 \$	0 \$	13,780
Public Safety	0	0	0	0	0	0	57,030
Public Health and Welfare	0	0	0	0	0	0	1,972,712
Highways	0	0	0	63,489	0	63,489	63,489
Debt Service:							
Principal on Debt	0	0	0	0	0	0	1,200,000
Interest on Debt	0	0	0	0	0	0	526,751
Other Debt Service	0	0	0	0	0	0	19,064
Capital Projects	53,762	552,944	339,821	6,498	132,353	1,085,378	1,085,378
Capital Projects - Donated	484,416	0	0	0	0	484,416	484,416
Total Expenditures	\$ 538,178 \$	552,944 \$	339,821 \$	69,987 \$	132,353 \$	1,633,283 \$	5,422,620
Excess (Deficiency) of Revenues Over Expenditures	\$ (477,553) \$	717,790 \$	4 \$	(58,234) \$	(25,824) \$	156,183 \$	877,051
Other Financing Sources (Uses)							
Notes Issued	\$ 484,416 \$	0 \$	0 \$	0 \$	0 \$	484,416 \$	484,416
Insurance Recovery	0	0	0	0	0	0	2,444
Transfers Out	(3,926)	0	0	(2,313,343)	(30,657)	(2,347,906)	(2,347,906)
Total Other Financing Sources (Uses)	\$ 480,490 \$	0 \$	0 \$	(2,313,343) \$	(30,657) \$	(1,863,490) \$	(1,861,046)
Net Change in Fund Balances	\$ 2,937 \$	717,790 \$	4 \$	(2,371,577) \$	(56,461) \$	(1,707,307) \$	(983,995)
Reclassification - See Note I.D.10.	0	0	0	0	0	0	(211,961)
Fund Balance, July 1, 2012	69,959	0	0	3,200,614	147,033	3,417,606	4,522,009
Fund Balance, June 30, 2013	\$ 72,896 \$	717,790 \$	4 \$	829,037 \$	90,572 \$	1,710,299 \$	3,326,053

Exhibit G-3

Greene County, Tennessee
 Schedule of Revenues, Expenditures, and Changes
 in Fund Balance - Actual (Budgetary Basis) and Budget
 Solid Waste/Sanitation Fund
 For the Year Ended June 30, 2013

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2012	Add: Encumbrances 6/30/2013	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
<u>Revenues</u>							
Local Taxes	\$ 1,637,753	\$ 0	\$ 0	\$ 1,637,753	\$ 1,687,112	\$ 1,687,112	\$ (49,359)
Charges for Current Services	154,191	0	0	154,191	162,840	162,840	(8,649)
Other Local Revenues	1,135,162	0	0	1,135,162	188,101	1,188,101	(52,939)
State of Tennessee	29,761	0	0	29,761	51,000	51,000	(21,239)
Total Revenues	\$ 2,956,867	\$ 0	\$ 0	\$ 2,956,867	\$ 2,089,053	\$ 3,089,053	\$ (132,186)
<u>Expenditures</u>							
Public Health and Welfare							
Sanitation Management	\$ 1,105,662	(291)	767,183	\$ 1,872,554	\$ 1,177,455	\$ 2,213,900	\$ 341,346
Waste Pickup	431,890	0	0	431,890	440,857	444,870	12,980
Convenience Centers	393,809	0	4,200	398,009	411,291	416,791	18,782
Transfer Stations	41,351	0	14,756	56,107	59,158	59,158	3,051
Total Expenditures	\$ 1,972,712	(291)	786,139	\$ 2,758,560	\$ 2,088,761	\$ 3,134,719	\$ 376,159
Excess (Deficiency) of Revenues Over Expenditures	\$ 984,155	291	(786,139)	\$ 198,307	\$ 292	\$ (45,666)	\$ 243,973
<u>Other Financing Sources (Uses)</u>							
Insurance Recovery	\$ 2,444	\$ 0	\$ 0	\$ 2,444	\$ 0	\$ 2,445	\$ (1)
Total Other Financing Sources	\$ 2,444	\$ 0	\$ 0	\$ 2,444	\$ 0	\$ 2,445	\$ (1)
Net Change in Fund Balance Fund Balance, July 1, 2012	\$ 986,599	291	(786,139)	\$ 200,751	\$ 292	\$ (43,221)	\$ 243,972
	388,060	(291)	0	387,769	386,168	386,168	1,601
Fund Balance, June 30, 2013	\$ 1,374,659	\$ 0	(786,139)	\$ 588,520	\$ 386,460	\$ 342,947	\$ 245,573

Exhibit G-4

Greene County, Tennessee
Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Actual and Budget
Drug Control Fund
For the Year Ended June 30, 2013

	Actual	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
		Original	Final	
<u>Revenues</u>				
Fines, Forfeitures, and Penalties	\$ 159,687	\$ 32,000	\$ 32,000	\$ 127,687
Other Local Revenues	0	1,000	1,000	(1,000)
Total Revenues	<u>\$ 159,687</u>	<u>\$ 33,000</u>	<u>\$ 33,000</u>	<u>\$ 126,687</u>
<u>Expenditures</u>				
<u>Public Safety</u>				
Drug Enforcement	\$ 57,030	\$ 66,000	\$ 66,000	\$ 8,970
Total Expenditures	<u>\$ 57,030</u>	<u>\$ 66,000</u>	<u>\$ 66,000</u>	<u>\$ 8,970</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ 102,657</u>	<u>\$ (33,000)</u>	<u>\$ (33,000)</u>	<u>\$ 135,657</u>
Net Change in Fund Balance	\$ 102,657	\$ (33,000)	\$ (33,000)	\$ 135,657
Fund Balance, July 1, 2012	<u>184,499</u>	<u>183,759</u>	<u>183,759</u>	<u>740</u>
Fund Balance, June 30, 2013	<u>\$ 287,156</u>	<u>\$ 150,759</u>	<u>\$ 150,759</u>	<u>\$ 136,397</u>

Exhibit G-5

Greene County, Tennessee
Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Actual and Budget
General Debt Service Fund
For the Year Ended June 30, 2013

	Actual	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
		Original	Final	
<u>Revenues</u>				
Local Taxes	\$ 1,358,507	\$ 1,457,675	\$ 1,457,675	\$ (99,168)
Other Local Revenues	21,364	4,200	4,200	17,164
Total Revenues	<u>\$ 1,379,871</u>	<u>\$ 1,461,875</u>	<u>\$ 1,461,875</u>	<u>\$ (82,004)</u>
<u>Expenditures</u>				
<u>Principal on Debt</u>				
General Government	\$ 175,000	\$ 0	\$ 175,000	\$ 0
Highways and Streets	1,025,000	705,000	1,025,000	0
<u>Interest on Debt</u>				
General Government	67,425	794,628	67,425	0
Highways and Streets	459,326	227,124	459,327	1
<u>Other Debt Service</u>				
General Government	19,064	20,700	20,700	1,636
Total Expenditures	<u>\$ 1,745,815</u>	<u>\$ 1,747,452</u>	<u>\$ 1,747,452</u>	<u>\$ 1,637</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ (365,944)</u>	<u>\$ (285,577)</u>	<u>\$ (285,577)</u>	<u>\$ (80,367)</u>
Net Change in Fund Balance	\$ (365,944)	\$ (285,577)	\$ (285,577)	\$ (80,367)
Fund Balance, July 1, 2012	319,883	311,604	311,604	8,279
Fund Balance, June 30, 2013	<u>\$ (46,061)</u>	<u>\$ 26,027</u>	<u>\$ 26,027</u>	<u>\$ (72,088)</u>

Major Governmental Fund

Education Debt Service Fund

The Education Debt Service Fund is used to account for and report financial resources that are restricted, committed, or assigned to expenditure for principal and interest of education related debt.

Exhibit H

Greene County, Tennessee
Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Actual and Budget
Education Debt Service Fund
For the Year Ended June 30, 2013

	Actual	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
		Original	Final	
<u>Revenues</u>				
Local Taxes	\$ 2,483,221	\$ 2,398,378	\$ 2,398,378	\$ 84,843
Other Local Revenues	11,286	21,815	21,815	(10,529)
Other Governments and Citizens Groups	204,214	250,000	250,000	(45,786)
Total Revenues	<u>\$ 2,698,721</u>	<u>\$ 2,670,193</u>	<u>\$ 2,670,193</u>	<u>\$ 28,528</u>
<u>Expenditures</u>				
<u>Principal on Debt</u>				
Education	\$ 1,790,242	\$ 1,790,238	\$ 1,790,238	\$ (4)
<u>Interest on Debt</u>				
Education	884,180	889,934	889,934	5,754
<u>Other Debt Service</u>				
Education	46,984	52,000	52,000	5,016
Total Expenditures	<u>\$ 2,721,406</u>	<u>\$ 2,732,172</u>	<u>\$ 2,732,172</u>	<u>\$ 10,766</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ (22,685)</u>	<u>\$ (61,979)</u>	<u>\$ (61,979)</u>	<u>\$ 39,294</u>
<u>Other Financing Sources (Uses)</u>				
Transfers In	\$ 30,637	\$ 30,637	\$ 30,637	\$ 0
Total Other Financing Sources	<u>\$ 30,637</u>	<u>\$ 30,637</u>	<u>\$ 30,637</u>	<u>\$ 0</u>
Net Change in Fund Balance	\$ 7,952	\$ (31,342)	\$ (31,342)	\$ 39,294
Fund Balance, July 1, 2012	<u>997,689</u>	<u>900,445</u>	<u>900,445</u>	<u>97,244</u>
Fund Balance, June 30, 2013	<u>\$ 1,005,641</u>	<u>\$ 869,103</u>	<u>\$ 869,103</u>	<u>\$ 136,538</u>

Fiduciary Funds

Agency Funds are used to account for assets held by the county in a trustee capacity or as an agent for individuals, private organizations, other governments, and/or other funds. Agency funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations.

Cities - Sales Tax Fund – The Cities - Sales Tax Fund is used to account for the second half of the sales tax revenues collected inside incorporated cities of the county. These revenues are received by the county from the State of Tennessee and forwarded to the various cities on a monthly basis.

City School ADA - Greeneville Fund – The City School ADA - Greeneville Fund is used to account for the city school system’s share of education revenues collected by the county that must be apportioned to the system on an average daily attendance basis. These collections are remitted to the city school system 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, 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 grants and other restricted revenues for the benefit of the multi-jurisdictional drug task force, which was created by contract (mutual aid agreement) between the participating city and county governments.

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 I-1

Greene County, Tennessee
 Combining Statement of Fiduciary Assets and Liabilities
 Fiduciary Funds
 June 30, 2013

	Agency Funds							Total
	Cities - Sales Tax	City School ADA - Greeneville	Constitu- tional Officers - Agency	Judicial District Drug	District Attorney General			
ASSETS								
Cash	\$ 0	\$ 0	\$ 2,300,498	\$ 0	\$ 0	\$ 0	\$ 2,300,498	
Equity in Pooled Cash and Investments	0	6,225	0	24,174	227,910	0	258,309	
Due from Other Governments	1,199,161	427,323	0	0	2,346	0	1,628,830	
Due from Other Funds	0	0	0	31,806	201	0	32,007	
Property Taxes Receivable	0	3,159,486	0	0	0	0	3,159,486	
Allowance for Uncollectible Property Taxes	0	(89,857)	0	0	0	0	(89,857)	
Total Assets	\$ 1,199,161	\$ 3,503,177	\$ 2,300,498	\$ 55,980	\$ 230,457	\$ 0	\$ 7,289,273	
LIABILITIES								
Accounts Payable	\$ 0	\$ 0	\$ 0	\$ 7,389	\$ 0	\$ 0	\$ 7,389	
Due to Other Funds	0	0	0	201	3,103	0	3,304	
Due to Other Taxing Units	1,199,161	3,503,177	0	0	0	0	4,702,338	
Due to Litigants, Heirs, and Others	0	0	2,300,498	0	227,354	0	2,527,852	
Due to Joint Ventures	0	0	0	48,390	0	0	48,390	
Total Liabilities	\$ 1,199,161	\$ 3,503,177	\$ 2,300,498	\$ 55,980	\$ 230,457	\$ 0	\$ 7,289,273	

Exhibit I-2

Greene County, Tennessee
Combining Statement of Changes in Assets
and Liabilities - All Agency Funds
For the Year Ended June 30, 2013

	Beginning Balance	Additions	Deductions	Ending Balance
<u>Cities - Sales Tax Fund</u>				
<u>Assets</u>				
Equity in Pooled Cash and Investments	\$ 0	\$ 6,986,714	\$ 6,986,714	\$ 0
Due from Other Governments	1,194,421	1,199,161	1,194,421	1,199,161
Total Assets	\$ 1,194,421	\$ 8,185,875	\$ 8,181,135	\$ 1,199,161
<u>Liabilities</u>				
Due to Other Taxing Units	\$ 1,194,421	\$ 8,185,875	\$ 8,181,135	\$ 1,199,161
Total Liabilities	\$ 1,194,421	\$ 8,185,875	\$ 8,181,135	\$ 1,199,161
<u>City School ADA - Greeneville Fund</u>				
<u>Assets</u>				
Equity in Pooled Cash and Investments	\$ 0	\$ 5,534,189	\$ 5,527,964	\$ 6,225
Due from Other Governments	442,969	427,323	442,969	427,323
Property Taxes Receivable	3,141,577	3,159,486	3,141,577	3,159,486
Allowance for Uncollectible Property Taxes	(94,886)	(89,857)	(94,886)	(89,857)
Total Assets	\$ 3,489,660	\$ 9,031,141	\$ 9,017,624	\$ 3,503,177
<u>Liabilities</u>				
Due to Other Taxing Units	\$ 3,489,660	\$ 9,031,141	\$ 9,017,624	\$ 3,503,177
Total Liabilities	\$ 3,489,660	\$ 9,031,141	\$ 9,017,624	\$ 3,503,177
<u>Constitutional Officers - Agency Fund</u>				
<u>Assets</u>				
Cash	\$ 2,114,542	\$ 13,289,226	\$ 13,103,270	\$ 2,300,498
Accounts Receivable	239	0	239	0
Total Assets	\$ 2,114,781	\$ 13,289,226	\$ 13,103,509	\$ 2,300,498
<u>Liabilities</u>				
Due to Litigants, Heirs, and Others	\$ 2,114,781	\$ 13,289,226	\$ 13,103,509	\$ 2,300,498
Total Liabilities	\$ 2,114,781	\$ 13,289,226	\$ 13,103,509	\$ 2,300,498
<u>Judicial District Drug</u>				
<u>Assets</u>				
Equity in Pooled Cash and Investments	\$ 49,390	\$ 240,463	\$ 265,679	\$ 24,174
Accounts Receivable	2,779	0	2,779	0
Due from Other Funds	0	31,806	0	31,806
Total Assets	\$ 52,169	\$ 272,269	\$ 268,458	\$ 55,980

(Continued)

Exhibit I-2

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

	Beginning Balance	Additions	Deductions	Ending Balance
<u>Judicial District Drug (Cont.)</u>				
<u>Liabilities</u>				
Accounts Payable	\$ 2,163	\$ 7,389	\$ 2,163	\$ 7,389
Due to Other Funds	0	201	0	201
Due to Joint Ventures	50,006	265,679	267,295	48,390
Total Liabilities	\$ 52,169	\$ 273,269	\$ 269,458	\$ 55,980
<u>District Attorney General</u>				
<u>Assets</u>				
Equity in Pooled Cash and Investments	\$ 0	\$ 260,788	\$ 32,878	\$ 227,910
Due from Other Governments	0	4,180	1,834	2,346
Due from Other Funds	0	201	0	201
Total Assets	\$ 0	\$ 265,169	\$ 34,712	\$ 230,457
<u>Liabilities</u>				
Due to Other Funds	\$ 0	\$ 3,103	\$ 0	\$ 3,103
Due to Litigants, Heirs, and Others	0	262,066	34,712	227,354
Total Liabilities	\$ 0	\$ 265,169	\$ 34,712	\$ 230,457
<u>Totals - All Agency Funds</u>				
<u>Assets</u>				
Cash	\$ 2,114,542	\$ 13,289,226	\$ 13,103,270	\$ 2,300,498
Equity in Pooled Cash and Investments	49,390	13,022,154	12,813,235	258,309
Accounts Receivable	3,018	0	3,018	0
Due from Other Governments	1,637,390	1,630,664	1,639,224	1,628,830
Due from Other Funds	0	32,007	0	32,007
Property Taxes Receivable	3,141,577	3,159,486	3,141,577	3,159,486
Allowance for Uncollectible Property Taxes	(94,886)	(89,857)	(94,886)	(89,857)
Total Assets	\$ 6,851,031	\$ 31,043,680	\$ 30,605,438	\$ 7,289,273
<u>Liabilities</u>				
Accounts Payable	\$ 2,163	\$ 7,389	\$ 2,163	\$ 7,389
Due to Other Funds	0	3,304	0	3,304
Due to Other Taxing Units	4,684,081	17,217,016	17,198,759	4,702,338
Due to Litigants, Heirs, and Others	2,114,781	13,551,292	13,138,221	2,527,852
Due to Joint Ventures	50,006	265,679	267,295	48,390
Total Liabilities	\$ 6,851,031	\$ 31,044,680	\$ 30,606,438	\$ 7,289,273

Greene County School Department

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

General Purpose School Fund – The General Purpose School Fund is used to account for general operations of the School Department.

School Federal Projects Fund – The School Federal Projects Fund is used to account for restricted federal revenues, which must be expended on specific education programs.

Central Cafeteria Fund – The Central Cafeteria Fund is used to account for the cafeteria operations in each of the schools.

Education Capital Projects Fund – The Education Capital Projects Fund is used to account for building construction and renovations of the School Department.

Exhibit J-1

Greene County, Tennessee
Statement of Activities
Discretely Presented Greene County School Department
For the Year Ended June 30, 2013

Functions/Programs	Expenses	Program Revenues			Net (Expense) Revenue and Changes in Net Position
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	
Governmental Activities:					
Instruction	\$ 33,504,767	\$ 0	\$ 3,988,299	\$ 0	\$ (29,516,468)
Support Services	17,779,508	352,674	0	484,416	(16,942,418)
Operation of Non-Instructional Services	5,991,983	1,073,820	4,854,757	0	(63,406)
Debt Service	204,214	0	0	0	(204,214)
Total Governmental Activities	\$ 57,480,472	\$ 1,426,494	\$ 8,843,056	\$ 484,416	\$ (46,726,506)
General Revenues:					
Taxes:					
Property Taxes Levied for General Purposes					\$ 6,847,561
Local Option Sales Tax					5,243,541
Other Local Taxes					4,306
Grants and Contributions Not Restricted for Specific Programs					32,743,644
Unrestricted Investment Income					26,558
Miscellaneous					260,174
Gain on Disposal of Capital Assets					11,487
Total General Revenues					\$ 45,137,271
Change in Net Position					\$ (1,589,235)
Net Position, July 1, 2012					35,679,239
Net Position, June 30, 2013					\$ 34,090,004

Exhibit J-2

Greene County, Tennessee
 Balance Sheet - Governmental Funds
 Discretely Presented Greene County School Department
 June 30, 2013

	<u>Major Fund</u>	<u>Nonmajor</u> <u>Funds</u>	
	General Purpose School	Other Govern- mental Funds	Total Governmental Funds
<u>ASSETS</u>			
Cash	\$ 804,660	\$ 1,200	\$ 805,860
Equity in Pooled Cash and Investments	2,984,680	1,115,001	4,099,681
Accounts Receivable	30,892	0	30,892
Due from Other Governments	1,761,749	72,443	1,834,192
Property Taxes Receivable	7,308,690	0	7,308,690
Allowance for Uncollectible Property Taxes	(207,862)	0	(207,862)
Total Assets	<u>\$ 12,682,809</u>	<u>\$ 1,188,644</u>	<u>\$ 13,871,453</u>
<u>LIABILITIES</u>			
Accounts Payable	\$ 8,897	\$ 0	\$ 8,897
Due to Primary Government	204,214	0	204,214
Other Current Liabilities	799,660	0	799,660
Total Liabilities	<u>\$ 1,012,771</u>	<u>\$ 0</u>	<u>\$ 1,012,771</u>
<u>DEFERRED INFLOWS OF RESOURCES</u>			
Deferred Current Property Taxes	\$ 6,835,294	\$ 0	\$ 6,835,294
Deferred Delinquent Property Taxes	198,622	0	198,622
Other Deferred/Unavailable Revenue	462,926	44,139	507,065
Total Deferred Inflows of Resources	<u>\$ 7,496,842</u>	<u>\$ 44,139</u>	<u>\$ 7,540,981</u>
<u>FUND BALANCES</u>			
Restricted:			
Restricted for Education	\$ 0	\$ 893,736	\$ 893,736
Restricted for Capital Projects	0	77,673	77,673
Committed:			
Committed for Education	69,705	200,000	269,705
Assigned:			
Assigned for Education	978,008	0	978,008
Unassigned	3,125,483	(26,904)	3,098,579
Total Fund Balances	<u>\$ 4,173,196</u>	<u>\$ 1,144,505</u>	<u>\$ 5,317,701</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 12,682,809</u>	<u>\$ 1,188,644</u>	<u>\$ 13,871,453</u>

Greene County, Tennessee
Reconciliation of the Balance Sheet of Governmental Funds to
the Statement of Net Position
Discretely Presented Greene County School Department
June 30, 2013

Amounts reported for governmental activities in the statement of net position (Exhibit A) are different because:

Total fund balances - balance sheet - governmental funds (Exhibit J-2)		\$	5,317,701
(1) Capital assets used in governmental activities are not financial resources and therefore are not reported in the governmental funds.			
Add: land	\$	886,166	
Add: buildings and improvements net of accumulated depreciation		27,535,753	
Add: other capital assets net of accumulated depreciation		<u>4,449,756</u>	32,871,675
(2) Long-term liabilities are not due and payable in the current period and therefore are not reported in the governmental funds.			
Less: compensated absences payable	\$	(150,122)	
Less: other postemployment benefits liability		(4,251,814)	
Less: termination benefits		<u>(403,123)</u>	(4,805,059)
(3) Other long-term assets are not available to pay for current-period expenditures and therefore are deferred in the governmental funds.			<u>705,687</u>
Net position of governmental activities (Exhibit A)		\$	<u><u>34,090,004</u></u>

Exhibit J-4

Greene County, Tennessee
Statement of Revenues, Expenditures,
and Changes in Fund Balances -
Governmental Funds
Discretely Presented Greene County School Department
For the Year Ended June 30, 2013

	<u>Major Fund</u>	<u>Nonmajor Funds</u>	
	General Purpose School	Other Govern- mental Funds	Total Governmental Funds
<u>Revenues</u>			
Local Taxes	\$ 12,301,658	\$ 0	\$ 12,301,658
Licenses and Permits	2,326	0	2,326
Charges for Current Services	353,176	1,073,318	1,426,494
Other Local Revenues	319,419	899	320,318
State of Tennessee	33,213,934	40,044	33,253,978
Federal Government	138,251	7,856,229	7,994,480
Other Governments and Citizens Groups	0	484,416	484,416
Total Revenues	<u>\$ 46,328,764</u>	<u>\$ 9,454,906</u>	<u>\$ 55,783,670</u>
<u>Expenditures</u>			
Current:			
Instruction	\$ 27,401,792	\$ 3,581,708	\$ 30,983,500
Support Services	15,784,560	1,611,257	17,395,817
Operation of Non-Instructional Services	1,872,067	4,132,462	6,004,529
Capital Outlay	506,468	0	506,468
Debt Service:			
Other Debt Service	204,214	0	204,214
Capital Projects	0	740,436	740,436
Total Expenditures	<u>\$ 45,769,101</u>	<u>\$ 10,065,863</u>	<u>\$ 55,834,964</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ 559,663</u>	<u>\$ (610,957)</u>	<u>\$ (51,294)</u>
<u>Other Financing Sources (Uses)</u>			
Transfers In	\$ 25,162	\$ 0	\$ 25,162
Transfers Out	0	(25,162)	(25,162)
Total Other Financing Sources (Uses)	<u>\$ 25,162</u>	<u>\$ (25,162)</u>	<u>\$ 0</u>
Net Change in Fund Balances	\$ 584,825	\$ (636,119)	\$ (51,294)
Fund Balance, July 1, 2012	3,588,371	1,780,624	5,368,995
Fund Balance, June 30, 2013	<u>\$ 4,173,196</u>	<u>\$ 1,144,505</u>	<u>\$ 5,317,701</u>

Greene County, Tennessee
Reconciliation of the Statement of Revenues, Expenditures, and
Changes in Fund Balances of Governmental Funds to the
Statement of Activities
Discretely Presented Greene County School Department
For the Year Ended June 30, 2013

Amounts reported for governmental activities in the statement of activities (Exhibit B) are different because:

Net change in fund balances - total governmental funds (Exhibit J-4)		\$ (51,294)
(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	\$ 1,413,486	
Less: current-year depreciation expense	<u>(2,055,150)</u>	(641,664)
(2) Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.		
Add: deferred delinquent property taxes and other deferred June 30, 2013	\$ 705,687	
Less: deferred delinquent property taxes and other deferred June 30, 2012	<u>(598,120)</u>	107,567
(3) Some expenses reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in the governmental funds.		
Change in other postemployment benefits liability	\$ (1,019,446)	
Change in compensated absences payable	(6,381)	
Change in termination benefits	<u>21,983</u>	<u>(1,003,844)</u>
Change in net position of governmental activities (Exhibit B)		<u>\$ (1,589,235)</u>

Greene County, Tennessee
Combining Balance Sheet - Nonmajor Governmental Funds
Discretely Presented Greene County School Department
June 30, 2013

Exhibit J-6

	Special Revenue Funds			Capital Projects Fund		Total Nonmajor Governmental Funds
	School Federal Projects	Central Cafeteria	Total	Education Capital Projects		
\$	0 \$	1,200 \$	1,200 \$	0 \$	0 \$	1,200
	144,792	892,536	1,037,328	77,673		1,115,001
	72,443	0	72,443	0		72,443
\$	217,235 \$	893,736 \$	1,110,971 \$	77,673 \$		1,188,644

ASSETS

Cash	
Equity in Pooled Cash and Investments	
Due from Other Governments	
Total Assets	

DEFERRED INFLOWS OF RESOURCES

Other Deferred/Unavailable Revenue	
Total Deferred Inflows of Resources	

FUND BALANCES

Restricted:	
Restricted for Education	
Restricted for Capital Projects	
Committed:	
Committed for Education	
Unassigned	
Total Fund Balances	
Total Deferred Inflows of Resources and Fund Balances	

Exhibit J-7

Greene County, Tennessee
Combining Statement of Revenues, Expenditures,
and Changes in Fund Balances -
Nonmajor Governmental Funds
Discretely Presented Greene County School Department
For the Year Ended June 30, 2013

	<u>Special Revenue Funds</u>			<u>Capital</u>	<u>Total</u>
	<u>School</u>	<u>Central</u>	<u>Total</u>	<u>Projects</u>	
	<u>Federal</u>	<u>Cafeteria</u>		<u>Education</u>	<u>Nonmajor</u>
	<u>Projects</u>			<u>Capital</u>	<u>Governmental</u>
				<u>Projects</u>	<u>Funds</u>
<u>Revenues</u>					
Charges for Current Services	\$ 0	\$ 1,073,318	\$ 1,073,318	\$ 0	\$ 1,073,318
Other Local Revenues	0	899	899	0	899
State of Tennessee	0	40,044	40,044	0	40,044
Federal Government	5,137,527	2,718,702	7,856,229	0	7,856,229
Other Governments and Citizens Groups	0	0	0	484,416	484,416
Total Revenues	\$ 5,137,527	\$ 3,832,963	\$ 8,970,490	\$ 484,416	\$ 9,454,906
<u>Expenditures</u>					
Current:					
Instruction	\$ 3,581,708	\$ 0	\$ 3,581,708	\$ 0	\$ 3,581,708
Support Services	1,611,257	0	1,611,257	0	1,611,257
Operation of Non-Instructional Services	0	4,132,462	4,132,462	0	4,132,462
Capital Projects	0	0	0	740,436	740,436
Total Expenditures	\$ 5,192,965	\$ 4,132,462	\$ 9,325,427	\$ 740,436	\$ 10,065,863
Excess (Deficiency) of Revenues					
Over Expenditures	\$ (55,438)	\$ (299,499)	\$ (354,937)	\$ (256,020)	\$ (610,957)
<u>Other Financing Sources (Uses)</u>					
Transfers Out	\$ (25,162)	\$ 0	\$ (25,162)	\$ 0	\$ (25,162)
Total Other Financing Sources (Uses)	\$ (25,162)	\$ 0	\$ (25,162)	\$ 0	\$ (25,162)
Net Change in Fund Balances	\$ (80,600)	\$ (299,499)	\$ (380,099)	\$ (256,020)	\$ (636,119)
Fund Balance, July 1, 2012	253,696	1,193,235	1,446,931	333,693	1,780,624
Fund Balance, June 30, 2013	\$ 173,096	\$ 893,736	\$ 1,066,832	\$ 77,673	\$ 1,144,505

Exhibit J-8

Greene County, Tennessee
Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Actual (Budgetary Basis) and Budget
Discretely Presented Greene County School Department
General Purpose School Fund
For the Year Ended June 30, 2013

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2012	Add: Encumbrances 6/30/2013	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
Revenues							
Local Taxes	\$ 12,301,658	\$ 0	\$ 0	\$ 12,301,658	\$ 12,143,634	\$ 12,055,834	\$ 245,824
Licenses and Permits	2,326	0	0	2,326	2,500	2,500	(174)
Charges for Current Services	353,176	0	0	353,176	369,494	366,494	(13,318)
Other Local Revenues	319,419	0	0	319,419	324,300	243,674	75,745
State of Tennessee	33,213,934	0	0	33,213,934	32,609,281	33,184,515	29,419
Federal Government	138,251	0	0	138,251	103,700	133,816	4,435
Total Revenues	\$ 46,328,764	\$ 0	\$ 0	\$ 46,328,764	\$ 45,552,909	\$ 45,986,833	\$ 341,931
Expenditures							
<u>Instruction</u>							
Regular Instruction Program	\$ 22,842,415	\$ (196,713)	\$ 278,214	\$ 22,923,916	\$ 23,264,387	\$ 23,071,139	\$ 147,223
Special Education Program	3,015,842	0	0	3,015,842	3,043,824	3,073,940	58,098
Vocational Education Program	1,543,535	(840)	0	1,542,695	1,560,429	1,555,933	13,238
<u>Support Services</u>							
Attendance	180,228	0	0	180,228	183,637	183,637	3,409
Health Services	404,740	0	770	405,510	378,809	419,698	14,188
Other Student Support	1,097,722	0	619	1,098,341	1,086,083	1,121,262	22,921
Regular Instruction Program	1,915,544	0	35	1,915,579	1,961,465	1,969,861	54,282
Special Education Program	351,350	0	0	351,350	353,757	353,757	2,407
Vocational Education Program	100,703	0	0	100,703	101,427	101,427	724
Other Programs	409,831	0	0	409,831	0	409,831	0
Board of Education	1,227,065	(451)	1,312	1,227,926	1,224,210	1,258,410	30,484
Director of Schools	267,376	(486)	4,491	271,381	274,773	275,940	4,559
Office of the Principal	3,028,074	0	3,484	3,031,558	3,056,104	3,059,713	28,155
Fiscal Services	232,513	0	0	232,513	238,644	238,644	6,131
Operation of Plant	3,132,922	(54,359)	64,741	3,143,304	3,251,410	3,264,158	120,854
Maintenance of Plant	769,852	(11,014)	26,617	785,455	777,289	789,339	3,884
Transportation	2,628,424	(4,530)	24,815	2,648,709	2,674,581	2,720,061	71,352

(Continued)

Exhibit J-8

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

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2012	Add: Encumbrances 6/30/2013	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
<u>Expenditures (Cont.)</u>							
<u>Support Services (Cont.)</u>							
Central and Other	\$ 38,216	\$ 0	\$ 0	\$ 38,216	\$ 38,219	\$ 38,219	\$ 3
<u>Operation of Non-Instructional Services</u>							
Community Services	138,454	0	100	138,554	180,994	180,994	42,440
Early Childhood Education	1,733,613	(113,386)	65,955	1,686,182	1,666,698	1,687,733	1,551
<u>Capital Outlay</u>							
Regular Capital Outlay	506,468	(268,382)	491,166	729,252	36,169	761,554	32,302
<u>Other Debt Service</u>							
Education	204,214	0	0	204,214	200,000	250,000	45,786
Total Expenditures	\$ 45,769,101	\$ (650,161)	\$ 962,319	\$ 46,081,259	\$ 45,552,909	\$ 46,785,250	\$ 703,991
<u>Excess (Deficiency) of Revenues</u> <u>Over Expenditures</u>	\$ 559,663	\$ 650,161	\$ (962,319)	\$ 247,505	\$ 0	\$ (798,417)	\$ 1,045,922
<u>Other Financing Sources (Uses)</u>							
Transfers In	\$ 25,162	\$ 0	\$ 0	\$ 25,162	\$ 0	\$ 25,162	\$ 0
Total Other Financing Sources	\$ 25,162	\$ 0	\$ 0	\$ 25,162	\$ 0	\$ 25,162	\$ 0
Net Change in Fund Balance Fund Balance, July 1, 2012	\$ 584,825	\$ 650,161	\$ (962,319)	\$ 272,667	\$ 0	\$ (773,255)	\$ 1,045,922
Fund Balance, July 1, 2012	3,588,371	(650,161)	0	2,938,210	3,135,517	3,835,517	(897,307)
Fund Balance, June 30, 2013	\$ 4,173,196	\$ 0	\$ (962,319)	\$ 3,210,877	\$ 3,135,517	\$ 3,062,262	\$ 148,615

Exhibit J-9

Greene County, Tennessee
Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Actual (Budgetary Basis) and Budget
Discretely Presented Greene County School Department
School Federal Projects Fund
For the Year Ended June 30, 2013

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2012	Add: Encumbrances 6/30/2013	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
Revenues							
Federal Government	\$ 5,137,527	\$ 0	\$ 0	\$ 5,137,527	\$ 4,747,766	\$ 5,804,323	\$ (666,796)
Total Revenues	\$ 5,137,527	\$ 0	\$ 0	\$ 5,137,527	\$ 4,747,766	\$ 5,804,323	\$ (666,796)
Expenditures							
<u>Instruction</u>							
Regular Instruction Program	\$ 1,847,440	\$ (15,829)	\$ 0	\$ 1,831,611	\$ 1,840,333	\$ 1,912,059	\$ 80,448
Alternative Instruction Program	34,899	0	0	34,899	45,501	45,501	10,602
Special Education Program	1,513,862	(1,200)	0	1,512,662	1,264,459	1,601,057	88,395
Vocational Education Program	185,507	0	0	185,507	182,027	185,502	(5)
<u>Support Services</u>							
Other Student Support	181,317	0	0	181,317	324,395	320,928	139,611
Regular Instruction Program	953,619	(1,329)	13,237	965,527	660,852	1,233,115	267,588
Special Education Program	476,321	0	0	476,321	403,040	514,340	38,019
Total Expenditures	\$ 5,192,965	\$ (18,358)	\$ 13,237	\$ 5,187,844	\$ 4,720,607	\$ 5,812,502	\$ 624,658
Excess (Deficiency) of Revenues Over Expenditures	\$ (55,438)	\$ 18,358	\$ (13,237)	\$ (50,317)	\$ 27,159	\$ (8,179)	\$ (42,138)
Other Financing Sources (Uses)							
Transfers Out	\$ (25,162)	\$ 0	\$ 0	\$ (25,162)	\$ (27,159)	\$ (27,159)	\$ 1,997
Total Other Financing Sources	\$ (25,162)	\$ 0	\$ 0	\$ (25,162)	\$ (27,159)	\$ (27,159)	\$ 1,997
Net Change in Fund Balance Fund Balance, July 1, 2012	\$ (80,600)	\$ 18,358	\$ (13,237)	\$ (75,479)	\$ 0	\$ (35,338)	\$ (40,141)
Fund Balance, July 1, 2012	253,696	(18,358)	0	235,338	35,388	35,388	200,000
Fund Balance, June 30, 2013	\$ 173,096	\$ 0	\$ (13,237)	\$ 159,859	\$ 35,388	\$ 0	\$ 159,859

Exhibit J-10

Greene County, Tennessee
Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Actual and Budget
Discretely Presented Greene County School Department
Central Cafeteria Fund
For the Year Ended June 30, 2013

	Actual	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
		Original	Final	
<u>Revenues</u>				
Charges for Current Services	\$ 1,073,318	\$ 1,523,799	\$ 1,523,799	\$ (450,481)
Other Local Revenues	899	1,000	1,000	(101)
State of Tennessee	40,044	39,500	39,500	544
Federal Government	2,718,702	2,958,800	2,930,061	(211,359)
Total Revenues	<u>\$ 3,832,963</u>	<u>\$ 4,523,099</u>	<u>\$ 4,494,360</u>	<u>\$ (661,397)</u>
<u>Expenditures</u>				
<u>Operation of Non-Instructional Services</u>				
Food Service	\$ 4,132,462	\$ 4,523,099	\$ 4,494,360	\$ 361,898
Total Expenditures	<u>\$ 4,132,462</u>	<u>\$ 4,523,099</u>	<u>\$ 4,494,360</u>	<u>\$ 361,898</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ (299,499)</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ (299,499)</u>
Net Change in Fund Balance	\$ (299,499)	\$ 0	\$ 0	\$ (299,499)
Fund Balance, July 1, 2012	<u>1,193,235</u>	<u>1,087,078</u>	<u>1,087,078</u>	<u>106,157</u>
Fund Balance, June 30, 2013	<u>\$ 893,736</u>	<u>\$ 1,087,078</u>	<u>\$ 1,087,078</u>	<u>\$ (193,342)</u>

MISCELLANEOUS SCHEDULES

Exhibit K-1

Greene County, Tennessee
 Schedule of Changes in Long-term Notes, Other Loans, and Bonds
 For the Year Ended June 30, 2013

Description of Indebtedness	Original Amount of Issue	Interest Rate	Date of Issue	Last Maturity Date	Outstanding 7-1-12	Issued During Period	Paid and/or Matured During Period	Amount Refunded	Outstanding 6-30-13
NOTES PAYABLE									
<u>Payable through Education Debt Service Fund</u>									
Capital Outlay Note - Band Rooms	\$ 229,000	4.06 %	8-29-07	8-29-16	\$ 124,823	\$ 0	\$ 25,826	\$ 0	\$ 98,997
Capital Outlay Note - Buses	484,416	1.5	9-7-12	3-7-13	0	484,416	484,416	0	0
Total Payable through Education Debt Service Fund					\$ 124,823	\$ 484,416	\$ 510,242	\$ 0	\$ 98,997
Total Notes Payable					\$ 124,823	\$ 484,416	\$ 510,242	\$ 0	\$ 98,997
OTHER LOANS PAYABLE									
<u>Payable through General Debt Service Fund</u>									
Blount County Public Building Authority Loan	10,000,000	4 to 5.25	5-3-04	6-1-21	\$ 3,750,000	\$ 0	\$ 905,000	\$ 0	\$ 2,845,000
Total Payable through General Debt Service Fund					\$ 3,750,000	\$ 0	\$ 905,000	\$ 0	\$ 2,845,000
Total Other Loans Payable					\$ 3,750,000	\$ 0	\$ 905,000	\$ 0	\$ 2,845,000
BONDS PAYABLE									
<u>Payable through General Debt Service Fund</u>									
General Obligation	8,170,000	2 to 3	9-2-10	6-1-25	\$ 8,170,000	\$ 0	\$ 175,000	\$ 0	\$ 7,995,000
General Obligation - Refunding	6,665,000	2 to 2.1	11-30-11	6-1-21	6,610,000	0	120,000	0	6,490,000
Total Payable through General Debt Service Fund					\$ 14,780,000	\$ 0	\$ 295,000	\$ 0	\$ 14,485,000
<u>Payable through Education Debt Service Fund</u>									
Rural School Refunding Bonds, Series 2005A	5,200,000	2.5 to 5	6-30-05	6-1-18	\$ 3,020,000	\$ 0	\$ 445,000	\$ 0	\$ 2,575,000
Rural School Refunding Bonds, Series 2005B	14,980,000	2.5 to 5	6-30-05	6-1-26	14,335,000	0	480,000	0	13,855,000
Rural School Refunding Bonds, Series 2005C	2,150,000	2.5 to 4	6-30-05	12-1-16	2,080,000	0	355,000	0	1,725,000
Rural School Bonds - 2010	990,000	2.25 to 2.75	9-2-10	6-1-20	990,000	0	0	0	990,000
Total Payable through Education Debt Service Fund					\$ 20,425,000	\$ 0	\$ 1,280,000	\$ 0	\$ 19,145,000
Total Bonds Payable					\$ 35,205,000	\$ 0	\$ 1,575,000	\$ 0	\$ 33,630,000

Exhibit K-2

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

Year Ending June 30	Notes		
	Principal	Interest	Total
2014	\$ 26,878	\$ 3,750	\$ 30,628
2015	27,983	2,647	30,630
2016	29,131	1,499	30,630
2017	15,005	305	15,310
Total	\$ 98,997	\$ 8,201	\$ 107,198

Year Ending June 30	Other Loans		
	Principal	Interest	Total
2014	\$ 955,000	\$ 295,988	\$ 1,250,988
2015	245,000	93,637	338,637
2016	260,000	81,387	341,387
2017	245,000	68,387	313,387
2018	260,000	56,137	316,137
2019	275,000	43,137	318,137
2020	295,000	28,700	323,700
2021	310,000	13,950	323,950
Total	\$ 2,845,000	\$ 681,323	\$ 3,526,323

Year Ending June 30	Bonds		
	Principal	Interest	Total
2014	\$ 1,640,000	\$ 1,172,226	\$ 2,812,226
2015	2,485,000	1,117,002	3,602,002
2016	2,575,000	1,042,417	3,617,417
2017	2,590,000	962,076	3,552,076
2018	2,530,000	878,326	3,408,326
2019	2,630,000	791,764	3,421,764
2020	2,730,000	701,582	3,431,582
2021	2,480,000	620,289	3,100,289
2022	2,910,000	529,931	3,439,931
2023	3,020,000	423,056	3,443,056
2024	3,130,000	309,700	3,439,700
2025	3,255,000	189,763	3,444,763
2026	1,655,000	72,406	1,727,406
Total	\$ 33,630,000	\$ 8,810,538	\$ 42,440,538

Exhibit K-3

Greene County, Tennessee
Schedule of Transfers
Primary Government and Discretely Presented Greene County School Department
For the Year Ended June 30, 2013

<u>From Fund</u>	<u>To Fund</u>	<u>Purpose</u>	<u>Amount</u>
<u>PRIMARY GOVERNMENT</u>			
General Capital Projects	General	Funds for building repairs	\$ 3,926
Highway Capital Projects	Highway/Public Works	Transfer bond proceeds	2,313,343
Other Capital Projects	Education Debt Service	Debt payments	30,637
Total Transfers Primary Government			<u>\$ 2,347,906</u>
<u>DISCRETELY PRESENTED GREENE COUNTY SCHOOL DEPARTMENT</u>			
School Federal Projects	General Purpose School	Indirect costs	\$ 25,162
Total Transfers Discretely Presented Greene County School Department			<u>\$ 25,162</u>

Greene County, Tennessee
Schedule of Salaries and Official Bonds of Principal Officials
Primary Government and Discretely Presented Greene County School Department
For the Year Ended June 30, 2013

Official	Authorization for Salary	Salary Paid During Period	Bond	Surety
County Mayor	Section 8-24-102, TCA	\$ 93,217	\$ 50,000	Travelers Casualty and Surety Company of America
Highway Superintendent	Section 8-24-102, TCA,	80,707	100,000	"
Director of Schools	State Board of Education and County Board of Education	105,413 (1)		
Trustee	Section 8-24-102, TCA	73,370	2,065,400	"
Assessor of Property:				
Ralph Bowers (7-1-12 through 8-31-12)	Section 8-24-102, TCA	12,228	20,000	"
Charles Jeffers (9-1-12 through 6-30-13)	Section 8-24-102, TCA	61,142	50,000	"
Director of Accounts and Budgets	County Commission	62,030	25,000	"
County Clerk	Section 8-24-102, TCA	73,370	50,000	"
Circuit and General Sessions Courts Clerk	Section 8-24-102, TCA	73,370	50,000	"
Clerk and Master	Section 8-24-102, TCA, and Chancery Court Judge	73,370 (2)	50,000	"
Register of Deeds	Section 8-24-102, TCA	73,370	25,000	"
Sheriff	Section 8-24-102, TCA, and County Commission	88,778 (3)	25,000	"
Purchasing Agent	County Commission	40,002	10,000	"
Employee Blanket Bonds:				
County Mayor			20,000	"
Highway Superintendent			20,000	"
Director of Schools			100,000	Fidelity and Deposit Company of Maryland
Director of Accounts and Budgets			20,000	Travelers Casualty and Surety Company of America
Trustee, Assessor of Property, County Clerk, Circuit Court Clerk, General Sessions Court Clerk, Clerk and Master, and Register of Deeds			25,000	"
Sheriff			25,000	"

(1) Includes a chief executive officer training supplement of \$1,000 and a vehicle allowance of \$5,166.

(2) Does not include \$13,780 for special commissioner fees.

(3) Includes \$8,071 for serving as a workhouse superintendent. Does not include \$600 for a law enforcement training supplement.

Exhibit K-5

Greene County, Tennessee
 Schedule of Detailed Revenues -
 All Governmental Fund Types
 For the Year Ended June 30, 2013

	Special Revenue Funds					Debt Service Funds		
	General	Solid Waste / Sanitation	Special Purpose	Drug Control	Constitutional Officers - Fees	Highway / Public Works	General Debt Service	Education Debt Service
<u>Local Taxes</u>								
<u>County Property Taxes</u>								
Current Property Tax	\$ 6,902,980	\$ 831,398	\$ 331,234	\$ 0	\$ 0	\$ 2,103,498	\$ 484,326	\$ 1,720,073
Trustee's Collections - Prior Year	178,846	21,917	8,902	0	0	45,891	13,016	51,742
Trustee's Collections - Bankruptcy	1,009	93	50	0	0	195	55	221
Circuit/Clerk & Master Collections - Prior Years	93,667	11,479	4,662	0	0	24,034	6,817	35,884
Interest and Penalty	76,164	9,145	3,706	0	0	18,165	5,419	24,478
Pick-up Taxes	2,055	250	100	0	0	576	147	134
Payments in-Lieu-of Taxes - T.V.A.	4,255	515	206	0	0	1,237	302	1,589
Payments in-Lieu-of Taxes - Local Utilities	9,835	1,193	478	0	0	2,885	699	3,677
Payments in-Lieu-of Taxes - Other	19,842	2,390	953	0	0	6,020	1,394	7,336
<u>County Local Option Taxes</u>								
Local Option Sales Tax	408,179	758,671	0	0	0	0	0	635,933
Hotel/Motel Tax	161,491	0	0	0	0	0	106,529	0
Wheel Tax	0	0	0	0	0	643,721	643,721	0
Litigation Tax - General	248,686	0	0	0	0	0	0	0
Litigation Tax - Special Purpose	143,559	0	0	0	0	0	0	0
Litigation Tax - Jail, Workhouse, or Courthouse	0	0	0	0	0	0	95,673	0
Business Tax	581,566	0	0	0	0	0	0	0
Mineral Severance Tax	0	0	0	0	0	77,354	0	0
Other County Local Option Taxes	142,042	0	0	0	0	0	0	0
<u>Statutory Local Taxes</u>								
Bank Excise Tax	5,831	702	280	0	0	1,777	409	2,154
Wholesale Beer Tax	227,084	0	0	0	0	0	0	0
Interstate Telecommunications Tax	4,120	0	0	0	0	0	0	0
Other Statutory Local Taxes	31	0	0	0	0	0	0	0
Total Local Taxes	\$ 9,211,242	\$ 1,637,753	\$ 350,571	\$ 0	\$ 0	\$ 2,925,353	\$ 1,358,507	\$ 2,483,221
<u>Licenses and Permits</u>								
<u>Licenses</u>								
Marriage Licenses	\$ 3,335	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Cable TV Franchise	500,072	0	0	0	0	0	0	0
Permits								
Beer Permits	2,565	0	0	0	0	0	0	0
Building Permits	68,625	0	0	0	0	0	0	0
Total Licenses and Permits	\$ 574,597	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0

(Continued)

Exhibit K-5

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

	Special Revenue Funds						Debt Service Funds		
	General	Solid Waste / Sanitation	Special Purpose	Drug Control	Constitutional Officers - Fees	Highway / Public Works	General Debt Service	Education Debt Service	
<u>Fines, Forfeitures, and Penalties</u>									
<u>Circuit Court</u>									
Fines	\$ 26,338	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	0
Officers Costs	15,213	0	0	0	0	0	0	0	0
Drug Control Fines	0	0	0	16,461	0	0	0	0	0
Jail Fees	4,473	0	0	0	0	0	0	0	0
Data Entry Fee - Circuit Court	3,412	0	0	0	0	0	0	0	0
Courtroom Security Fee	10,210	0	0	0	0	0	0	0	0
<u>Criminal Court</u>									
Game and Fish Fines	68	0	0	0	0	0	0	0	0
Drug Court Fees	2,163	0	0	0	0	0	0	0	0
DUI Treatment Fines	1,489	0	0	0	0	0	0	0	0
<u>General Sessions Court</u>									
Fines	101,629	0	0	0	0	0	0	0	0
Officers Costs	99,133	0	0	0	0	0	0	0	0
Game and Fish Fines	163	0	0	0	0	0	0	0	0
Drug Control Fines	0	0	0	17,601	0	0	0	0	0
Drug Court Fees	7,837	0	0	0	0	0	0	0	0
Jail Fees	172,553	0	0	0	0	0	0	0	0
DUI Treatment Fines	19,529	0	0	0	0	0	0	0	0
Data Entry Fee - General Sessions Court	32,474	0	0	0	0	0	0	0	0
Courtroom Security Fee	122,707	0	0	0	0	0	0	0	0
<u>Juvenile Court</u>									
Fines	5,301	0	0	0	0	0	0	0	0
Drug Court Fees	9,457	0	0	0	0	0	0	0	0
<u>Chancery Court</u>									
Officers Costs	4,002	0	0	0	0	0	0	0	0
Data Entry Fee - Chancery Court	1,764	0	0	0	0	0	0	0	0
Courtroom Security Fee	6,027	0	0	0	0	0	0	0	0
<u>Other Fines, Forfeitures, and Penalties</u>									
Proceeds from Confiscated Property	0	0	0	125,625	0	0	0	0	0
Total Fines, Forfeitures, and Penalties	\$ 645,942	\$ 0	\$ 0	\$ 159,687	\$ 0	\$ 0	\$ 0	\$ 0	0
<u>Charges for Current Services</u>									
<u>General Service Charges</u>									
Tipping Fees	\$ 0	\$ 122,387	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	0
Solid Waste Disposal Fees	0	31,804	0	0	0	0	0	0	0
Patient Charges	3,181,207	0	0	0	0	0	0	0	0

(Continued)

Exhibit K-5

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

	Special Revenue Funds					Debt Service Funds		
	General	Solid Waste / Sanitation	Special Purpose	Drug Control	Constitutional Officers - Fees	Highway / Public Works	General Debt Service	Education Debt Service
<u>Charges for Current Services (Cont.)</u>								
<u>General Service Charges (Cont.)</u>								
Work Release Charges for Board	\$ 10,470	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Other General Service Charges	28,811	0	0	0	0	0	0	0
Service Charges	9,424	0	0	0	0	0	0	0
<u>Fees</u>								
Copy Fees	1,899	0	0	0	0	0	0	0
Telephone Commissions	134,585	0	0	0	0	0	0	0
Special Commissioner Fees/Special Master Fees	0	0	0	0	13,780	0	0	0
Data Processing Fee - Register	22,363	0	0	0	0	0	0	0
Data Processing Fee - Sheriff	9,465	0	0	0	0	0	0	0
Sexual Offender Registration Fees - Sheriff	5,400	0	0	0	0	0	0	0
Data Processing Fee - County Clerk	706	0	0	0	0	0	0	0
Total Charges for Current Services	\$ 3,404,330	\$ 154,191	\$ 0	\$ 0	\$ 13,780	\$ 0	\$ 0	\$ 0
<u>Other Local Revenues</u>								
<u>Recurring Items</u>								
Investment Income	\$ 30,342	\$ 3,668	\$ 15,119	\$ 0	\$ 0	\$ 8,971	\$ 2,141	\$ 11,286
Lease/Rentals	7,475	23,628	0	0	0	0	0	0
Sale of Materials and Supplies	0	519	0	0	0	34,389	0	0
Commissary Sales	441,318	0	0	0	0	0	0	0
Sale of Maps	595	0	0	0	0	0	0	0
Sale of Recycled Materials	1,152	107,347	0	0	0	7,196	0	0
Miscellaneous Refunds	32,220	0	0	0	0	10,506	0	0
<u>Nonrecurring Items</u>								
Revenue from Joint Ventures	116,889	1,000,000	0	0	0	0	0	0
Sale of Equipment	11,060	0	0	0	0	27,954	0	0
Sale of Property	0	0	0	0	0	0	19,223	0
Damages Recovered from Individuals	0	0	4,347	0	0	0	0	0
Contributions and Gifts	20,656	0	0	0	0	0	0	0
<u>Other Local Revenues</u>								
Other Local Revenues	9,981	0	0	0	0	0	0	0
Total Other Local Revenues	\$ 671,688	\$ 1,135,162	\$ 19,466	\$ 0	\$ 0	\$ 89,016	\$ 21,364	\$ 11,286
<u>Fees Received from County Officials</u>								
<u>Fees in-Lieu-of Salary</u>								
County Clerk	\$ 680,142	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Circuit Court Clerk	235,309	0	0	0	0	0	0	0

(Continued)

Exhibit K-5

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

	Special Revenue Funds						Debt Service Funds		
	General	Solid Waste / Sanitation	Special Purpose	Drug Control	Constitutional Officers - Fees	Highway / Public Works	General Debt Service	Education Debt Service	
<u>Fees Received from County Officials (Cont.)</u>									
<u>Fees in-Lieu-of Salary (Cont.)</u>									
General Sessions Court Clerk	\$ 621,084	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Clerk and Master	184,964	0	0	0	0	0	0	0	0
Register	260,891	0	0	0	0	0	0	0	0
Sheriff	26,396	0	0	0	0	0	0	0	0
Trustee	770,315	0	0	0	0	0	0	0	0
Total Fees Received from County Officials	\$ 2,779,101	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
<u>State of Tennessee</u>									
<u>General Government Grants</u>									
Juvenile Services Program	\$ 4,500	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Solid Waste Grants	0	29,761	0	0	0	0	0	0	0
Public Safety Grants	35,400	0	0	0	0	0	0	0	0
Law Enforcement Training Programs	309,600	0	0	0	0	0	0	0	0
Health and Welfare Grants	0	0	0	0	0	0	0	0	0
Health Department Programs	0	0	0	0	0	0	0	0	0
Public Works Grants	0	0	0	0	0	0	0	0	0
State Aid Program	0	0	0	0	0	0	0	0	0
Litter Program	68,200	0	0	0	0	303,182	0	0	0
Tennessee Industrial Infrastructure Program	0	0	0	0	0	0	0	0	0
<u>Other State Revenues</u>									
Income Tax	143,773	0	0	0	0	0	0	0	0
Beer Tax	41,747	0	0	0	0	0	0	0	0
Alcoholic Beverage Tax	80,943	0	0	0	0	0	0	0	0
Mixed Drink Tax	5,172	0	0	0	0	0	0	0	0
State Revenue Sharing - T.V.A.	0	0	1,095,024	0	0	0	0	0	0
Prisoner Transportation	2	0	0	0	0	0	0	0	0
Contracted Prisoner Boarding	1,488,514	0	0	0	0	0	0	0	0
Gasoline and Motor Fuel Tax	0	0	0	0	0	2,156,293	0	0	0
Petroleum Special Tax	0	0	0	0	0	49,665	0	0	0
Registrar's Salary Supplement	15,164	0	0	0	0	0	0	0	0
Other State Grants	7,415	0	0	0	0	0	0	0	0
Other State Revenues	325	0	0	0	0	0	0	0	0
Total State of Tennessee	\$ 2,200,755	\$ 29,761	\$ 1,095,024	\$ 0	\$ 0	\$ 2,509,140	\$ 0	\$ 0	\$ 0

(Continued)

Exhibit K-5

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

	Special Revenue Funds					Debt Service Funds		
	General	Solid Waste / Sanitation	Special Purpose	Drug Control	Constitutional Officers - Fees	Highway / Public Works	General Debt Service	Education Debt Service
<u>Federal Government</u>								
<u>Federal Through State</u>								
Civil Defense Reimbursement	\$ 44,500	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Homeland Security Grants	146,124	0	0	0	0	0	0	0
Law Enforcement Grants	16,108	0	0	0	0	0	0	0
ARRA Grant # 2	0	0	0	0	0	0	0	0
Other Federal through State	2,621	0	0	0	0	0	0	0
<u>Direct Federal Revenue</u>								
Police Service (Lake Area)	15,772	0	0	0	0	0	0	0
Forest Service	0	0	0	0	0	13,295	0	0
Other Direct Federal Revenue	31,549	0	0	0	0	0	0	0
<u>Total Federal Government</u>	\$ 256,674	\$ 0	\$ 0	\$ 0	\$ 0	\$ 13,295	\$ 0	\$ 0
<u>Other Governments and Citizens Groups</u>								
<u>Other Governments</u>								
Prisoner Board	\$ 849,488	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Paving and Maintenance	0	0	0	0	0	630,001	0	0
Contributions	0	0	0	0	0	0	0	204,214
Contracted Services	5,459	0	0	0	0	0	0	0
<u>Citizens Groups</u>								
Donations	145	0	0	0	0	0	0	0
<u>Total Other Governments and Citizens Groups</u>	\$ 855,092	\$ 0	\$ 0	\$ 0	\$ 0	\$ 630,001	\$ 0	\$ 204,214
<u>Total</u>	\$ 20,599,421	\$ 2,956,867	\$ 1,465,061	\$ 159,687	\$ 13,780	\$ 6,166,805	\$ 1,379,871	\$ 2,698,721

(Continued)

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

	Capital Projects Funds						Total
	General Capital Projects	Community Development/ Industrial Park	HUD Grant Projects	Highway Capital Projects	Other Capital Projects		
<u>Local Taxes</u>							
<u>County Property Taxes</u>							
Current Property Tax	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	12,373,509
Trustee's Collections - Prior Year	0	0	0	0	0	0	320,314
Trustee's Collections - Bankruptcy	0	0	0	0	0	0	1,623
Circuit/Clerk & Master Collections - Prior Years	0	0	0	0	0	0	176,543
Interest and Penalty	0	0	0	0	0	0	137,077
Pick-up Taxes	0	0	0	0	0	0	3,262
Payments in-Lieu-of Taxes - T.V.A.	0	0	0	0	0	0	8,104
Payments in-Lieu-of Taxes - Local Utilities	0	0	0	0	0	0	18,767
Payments in-Lieu-of Taxes - Other	0	0	0	0	0	0	37,935
<u>County Local Option Taxes</u>							
Local Option Sales Tax	0	0	0	0	0	0	1,802,783
Hotel/Motel Tax	0	0	0	0	106,529	0	374,549
Wheel Tax	0	0	0	0	0	0	1,287,442
Litigation Tax - General	0	0	0	0	0	0	248,686
Litigation Tax - Special Purpose	0	0	0	0	0	0	143,559
Litigation Tax - Jail, Workhouse, or Courthouse	0	0	0	0	0	0	95,673
Business Tax	0	0	0	0	0	0	581,566
Mineral Severance Tax	0	0	0	0	0	0	77,354
Other County Local Option Taxes	0	0	0	0	0	0	142,042
<u>Statutory Local Taxes</u>							
Bank Excise Tax	0	0	0	0	0	0	11,153
Wholesale Beer Tax	0	0	0	0	0	0	227,084
Interstate Telecommunications Tax	0	0	0	0	0	0	4,120
Other Statutory Local Taxes	0	0	0	0	0	0	31
Total Local Taxes	\$ 0	\$ 0	\$ 0	\$ 0	\$ 106,529	\$ 0	\$ 18,073,176
<u>Licenses and Permits</u>							
<u>Licenses</u>							
Marriage Licenses	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	3,335
Cable TV Franchise	0	0	0	0	0	0	500,072
<u>Permits</u>							
Beer Permits	0	0	0	0	0	0	2,565
Building Permits	0	0	0	0	0	0	68,625
Total Licenses and Permits	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 574,597

(Continued)

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

	Capital Projects Funds						Total
	General Capital Projects	Community Development/ Industrial Park	HUD Grant Projects	Highway Capital Projects	Other Capital Projects		
<u>Fines, Forfeitures, and Penalties</u>							
<u>Circuit Court</u>							
Fines	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	26,338
Officers Costs	0	0	0	0	0	0	15,213
Drug Control Fines	0	0	0	0	0	0	16,461
Jail Fees	0	0	0	0	0	0	4,473
Data Entry Fee - Circuit Court	0	0	0	0	0	0	3,412
Courtroom Security Fee	0	0	0	0	0	0	10,210
<u>Criminal Court</u>							
Game and Fish Fines	0	0	0	0	0	0	68
Drug Court Fees	0	0	0	0	0	0	2,163
DUI Treatment Fines	0	0	0	0	0	0	1,489
<u>General Sessions Court</u>							
Fines	0	0	0	0	0	0	101,629
Officers Costs	0	0	0	0	0	0	99,133
Game and Fish Fines	0	0	0	0	0	0	163
Drug Control Fines	0	0	0	0	0	0	17,601
Drug Court Fees	0	0	0	0	0	0	7,837
Jail Fees	0	0	0	0	0	0	172,553
DUI Treatment Fines	0	0	0	0	0	0	19,529
Data Entry Fee - General Sessions Court	0	0	0	0	0	0	32,474
Courtroom Security Fee	0	0	0	0	0	0	122,707
<u>Juvenile Court</u>							
Fines	0	0	0	0	0	0	5,301
Drug Court Fees	0	0	0	0	0	0	9,457
<u>Chancery Court</u>							
Officers Costs	0	0	0	0	0	0	4,002
Data Entry Fee - Chancery Court	0	0	0	0	0	0	1,764
Courtroom Security Fee	0	0	0	0	0	0	6,027
<u>Other Fines, Forfeitures, and Penalties</u>							
Proceeds from Confiscated Property	0	0	0	0	0	0	125,625
Total Fines, Forfeitures, and Penalties	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 805,629
<u>Charges for Current Services</u>							
<u>General Service Charges</u>							
Tipping Fees	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	122,387
Solid Waste Disposal Fees	0	0	0	0	0	0	31,804
Patient Charges	0	0	0	0	0	0	3,181,207

(Continued)

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

	Capital Projects Funds					Total
	General Capital Projects	Community Development/Industrial Park	HUD Grant Projects	Highway Capital Projects	Other Capital Projects	
<u>Charges for Current Services (Cont.)</u>						
General Service Charges (Cont.)						
Work Release Charges for Board	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	10,470
Other General Service Charges	0	0	0	0	0	28,811
Service Charges	0	0	0	0	0	9,424
<u>Fees</u>						
Copy Fees	0	0	0	0	0	1,899
Telephone Commissions	0	0	0	0	0	134,585
Special Commissioner Fees/Special Master Fees	0	0	0	0	0	13,780
Data Processing Fee - Register	0	0	0	0	0	22,363
Data Processing Fee - Sheriff	0	0	0	0	0	9,465
Sexual Offender Registration Fees - Sheriff	0	0	0	0	0	5,400
Data Processing Fee - County Clerk	0	0	0	0	0	706
Total Charges for Current Services	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 3,572,301
<u>Other Local Revenues</u>						
<u>Recurring Items</u>						
Investment Income	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	71,527
Lease/Rentals	45,000	0	0	0	0	76,103
Sale of Materials and Supplies	0	0	0	0	0	34,908
Commissary Sales	0	0	0	0	0	441,318
Sale of Maps	0	0	0	0	0	595
Sale of Recycled Materials	0	0	0	0	0	115,695
Miscellaneous Refunds	0	0	0	11,753	0	54,479
<u>Nonrecurring Items</u>						
Revenue from Joint Ventures	0	0	0	0	0	1,116,889
Sale of Equipment	0	0	0	0	0	39,014
Sale of Property	0	0	0	0	0	19,223
Damages Recovered from Individuals	0	0	0	0	0	4,347
Contributions and Gifts	0	0	0	0	0	20,656
<u>Other Local Revenues</u>						
Other Local Revenues	0	0	1,050	0	0	11,031
Total Other Local Revenues	\$ 45,000	\$ 0	\$ 1,050	\$ 11,753	\$ 0	\$ 2,005,785
<u>Fees Received from County Officials</u>						
<u>Fees in-Lieu-of Salary</u>						
County Clerk	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	680,142
Circuit Court Clerk	0	0	0	0	0	235,309

(Continued)

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

	Capital Projects Funds						Total
	General Capital Projects	Community Development/ Industrial Park	HUD Grant Projects	Highway Capital Projects	Other Capital Projects		
<u>Fees Received from County Officials (Cont.)</u>							
<u>Fees in-Lieu-of Salary (Cont.)</u>							
General Sessions Court Clerk	\$ 0 \$	0 \$	0 \$	0 \$	0 \$	0 \$	621,084
Clerk and Master	0	0	0	0	0	0	184,964
Register	0	0	0	0	0	0	260,891
Sheriff	0	0	0	0	0	0	26,396
Trustee	0	0	0	0	0	0	770,315
Total Fees Received from County Officials	\$ 0 \$	0 \$	0 \$	0 \$	0 \$	0 \$	2,779,101
<u>State of Tennessee</u>							
<u>General Government Grants</u>							
Juvenile Services Program	\$ 0 \$	0 \$	0 \$	0 \$	0 \$	0 \$	4,500
Solid Waste Grants	0	0	0	0	0	0	29,761
Public Safety Grants							
Law Enforcement Training Programs	0	0	0	0	0	0	35,400
Health and Welfare Grants							
Health Department Programs	0	0	0	0	0	0	309,600
Public Works Grants							
State Aid Program	0	0	0	0	0	0	303,182
Litter Program	0	0	0	0	0	0	68,200
Tennessee Industrial Infrastructure Program	0	135,000	0	0	0	0	135,000
<u>Other State Revenues</u>							
Income Tax	0	0	0	0	0	0	143,773
Beer Tax	0	0	0	0	0	0	41,747
Alcoholic Beverage Tax	0	0	0	0	0	0	80,943
Mixed Drink Tax	0	0	0	0	0	0	5,172
State Revenue Sharing - T.V.A.	0	0	0	0	0	0	1,095,024
Prisoner Transportation	0	0	0	0	0	0	2
Contracted Prisoner Boarding	0	0	0	0	0	0	1,488,514
Gasoline and Motor Fuel Tax	0	0	0	0	0	0	2,156,293
Petroleum Special Tax	0	0	0	0	0	0	49,665
Registrar's Salary Supplement	0	0	0	0	0	0	15,164
Other State Grants	0	0	0	0	0	0	7,415
Other State Revenues	0	0	0	0	0	0	325
Total State of Tennessee	\$ 0 \$	135,000 \$	0 \$	0 \$	0 \$	0 \$	5,969,680

(Continued)

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

	Capital Projects Funds						Total
	General Capital Projects	Community Development/ Industrial Park	HUD Grant Projects	Highway Capital Projects	Other Capital Projects		
<u>Federal Government</u>							
<u>Federal Through State</u>							
Civil Defense Reimbursement	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	44,500
Homeland Security Grants	0	0	0	0	0	0	146,124
Law Enforcement Grants	0	0	0	0	0	0	16,108
ARRA Grant # 2	15,625	0	0	0	0	0	15,625
Other Federal through State	0	0	338,775	0	0	0	341,396
<u>Direct Federal Revenue</u>							
Police Service (Lake Area)	0	0	0	0	0	0	15,772
Forest Service	0	0	0	0	0	0	13,295
Other Direct Federal Revenue	0	0	0	0	0	0	31,549
Total Federal Government	\$ 15,625	\$ 0	\$ 338,775	\$ 0	\$ 0	\$ 0	\$ 624,369
<u>Other Governments and Citizens Groups</u>							
<u>Other Governments</u>							
Prisoner Board	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	849,488
Paving and Maintenance	0	0	0	0	0	0	630,001
Contributions	0	1,135,734	0	0	0	0	1,339,948
Contracted Services	0	0	0	0	0	0	5,459
<u>Citizens Groups</u>							
Donations	0	0	0	0	0	0	145
Total Other Governments and Citizens Groups	\$ 0	\$ 1,135,734	\$ 0	\$ 0	\$ 0	\$ 0	\$ 2,825,041
Total	\$ 60,625	\$ 1,270,734	\$ 339,825	\$ 11,753	\$ 106,529	\$ 0	\$ 37,229,679

Exhibit K-6

Greene County, Tennessee
Schedule of Detailed Revenues -
All Governmental Fund Types
Discretely Presented Greene County School Department
For the Year Ended June 30, 2013

	General Purpose School	Special Revenue Funds		Capital Projects Fund	Total
		School Federal Projects	Central Cafeteria	Education Capital Projects	
<u>Local Taxes</u>					
<u>County Property Taxes</u>					
Current Property Tax	\$ 6,508,286	\$ 0	\$ 0	\$ 0	\$ 6,508,286
Trustee's Collections - Prior Year	143,259	0	0	0	143,259
Trustee's Collections - Bankruptcy	597	0	0	0	597
Circuit/Clerk & Master Collections - Prior Years	72,230	0	0	0	72,230
Interest and Penalty	59,054	0	0	0	59,054
Pick-up Taxes	1,133	0	0	0	1,133
Payments in-Lieu-of Taxes - T.V.A.	5,440	0	0	0	5,440
Payments in-Lieu-of Taxes - Local Utilities	240,205	0	0	0	240,205
Payments in-Lieu-of Taxes - Other	18,536	0	0	0	18,536
<u>County Local Option Taxes</u>					
Local Option Sales Tax	5,243,115	0	0	0	5,243,115
<u>Statutory Local Taxes</u>					
Bank Excise Tax	5,497	0	0	0	5,497
Interstate Telecommunications Tax	3,911	0	0	0	3,911
Other Statutory Local Taxes	395	0	0	0	395
Total Local Taxes	\$ 12,301,658	\$ 0	\$ 0	\$ 0	\$ 12,301,658
<u>Licenses and Permits</u>					
<u>Licenses</u>					
Marriage Licenses	\$ 2,326	\$ 0	\$ 0	\$ 0	\$ 2,326
Total Licenses and Permits	\$ 2,326	\$ 0	\$ 0	\$ 0	\$ 2,326
<u>Charges for Current Services</u>					
<u>Fees</u>					
Vending Machine Collections	\$ 502	\$ 0	\$ 0	\$ 0	\$ 502
<u>Education Charges</u>					
Lunch Payments - Children	0	0	512,137	0	512,137
Lunch Payments - Adults	0	0	95,399	0	95,399
Income from Breakfast	0	0	220,742	0	220,742
A la carte Sales	0	0	245,040	0	245,040
Transportation - Other State Systems	88,057	0	0	0	88,057
Receipts from Individual Schools	92,579	0	0	0	92,579
Community Service Fees - Children	170,874	0	0	0	170,874
TBI Criminal Background Fees	1,164	0	0	0	1,164
Total Charges for Current Services	\$ 353,176	\$ 0	\$ 1,073,318	\$ 0	\$ 1,426,494
<u>Other Local Revenues</u>					
<u>Recurring Items</u>					
Investment Income	\$ 25,659	\$ 0	\$ 899	\$ 0	\$ 26,558
Miscellaneous Refunds	259,276	0	0	0	259,276
<u>Nonrecurring Items</u>					
Sale of Equipment	11,487	0	0	0	11,487
Damages Recovered from Individuals	898	0	0	0	898
Contributions and Gifts	3,500	0	0	0	3,500
<u>Other Local Revenues</u>					
Other Local Revenues	18,599	0	0	0	18,599
Total Other Local Revenues	\$ 319,419	\$ 0	\$ 899	\$ 0	\$ 320,318
<u>State of Tennessee</u>					
<u>General Government Grants</u>					
On-Behalf Contributions for OPEB	\$ 409,831	\$ 0	\$ 0	\$ 0	\$ 409,831
<u>State Education Funds</u>					
Basic Education Program	30,561,782	0	0	0	30,561,782
Early Childhood Education	1,686,180	0	0	0	1,686,180
School Food Service	0	0	40,044	0	40,044

(Continued)

Exhibit K-6

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

	General Purpose School	Special Revenue Funds		Capital Projects Fund	Total
		School Federal Projects	Central Cafeteria	Education Capital Projects	
<u>State of Tennessee (Cont.)</u>					
<u>State Education Funds (Cont.)</u>					
Driver Education	\$ 22,177	\$ 0	\$ 0	\$ 0	\$ 22,177
Other State Education Funds	309,106	0	0	0	309,106
Career Ladder Program	160,398	0	0	0	160,398
Career Ladder - Extended Contract	58,100	0	0	0	58,100
<u>Other State Revenues</u>					
Other State Grants	6,360	0	0	0	6,360
Total State of Tennessee	\$ 33,213,934	\$ 0	\$ 40,044	\$ 0	\$ 33,253,978
<u>Federal Government</u>					
<u>Federal Through State</u>					
USDA School Lunch Program	\$ 0	\$ 0	\$ 1,854,654	\$ 0	\$ 1,854,654
USDA - Commodities	0	0	199,361	0	199,361
Breakfast	0	0	660,367	0	660,367
USDA - Other	0	0	4,320	0	4,320
Vocational Education - Basic Grants to States	0	131,027	0	0	131,027
Other Vocational	0	41,860	0	0	41,860
Title I Grants to Local Education Agencies	0	1,887,759	0	0	1,887,759
Special Education - Grants to States	35,116	1,921,009	0	0	1,956,125
Special Education Preschool Grants	0	115,550	0	0	115,550
English Language Acquisition Grants	0	8,698	0	0	8,698
Rural Education	0	136,576	0	0	136,576
Eisenhower Professional Development State Grants	0	332,644	0	0	332,644
Race-to-the-Top - ARRA	0	562,404	0	0	562,404
Other Federal through State	10,515	0	0	0	10,515
<u>Direct Federal Revenue</u>					
ROTC Reimbursement	52,734	0	0	0	52,734
Forest Service	39,886	0	0	0	39,886
Total Federal Government	\$ 138,251	\$ 5,137,527	\$ 2,718,702	\$ 0	\$ 7,994,480
<u>Other Governments and Citizens Groups</u>					
<u>Other Governments</u>					
Contributions	\$ 0	\$ 0	\$ 0	\$ 484,416	\$ 484,416
Total Other Governments and Citizens Groups	\$ 0	\$ 0	\$ 0	\$ 484,416	\$ 484,416
Total	\$ 46,328,764	\$ 5,137,527	\$ 3,832,963	\$ 484,416	\$ 55,783,670

Exhibit K-7

Greene County, Tennessee
Schedule of Detailed Expenditures -
All Governmental Fund Types
For the Year Ended June 30, 2013

General Fund

General Government

County Commission

Board and Committee Members Fees	\$	23,950	
Social Security		1,229	
State Retirement		1,389	
Employer Medicare		347	
Dues and Memberships		4,587	
Legal Notices, Recording, and Court Costs		964	
Maintenance and Repair Services - Equipment		9,966	
Postal Charges		88	
Travel		3,688	
Other Charges		1,097	
Total County Commission			\$ 47,305

County Mayor/Executive

County Official/Administrative Officer	\$	93,217	
Secretary(ies)		32,745	
Other Salaries and Wages		2,040	
Social Security		7,714	
State Retirement		13,237	
Life Insurance		82	
Medical Insurance		24,026	
Unemployment Compensation		89	
Employer Medicare		1,804	
Communication		2,087	
Dues and Memberships		2,175	
Legal Notices, Recording, and Court Costs		400	
Maintenance and Repair Services - Office Equipment		140	
Postal Charges		120	
Rentals		4,295	
Travel		102	
Office Supplies		1,470	
Periodicals		257	
Other Charges		431	
Total County Mayor/Executive			186,431

County Attorney

County Official/Administrative Officer	\$	59,500
Assistant(s)		28,994
Overtime Pay		2,485
Social Security		5,239
State Retirement		9,408
Life Insurance		82
Medical Insurance		28,809
Unemployment Compensation		144
Employer Medicare		1,225
Communication		1,489
Dues and Memberships		100
Legal Services		6,780
Legal Notices, Recording, and Court Costs		481
Maintenance and Repair Services - Equipment		54
Postal Charges		115

(Continued)

Exhibit K-7

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

General Fund (Cont.)

General Government (Cont.)

County Attorney (Cont.)

Tuition	\$	475	
Other Contracted Services		4,375	
Office Supplies		482	
Periodicals		129	
Office Equipment		525	
Total County Attorney			\$ 150,891

Election Commission

County Official/Administrative Officer	\$	66,033	
Clerical Personnel		27,398	
Temporary Personnel		16,802	
Overtime Pay		10,685	
Election Commission		10,800	
Election Workers		38,005	
In-Service Training		1,180	
Social Security		8,331	
State Retirement		10,568	
Life Insurance		85	
Medical Insurance		21,817	
Unemployment Compensation		421	
Employer Medicare		1,948	
Communication		3,371	
Contracts with Private Agencies		6,630	
Data Processing Services		21,381	
Dues and Memberships		175	
Legal Notices, Recording, and Court Costs		14,907	
Maintenance and Repair Services - Equipment		27,112	
Maintenance and Repair Services - Office Equipment		3,794	
Postal Charges		10,386	
Printing, Stationery, and Forms		9,539	
Rentals		4,009	
Travel		2,572	
Equipment and Machinery Parts		380	
Gasoline		111	
Office Supplies		3,921	
Periodicals		529	
Other Supplies and Materials		543	
Office Equipment		396	
Total Election Commission			323,829

Register of Deeds

County Official/Administrative Officer	\$	73,370
Accountants/Bookkeepers		28,274
Clerical Personnel		107,712
Bonus Payments		4,657
Social Security		12,817
State Retirement		21,995
Life Insurance		219
Medical Insurance		51,581
Unemployment Compensation		429

(Continued)

Exhibit K-7

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

General Fund (Cont.)

General Government (Cont.)

Register of Deeds (Cont.)

Employer Medicare	\$	2,998	
Communication		1,201	
Dues and Memberships		25	
Maintenance and Repair Services - Office Equipment		3,100	
Postal Charges		737	
Rentals		17,103	
Office Supplies		1,379	
Data Processing Equipment		9,700	
Office Equipment		468	
Total Register of Deeds			\$ 337,765

Planning

Paraprofessionals	\$	39,762	
Board and Committee Members Fees		1,475	
Social Security		2,373	
State Retirement		4,111	
Life Insurance		41	
Medical Insurance		13,170	
Unemployment Compensation		72	
Employer Medicare		555	
Contracts with Government Agencies		12,250	
Legal Notices, Recording, and Court Costs		100	
Postal Charges		9	
Rentals		444	
Gasoline		46	
Office Supplies		195	
Data Processing Equipment		360	
Total Planning			74,963

Codes Compliance

Postal Charges	\$	351	
Other Contracted Services		2,724	
Total Codes Compliance			3,075

Geographical Information Systems

Salary Supplements	\$	4,600	
Social Security		279	
State Retirement		472	
Unemployment Compensation		22	
Employer Medicare		65	
Maintenance and Repair Services - Equipment		6,300	
Office Supplies		778	
Uniforms		2,220	
Data Processing Equipment		2,342	
Total Geographical Information Systems			17,078

County Buildings

Maintenance Personnel	\$	63,918	
Part-time Personnel		1,726	
Overtime Pay		3,516	

(Continued)

Exhibit K-7

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

General Fund (Cont.)

General Government (Cont.)

County Buildings (Cont.)

Social Security	\$	4,103	
State Retirement		6,976	
Life Insurance		108	
Medical Insurance		25,767	
Unemployment Compensation		227	
Employer Medicare		964	
Architects		7,717	
Communication		1,290	
Maintenance and Repair Services - Buildings		4,300	
Maintenance and Repair Services - Equipment		11,268	
Maintenance and Repair Services - Vehicles		538	
Pest Control		1,600	
Rentals		4,474	
Other Contracted Services		2,045	
Custodial Supplies		8,879	
Electricity		80,187	
Equipment and Machinery Parts		1,299	
Garage Supplies		68	
Gasoline		5,010	
General Construction Materials		9,767	
Natural Gas		6,079	
Road Signs		7,056	
Uniforms		1,328	
Water and Sewer		4,279	
Other Supplies and Materials		1,660	
Other Charges		60	
Building Improvements		28,451	
Other Equipment		3,302	
Total County Buildings			\$ 297,962

Finance

Accounting and Budgeting

Supervisor/Director	\$	62,030
Accountants/Bookkeepers		141,398
Overtime Pay		1,156
Social Security		12,123
State Retirement		21,160
Life Insurance		231
Medical Insurance		54,466
Unemployment Compensation		432
Employer Medicare		2,835
Audit Services		20,649
Communication		3,731
Data Processing Services		11,879
Dues and Memberships		575
Legal Notices, Recording, and Court Costs		826
Maintenance and Repair Services - Office Equipment		4,117
Postal Charges		2,993
Printing, Stationery, and Forms		2,295
Rentals		1,007

(Continued)

Exhibit K-7

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

General Fund (Cont.)

Finance (Cont.)

Accounting and Budgeting (Cont.)

Travel	\$	684	
Tuition		845	
Other Contracted Services		8,808	
Office Supplies		7,304	
Periodicals		902	
Premiums on Corporate Surety Bonds		325	
Other Charges		400	
Data Processing Equipment		8,610	
Furniture and Fixtures		184	
Office Equipment		444	
Total Accounting and Budgeting			\$ 372,409

Purchasing

Supervisor/Director	\$	40,002	
Purchasing Personnel		31,325	
Overtime Pay		83	
Social Security		4,135	
State Retirement		7,385	
Life Insurance		82	
Medical Insurance		26,440	
Unemployment Compensation		144	
Employer Medicare		967	
Advertising		537	
Communication		1,559	
Dues and Memberships		255	
Legal Notices, Recording, and Court Costs		152	
Postal Charges		180	
Printing, Stationery, and Forms		393	
Rentals		888	
Travel		203	
Tuition		334	
Office Supplies		2,677	
Other Supplies and Materials		561	
Premiums on Corporate Surety Bonds		325	
Office Equipment		464	
Total Purchasing			119,091

Property Assessor's Office

County Official/Administrative Officer	\$	73,370	
Assistant(s)		25,022	
Data Processing Personnel		20,908	
Assessment Personnel		146,071	
Clerical Personnel		3,616	
Part-time Personnel		8,065	
Board and Committee Members Fees		5,060	
Social Security		16,122	
State Retirement		27,757	
Life Insurance		344	
Medical Insurance		74,274	
Unemployment Compensation		712	

(Continued)

Exhibit K-7

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

General Fund (Cont.)

Finance (Cont.)

Property Assessor's Office (Cont.)

Employer Medicare	\$	3,887	
Communication		2,108	
Contracts with Government Agencies		45,838	
Dues and Memberships		1,800	
Legal Notices, Recording, and Court Costs		212	
Maintenance and Repair Services - Office Equipment		928	
Maintenance and Repair Services - Vehicles		620	
Postal Charges		1,189	
Printing, Stationery, and Forms		377	
Rentals		1,511	
Travel		685	
Tuition		325	
Other Contracted Services		54,686	
Equipment and Machinery Parts		564	
Garage Supplies		16	
Gasoline		1,235	
Office Supplies		4,052	
Periodicals		125	
Tires and Tubes		614	
Other Supplies and Materials		534	
Premiums on Corporate Surety Bonds		591	
Office Equipment		8,827	
Total Property Assessor's Office			\$ 532,045

Reappraisal Program

Communication	\$	136	
Maintenance and Repair Services - Office Equipment		210	
Gasoline		2,387	
Office Supplies		950	
Total Reappraisal Program			3,683

County Trustee's Office

County Official/Administrative Officer	\$	73,370	
Assistant(s)		34,515	
Accountants/Bookkeepers		26,787	
Clerical Personnel		13,302	
Part-time Personnel		16,271	
Overtime Pay		8,869	
Social Security		10,246	
State Retirement		16,143	
Life Insurance		126	
Medical Insurance		39,241	
Unemployment Compensation		317	
Employer Medicare		2,396	
Communication		1,411	
Dues and Memberships		556	
Legal Notices, Recording, and Court Costs		52	
Maintenance and Repair Services - Office Equipment		9,706	
Postal Charges		20,032	
Printing, Stationery, and Forms		258	

(Continued)

Exhibit K-7

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

General Fund (Cont.)

Finance (Cont.)

County Trustee's Office (Cont.)

Rentals	\$	40	
Travel		1,051	
Gasoline		71	
Office Supplies		2,079	
Office Equipment		5,644	
Total County Trustee's Office			\$ 282,483

County Clerk's Office

County Official/Administrative Officer	\$	73,370	
Assistant(s)		37,913	
Clerical Personnel		144,726	
Part-time Personnel		21,205	
Overtime Pay		3,914	
Social Security		15,931	
State Retirement		26,844	
Life Insurance		337	
Medical Insurance		83,633	
Unemployment Compensation		711	
Employer Medicare		3,879	
Communication		2,507	
Dues and Memberships		916	
Legal Notices, Recording, and Court Costs		246	
Maintenance and Repair Services - Office Equipment		15,254	
Postal Charges		13,977	
Printing, Stationery, and Forms		1,318	
Rentals		4,908	
Travel		957	
Gasoline		238	
Office Supplies		8,700	
Periodicals		426	
Other Charges		1,095	
Data Processing Equipment		1,311	
Office Equipment		1,590	
Total County Clerk's Office			465,906

Administration of Justice

Circuit Court

County Official/Administrative Officer	\$	73,370
Assistant(s)		24,552
Accountants/Bookkeepers		48,895
Clerical Personnel		200,480
Part-time Personnel		5,915
Overtime Pay		4,958
Other Salaries and Wages		10,152
Jury and Witness Expense		7,418
Social Security		21,303
State Retirement		36,435
Life Insurance		456
Medical Insurance		146,237
Unemployment Compensation		989

(Continued)

Exhibit K-7

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

General Fund (Cont.)

Administration of Justice (Cont.)

Circuit Court (Cont.)

Employer Medicare	\$	4,982	
Communication		2,723	
Data Processing Services		5,355	
Dues and Memberships		886	
Legal Notices, Recording, and Court Costs		427	
Maintenance and Repair Services - Office Equipment		15,848	
Postal Charges		6,000	
Printing, Stationery, and Forms		6,734	
Rentals		5,838	
Travel		194	
Other Contracted Services		2,456	
Office Supplies		7,293	
Premiums on Corporate Surety Bonds		261	
Data Processing Equipment		14,717	
Office Equipment		737	
Total Circuit Court			\$ 655,611

General Sessions Court

Judge(s)	\$	153,225	
Probation Officer(s)		36,650	
Secretary(ies)		32,115	
Part-time Personnel		9,443	
Overtime Pay		1,084	
Social Security		11,690	
State Retirement		23,068	
Life Insurance		120	
Medical Insurance		36,968	
Unemployment Compensation		140	
Employer Medicare		3,282	
Communication		4,211	
Contracts with Government Agencies		25,000	
Dues and Memberships		335	
Maintenance and Repair Services - Office Equipment		562	
Postal Charges		275	
Printing, Stationery, and Forms		289	
Rentals		1,527	
Travel		1,171	
Other Contracted Services		28,338	
Office Supplies		1,556	
Periodicals		333	
Other Supplies and Materials		363	
Premiums on Corporate Surety Bonds		192	
Total General Sessions Court			371,937

Drug Court

Contributions	\$	25,346	
Total Drug Court			25,346

Chancery Court

County Official/Administrative Officer	\$	73,370	
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(Continued)

Exhibit K-7

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

General Fund (Cont.)

Administration of Justice (Cont.)

Chancery Court (Cont.)

Assistant(s)	\$	35,003	
Clerical Personnel		76,366	
Part-time Personnel		8,617	
Social Security		11,374	
State Retirement		19,107	
Life Insurance		204	
Medical Insurance		56,845	
Unemployment Compensation		445	
Employer Medicare		2,660	
Bank Charges		93	
Communication		4,526	
Data Processing Services		3,482	
Dues and Memberships		806	
Maintenance and Repair Services - Office Equipment		9,336	
Postal Charges		1,409	
Printing, Stationery, and Forms		1,507	
Rentals		2,412	
Travel		247	
Tuition		350	
Other Contracted Services		125	
Office Supplies		3,445	
Periodicals		2,072	
Data Processing Equipment		7,584	
Office Equipment		699	
Total Chancery Court			\$ 322,084

Juvenile Court

Youth Service Officer(s)	\$	38,730	
Secretary(ies)		48,754	
Overtime Pay		109	
Social Security		5,200	
State Retirement		9,040	
Life Insurance		109	
Medical Insurance		27,324	
Unemployment Compensation		245	
Employer Medicare		1,216	
Communication		1,648	
Dues and Memberships		560	
Maintenance and Repair Services - Office Equipment		360	
Postal Charges		200	
Printing, Stationery, and Forms		261	
Rentals		1,521	
Other Contracted Services		1,514	
Office Supplies		2,164	
Data Processing Equipment		907	
Office Equipment		230	
Total Juvenile Court			140,092

District Attorney General

Communication	\$	4,156	
Total District Attorney General			4,156

(Continued)

Exhibit K-7

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

General Fund (Cont.)

Administration of Justice (Cont.)

Probate Court

Clerical Personnel	\$	20,392	
Part-time Personnel		6,384	
Social Security		1,655	
State Retirement		2,109	
Life Insurance		41	
Unemployment Compensation		99	
Employer Medicare		387	
Communication		391	
Maintenance and Repair Services - Office Equipment		669	
Postal Charges		1,350	
Printing, Stationery, and Forms		931	
Rentals		615	
Office Supplies		1,846	
Periodicals		291	
Data Processing Equipment		4,780	
Total Probate Court			\$ 41,940

Other Administration of Justice

Salary Supplements	\$	5,080	
Social Security		303	
State Retirement		526	
Life Insurance		6	
Medical Insurance		1,330	
Unemployment Compensation		8	
Employer Medicare		71	
Maintenance and Repair Services - Office Equipment		2,100	
Travel		83	
Tuition		35	
Other Supplies and Materials		1,000	
Total Other Administration of Justice			10,542

Courtroom Security

Guards	\$	64,370	
Part-time Personnel		35,387	
Overtime Pay		56	
Social Security		5,971	
State Retirement		6,665	
Life Insurance		81	
Medical Insurance		22,450	
Unemployment Compensation		634	
Employer Medicare		1,396	
Maintenance and Repair Services - Equipment		9,984	
Other Contracted Services		9,764	
Uniforms		8,305	
Building Improvements		2,489	
Law Enforcement Equipment		10,823	
Other Equipment		2,297	
Total Courtroom Security			180,672

(Continued)

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

General Fund (Cont.)

Public Safety

Sheriff's Department

County Official/Administrative Officer	\$	88,778
Assistant(s)		53,310
Deputy(ies)		1,137,844
Detective(s)		232,460
Captain(s)		94,972
Lieutenant(s)		254,312
Sergeant(s)		233,593
Mechanic(s)		59,946
Dispatchers/Radio Operators		290,428
Part-time Personnel		19,378
Overtime Pay		117,737
Other Salaries and Wages		48,296
In-Service Training		34,200
Social Security		157,977
State Retirement		264,595
Life Insurance		2,665
Medical Insurance		809,059
Unemployment Compensation		4,909
Employer Medicare		36,947
Communication		10,369
Contracts with Government Agencies		2,010
Contributions		1,429
Dues and Memberships		2,945
Legal Notices, Recording, and Court Costs		126
Licenses		296
Maintenance and Repair Services - Buildings		104
Maintenance and Repair Services - Equipment		4,747
Maintenance and Repair Services - Office Equipment		2,180
Maintenance and Repair Services - Vehicles		4,478
Postal Charges		922
Printing, Stationery, and Forms		3,169
Rentals		4,088
Travel		12,281
Tuition		24,500
Veterinary Services		978
Other Contracted Services		14,998
Electricity		5,599
Equipment and Machinery Parts		21,582
Food Supplies		866
Garage Supplies		13,750
Gasoline		191,625
Law Enforcement Supplies		7,039
Office Supplies		4,879
Periodicals		456
Tires and Tubes		17,194
Uniforms		21,176
Water and Sewer		1,231
Other Supplies and Materials		1,230
In Service/Staff Development		4,283
Other Charges		341

(Continued)

Exhibit K-7

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

General Fund (Cont.)

Public Safety (Cont.)

Sheriff's Department (Cont.)

Building Improvements	\$	38,739
Data Processing Equipment		15,185
Furniture and Fixtures		893
Law Enforcement Equipment		118,290
Office Equipment		2,116
Other Equipment		3,723

Total Sheriff's Department \$ 4,501,223

Special Patrols

Secretary(ies)	\$	27,747
Social Security		1,720
State Retirement		2,870
Unemployment Compensation		72
Employer Medicare		402
Law Enforcement Equipment		47,815
Motor Vehicles		220,017

Total Special Patrols 300,643

Administration of the Sexual Offender Registry

Other Contracted Services	\$	1,850
Office Supplies		3,015
Other Equipment		525

Total Administration of the Sexual Offender Registry 5,390

Jail

Supervisor/Director	\$	45,926
Deputy(ies)		1,227,472
Captain(s)		31,168
Lieutenant(s)		150,291
Sergeant(s)		167,158
Medical Personnel		147,362
Paraprofessionals		233,096
Cafeteria Personnel		160,885
Maintenance Personnel		62,962
Part-time Personnel		35,029
Overtime Pay		50,082
Other Salaries and Wages		34,866
In-Service Training		1,200
Social Security		138,234
State Retirement		233,065
Life Insurance		3,043
Medical Insurance		740,876
Unemployment Compensation		6,453
Employer Medicare		32,477
Communication		22,594
Dues and Memberships		48
Evaluation and Testing		180
Licenses		34
Maintenance Agreements		4,740
Maintenance and Repair Services - Buildings		1,971

(Continued)

Exhibit K-7

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

General Fund (Cont.)

Public Safety (Cont.)

Jail (Cont.)

Maintenance and Repair Services - Equipment	\$	47,365	
Maintenance and Repair Services - Vehicles		1,367	
Medical and Dental Services		101,755	
Pest Control		840	
Postal Charges		95	
Printing, Stationery, and Forms		3,182	
Rentals		9,009	
Travel		3,637	
Tuition		490	
Disposal Fees		2,483	
Other Contracted Services		9,426	
Custodial Supplies		37,774	
Drugs and Medical Supplies		62,271	
Electricity		112,798	
Equipment and Machinery Parts		32,663	
Food Preparation Supplies		15,524	
Food Supplies		323,961	
Gasoline		25,191	
General Construction Materials		11,589	
Law Enforcement Supplies		2,925	
Natural Gas		52,066	
Office Supplies		5,386	
Prisoners Clothing		15,716	
Uniforms		15,858	
Water and Sewer		69,312	
Other Supplies and Materials		62,440	
In Service/Staff Development		889	
Other Charges		203,521	
Building Improvements		217,037	
Data Processing Equipment		7,118	
Food Service Equipment		8,517	
Furniture and Fixtures		598	
Law Enforcement Equipment		5,014	
Other Equipment		21,674	
Total Jail			\$ 5,020,703

Juvenile Services

Contracts with Private Agencies	\$	96,552	
Total Juvenile Services			96,552

Civil Defense

Supervisor/Director	\$	43,423	
Secretary(ies)		24,512	
Part-time Personnel		10,926	
Other Salaries and Wages		50	
Social Security		4,702	
State Retirement		7,025	
Life Insurance		82	
Medical Insurance		21,817	
Unemployment Compensation		222	

(Continued)

Exhibit K-7

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

General Fund (Cont.)

Public Safety (Cont.)

Civil Defense (Cont.)

Employer Medicare	\$	1,100	
Communication		5,964	
Maintenance and Repair Services - Vehicles		1,190	
Postal Charges		13	
Printing, Stationery, and Forms		100	
Rentals		1,104	
Travel		998	
Tuition		4,439	
Electricity		746	
Equipment and Machinery Parts		560	
Food Preparation Supplies		146	
Garage Supplies		282	
Gasoline		4,348	
Natural Gas		576	
Office Supplies		565	
Uniforms		137	
Water and Sewer		516	
Other Supplies and Materials		1,725	
Other Charges		2,450	
Communication Equipment		117,929	
Other Equipment		34,140	
Total Civil Defense			\$ 291,787

Disaster Relief

Contributions	\$	120,000	
Other Contracted Services		23,501	
Other Equipment		36	
Total Disaster Relief			143,537

Other Emergency Management

Other Equipment	\$	3,167	
Total Other Emergency Management			3,167

Inspection and Regulation

Assistant(s)	\$	28,422	
Supervisor/Director		38,216	
Paraprofessionals		22,568	
Social Security		5,050	
State Retirement		9,053	
Life Insurance		119	
Medical Insurance		36,342	
Unemployment Compensation		216	
Employer Medicare		1,181	
Communication		4,625	
Dues and Memberships		375	
Legal Notices, Recording, and Court Costs		358	
Licenses		110	
Maintenance and Repair Services - Office Equipment		513	
Maintenance and Repair Services - Vehicles		331	
Postal Charges		129	

(Continued)

Exhibit K-7

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

General Fund (Cont.)

Public Safety (Cont.)

Inspection and Regulation (Cont.)

Printing, Stationery, and Forms	\$	806	
Rentals		1,167	
Travel		90	
Tuition		1,555	
Equipment and Machinery Parts		3,892	
Garage Supplies		54	
Gasoline		5,363	
Office Supplies		2,554	
Tires and Tubes		363	
Uniforms		920	
Other Supplies and Materials		214	
Other Charges		69	
Data Processing Equipment		850	
Law Enforcement Equipment		497	
Total Inspection and Regulation			\$ 166,002

County Coroner/Medical Examiner

Other Salaries and Wages	\$	6,120	
Social Security		361	
State Retirement		633	
Unemployment Compensation		11	
Employer Medicare		84	
Communication		1,639	
Contracts with Private Agencies		14,400	
Contributions		98,453	
Pauper Burials		4,047	
Transportation - Other than Students		360	
Travel		1,823	
Tuition		875	
Other Contracted Services		7,484	
Office Supplies		499	
Tires and Tubes		340	
Other Supplies and Materials		495	
Other Equipment		6,685	
Total County Coroner/Medical Examiner			144,309

Other Public Safety

Advertising	\$	328	
Total Other Public Safety			328

Public Health and Welfare

Local Health Center

Medical Personnel	\$	87,812	
Salary Supplements		13,899	
Clerical Personnel		67,360	
Custodial Personnel		33,384	
Other Salaries and Wages		33,014	
Social Security		13,180	
State Retirement		22,502	
Life Insurance		269	

(Continued)

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

General Fund (Cont.)

Public Health and Welfare (Cont.)

Local Health Center (Cont.)

Medical Insurance	\$	67,554	
Unemployment Compensation		688	
Employer Medicare		3,083	
Advertising		482	
Communication		12,333	
Dues and Memberships		564	
Maintenance Agreements		4,963	
Maintenance and Repair Services - Buildings		1,778	
Maintenance and Repair Services - Equipment		2,180	
Medical and Dental Services		2,007	
Postal Charges		6,381	
Printing, Stationery, and Forms		1,169	
Rentals		13,726	
Travel		539	
Disposal Fees		6,345	
Other Contracted Services		6,937	
Custodial Supplies		7,244	
Drugs and Medical Supplies		47,623	
Electricity		29,671	
Equipment and Machinery Parts		53	
Food Supplies		1,137	
Office Supplies		8,912	
Periodicals		605	
Water and Sewer		2,065	
Other Supplies and Materials		4,659	
Building Improvements		2,084	
Data Processing Equipment		89	
Furniture and Fixtures		2,738	
Other Equipment		10,816	
Total Local Health Center			\$ 519,845

Rabies and Animal Control

Supervisor/Director	\$	28,725
Paraprofessionals		41,656
Part-time Personnel		6,463
Social Security		4,378
State Retirement		7,209
Life Insurance		119
Medical Insurance		35,872
Unemployment Compensation		282
Employer Medicare		1,024
Communication		2,481
Contracts with Private Agencies		127
Licenses		322
Maintenance and Repair Services - Buildings		285
Maintenance and Repair Services - Equipment		150
Maintenance and Repair Services - Vehicles		1,141
Rentals		444
Travel		789
Tuition		575

(Continued)

Exhibit K-7

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

General Fund (Cont.)

Public Health and Welfare (Cont.)

Rabies and Animal Control (Cont.)

Disposal Fees	\$	723	
Custodial Supplies		1,051	
Drugs and Medical Supplies		1,225	
Electricity		7,395	
Equipment and Machinery Parts		950	
Food Supplies		813	
Gasoline		11,280	
Office Supplies		163	
Tires and Tubes		401	
Water and Sewer		874	
Other Supplies and Materials		5,116	
Other Equipment		5,033	
Total Rabies and Animal Control			\$ 167,066

Ambulance/Emergency Medical Services

Assistant(s)	\$	36,516
Supervisor/Director		48,107
Mechanic(s)		29,203
Clerical Personnel		100,744
Attendants		889,433
Part-time Personnel		116,471
Overtime Pay		701,909
Social Security		114,306
State Retirement		180,275
Life Insurance		1,879
Medical Insurance		504,122
Unemployment Compensation		4,522
Employer Medicare		26,733
Communication		10,326
Data Processing Services		5,400
Licenses		3,452
Maintenance and Repair Services - Equipment		120
Maintenance and Repair Services - Office Equipment		242
Maintenance and Repair Services - Vehicles		4,013
Pest Control		280
Postal Charges		2,734
Printing, Stationery, and Forms		3,000
Rentals		2,232
Travel		680
Tuition		18,004
Disposal Fees		6,095
Other Contracted Services		788
Custodial Supplies		3,295
Diesel Fuel		117,410
Drugs and Medical Supplies		96,577
Electricity		8,067
Equipment and Machinery Parts		10,685
Garage Supplies		5,679
Gasoline		11,309
Natural Gas		3,269

(Continued)

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

General Fund (Cont.)

Public Health and Welfare (Cont.)

Ambulance/Emergency Medical Services (Cont.)

Office Supplies	\$	3,300	
Tires and Tubes		7,335	
Uniforms		10,915	
Water and Sewer		1,044	
Other Supplies and Materials		983	
Refunds		24,148	
Other Charges		946	
Communication Equipment		3,825	
Data Processing Equipment		363	
Furniture and Fixtures		1,050	
Motor Vehicles		181,165	
Office Equipment		862	
Other Equipment		2,289	
Total Ambulance/Emergency Medical Services			\$ 3,306,102

Alcohol and Drug Programs

Other Charges	\$	12,674	
Total Alcohol and Drug Programs			12,674

Other Local Health Services

Medical Personnel	\$	76,442	
Clerical Personnel		42,479	
Part-time Personnel		15,943	
Other Salaries and Wages		93,165	
Social Security		13,533	
State Retirement		19,326	
Life Insurance		282	
Medical Insurance		59,410	
Unemployment Compensation		708	
Employer Medicare		3,165	
Travel		8,369	
Total Other Local Health Services			332,822

Appropriation to State

Contributions	\$	67,000	
Total Appropriation to State			67,000

Waste Pickup

Part-time Personnel	\$	11,730	
Other Salaries and Wages		22,277	
Social Security		1,970	
State Retirement		2,304	
Life Insurance		39	
Medical Insurance		15,070	
Unemployment Compensation		145	
Employer Medicare		461	
Contributions		17,000	
Gasoline		14,000	
Other Supplies and Materials		7,503	
Total Waste Pickup			92,499

(Continued)

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

General Fund (Cont.)

Social, Cultural, and Recreational Services

Libraries

Contributions	\$	85,500	
Total Libraries			\$ 85,500

Agriculture and Natural Resources

Agriculture Extension Service

Salary Supplements	\$	89,589	
Part-time Personnel		5,083	
Social Security		5,870	
State Retirement		9,345	
Unemployment Compensation		41	
Employer Medicare		1,373	
Other Fringe Benefits		3,360	
Communication		2,200	
Dues and Memberships		330	
Operating Lease Payments		1,601	
Travel		442	
Office Supplies		982	
Data Processing Equipment		1,012	
Office Equipment		837	
Total Agriculture Extension Service			122,065

Forest Service

Contributions	\$	1,470	
Total Forest Service			1,470

Soil Conservation

Paraprofessionals	\$	23,650	
Secretary(ies)		25,830	
Overtime Pay		100	
Social Security		2,784	
State Retirement		5,129	
Life Insurance		82	
Medical Insurance		28,689	
Unemployment Compensation		144	
Employer Medicare		651	
Dues and Memberships		1,475	
Postal Charges		75	
Office Supplies		1,042	
Total Soil Conservation			89,651

Other Operations

Tourism

Contributions	\$	79,938	
Total Tourism			79,938

Industrial Development

Contributions	\$	79,938	
Total Industrial Development			79,938

(Continued)

Exhibit K-7

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

General Fund (Cont.)

Other Operations (Cont.)

Airport

Contributions	\$	30,380	
Total Airport			\$ 30,380

Veterans' Services

Supervisor/Director	\$	13,362	
Salary Supplements		4,064	
Clerical Personnel		26,486	
Social Security		1,765	
State Retirement		3,160	
Life Insurance		41	
Medical Insurance		13,180	
Unemployment Compensation		150	
Employer Medicare		607	
Communication		1,019	
Data Processing Services		399	
Postal Charges		710	
Rentals		5,244	
Travel		925	
Office Supplies		295	
Total Veterans' Services			71,407

Other Charges

Dues and Memberships	\$	5,955	
Total Other Charges			5,955

Contributions to Other Agencies

Contributions	\$	307,700	
Rentals		9,000	
Total Contributions to Other Agencies			316,700

Miscellaneous

Other Contracted Services	\$	8,498	
Trustee's Commission		178,617	
Other Charges		1,000	
Total Miscellaneous			188,115

Total General Fund \$ 21,210,064

Solid Waste/Sanitation Fund

Public Health and Welfare

Sanitation Management

Assistant(s)	\$	29,178	
Supervisor/Director		36,146	
Salary Supplements		3,060	
Social Security		4,114	
State Retirement		7,071	
Life Insurance		82	
Medical Insurance		19,468	
Unemployment Compensation		139	
Employer Medicare		962	

(Continued)

Exhibit K-7

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

Solid Waste/Sanitation Fund (Cont.)

Public Health and Welfare (Cont.)

Sanitation Management (Cont.)

Communication	\$	1,940	
Contracts with Other Public Agencies		661,234	
Licenses		18	
Maintenance and Repair Services - Equipment		965	
Maintenance and Repair Services - Vehicles		5,318	
Medical and Dental Services		299	
Postal Charges		1,189	
Printing, Stationery, and Forms		600	
Rentals		889	
Other Contracted Services		3,060	
Custodial Supplies		623	
Diesel Fuel		133,384	
Electricity		4,532	
Equipment and Machinery Parts		14,423	
Garage Supplies		7,222	
Gasoline		5,175	
Lubricants		6,553	
Natural Gas		2,920	
Office Supplies		541	
Small Tools		292	
Tires and Tubes		20,675	
Uniforms		2,236	
Water and Sewer		296	
Other Supplies and Materials		2,027	
Trustee's Commission		25,058	
Motor Vehicles		32,424	
Other Equipment		71,549	
Total Sanitation Management			\$ 1,105,662

Waste Pickup

Mechanic(s)	\$	89,170	
Truck Drivers		157,127	
Part-time Personnel		30,605	
Overtime Pay		2,758	
Social Security		16,457	
State Retirement		25,332	
Life Insurance		372	
Medical Insurance		105,227	
Unemployment Compensation		993	
Employer Medicare		3,849	
Total Waste Pickup			431,890

Convenience Centers

Attendants	\$	335,937	
Social Security		18,787	
Unemployment Compensation		2,685	
Employer Medicare		4,868	
Communication		5,523	
Operating Lease Payments		1,866	
Other Contracted Services		184	

(Continued)

Exhibit K-7

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

Solid Waste/Sanitation Fund (Cont.)

Public Health and Welfare (Cont.)

Convenience Centers (Cont.)

Concrete	\$	941	
Crushed Stone		2,125	
Custodial Supplies		2,053	
Electricity		12,079	
Water and Sewer		3,834	
Other Supplies and Materials		2,927	
Total Convenience Centers			\$ 393,809

Transfer Stations

Part-time Personnel	\$	4,380	
Social Security		272	
Unemployment Compensation		35	
Employer Medicare		64	
Disposal Fees		36,600	
Total Transfer Stations			41,351

Total Solid Waste/Sanitation Fund \$ 1,972,712

Special Purpose Fund

General Government

Risk Management

Consultants	\$	32,114	
Legal Services		78,284	
Building and Contents Insurance		220,428	
Liability Insurance		127,073	
Trustee's Commission		15,310	
Workers' Compensation Insurance		152,729	
Total Risk Management			\$ 625,938

Total Special Purpose Fund 625,938

Drug Control Fund

Public Safety

Drug Enforcement

Advertising	\$	580	
Communication		3,606	
Contributions		350	
Travel		1,775	
Tuition		22	
Remittance of Revenue Collected		10,527	
Other Contracted Services		956	
Electricity		5,782	
Water and Sewer		285	
Other Supplies and Materials		150	
Refunds		3,592	
Furniture and Fixtures		985	
Law Enforcement Equipment		28,420	
Total Drug Enforcement			\$ 57,030

Total Drug Control Fund 57,030

(Continued)

Exhibit K-7

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

Constitutional Officers - Fees Fund

Administration of Justice

Chancery Court

Special Commissioner Fees/Special Master Fees	\$ 13,780	
Total Chancery Court		\$ 13,780

Total Constitutional Officers - Fees Fund \$ 13,780

Highway/Public Works Fund

Highways

Administration

County Official/Administrative Officer	\$ 80,707	
Accountants/Bookkeepers	63,155	
Overtime Pay	1,660	
Other Salaries and Wages	9,911	
Social Security	9,182	
State Retirement	16,074	
Life Insurance	139	
Medical Insurance	49,648	
Unemployment Compensation	144	
Employer Medicare	2,147	
Dues and Memberships	3,753	
Maintenance and Repair Services - Office Equipment	1,723	
Postal Charges	367	
Travel	486	
Tuition	165	
Other Contracted Services	1,115	
Office Supplies	2,588	
Other Charges	2,390	
Data Processing Equipment	248	
Furniture and Fixtures	155	
Total Administration		\$ 245,757

Highway and Bridge Maintenance

Assistant(s)	\$ 39,210
Foremen	130,388
Equipment Operators - Heavy	368,630
Equipment Operators - Light	140,405
Truck Drivers	314,319
Laborers	388,825
Part-time Personnel	54,980
Overtime Pay	64,897
Social Security	88,273
State Retirement	149,076
Life Insurance	2,222
Medical Insurance	582,712
Unemployment Compensation	5,124
Employer Medicare	20,719
Legal Notices, Recording, and Court Costs	213
Licenses	420
Tuition	200
Other Contracted Services	39,835
Asphalt	89,415

(Continued)

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

Highway/Public Works Fund (Cont.)

Highways (Cont.)

Highway and Bridge Maintenance (Cont.)

Concrete	\$	38,863	
Crushed Stone		118,809	
Custodial Supplies		338	
General Construction Materials		139,112	
Pipe - Metal		35,373	
Road Signs		16,031	
Salt		5,438	
Other Charges		132	
Total Highway and Bridge Maintenance			\$ 2,833,959

Operation and Maintenance of Equipment

Supervisor/Director	\$	2,624	
Mechanic(s)		129,758	
Laborers		53,796	
Overtime Pay		10,720	
Social Security		11,528	
State Retirement		20,367	
Life Insurance		261	
Medical Insurance		78,979	
Unemployment Compensation		555	
Employer Medicare		2,696	
Licenses		282	
Maintenance and Repair Services - Equipment		696	
Maintenance and Repair Services - Vehicles		13,556	
Custodial Supplies		1,802	
Diesel Fuel		277,851	
Equipment and Machinery Parts		123,504	
Garage Supplies		40,982	
Gasoline		112,325	
Lubricants		15,780	
Small Tools		2,274	
Tires and Tubes		50,977	
Other Charges		2,328	
Highway Equipment		82,657	
Total Operation and Maintenance of Equipment			1,036,298

Asphalt Plant Operations

Equipment Operators - Heavy	\$	24,113	
Social Security		1,452	
State Retirement		2,494	
Life Insurance		29	
Medical Insurance		6,966	
Unemployment Compensation		2	
Employer Medicare		340	
Evaluation and Testing		334	
Other Contracted Services		8,045	
Asphalt - Liquid		1,758,545	
Crushed Stone		860,661	
Electricity		31,018	
General Construction Materials		20,228	

(Continued)

Exhibit K-7

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

Highway/Public Works Fund (Cont.)

Highways (Cont.)

Asphalt Plant Operations (Cont.)

Lubricants	\$	85	
Natural Gas		73,066	
Water and Sewer		201	
Total Asphalt Plant Operations			\$ 2,787,579

Other Charges

Communication	\$	7,455	
Travel		1,094	
Other Contracted Services		745	
Electricity		8,469	
Natural Gas		4,585	
Water and Sewer		815	
Trustee's Commission		71,811	
Other Charges		2,430	
Total Other Charges			97,404

Capital Outlay

Building Improvements	\$	36,623	
Highway Equipment		782,177	
Motor Vehicles		61,674	
Total Capital Outlay			880,474

Total Highway/Public Works Fund \$ 7,881,471

General Debt Service Fund

Principal on Debt

General Government

Principal on Bonds	\$	175,000	
Total General Government			\$ 175,000

Highways and Streets

Principal on Bonds	\$	120,000	
Principal on Other Loans		905,000	
Total Highways and Streets			1,025,000

Interest on Debt

General Government

Interest on Bonds	\$	67,425	
Total General Government			67,425

Highways and Streets

Interest on Bonds	\$	281,739	
Interest on Other Loans		177,587	
Total Highways and Streets			459,326

Other Debt Service

General Government

Trustee's Commission	\$	17,784	
Other Charges		1,280	
Total General Government			19,064

Total General Debt Service Fund 1,745,815

(Continued)

Exhibit K-7

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

Education Debt Service Fund

Principal on Debt

Education

Principal on Bonds	\$	1,280,000	
Principal on Notes		<u>510,242</u>	
Total Education			\$ 1,790,242

Interest on Debt

Education

Interest on Bonds	\$	875,816	
Interest on Notes		<u>8,364</u>	
Total Education			884,180

Other Debt Service

Education

Trustee's Commission	\$	42,994	
Other Charges		<u>3,990</u>	
Total Education			<u>46,984</u>

Total Education Debt Service Fund \$ 2,721,406

General Capital Projects Fund

Capital Projects

General Administration Projects

Data Processing Equipment	\$	<u>9,876</u>	
Total General Administration Projects			\$ 9,876

Other General Government Projects

Permits	\$	31	
Trustee's Commission		155	
Building Improvements		<u>43,700</u>	
Total Other General Government Projects			43,886

Capital Projects - Donated

Capital Projects Donated to School Department

Contributions	\$	<u>484,416</u>	
Total Capital Projects Donated to School Department			<u>484,416</u>

Total General Capital Projects Fund 538,178

Community Development/Industrial Park Fund

Capital Projects

Public Utility Projects

Engineering Services	\$	149,292	
Other Contracted Services		8,000	
Other Construction		<u>395,652</u>	
Total Public Utility Projects			\$ <u>552,944</u>

Total Community Development/Industrial Park Fund 552,944

(Continued)

Exhibit K-7

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

<u>HUD Grant Projects Fund</u>			
<u>Capital Projects</u>			
<u>Public Health and Welfare Projects</u>			
Consultants	\$	50,374	
Other Contracted Services		450	
Other Construction		<u>288,997</u>	
Total Public Health and Welfare Projects			\$ <u>339,821</u>
Total HUD Grant Projects Fund			\$ 339,821
<u>Highway Capital Projects Fund</u>			
<u>Highways</u>			
<u>Capital Outlay</u>			
Asphalt	\$	16,647	
Asphalt Plant Equipment		<u>46,842</u>	
Total Capital Outlay			\$ 63,489
<u>Capital Projects</u>			
<u>Highway and Street Capital Projects</u>			
Asphalt Plant Equipment	\$	<u>6,498</u>	
Total Highway and Street Capital Projects			<u>6,498</u>
Total Highway Capital Projects Fund			69,987
<u>Other Capital Projects Fund</u>			
<u>Capital Projects</u>			
<u>Social, Cultural, and Recreation Projects</u>			
Contributions	\$	131,260	
Trustee's Commission		<u>1,093</u>	
Total Social, Cultural, and Recreation Projects			\$ <u>132,353</u>
Total Other Capital Projects Fund			<u>132,353</u>
Total Governmental Funds - Primary Government			<u>\$ 37,861,499</u>

Exhibit K-8

Greene County, Tennessee
Schedule of Detailed Expenditures -
All Governmental Fund Types
Discretely Presented Greene County School Department
For the Year Ended June 30, 2013

General Purpose School Fund

Instruction

Regular Instruction Program

Teachers	\$	15,792,788	
Career Ladder Program		110,112	
Career Ladder Extended Contracts		51,830	
Educational Assistants		391,747	
Other Salaries and Wages		10,756	
Certified Substitute Teachers		92,110	
Non-certified Substitute Teachers		147,816	
Social Security		977,291	
State Retirement		1,449,849	
Life Insurance		5,663	
Medical Insurance		2,515,470	
Dental Insurance		35,787	
Unemployment Compensation		28,609	
Employer Medicare		229,617	
Maintenance and Repair Services - Equipment		12,416	
Other Contracted Services		29,620	
Instructional Supplies and Materials		151,849	
Textbooks		350,548	
Other Supplies and Materials		34,351	
Other Charges		93,747	
Regular Instruction Equipment		330,439	
Total Regular Instruction Program			\$ 22,842,415

Special Education Program

Teachers	\$	1,688,764	
Career Ladder Program		14,970	
Homebound Teachers		78,596	
Educational Assistants		184,828	
Speech Pathologist		252,425	
Certified Substitute Teachers		1,430	
Non-certified Substitute Teachers		5,018	
Social Security		128,396	
State Retirement		186,542	
Life Insurance		743	
Medical Insurance		337,072	
Dental Insurance		5,234	
Unemployment Compensation		2,250	
Employer Medicare		30,629	
Maintenance and Repair Services - Equipment		1,004	
Other Contracted Services		48,271	
Instructional Supplies and Materials		6,565	
Textbooks		637	
Other Supplies and Materials		8,216	
Special Education Equipment		34,252	
Total Special Education Program			3,015,842

Vocational Education Program

Teachers	\$	867,498
Career Ladder Program		9,155

(Continued)

Exhibit K-8

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

General Purpose School Fund (Cont.)

Instruction (Cont.)

Vocational Education Program (Cont.)

Certified Substitute Teachers	\$	884	
Non-certified Substitute Teachers		8,430	
Social Security		52,583	
State Retirement		77,847	
Life Insurance		262	
Medical Insurance		134,822	
Dental Insurance		2,000	
Unemployment Compensation		1,000	
Employer Medicare		12,299	
Contracts with Other School Systems		315,660	
Maintenance and Repair Services - Equipment		2,938	
Instructional Supplies and Materials		28,948	
Other Supplies and Materials		663	
Other Charges		3,606	
Vocational Instruction Equipment		24,940	
Total Vocational Education Program	\$		1,543,535

Support Services

Attendance

Supervisor/Director	\$	42,392	
Career Ladder Program		1,500	
Clerical Personnel		35,651	
Other Salaries and Wages		41,272	
Social Security		7,467	
State Retirement		11,222	
Life Insurance		36	
Medical Insurance		14,714	
Dental Insurance		300	
Unemployment Compensation		80	
Employer Medicare		1,746	
Travel		1,146	
Other Contracted Services		22,577	
Other Charges		125	
Total Attendance			180,228

Health Services

Medical Personnel	\$	237,734	
Other Salaries and Wages		901	
Social Security		14,529	
State Retirement		17,409	
Life Insurance		86	
Medical Insurance		36,085	
Dental Insurance		1,001	
Unemployment Compensation		250	
Employer Medicare		3,398	
Travel		11,671	
Other Contracted Services		17,986	
Drugs and Medical Supplies		7,500	
Other Supplies and Materials		9,158	

(Continued)

Exhibit K-8

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

General Purpose School Fund (Cont.)

Support Services (Cont.)

Health Services (Cont.)

Other Charges	\$	12,616	
Health Equipment		34,416	
Total Health Services			\$ 404,740

Other Student Support

Career Ladder Program	\$	3,000	
Guidance Personnel		608,122	
Attendants		51,471	
School Resource Officer		99,549	
Other Salaries and Wages		2,500	
Social Security		45,521	
State Retirement		69,510	
Life Insurance		308	
Medical Insurance		133,128	
Dental Insurance		2,057	
Unemployment Compensation		700	
Employer Medicare		10,743	
Evaluation and Testing		23,286	
Other Contracted Services		30,709	
Other Supplies and Materials		5,232	
In Service/Staff Development		4,828	
Other Charges		32	
Other Equipment		7,026	
Total Other Student Support			1,097,722

Regular Instruction Program

Supervisor/Director	\$	111,542	
Career Ladder Program		13,800	
Librarians		744,497	
Education Media Personnel		333,471	
Instructional Computer Personnel		64,608	
Clerical Personnel		35,329	
Educational Assistants		34,516	
Other Salaries and Wages		49,246	
Social Security		77,973	
State Retirement		121,398	
Life Insurance		446	
Medical Insurance		194,475	
Dental Insurance		3,000	
Unemployment Compensation		1,000	
Employer Medicare		19,083	
Travel		18,548	
Other Contracted Services		20,854	
Library Books/Media		59,000	
Other Supplies and Materials		7,248	
In Service/Staff Development		3,619	
Other Charges		100	
Other Equipment		1,791	
Total Regular Instruction Program			1,915,544

(Continued)

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

General Purpose School Fund (Cont.)

Support Services (Cont.)

Special Education Program

Supervisor/Director	\$	76,204	
Career Ladder Program		4,000	
Psychological Personnel		64,542	
Assessment Personnel		19,298	
Secretary(ies)		31,824	
Other Salaries and Wages		55,516	
Social Security		15,003	
State Retirement		23,069	
Life Insurance		72	
Medical Insurance		29,969	
Dental Insurance		750	
Unemployment Compensation		150	
Employer Medicare		3,509	
Maintenance and Repair Services - Equipment		764	
Travel		7,993	
Other Contracted Services		4,989	
Other Supplies and Materials		9,779	
In Service/Staff Development		2,696	
Other Charges		1,223	
Total Special Education Program			\$ 351,350

Vocational Education Program

Supervisor/Director	\$	72,810	
Career Ladder Program		3,000	
Social Security		4,309	
State Retirement		6,732	
Life Insurance		14	
Medical Insurance		7,391	
Dental Insurance		73	
Unemployment Compensation		32	
Employer Medicare		1,008	
Travel		5,334	
Total Vocational Education Program			100,703

Other Programs

On-Behalf Payments to OPEB	\$	409,831	
Total Other Programs			409,831

Board of Education

Secretary to Board	\$	6,000	
Other Salaries and Wages		384,613	
Board and Committee Members Fees		13,625	
In-Service Training		1,950	
Social Security		24,643	
State Retirement		586	
Life Insurance		1,960	
Medical Insurance		469,674	
Unemployment Compensation		350	
Employer Medicare		5,763	

(Continued)

Exhibit K-8

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

General Purpose School Fund (Cont.)

Support Services (Cont.)

Board of Education (Cont.)

Audit Services	\$	19,500	
Dues and Memberships		7,239	
Legal Services		8,168	
Travel		4,558	
Trustee's Commission		263,301	
Criminal Investigation of Applicants - TBI		6,300	
Refund to Applicant for Criminal Investigation		864	
Other Charges		7,971	
Total Board of Education			\$ 1,227,065

Director of Schools

County Official/Administrative Officer	\$	105,413	
Assistant(s)		42,392	
Career Ladder Program		1,500	
Clerical Personnel		26,936	
Social Security		10,192	
State Retirement		16,033	
Life Insurance		36	
Medical Insurance		20,318	
Dental Insurance		150	
Unemployment Compensation		60	
Employer Medicare		2,375	
Communication		17,541	
Dues and Memberships		2,559	
Postal Charges		8,094	
Travel		1,347	
Other Contracted Services		6,401	
Office Supplies		4,584	
Other Charges		578	
Administration Equipment		867	
Total Director of Schools			267,376

Office of the Principal

Principals	\$	1,068,447	
Career Ladder Program		11,643	
Assistant Principals		427,148	
Secretary(ies)		633,173	
Other Salaries and Wages		64,594	
Social Security		130,493	
State Retirement		204,780	
Life Insurance		846	
Medical Insurance		374,152	
Dental Insurance		6,865	
Unemployment Compensation		1,600	
Employer Medicare		30,519	
Communication		12,597	
Travel		1,341	
Other Contracted Services		48,779	
Other Supplies and Materials		3,349	

(Continued)

Exhibit K-8

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

General Purpose School Fund (Cont.)

Support Services (Cont.)

Office of the Principal (Cont.)

Other Charges	\$	6,600	
Administration Equipment		1,148	
Total Office of the Principal			\$ 3,028,074

Fiscal Services

Supervisor/Director	\$	54,266	
Clerical Personnel		105,664	
Social Security		9,607	
State Retirement		16,536	
Life Insurance		58	
Medical Insurance		18,111	
Dental Insurance		600	
Unemployment Compensation		125	
Employer Medicare		2,247	
Dues and Memberships		150	
Travel		1,727	
Other Contracted Services		19,073	
Data Processing Supplies		3,467	
Office Supplies		302	
Other Supplies and Materials		580	
Total Fiscal Services			232,513

Operation of Plant

Custodial Personnel	\$	847,423	
Other Salaries and Wages		101,461	
Social Security		57,138	
State Retirement		91,661	
Life Insurance		479	
Medical Insurance		220,932	
Dental Insurance		2,768	
Unemployment Compensation		1,500	
Employer Medicare		13,363	
Maintenance and Repair Services - Equipment		2,476	
Travel		5,062	
Other Contracted Services		186,350	
Custodial Supplies		97,791	
Electricity		1,133,599	
Natural Gas		144,537	
Water and Sewer		167,234	
Other Supplies and Materials		6,650	
Other Charges		345	
Plant Operation Equipment		52,153	
Total Operation of Plant			3,132,922

Maintenance of Plant

Supervisor/Director	\$	44,824	
Maintenance Personnel		299,186	
Social Security		20,782	
State Retirement		34,619	

(Continued)

Exhibit K-8

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

General Purpose School Fund (Cont.)

Support Services (Cont.)

Maintenance of Plant (Cont.)

Life Insurance	\$	158	
Medical Insurance		70,604	
Dental Insurance		1,200	
Unemployment Compensation		300	
Employer Medicare		4,827	
Laundry Service		4,307	
Maintenance and Repair Services - Buildings		154,132	
Maintenance and Repair Services - Equipment		58,493	
Travel		300	
Other Contracted Services		30,425	
Equipment and Machinery Parts		13,906	
Other Supplies and Materials		21,685	
Other Charges		9,899	
Maintenance Equipment		205	
Total Maintenance of Plant			\$ 769,852

Transportation

Supervisor/Director	\$	60,798	
Mechanic(s)		149,785	
Bus Drivers		893,421	
Other Salaries and Wages		162,096	
Social Security		73,570	
State Retirement		123,420	
Life Insurance		1,266	
Medical Insurance		414,822	
Dental Insurance		5,683	
Unemployment Compensation		3,200	
Employer Medicare		17,785	
Laundry Service		4,058	
Maintenance and Repair Services - Vehicles		6,091	
Medical and Dental Services		9,739	
Travel		1,502	
Other Contracted Services		499	
Diesel Fuel		479,079	
Garage Supplies		996	
Gasoline		53,444	
Lubricants		9,601	
Tires and Tubes		39,604	
Vehicle Parts		96,952	
Other Supplies and Materials		4,526	
Other Charges		6,487	
Transportation Equipment		10,000	
Total Transportation			2,628,424

Central and Other

Other Salaries and Wages	\$	26,936	
Social Security		1,664	
State Retirement		2,785	
Life Insurance		14	

(Continued)

Exhibit K-8

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

General Purpose School Fund (Cont.)

Support Services (Cont.)

Central and Other (Cont.)

Medical Insurance	\$	5,929	
Dental Insurance		150	
Unemployment Compensation		50	
Employer Medicare		389	
Travel		150	
Office Supplies		149	
Total Central and Other			\$ 38,216

Operation of Non-Instructional Services

Community Services

Supervisor/Director	\$	6,445	
Other Salaries and Wages		107,230	
Social Security		7,048	
State Retirement		666	
Unemployment Compensation		300	
Employer Medicare		1,648	
Travel		56	
Food Supplies		6,881	
Other Supplies and Materials		1,085	
Other Charges		7,095	
Total Community Services			138,454

Early Childhood Education

Supervisor/Director	\$	37,969	
Teachers		595,230	
Educational Assistants		103,699	
Certified Substitute Teachers		4,544	
Non-certified Substitute Teachers		5,602	
Social Security		44,068	
State Retirement		66,762	
Life Insurance		317	
Medical Insurance		121,050	
Dental Insurance		1,200	
Unemployment Compensation		600	
Employer Medicare		10,320	
Communication		1,537	
Contracts with Other Public Agencies		373,362	
Maintenance and Repair Services - Equipment		600	
Travel		675	
Instructional Supplies and Materials		90,148	
In Service/Staff Development		2,234	
Other Charges		71,500	
Regular Instruction Equipment		202,196	
Total Early Childhood Education			1,733,613

Capital Outlay

Regular Capital Outlay

Architects	\$	719	
Building Improvements		505,749	
Total Regular Capital Outlay			506,468

(Continued)

Exhibit K-8

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

General Purpose School Fund (Cont.)

Other Debt Service

Education

Debt Service Contribution to Primary Government	\$ 204,214	
Total Education		\$ 204,214

Total General Purpose School Fund \$ 45,769,101

School Federal Projects Fund

Instruction

Regular Instruction Program

Teachers	\$ 965,385	
Educational Assistants	85,924	
Certified Substitute Teachers	2,223	
Non-certified Substitute Teachers	19,985	
Social Security	64,538	
State Retirement	94,226	
Life Insurance	392	
Medical Insurance	169,533	
Dental Insurance	1,462	
Unemployment Compensation	3,140	
Employer Medicare	15,121	
Tuition	44,346	
Other Contracted Services	11,310	
Instructional Supplies and Materials	248,517	
Regular Instruction Equipment	121,338	
Total Regular Instruction Program		\$ 1,847,440

Alternative Instruction Program

Teachers	\$ 25,148	
Social Security	1,559	
State Retirement	2,233	
Life Insurance	8	
Medical Insurance	5,484	
Dental Insurance	83	
Unemployment Compensation	47	
Employer Medicare	337	
Total Alternative Instruction Program		34,899

Special Education Program

Teachers	\$ 221,444	
Educational Assistants	555,206	
Speech Pathologist	103,705	
Social Security	52,688	
State Retirement	67,210	
Life Insurance	534	
Medical Insurance	192,515	
Dental Insurance	3,358	
Unemployment Compensation	5,299	
Employer Medicare	12,453	
Maintenance and Repair Services - Equipment	24,992	
Other Contracted Services	55,209	

(Continued)

Exhibit K-8

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

School Federal Projects Fund (Cont.)

Instruction (Cont.)

Special Education Program (Cont.)

Instructional Supplies and Materials	\$	95,957	
Other Supplies and Materials		14,197	
Special Education Equipment		109,095	
Total Special Education Program			\$ 1,513,862

Vocational Education Program

Contracts with Other School Systems	\$	104,822	
Instructional Supplies and Materials		42,414	
Vocational Instruction Equipment		38,271	
Total Vocational Education Program			185,507

Support Services

Other Student Support

Guidance Personnel	\$	12,727	
Other Salaries and Wages		82,477	
Social Security		5,807	
State Retirement		8,454	
Life Insurance		26	
Medical Insurance		10,631	
Dental Insurance		48	
Unemployment Compensation		76	
Employer Medicare		1,358	
Communication		13,960	
Travel		3,662	
Other Contracted Services		5,000	
Other Supplies and Materials		17,088	
In Service/Staff Development		2,550	
Other Charges		3,734	
Vocational Instruction Equipment		13,719	
Total Other Student Support			181,317

Regular Instruction Program

Supervisor/Director	\$	37,969	
Secretary(ies)		17,826	
Other Salaries and Wages		307,939	
Certified Substitute Teachers		6,219	
In-Service Training		16,380	
Non-certified Substitute Teachers		6,828	
Social Security		24,255	
State Retirement		33,977	
Life Insurance		72	
Medical Insurance		25,052	
Unemployment Compensation		180	
Employer Medicare		5,671	
Consultants		13,267	
Travel		46,871	
Other Supplies and Materials		7,763	
In Service/Staff Development		400,783	
Other Charges		2,567	
Total Regular Instruction Program			953,619

(Continued)

Exhibit K-8

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

School Federal Projects Fund (Cont.)

Support Services (Cont.)

Special Education Program

Assessment Personnel	\$	14,138	
Other Salaries and Wages		231,424	
Social Security		14,124	
State Retirement		22,919	
Life Insurance		86	
Medical Insurance		34,635	
Dental Insurance		450	
Unemployment Compensation		265	
Employer Medicare		3,303	
Maintenance and Repair Services - Equipment		685	
Travel		19,078	
Other Contracted Services		3,383	
Other Supplies and Materials		32,328	
In Service/Staff Development		99,503	
Total Special Education Program			\$ 476,321

Total School Federal Projects Fund \$ 5,192,965

Central Cafeteria Fund

Operation of Non-Instructional Services

Food Service

Supervisor/Director	\$	43,288	
Accountants/Bookkeepers		361,362	
Clerical Personnel		30,039	
Cafeteria Personnel		831,707	
Part-time Personnel		58,207	
Other Salaries and Wages		3,668	
Social Security		78,346	
State Retirement		129,170	
Life Insurance		1,268	
Medical Insurance		406,082	
Dental Insurance		8,991	
Unemployment Compensation		5,400	
Employer Medicare		18,323	
Communication		5,922	
Maintenance and Repair Services - Equipment		79,904	
Travel		4,758	
Other Contracted Services		150,013	
Food Supplies		1,435,602	
Office Supplies		10,509	
Uniforms		9,000	
USDA - Commodities		199,361	
Other Supplies and Materials		212,836	
Trustee's Commission		1	
In Service/Staff Development		2,907	
Other Charges		36,021	
Food Service Equipment		9,777	
Total Food Service			\$ 4,132,462

Total Central Cafeteria Fund 4,132,462

(Continued)

Exhibit K-8

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

<u>Education Capital Projects Fund</u>		
<u>Capital Projects</u>		
<u>Education Capital Projects</u>		
Building Construction	\$	256,020
Transportation Equipment		<u>484,416</u>
Total Education Capital Projects		\$ <u>740,436</u>
 Total Education Capital Projects Fund		 \$ <u>740,436</u>
 Total Governmental Funds - Greene County School Department		 \$ <u><u>55,834,964</u></u>

Exhibit K-9

Greene County, Tennessee
Schedule of Detailed Receipts, Disbursements, and Changes
in Cash Balances - City Agency Funds
For the Year Ended June 30, 2013

	Cities - Sales Tax Fund	City School ADA- Greeneville Fund	Total
<u>Cash Receipts</u>			
Current Property Taxes	\$ 0	\$ 2,784,811	\$ 2,784,811
Trustee's Collections - Prior Years	0	82,758	82,758
Trustee's Collections - Bankruptcy	0	247	247
Circuit/Clerk and Master Collections - Prior Years	0	30,408	30,408
Interest and Penalty	0	25,099	25,099
Pickup Taxes	0	488	488
Payments in-Lieu-of Taxes - Local Utilities	0	96,024	96,024
Payments in-Lieu-of Taxes - Other	0	8,041	8,041
Local Option Sales Tax	6,986,714	2,501,139	9,487,853
Bank Excise Tax	0	2,377	2,377
Interstate Telecommunications Tax	0	1,691	1,691
Other Statutory Local Taxes	0	101	101
Marriage Licenses	0	1,005	1,005
Total Cash Receipts	\$ 6,986,714	\$ 5,534,189	\$ 12,520,903
<u>Cash Disbursements</u>			
Remittance of Revenues Collected	\$ 6,916,847	\$ 5,443,640	\$ 12,360,487
Trustee's Commission	69,867	84,324	154,191
Total Cash Disbursements	\$ 6,986,714	\$ 5,527,964	\$ 12,514,678
Excess of Cash Receipts Over (Under)			
Cash Disbursements	\$ 0	\$ 6,225	\$ 6,225
Cash Balance, July 1, 2012	0	0	0
Cash Balance, June 30, 2013	\$ 0	\$ 6,225	\$ 6,225

SINGLE AUDIT SECTION



STATE OF TENNESSEE
COMPTROLLER OF THE TREASURY
DEPARTMENT OF AUDIT
DIVISION OF LOCAL GOVERNMENT AUDIT
SUITE 1500
JAMES K. POLK STATE OFFICE BUILDING
NASHVILLE, TENNESSEE 37243-1402
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

Greene County Mayor and
Board of County Commissioners
Greene 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 aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Greene County, Tennessee, as of and for the year ended June 30, 2013, and the related notes to the financial statements, which collectively comprise Greene County's basic financial statements, and have issued our report thereon dated February 14, 2014. Our report includes a reference to other auditors who audited the financial statements of the Greene County Emergency Communications District and the Greeneville-Greene County Library, as described in our report on Greene 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 Greene 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 Greene County's internal control. Accordingly, we do not express an opinion on the effectiveness of Greene 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. However, material weaknesses may exist that have not been identified. 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: 2013-001(A) and 2013-003.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether Greene County's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards* and are described in the accompanying Schedule of Findings and Questioned Costs as items: 2013-001(B), 2013-002, and 2013-004.

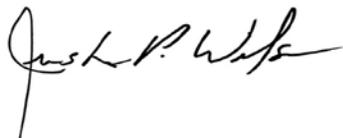
Greene County's Response to Findings

Greene County's response to the findings identified in our audit is described in the accompanying Schedule of Findings and Questioned Costs. Greene 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 Greene County's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Very truly yours,



Justin P. Wilson
Comptroller of the Treasury
Nashville, Tennessee

February 14, 2014

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
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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

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

To the County Mayor and Board of County Commissioners:

Report on Compliance for Each Major Federal Program

We have audited Greene County's compliance with the types of compliance requirements described in the *OMB Circular A-133 Compliance Supplement* that could have a direct and material effect on each of Greene County's major federal programs for the year ended

June 30, 2013. Greene 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 Greene 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 Greene County's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for each major federal program. However, our audit does not provide a legal determination of Greene County's compliance.

Opinion on Each Major Federal Program

In our opinion, Greene 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, 2013.

Report on Internal Control Over Compliance

Management of Greene 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 Greene 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 Greene 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.

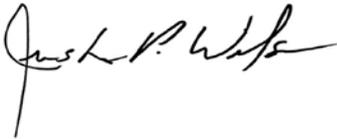
Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies. We did not identify any 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 aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Greene County, Tennessee, as of and for the year ended June 30, 2013, and the related notes to the financial statements, which collectively comprise Greene County's basic financial statements. We issued our report thereon dated February 14, 2014, 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 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 financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the 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 financial statements as a whole.

Very truly yours,



Justin P. Wilson
Comptroller of the Treasury
Nashville, Tennessee

February 14, 2014

JPW/sb

Greene County, Tennessee
Schedule of Expenditures of Federal Awards and State Grants (1)
For the Year Ended June 30, 2013

Federal/Pass-through Agency/State Grantor Program Title	Federal CFDA Number	Pass-through Entity Identifying Number	Expenditures
U.S. Department of Agriculture:			
Direct Programs:			
Schools and Roads - Grants to States	10.665	N/A	\$ 53,181
Passed-through State Department of Agriculture:			
National School Lunch Program (Commodities - Noncash Assistance)	10.555	N/A	199,361 (3)
Passed-through State Department of Education:			
Child Nutrition Cluster:			
School Breakfast Program	10.553	N/A	660,367
National School Lunch Program	10.555	N/A	1,858,974 (3)
Total U.S. Department of Agriculture			\$ 2,771,883
U.S. Department of Housing and Urban Development:			
Passed-through Tennessee Housing Development Agency:			
Home Investment Partnerships Program	14.239	HM-11-19	\$ 338,775
Total U.S. Department of Housing and Urban Development			\$ 338,775
U.S. Bureau of Land Management:			
Direct Program:			
Payments in-Lieu-of Taxes	15.226	N/A	\$ 49,836
Total U.S. Bureau of Land Management			\$ 49,836
U.S. Department of Justice:			
Direct Programs:			
Bulletproof Vest Partnership Program	16.607	(2)	\$ 2,988
Edward Byrne Memorial Justice Assistance Grant Program	16.738	(4)	20,535
Paul Coverdale Forensic Sciences Improvement Grant Program	16.742	(2)	2,621
Total U.S. Department of Justice			\$ 26,144
U.S. Department of Energy:			
Direct Programs:			
Energy Efficiency and Conservation Block Grant Program (EECBG), Recovery Act	81.128	(2)	\$ 15,625
Total U.S. Department of Energy			\$ 15,625
U.S. Department of Education:			
Passed-through State Department of Education:			
Title I Grants to Local Educational Agencies	84.010	N/A	\$ 1,888,722
Special Education Cluster:			
Special Education - Grants to States	84.027	N/A	1,971,024
Special Education - Preschool Grants	84.173	N/A	116,022
Career and Technical Education - Basic Grants to States	84.048	N/A	217,026
Rehabilitation Services - Vocational Rehabilitation Grants to States	84.126	N/A	10,515
Rural Education	84.358	N/A	152,405
English Language Acquisition Grants	84.365	N/A	8,698
Improving Teacher Quality State Grants	84.367	N/A	352,081
State Fiscal Stabilization Fund (SFSF) - Race-to-the-Top Incentive Grants, Recovery Act	84.395	N/A	547,266
Total U.S. Department of Education			\$ 5,263,759

(Continued)

Greene County, Tennessee

Schedule of Expenditures of Federal Awards and State Grants (1) (Cont.)

Federal/Pass-through Agency/State Grantor Program Title	Federal CFDA Number	Pass-through Entity Identifying Number	Expenditures
U.S. Department of Homeland Security:			
Passed-through State Department of Military:			
Emergency Management Performance Grants	97.042	(2)	\$ 44,500
Homeland Security Grant Program	97.067	(2)	146,124
Total U.S. Department of Homeland Security			<u>\$ 190,624</u>
Total Expenditures of Federal Awards			<u>\$ 8,656,646</u>
<u>State Grants</u>		<u>Contract Number</u>	
Juvenile Services Program - State Commission on Children and Youth	N/A	(2)	\$ 4,500
Health Department Program - State Department of Health	N/A	GG-13-38499	309,600
Litter Program - State Department of Transportation	N/A	(2)	68,200
Waste Tire Grant Program - State Department of Environment and Conservation	N/A	(2)	29,761
State Aid Program - State Department of Transportation	N/A	(2)	303,182
Fast Track Industrial Infrastructure Program - State Department of Economic and Community Development	N/A	(2)	135,000
Art Student Ticket Subsidy - Tennessee Arts Commission through State Department of Education	N/A	(2)	6,360
Family Resource Center - State Department of Education	N/A	(2)	29,612
Statewide Student Management System - State Department of Education	N/A	(2)	19,209
Safe Schools Act of 1998 - State Department of Education	N/A	(2)	70,679
Connect TN - State Department of Education	N/A	(2)	23,459
Driver's Education - State Department of Education	N/A	(2)	22,177
Lottery for Education Afterschool Programs - State Department of Education	N/A	(2)	57,950
Coordinated School Health - State Department of Education	N/A	(2)	100,000
Early Childhood Education Pilot Project - State Department of Education	N/A	(2)	1,686,180
Total State Grants			<u>\$ 2,865,869</u>

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 \$2,058,335.
- (4) 2012-DJ-BX-0614: \$13,120; information not available: \$7,415.

Greene County, Tennessee
Schedule of Audit Finding Not Corrected
June 30, 2013

Government Auditing Standards require auditors to report the status of uncorrected findings from prior audits. There are no findings from the Annual Financial Report for Greene County, Tennessee, for the year ended June 30, 2012, which have not been corrected.

GREENE COUNTY, TENNESSEE

SCHEDULE OF FINDINGS AND QUESTIONED COSTS

For the Year Ended June 30, 2013

PART I, SUMMARY OF AUDITOR'S RESULTS

1. Our report on the financial statements of Greene County is unmodified.
2. The audit of the financial statements of Greene County disclosed significant deficiencies in internal control. None of these deficiencies was considered to be a material weakness.
3. The audit disclosed one instance of noncompliance that is material to the financial statements of Greene County.
4. The audit disclosed 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 Child Nutrition Cluster: School Breakfast Program and National School Lunch Program (CFDA Nos. 10.553 and 10.555), Home Investment Partnerships Program (CFDA No. 14.239), Improving Teacher Quality State Grants Program (CFDA No. 84.367), and State Fiscal Stabilization Funds – Race-to-the-Top Incentive Grants, Recovery Act (CFDA No. 84.395) were determined to be major programs.
8. A \$300,000 threshold was used to distinguish between Type A and Type B federal programs.
9. Greene 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 county mayor and the director of accounts and budgets provided a written response on a finding, which is paraphrased in this report. Other management officials did not provide responses for inclusion in this report.

OFFICES OF COUNTY MAYOR AND DIRECTOR OF ACCOUNTS AND BUDGETS

FINDING 2013-001

THE GENERAL DEBT SERVICE FUND HAD FUNDING DEFICIENCIES

(A. – Internal Control – Significant Deficiency Under *Government Auditing Standards*; B. – Material Noncompliance Under *Government Auditing Standards*)

We noted the following funding deficiencies related to the General Debt Service Fund, which resulted from a lack of management oversight and poor budget practices:

- A. The General Debt Service Fund had a deficit in unassigned fund balance of \$46,061 at June 30, 2013. This deficit fund balance resulted from management not providing sufficient funding to meet current obligations. For example, one revenue budget line item (hotel/motel tax) was estimated to double from fiscal year 2012 to 2013; however, the actual amount received remained relatively the same as in 2012, causing an unfavorable budget variance of \$113,471. This hotel/motel tax revenue line item also is budgeted in other operating funds of the county, but the estimates in those funds were not increased. It appears this overestimate in the General Debt Service Fund was purposely made to balance the fund's 2013 budget without any belief that the revenue would materialize. When it became apparent that this revenue increase was not going to materialize, no adjustment was made to amend it accordingly.
- B. During the year, when it became evident that sufficient funding was not going to be available, a transfer of \$220,000 was made from the General Fund to the General Debt Service Fund. This transfer was, in effect, an interfund loan that was not approved by the County Commission and the state Comptroller's Office as required by Section 9-21-408, *Tennessee Code Annotated*. During the year, \$59,605 of this interfund loan was repaid leaving an outstanding loan balance of \$140,395 at June 30, 2013. This remaining balance has been reflected in the financial statements of this report as Due from Other Funds in the General Fund and as a Due to Other Funds in the General Debt Service Fund at June 30, 2013. Repayments of \$86,000 and \$53,395 were made on July 30, 2013, and September 10, 2013, respectively, to liquidate the remaining loan balance. Subsequent to June 30, 2013, management refunded certain debt obligations in order to decrease annual requirements in an attempt to bring expenditures in line with available resources.

RECOMMENDATION

Sufficient funding should be provided to meet current obligations. All interfund loans should be approved by the County Commission and the state Comptroller's Office as required by state statute. Budgetary revenue estimates should be reasonable and should be adjusted when it becomes apparent the estimates will differ materially from actual collections.

MANAGEMENT'S RESPONSE – COUNTY MAYOR AND DIRECTOR OF ACCOUNTS AND BUDGETS

We concur that the funding was inadequate for the General Debt Service Fund obligations. When we realized that revenues would not materialize as budgeted, we discussed the situation with the Tennessee Office of Local Finance and the Tennessee Office of Local Government Audit. We explained that we were experiencing a cash flow problem and an anticipated deficit in the unassigned fund balance. Since we would be unable to repay an interfund loan by the year end, we had limited options. We elected to transfer available funds from the General Fund to prevent default on the May 2013 requirements. This was recorded as a Due to and a Due from in the accounting records. The Tennessee Office of Local Government Audit's local office in Knoxville was made aware of our decision before the transfer was made. Those funds were repaid to the General Fund as soon as possible.

As the budget was being prepared for the 2013-2014 budget year, steps were taken to provide sufficient funding for the current obligations. We are continuing to monitor the revenues, cash flows, and financial position of the fund and will ensure that funding is adequately maintained as we begin planning for the 2014-2015 budget.

FINDING 2013-002

THE EMERGENCY MANAGEMENT SERVICE OFFICE HAD DEFICIENCIES IN COMPUTER SYSTEM BACKUP PROCEDURES

(Noncompliance Under *Government Auditing Standards*)

System backups were not regularly stored off-site. Section 10-7-121, *Tennessee Code Annotated*, provides that records required to be retained by any government official may be maintained on a computer or removable storage media as long as certain standards are met. One of these standards requires that all data generated and stored within the computer system be copied daily to storage media, and media more than one week old be stored at an off-site location. This deficiency is the result of management's failure to implement adequate disaster recovery planning procedures. In the event of a disaster, all backup data could be destroyed, resulting in costly delays in generating and recording information accounted for through the automated process. Proper system backup procedures were implemented in July 2013.

RECOMMENDATION

Management should ensure backups are rotated off-site on a routine basis.

OFFICE OF COUNTY CLERK

FINDING 2013-003

CERTAIN DOCUMENTATION WAS NOT ON FILE TO SUPPORT PAYROLL DISBURSEMENTS

(Internal Control – Significant Deficiency Under *Government Auditing Standards*)

During our examination of payroll transactions, we selected 28 payroll disbursements to obtain reasonable assurance that disbursements to the county clerk's employees were properly supported. Greene County's personnel procedures require employees to utilize time sheets to document time worked. These time sheets are then submitted to the county's Finance Department to support amounts disbursed. Time sheets were properly completed and on file in the Finance Department to support most disbursements made to county clerk employees. In addition to the time sheets, the county clerk requires employees to utilize a time card system to document actual times arrived and departed. The clerk began using the time cards to compare to time reflected on the official time sheets. However the county clerk did not maintain the actual time cards once the time sheets were reviewed and approved.

The county clerk began maintaining all time cards beginning with the pay period June 19, 2013, in compliance with the recommendation from the Greene County attorney.

RECOMMENDATION

All records maintained to document time worked, including time cards, should be maintained on file after review.

FINDING 2013-004

COUNTY CLERK FUNDS WERE STOLEN

(Noncompliance Under *Government Auditing Standards*)

On July 9, 2013, an employee of the County Clerk's Office discovered that \$310 had been stolen from her money bag. The employee stated that she placed the money bag in an unlocked desk drawer, which was located in the main office. The county clerk filed the required Fraud Reporting Form with our office on July 17, 2013, informing us of this cash shortage. The clerk was unable to determine who took the funds since other employees and county jail inmates who were installing flooring at the time had access to the desk. The funds were reimbursed to the office by the county clerk from personal funds on July 10, 2013, liquidating the cash shortage. Also, procedures were implemented to ensure that all office funds are secured in a locked safe when not in use.

RECOMMENDATION

Management should continually monitor internal control procedures related to cash and ensure that adequate controls are in place.

BEST PRACTICE

GREENE COUNTY SHOULD ADOPT A CENTRAL SYSTEM OF ACCOUNTING, BUDGETING, AND PURCHASING

Greene County does not have a central system of accounting, budgeting, and purchasing. Sound business practices dictate that establishing a central system would significantly improve internal controls over the accounting, budgeting, and purchasing processes. The absence of a central system of accounting, budgeting, and purchasing has been a management decision by the County Commission resulting in decentralization and some duplication of effort. The Division of Local Government Audit strongly believes that the adoption of a central system of accounting, budgeting, and purchasing is a best practice that would significantly improve accountability and the quality of services provided to the citizens of Greene County. Therefore, we recommend the adoption of the County Financial Management System of 1981 or a private act, which would provide for a central system of accounting, budgeting, and purchasing covering all county departments.

**PART III, FINDINGS AND QUESTIONED
COSTS FOR FEDERAL AWARDS**

There were no findings and questioned costs for federal awards.

**GREENE COUNTY, TENNESSEE
AUDITEE REPORTING RESPONSIBILITIES
For the Year Ended June 30, 2013**

There were no audit findings relative to federal awards presented in the prior- or current-years' Schedules of Findings and Questioned Costs.