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# ANNUAL FINANCIAL REPORT MAURY COUNTY, TENNESSEE



FOR THE YEAR ENDED JUNE 30, 2014



**ANNUAL FINANCIAL REPORT**  
**MAURY COUNTY, TENNESSEE**  
**FOR THE YEAR ENDED JUNE 30, 2014**

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

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

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***Auditor 4s***

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***KINSLEY HAYES***  
***JACOB KENNEDY, CISA***  
***State Auditors***

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

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## MAURY COUNTY, TENNESSEE

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# ***Summary of Audit Findings***

Annual Financial Report  
Maury County, Tennessee  
For the Year Ended June 30, 2014

## ***Scope***

We have audited the basic financial statements of Maury County as of and for the year ended June 30, 2014.

## ***Results***

Our report on the financial statements of Maury County is unmodified.

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

## ***Findings***

The following are summaries of the audit findings:

### **OFFICE OF COUNTY MAYOR**

- ◆ The receipting software used by the Office of Zoning and Building Inspections did not have adequate application controls.
- ◆ The Maury County Animal Shelter reported a theft of \$80.

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### **OFFICE OF DIRECTOR OF ACCOUNTS AND BUDGETS**

- ◆ Material audit adjustments were required for proper financial statement presentation.
- ◆ Deficiencies were noted in budget operations.
- ◆ The office did not perform pass-through subrecipient monitoring of the Community Development Block Grant.
- ◆ The Internal Revenue Service assessed the county a penalty totaling \$15,484.

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

- ◆ Multiple employees operated from the same cash drawer.

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### **OFFICE OF SHERIFF**

- ◆ The Sheriff's Office did not deposit some funds within three days of collection.

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# INTRODUCTORY SECTION

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Maury County Officials  
June 30, 2014

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**Officials**

Jim Bailey, County Mayor  
Van Boshers, Road Superintendent  
Edward Hickman, Director of Schools  
Steve Konz, Trustee  
Jim Dooley, Assessor of Property  
Nancy Thompson, County Clerk  
Sandy McLain, Circuit and General Sessions Courts Clerk  
Larry Roe, Jr., Clerk and Master  
John Fleming, Register of Deeds  
Enoch George, Sheriff  
Theresa Weber, Director of Accounts and Budgets  
Dana Gibson, Director of Human Resources  
Buddy Harlan, Purchasing Agent

**Board of County Commissioners**

Tommy Wolaver, Chairman  
Gerald Adkison  
Talvin Barner  
June Beckum  
Davis Burkhalter  
Scott Cepicky  
Jerry Dickey  
John Goodloe  
Andy Jackson  
Dr. Lucy Ledbetter  
Don Morrow

Kelly Powell  
William Roddy  
Sonny Shackelford  
Ricky Sims  
Mike Singleton  
Gary Stovall  
Debbie Turner  
Judy Vick  
Linda Whiteside  
Andy Wilhoite  
Kim Willis

**Board of Education**

Jim Morrison, Chairman  
Howard Beaver  
Lee Clayborne  
Tommy Dudley  
Loretta Goodloe  
Victor Goodman

Ed Grocott  
Steve Kindler  
Jerry Lassiter  
Wayne Lindsey  
James Pennings

**Budget Committee**

John Goodloe, Chairman  
Sonny Shackelford  
Ricky Sims

Andy Wilhoite  
Kim Willis  
Tommy Wolaver

**Audit Committee**

Sonny Shackelford  
Dr. Lucy Ledbetter  
Mike Singleton

Kelley McCall  
Joyce Dove

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## **FINANCIAL SECTION**

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

Independent Auditor's Report

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

To the County Mayor and Board of County Commissioners:

**Report on the Financial Statements**

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Maury County, Tennessee, as of and for the year ended June 30, 2014, 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 Maury Regional Hospital (major proprietary fund), which represent 95 percent, 98 percent, and 99 percent, respectively, of the assets, net position, and revenues of the business-type activities; or the Maury County Board of Public Utilities Water System, a discretely presented component unit. 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 Maury Regional Hospital and the Maury County Board of Public Utilities Water System, is based solely on the reports of the

other auditors. We were unable to determine Maury County Board of Public Utilities Water System's respective percentage of the assets, net position, and revenues of the aggregate discretely presented component units because the Maury County Emergency Communications District, a component unit requiring discrete presentation, was not included in the county's financial statements. 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 business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Maury County, Tennessee, as of June 30, 2014, and the respective changes in financial position and, where applicable, cash flows thereof and the respective budgetary comparison for the General Fund for the year then ended in accordance with accounting principles generally accepted in the United States of America.

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

As described in Note V.B., Maury County has adopted the provisions of Governmental Accounting Standards Board (GASB) Statement No. 67, *Financial Reporting for Pension Plans* and Statement No. 70, *Accounting and Financial Reporting for Nonexchange Financial Guarantees*, which became effective for the year ended June 30, 2014. Our opinion is not modified with respect to this matter.

## *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 plans on pages 99 - 101 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 Maury County's basic financial statements. The introductory section, combining and individual nonmajor fund financial statements, budgetary comparison schedules of nonmajor governmental funds and the General Debt Service Fund, combining and individual fund financial statements of the Maury County School Department (a discretely presented component unit), and the 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 General Debt Service Fund, combining and individual fund financial statements of the Maury 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

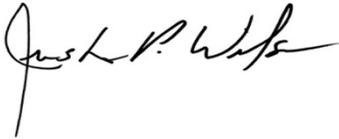
in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual nonmajor fund financial statements, budgetary comparison schedules of nonmajor governmental funds and the General Debt Service Fund, combining and individual fund financial statements of the Maury 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 December 8, 2014, on our consideration of Maury 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 Maury County's internal control over financial reporting and compliance.

Very truly yours,



Justin P. Wilson  
Comptroller of the Treasury  
Nashville, Tennessee

December 8, 2014

JPW/yu

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# BASIC FINANCIAL STATEMENTS

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Exhibit A

Maury County, Tennessee  
Statement of Net Position  
June 30, 2014

	Primary Government		Total	Component Units		
	Governmental Activities	Business-type Activities		Maury County School Department	Board of Public Utilities	Water System
<u>ASSETS</u>						
Cash	\$ 485,606	\$ 37,077,328	\$ 37,562,934	\$ 3,500	\$ 3,088,075	0
Equity in Pooled Cash and Investments	28,005,832	2,181,391	30,187,223	10,788,693	0	0
Certificates of Deposit	0	320,251	320,251	0	0	0
Investments	0	1,129,753	1,129,753	0	3,001,079	0
Accounts Receivable	743,544	65,579,131	66,322,675	47,912	240,433	0
Other Receivable	0	1,131,981	1,131,981	0	92,880	0
Allowance for Uncollectibles	0	(34,700,000)	(34,700,000)	0	0	0
Property Taxes Receivable	21,433,515	1,754,029	23,187,544	21,156,480	0	0
Allowance for Uncollectible Property Taxes	(800,186)	(50,147)	(850,333)	(775,836)	0	0
Accrued Interest Receivable	0	0	0	0	10,545	0
Due from Other Governments	880,523	1,400	881,923	2,486,037	0	0
Due from Affiliates	0	585,192	585,192	0	0	0
Prepaid Items	41,474	3,251,369	3,292,843	0	0	0
Inventories	0	4,413,292	4,413,292	103,228	111,815	0
Other	0	3,597,888	3,597,888	0	0	0
Assets Limited as to Use	0	38,793,535	38,793,535	0	0	0
Interest in Joint Ventures	0	80,124	80,124	0	0	0
Restricted Assets:						
Customer Deposits	0	0	0	0	34,260	0
Capital Assets:						
Assets Not Depreciated:						
Land	6,581,804	8,904,342	15,486,146	3,019,939	502,909	0
Intangibles	1,098,294	0	1,098,294	0	0	0
Construction in Progress	1,754,551	2,325,182	4,079,733	527,588	0	0
Assets Net of Accumulated Depreciation:						
Buildings and Improvements	27,659,119	74,064,083	101,723,202	96,696,209	1,964,286	0
Infrastructure	34,220,095	0	34,220,095	0	22,669,694	0
Other Capital Assets	2,021,142	34,343,408	36,364,550	3,873,302	323,036	0
Total Assets	\$ 124,125,313	\$ 244,783,532	\$ 368,908,845	\$ 137,927,052	\$ 32,039,012	0

(Continued)

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

Exhibit A

	Primary Government		Component Units		
	Governmental Activities	Business- type Activities	Total	Maury County School Department	Board of Public Utilities Water System
Deferred Amount on Refunding	\$ 990,505	\$ 0	\$ 990,505	\$ 0	\$ 0
Total Deferred Outflows of Resources	\$ 990,505	\$ 0	\$ 990,505	\$ 0	\$ 0
<u>DEFERRED OUTFLOWS OF RESOURCES</u>					
<u>LIABILITIES</u>					
Accounts Payable	\$ 378,613	\$ 18,597,415	\$ 18,976,028	\$ 76,721	\$ 127,479
Accrued Payroll	18,487	7,023,310	7,041,797	10,115	10,446
Payroll Deductions Payable	352,355	14,424	366,779	317,245	0
Compensated Absences Payable	0	5,615,812	5,615,812	0	20,351
Accrued Interest Payable	474,200	44,677	518,877	0	0
Due to Litigants, Heirs, and Others	800	0	800	0	0
Customer Deposits Payable	2,500	0	2,500	0	34,260
Due to State of Tennessee	5,777	1,177	6,954	21,696	0
Due to Other Taxing Units	15,484	0	15,484	0	0
Other Current Liabilities	1,109,826	0	1,109,826	0	0
Noncurrent Liabilities:					
Due Within One Year	7,163,633	3,038,785	10,202,418	844,029	306,551
Due in More Than One Year (net of unamortized premium on debt)	50,003,119	21,597,262	71,600,381	12,813,371	6,567,902
Total Liabilities	\$ 59,524,794	\$ 55,932,862	\$ 115,457,656	\$ 14,083,177	\$ 7,066,989

(Continued)

Exhibit A

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

	Primary Government		Component Units		
	Governmental Activities	Business- type Activities	Maury County School Department	Board of Public Utilities Water System	
			Total		
Deferred Current Property Taxes	\$ 20,077,850	\$ 1,699,320	\$ 21,777,170	\$ 19,852,328	\$ 0
Total Deferred Inflows of Resources	\$ 20,077,850	\$ 1,699,320	\$ 21,777,170	\$ 19,852,328	\$ 0
<u>NET POSITION</u>					
Net Investment in Capital Assets	\$ 63,598,669	\$ 100,932,418	\$ 164,531,087	\$ 104,117,038	\$ 18,585,472
Restricted for:					
Capital Projects	3,137,413	0	3,137,413	0	0
Debt Service	11,234,809	0	11,234,809	0	1,650,000
Highway/Public Works	3,359,471	0	3,359,471	0	0
Central Maintenance Garage	659,723	0	659,723	0	0
Drug Control	311,648	0	311,648	0	0
General Government	465,399	0	465,399	0	0
Finance	23,032	0	23,032	0	0
Administration of Justice	285,183	0	285,183	0	0
Public Safety	1,199,277	0	1,199,277	0	0
Public Health and Welfare	2,815	0	2,815	0	0
Central Cafeteria	0	0	0	2,126,484	0
Federal Projects	0	0	0	77,049	0
Other Purposes	0	0	0	156,388	0
Unrestricted	(38,764,265)	86,218,932	47,454,667	(2,485,412)	4,736,551
Total Net Position	\$ 45,513,174	\$ 187,151,350	\$ 232,664,524	\$ 103,991,547	\$ 24,972,023

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

Exhibit B

Maury County, Tennessee  
Statement of Activities  
For the Year Ended June 30, 2014

Functions/Programs	Net (Expense) Revenue and Changes in Net Position																				
	Program Revenues					Component Units															
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Total	Primary Government			Maury County												
						Governmental Activities	Business-type Activities	Total	School Department	Public Utilities Water System											
Primary Government:																					
Governmental Activities:																					
General Government	\$ 5,669,030	\$ 890,259	\$ 51,548	\$ 0	\$ (4,727,223)	\$ 0	\$ (4,727,223)	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Finance	2,969,250	2,210,136	67,485	0	(691,629)	0	(691,629)	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Administration of Justice	2,487,264	1,796,692	9,000	0	(681,572)	0	(681,572)	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Public Safety	12,550,012	1,990,998	432,146	6,097	(10,120,771)	0	(10,120,771)	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Public Health and Welfare	1,903,851	88,103	1,510,924	0	(304,824)	0	(304,824)	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Social, Cultural, and Recreational Services	1,394,290	55,016	68,111	0	(1,271,163)	0	(1,271,163)	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Agriculture and Natural Resources	158,045	0	0	0	(158,045)	0	(158,045)	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Highway/Public Works	171,106	17,928	2,810,818	568,338	3,225,978	0	3,225,978	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Education	1,830,520	973,445	354,533	0	(502,542)	0	(502,542)	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Interest on Long-term Debt	2,264,326	0	404,859	0	(1,859,467)	0	(1,859,467)	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Other Debt Service	491,318	0	0	0	(491,318)	0	(491,318)	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Total Governmental Activities	\$ 31,889,012	\$ 8,022,577	\$ 5,709,424	\$ 574,435	\$ (17,582,576)	\$ 0	\$ (17,582,576)	\$ 0	\$ 0	\$ (17,582,576)	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Business-type Activities:																					
Maury Regional Hospital	\$ 291,184,486	\$ 295,903,649	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 4,719,163	\$ 4,719,163	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Solid Waste Disposal	3,339,956	1,667,422	0	0	(1,672,534)	0	(1,672,534)	0	0	(1,672,534)	0	0	0	0	0	0	0	0	0	0	0
Total Business-type Activities	\$ 294,524,442	\$ 297,571,071	\$ 0	\$ 0	\$ 3,046,629	\$ 0	\$ 3,046,629	\$ 3,046,629	\$ 3,046,629	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Total Primary Government	\$ 326,413,454	\$ 305,593,648	\$ 5,709,424	\$ 574,435	\$ (17,582,576)	\$ 0	\$ (17,582,576)	\$ 3,046,629	\$ (14,535,947)	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Component Units:																					
Maury County School Department	\$ 102,020,872	\$ 2,519,883	\$ 13,765,057	\$ 918,972	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Board of Public Utilities Water System	3,691,035	3,768,253	0	257,634	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	334,852
Total Component Units	\$ 105,711,907	\$ 6,288,136	\$ 13,765,057	\$ 1,176,606	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 334,852

(Continued)

Exhibit B

Maury County, Tennessee  
Statement of Activities (Cont.)

Functions/Programs	Program Revenues			Net (Expense) Revenue and Changes in Net Position			
	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Primary Government		Component Units	
				Governmental Activities	Business-type Activities	Maury County School Department	Board of Public Utilities Water System
General Revenues:							
Taxes:							
Property Taxes Levied for General Purposes	\$ 16,906,163	\$ 964,161	\$ 17,870,324	\$ 21,558,041	\$ 0	\$ 0	0
Property Taxes Levied for Debt Service	5,777,208	0	5,777,208	0	0	0	0
Local Option Sales Tax	404,115	0	404,115	12,021,156	0	0	0
Hotel/Motel Tax	505,107	0	505,107	0	0	0	0
Wheel Tax	1,953,083	0	1,953,083	0	0	0	0
Litigation Tax - General	474,312	0	474,312	0	0	0	0
Litigation Tax - Jail	458,357	0	458,357	0	0	0	0
Business Tax	1,048,758	0	1,048,758	0	0	0	0
Mixed Drink Tax	0	0	0	100,589	0	0	0
Mineral Severance Tax	86,867	0	86,867	0	0	0	0
Adequate Facilities/Development Tax	622,724	0	622,724	0	0	0	0
Wholesale Beer Tax	327,157	0	327,157	0	0	0	0
Interstate Telecommunications Tax	1,768	0	1,768	10,774	0	0	0
Grants and Contributions Not Restricted to Specific Programs	4,341,691	1,241,562	5,583,253	49,410,797	0	33,220	0
Unrestricted Investment Earnings	262,584	1,022,764	1,285,348	9,354	0	0	0
Miscellaneous	468,105	0	468,105	27,997	0	0	0
Gain on Sale of Capital Assets	37,746	0	37,746	0	0	0	0
Total General Revenues	\$ 33,675,745	\$ 3,228,487	\$ 36,904,232	\$ 83,138,708	\$ 33,220	\$ 33,220	\$ 33,220
Change in Net Position	\$ 16,093,169	\$ 6,275,116	\$ 22,368,285	\$ (1,678,252)	\$ 368,072	\$ 368,072	\$ 368,072
Net Position, July 1, 2013	29,420,005	180,876,234	210,296,239	105,669,799	24,603,951	24,603,951	24,603,951
Net Position, June 30, 2014	\$ 45,513,174	\$ 187,151,350	\$ 232,664,524	\$ 103,991,547	\$ 24,972,023	\$ 24,972,023	\$ 24,972,023

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

Maury County, Tennessee  
Balance Sheet  
Governmental Funds  
June 30, 2014

	<u>Major Funds</u>		<u>Nonmajor Funds</u>		<u>Total Governmental Funds</u>
	<u>General</u>	<u>Debt Service</u>	<u>Other Governmental Funds</u>	<u>Governmental Funds</u>	
\$	304,167	\$ 0	\$ 181,439	\$ 485,606	
	9,655,125	10,439,793	7,399,248	27,494,166	
	444,756	137,229	58,647	640,632	
	367,946	0	512,577	880,523	
	0	0	5,156	5,156	
	12,116,739	5,664,893	3,651,883	21,433,515	
	(444,337)	(207,752)	(148,097)	(800,186)	
	0	41,474	0	41,474	
\$	<u>22,444,396</u>	<u>16,075,637</u>	<u>11,660,853</u>	<u>50,180,886</u>	

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	
Prepaid Items	

Total Assets

LIABILITIES

Accounts Payable	
Accrued Payroll	
Payroll Deductions Payable	
Due to Other Funds	
Due to State of Tennessee	
Due to Other Taxing Units	
Due to Litigants, Heirs, and Others	
Other Current Liabilities	
Current Liabilities Payable from Restricted Assets:	
Customer Deposits Payable	
Other Long-term Liabilities	
Total Liabilities	

(Continued)

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

	<u>Major Funds</u>		<u>Nonmajor Funds</u>		<u>Total Governmental Funds</u>
	<u>General</u>	<u>Debt Service</u>	<u>Other</u>	<u>Governmental Funds</u>	
\$ 11,369,825	\$ 5,315,659	\$ 3,392,366	\$ 3,392,366	\$ 20,077,850	
244,058	114,118	89,870	89,870	448,046	
0	0	233,813	233,813	233,813	
<u>\$ 11,613,883</u>	<u>\$ 5,429,777</u>	<u>\$ 3,716,049</u>	<u>\$ 3,716,049</u>	<u>\$ 20,759,709</u>	

DEFERRED INFLOWS OF RESOURCES

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

FUND BALANCES

Nonspendable:

Prepaid Items

Restricted:

Restricted for General Government  
 Restricted for Finance  
 Restricted for Administration of Justice  
 Restricted for Public Safety  
 Restricted for Public Health and Welfare  
 Restricted for Highways/Public Works  
 Restricted for Debt Service  
 Restricted for Other Purposes

Committed:

Committed for General Government  
 Committed for Finance  
 Committed for Public Safety  
 Committed for Public Health and Welfare  
 Committed for Other Purposes

Assigned:

Assigned for General Government

\$ 0	\$ 41,474	\$ 0	\$ 0	\$ 41,474
465,399	0	1,789,610	2,255,009	
23,032	0	0	23,032	
285,183	0	0	285,183	
1,199,277	5,075,695	311,648	6,586,620	
2,815	0	0	2,815	
0	67,564	3,614,306	3,681,870	
0	5,461,127	0	5,461,127	
0	0	679,633	679,633	
89,344	0	200,000	289,344	
15,679	0	180,639	196,318	
66,082	0	0	66,082	
23,640	0	0	23,640	
400,000	0	0	400,000	
28,775	0	0	28,775	

(Continued)

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

	Major Funds		Nonmajor Funds		Total Governmental Funds
	General	Debt Service	Other	Governmental Funds	
\$	94,443	\$ 0	\$ 0	\$ 0	94,443
	7,388	0	0	0	7,388
	49,657	0	0	0	49,657
	7,874	0	0	0	7,874
	7,360,025	0	0	0	7,360,025
\$	10,118,613	\$ 10,645,860	\$ 6,775,836	\$ 27,540,309	
\$	22,444,396	\$ 16,075,637	\$ 11,660,853	\$ 50,180,886	

FUND BALANCES (Cont.)

Assigned (Cont.):	
Assigned for Public Safety	
Assigned for Public Health and Welfare	
Assigned for Social, Cultural, and Recreational Services	
Assigned for Other Operations	
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.

Maury County, Tennessee  
Reconciliation of the Balance Sheet of Governmental Funds to  
the Statement of Net Position  
June 30, 2014

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)		\$	27,540,309
(1) Capital assets used in governmental activities are not financial resources and therefore are not reported in the governmental funds.			
Add: land	\$	6,581,804	
Add: intangibles		1,098,294	
Add: construction in progress		1,754,551	
Add: buildings and improvements net of accumulated depreciation		27,659,119	
Add: infrastructure net of accumulated depreciation		34,220,095	
Add: other capital assets net of accumulated depreciation		2,021,142	
Less: capital assets of the internal service fund that are also included in item (2) below		(73,737)	73,261,268
(2) An internal service fund is used by management to charge the costs of a central maintenance garage to individual funds. The assets and liabilities of the internal service fund are included in governmental activities in the statement of net position.			659,723
(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	\$	(6,675,000)	
Less: other loans payable		(3,628,686)	
Less: bonds payable		(43,805,000)	
Add: deferred amount on refunding		990,505	
Less: compensated absences payable		(1,289,186)	
Add: compensated absences payable of the internal service fund included in item (2) above		20,462	
Less: accrued interest on bonds and notes		(474,200)	
Less: other deferred revenue - premium on debt		(1,768,880)	(56,629,985)
(4) Other long-term assets are not available to pay for current-period expenditures and therefore are deferred in the governmental funds.			681,859
Net position of governmental activities (Exhibit A)		\$	<u>45,513,174</u>

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

Exhibit C-3

Maury County, Tennessee  
Statement of Revenues, Expenditures,  
and Changes in Fund Balances  
Governmental Funds  
For the Year Ended June 30, 2014

	Major Funds			Nonmajor Funds		Total Governmental Funds
	General	Debt Service	Other	Governmental Funds		
				General	Debt Service	
<u>Revenues</u>						
Local Taxes	\$ 17,491,778	\$ 7,750,637	\$ 6,307,656	\$ 31,550,071		
Licenses and Permits	290,164	0	801	290,965		
Fines, Forfeitures, and Penalties	386,036	0	169,400	555,436		
Charges for Current Services	335,436	0	536,704	872,140		
Other Local Revenues	783,464	262,584	44,010	1,090,058		
Fees Received from County Officials	3,452,851	0	0	3,452,851		
State of Tennessee	2,726,356	1,143,242	2,977,793	6,847,391		
Federal Government	1,341,074	369	416,813	1,758,256		
Other Governments and Citizens Groups	79,630	354,533	0	434,163		
Total Revenues	\$ 26,886,789	\$ 9,511,365	\$ 10,453,177	\$ 46,851,331		
<u>Expenditures</u>						
Current:						
General Government	\$ 3,321,378	\$ 0	\$ 35,352	\$ 3,356,730		
Finance	2,312,391	0	615,288	2,927,679		
Administration of Justice	2,402,024	0	32,500	2,434,524		
Public Safety	12,095,541	0	467,830	12,563,371		
Public Health and Welfare	2,096,902	0	24,106	2,121,008		
Social, Cultural, and Recreational Services	1,372,000	0	56,503	1,428,503		
Agriculture and Natural Resources	156,058	0	0	156,058		
Other Operations	1,805,876	0	37,760	1,843,636		
Highways	0	0	5,903,770	5,903,770		
Debt Service:						
Principal on Debt	0	6,289,686	0	6,289,686		
Interest on Debt	0	2,323,099	0	2,323,099		
Other Debt Service	0	161,315	0	161,315		

(Continued)

Exhibit C-3

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

	Major Funds			Nonmajor Funds		Total Governmental Funds
	General	Debt Service	General	Other Governmental Funds		
<u>Expenditures (Cont.)</u>						
Capital Projects	\$ 0	\$ 0	\$ 0	\$ 1,111,700	\$ 1,111,700	
Capital Projects - Donated	0	0	0	881,336	881,336	
Total Expenditures	\$ 25,562,170	\$ 8,774,100	\$ 8,774,100	\$ 9,166,145	\$ 43,502,415	
Excess (Deficiency) of Revenues Over Expenditures	\$ 1,324,619	\$ 737,265	\$ 737,265	\$ 1,287,032	\$ 3,348,916	
<u>Other Financing Sources (Uses)</u>						
Insurance Recovery	\$ 41,742	\$ 0	\$ 0	\$ 12,784	\$ 54,526	
Total Other Financing Sources (Uses)	\$ 41,742	\$ 0	\$ 0	\$ 12,784	\$ 54,526	
Net Change in Fund Balances	\$ 1,366,361	\$ 737,265	\$ 737,265	\$ 1,299,816	\$ 3,403,442	
Fund Balance, July 1, 2013	8,752,252	9,908,595	9,908,595	5,476,020	24,136,867	
Fund Balance, June 30, 2014	\$ 10,118,613	\$ 10,645,860	\$ 10,645,860	\$ 6,775,836	\$ 27,540,309	

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

Maury 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, 2014

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)		\$ 3,403,442
(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	\$ 6,301,718	
Less: current-year depreciation expense	(5,198,176)	
Add: current-year depreciation expense of the internal service fund that is also included in item (6) below	<u>3,821</u>	1,107,363
(2) The net effect of various miscellaneous transactions involving capital assets (sales, trade-ins, and donations) is to increase net position.		
Add: assets donated and capitalized	\$ 5,605,356	
Less: capital assets donated to internal service fund that are also included in item (6) below	<u>(11,565)</u>	5,593,791
(3) Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.		
Add: deferred delinquent property taxes and other deferred June 30, 2014	\$ 681,859	
Less: deferred delinquent property taxes and other deferred June 30, 2013	<u>(717,905)</u>	(36,046)
(4) The issuance of long-term debt (e.g., bonds, notes, other loans, capital leases) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net position. Also, governmental funds report the effect of premiums, discounts, and similar items when the debt is first issued, whereas these amounts are deferred and amortized in the statement of activities. This amount is the effect of these differences in the treatment of long-term debt and related items:		
Add: change in premium on debt issuances	\$ 404,859	
Add: principal payments on bonds	3,570,000	
Add: principal payments on notes	2,182,916	
Add: principal payments on other loans	275,052	
Add: principal payments on capital leases	261,718	
Less: change in deferred amount on refunding debt	(330,003)	
Less: contributions from the School Department for a note and capital lease	<u>(339,634)</u>	6,024,908
(5) Some expenses reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in the governmental funds.		
Change in accrued interest payable	\$ 58,773	
Change in compensated absences payable	(116,899)	
Add: change in compensated absences payable from the internal service fund that are also included in item (6) below	<u>20,462</u>	(37,664)
(6) An internal service fund is used by management to charge the costs of a central maintenance garage to individual funds. The net revenue of certain activities of the internal service fund is reported with governmental activities in the statement of activities.		<u>37,375</u>
Change in net position of governmental activities (Exhibit B)		<u>\$ 16,093,169</u>

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

Exhibit C-5

Maury County, Tennessee  
Statement of Revenues, Expenditures, and Changes  
in Fund Balance - Actual (Budgetary Basis) and Budget  
General Fund  
For the Year Ended June 30, 2014

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2013	Add: Encumbrances 6/30/2014	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
<b>Revenues</b>							
Local Taxes	\$ 17,491,778	\$ 0	\$ 0	\$ 17,491,778	\$ 16,809,950	\$ 16,809,950	\$ 681,828
Licenses and Permits	290,164	0	0	290,164	261,800	261,800	28,364
Fines, Forfeitures, and Penalties	386,036	0	0	386,036	277,800	277,800	108,236
Charges for Current Services	335,436	0	0	335,436	326,050	326,050	9,386
Other Local Revenues	783,464	0	0	783,464	450,065	738,208	45,256
Fees Received from County Officials	3,452,851	0	0	3,452,851	3,090,000	3,090,000	362,851
State of Tennessee	2,726,356	0	0	2,726,356	3,411,983	2,824,881	(88,525)
Federal Government	1,341,074	0	0	1,341,074	1,750,749	2,851,300	(1,510,226)
Other Governments and Citizens Groups	79,630	0	0	79,630	68,920	69,920	9,710
<b>Total Revenues</b>	<b>\$ 26,886,789</b>	<b>\$ 0</b>	<b>\$ 0</b>	<b>\$ 26,886,789</b>	<b>\$ 26,447,317</b>	<b>\$ 27,249,909</b>	<b>\$ (363,120)</b>
<b>Expenditures</b>							
<b>General Government</b>							
County Commission	\$ 75,024	\$ 0	\$ 0	\$ 75,024	\$ 79,414	\$ 78,704	\$ 3,680
Board of Equalization	1,785	0	0	1,785	1,145	1,855	70
Other Boards and Committees	5,243	0	0	5,243	7,985	7,985	2,742
County Mayor/Executive	233,222	0	0	233,222	239,353	235,753	2,531
Personnel Office	226,572	0	0	226,572	229,873	228,373	1,801
County Attorney	95,117	0	0	95,117	102,833	96,833	1,716
Election Commission	289,645	0	27,800	317,445	248,227	319,197	1,752
Register of Deeds	287,692	0	0	287,692	320,317	294,587	6,895
Development	403,191	0	0	403,191	461,873	414,364	11,173
County Buildings	795,549	(1,000)	0	794,549	785,660	804,769	10,220
Other General Administration	770,913	0	975	771,888	758,453	760,972	(10,916)
Preservation of Records	137,425	(5,445)	0	131,980	142,408	135,365	3,385
<b>Finance</b>							
Accounting and Budgeting	391,141	(3,704)	0	387,437	398,175	400,088	12,651
Purchasing	212,344	(1,668)	0	210,676	214,765	213,465	2,789
Property Assessor's Office	582,248	(9,384)	0	572,864	593,694	588,694	15,830
Reappraisal Program	169,589	0	0	169,589	213,696	178,796	9,207
County Trustee's Office	312,647	0	0	312,647	315,525	315,525	2,878

(Continued)

Exhibit C-5

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

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2013	Add: Encumbrances 6/30/2014	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
<b>Expenditures (Cont.)</b>							
<u>Finance (Cont.)</u>							
County Clerk's Office	\$ 221,446	\$ 0	\$ 0	\$ 221,446	\$ 182,043	\$ 221,348	\$(98)
Data Processing	422,976	(6,363)	0	416,613	434,176	415,459	(1,154)
<u>Administration of Justice</u>							
Circuit Court	968,028	0	0	968,028	959,117	968,289	261
General Sessions Court	979,889	0	0	979,889	1,004,883	991,133	11,244
Chancery Court	389,398	0	0	389,398	397,611	403,816	14,418
District Attorney General	0	0	0	0	83,200	200	200
Victims Assistance Programs	64,709	0	0	64,709	0	19,663	(45,046)
<u>Public Safety</u>							
Sheriff's Department	5,984,786	(14,052)	8,186	5,978,920	6,146,870	5,894,807	(84,113)
Administration of the Sexual Offender Registry	1,650	(350)	0	1,300	2,000	2,000	700
Jail	4,954,781	(73,692)	50,790	4,931,879	4,470,978	5,122,517	190,638
Juvenile Services	251,145	0	0	251,145	272,288	257,741	6,596
Civil Defense	224,914	0	0	224,914	216,861	224,915	1
Other Emergency Management	665,370	(10,000)	1,168,967	1,824,337	1,865,132	1,850,089	25,752
Public Safety Grant Programs	12,895	0	25,535	38,430	26,688	38,904	474
<u>Public Health and Welfare</u>							
Local Health Center	804,345	(500)	7,388	811,233	887,239	856,121	44,888
Rabies and Animal Control	579,433	0	0	579,433	647,067	648,512	69,079
Appropriation to State	69,900	0	0	69,900	69,900	69,900	0
Other Local Welfare Services	0	0	0	0	8,000	8,000	8,000
Other Public Health and Welfare	643,224	0	0	643,224	650,493	650,493	7,269
<u>Social, Cultural, and Recreational Services</u>							
Senior Citizens Assistance	34,500	0	0	34,500	34,500	34,500	0
Libraries	630,059	0	143	630,202	651,717	651,717	21,515
Parks and Fair Boards	707,441	(46,804)	49,234	709,871	706,985	730,128	20,257
<u>Agriculture and Natural Resources</u>							
Agriculture Extension Service	117,882	0	0	117,882	130,683	130,683	12,801
Forest Service	2,000	0	0	2,000	2,000	2,000	0
Soil Conservation	36,176	0	0	36,176	42,111	42,111	5,935

(Continued)

Exhibit C-5

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

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2013	Add: Encumbrances 6/30/2014	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
<b>Expenditures (Cont.)</b>							
<u>Other Operations</u>							
Tourism	\$ 392,152	\$ (890)	\$ 7,875	\$ 399,137	\$ 413,481	\$ 429,731	\$ 30,594
Industrial Development	201,467	0	0	201,467	202,000	202,000	533
Other Economic and Community Development	415	0	0	415	2,700	2,700	2,285
Airport	40,000	0	0	40,000	40,000	40,000	0
Veterans' Services	73,218	0	0	73,218	73,792	73,792	574
Contributions to Other Agencies	79,600	0	0	79,600	109,600	114,599	34,999
Employee Benefits	27,185	0	0	27,185	28,800	28,800	1,615
Payments to Cities	372,274	0	0	372,274	250,000	372,274	0
Miscellaneous	619,565	0	0	619,565	513,895	618,705	(860)
Total Expenditures	\$ 25,562,170	\$ (173,852)	\$ 1,346,893	\$ 26,735,211	\$ 26,640,206	\$ 27,192,972	\$ 457,761
Excess (Deficiency) of Revenues Over Expenditures	\$ 1,324,619	\$ 173,852	\$ (1,346,893)	\$ 151,578	\$ (192,889)	\$ 56,937	\$ 94,641
<u>Other Financing Sources (Uses)</u>							
Insurance Recovery	\$ 41,742	\$ 0	\$ 0	\$ 41,742	\$ 30,000	\$ 60,770	\$ (19,028)
Transfers In	0	0	0	0	900,000	0	0
Transfers Out	0	0	0	0	(635,000)	0	0
Total Other Financing Sources	\$ 41,742	\$ 0	\$ 0	\$ 41,742	\$ 295,000	\$ 60,770	\$ (19,028)
Net Change in Fund Balance	\$ 1,366,361	\$ 173,852	\$ (1,346,893)	\$ 193,320	\$ 102,111	\$ 117,707	\$ 75,613
Fund Balance, July 1, 2013	8,752,252	(173,852)	0	8,578,400	7,168,810	7,168,810	1,409,590
Fund Balance, June 30, 2014	\$ 10,118,613	\$ 0	\$ (1,346,893)	\$ 8,771,720	\$ 7,270,921	\$ 7,286,517	\$ 1,485,203

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

Exhibit D-1

Maury County, Tennessee  
Statement of Net Position  
Proprietary Funds  
June 30, 2014

	Business-type Activities			Governmental Activities - Internal Service Fund Central Maintenance/ Garage
	Major	Nonmajor	Total	
	Fund	Fund		
	Maury Regional Hospital	Solid Waste Disposal		
<u>ASSETS</u>				
Current Assets:				
Cash	\$ 37,077,128	\$ 200	\$ 37,077,328	\$ 0
Certificates of Deposit	320,251	0	320,251	0
Equity in Pooled Cash and Investments	0	2,181,391	2,181,391	511,666
Investments	1,129,753	0	1,129,753	0
Accounts Receivable	65,428,755	150,376	65,579,131	102,912
Allowance for Uncollectible Accounts	(34,700,000)	0	(34,700,000)	0
Property Taxes Receivable (Net of Allowance for Uncollected Property Taxes)	0	1,703,882	1,703,882	0
Due from Other Governments	0	1,400	1,400	0
Due from Affiliates	585,192	0	585,192	0
Inventories	4,413,292	0	4,413,292	0
Prepaid Items	3,251,369	0	3,251,369	0
Other	4,729,869	0	4,729,869	0
<b>Total Current Assets</b>	<b>\$ 82,235,609</b>	<b>\$ 4,037,249</b>	<b>\$ 86,272,858</b>	<b>\$ 614,578</b>
Noncurrent Assets:				
Assets Limited as to Use	\$ 38,793,535	\$ 0	\$ 38,793,535	\$ 0
Interest in Joint Ventures	80,124	0	80,124	0
Capital Assets:				
Assets Not Depreciated:				
Land	8,085,975	818,367	8,904,342	25,000
Construction in Progress	2,325,182	0	2,325,182	0
Assets Net of Accumulated Depreciation:				
Buildings and Improvements	73,869,303	194,780	74,064,083	47,469
Other Capital Assets	33,304,875	1,038,533	34,343,408	1,268
<b>Total Noncurrent Assets</b>	<b>\$ 156,458,994</b>	<b>\$ 2,051,680</b>	<b>\$ 158,510,674</b>	<b>\$ 73,737</b>
<b>Total Assets</b>	<b>\$ 238,694,603</b>	<b>\$ 6,088,929</b>	<b>\$ 244,783,532</b>	<b>\$ 688,315</b>
<u>LIABILITIES</u>				
Current Liabilities:				
Accounts Payable	\$ 18,588,914	\$ 8,501	\$ 18,597,415	\$ 225
Accrued Payroll	7,022,034	1,276	7,023,310	0
Payroll Deductions Payable	0	14,424	14,424	7,882
Due to State of Tennessee	0	1,177	1,177	23
Compensated Absences Payable	5,581,195	34,617	5,615,812	12,938
Accrued Liability for Landfill Postclosure Care Cost	0	32,846	32,846	0
Accrued Interest Payable	44,677	0	44,677	0
Current Portion of Long-term Debt	3,005,939	0	3,005,939	0
<b>Total Current Liabilities</b>	<b>\$ 34,242,759</b>	<b>\$ 92,841</b>	<b>\$ 34,335,600</b>	<b>\$ 21,068</b>
Noncurrent Liabilities:				
Accrued Liability for Landfill Postclosure Care Cost	\$ 0	\$ 396,396	\$ 396,396	\$ 0
Compensated Absences Payable	0	17,531	17,531	7,524
Other Long-term Liabilities	5,398,829	0	5,398,829	0
Bonds and Other Long-term Debt	15,784,506	0	15,784,506	0
<b>Total Noncurrent Liabilities</b>	<b>\$ 21,183,335</b>	<b>\$ 413,927</b>	<b>\$ 21,597,262</b>	<b>\$ 7,524</b>
<b>Total Liabilities</b>	<b>\$ 55,426,094</b>	<b>\$ 506,768</b>	<b>\$ 55,932,862</b>	<b>\$ 28,592</b>

(Continued)

Exhibit D-1

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

	<u>Business-type Activities</u>			<u>Governmental Activities - Internal Service Fund Central Maintenance/ Garage</u>
	<u>Major Fund</u>	<u>Nonmajor Fund</u>	<u>Total</u>	
	<u>Maury Regional Hospital</u>	<u>Solid Waste Disposal</u>		
<u>DEFERRED INFLOWS OF RESOURCES</u>				
Deferred Current Property Taxes	\$ 0	\$ 1,699,320	\$ 1,699,320	\$ 0
Total Deferred Inflows of Resources	<u>\$ 0</u>	<u>\$ 1,699,320</u>	<u>\$ 1,699,320</u>	<u>\$ 0</u>
<u>NET POSITION</u>				
Net Investment in Capital Assets	\$ 98,880,738	\$ 2,051,680	\$ 100,932,418	\$ 73,737
Unrestricted	84,387,771	1,831,161	86,218,932	585,986
Total Net Position	<u>\$ 183,268,509</u>	<u>\$ 3,882,841</u>	<u>\$ 187,151,350</u>	<u>\$ 659,723</u>

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

Exhibit D-2

Maury County, Tennessee  
Statement of Revenues, Expenses, and  
Changes in Net Position  
Proprietary Funds  
For the Year Ended June 30, 2014

	Business-type Activities			Governmental Activities - Internal Service Fund Central Maintenance/ Garage
	Major Fund	Nonmajor Fund	Total	
	Maury Regional Hospital	Solid Waste Disposal		
<u>Operating Revenues</u>				
Charges for Current Services	\$ 283,445,476	\$ 1,405,661	\$ 284,851,137	\$ 2,374,466
Other Local Revenues	12,458,173	261,761	12,719,934	12,179
Total Operating Revenues	<u>\$ 295,903,649</u>	<u>\$ 1,667,422</u>	<u>\$ 297,571,071</u>	<u>\$ 2,386,645</u>
<u>Operating Expenses</u>				
Salaries and Employee Benefits	\$ 168,897,316	\$ 0	\$ 168,897,316	\$ 0
Other General Administration	0	0	0	2,357,014
Other Operations	11,621,350	0	11,621,350	0
Fees and Professional Services	28,849,506	0	28,849,506	0
Supplies and Other Expenses	63,237,984	0	63,237,984	0
Waste Pickup	0	62,132	62,132	0
Convenience Centers	0	886,121	886,121	0
Landfill Operation and Maintenance	0	2,244,055	2,244,055	0
Depreciation and Amortization Expense	16,969,349	147,648	17,116,997	3,821
Total Operating Expenses	<u>\$ 289,575,505</u>	<u>\$ 3,339,956</u>	<u>\$ 292,915,461</u>	<u>\$ 2,360,835</u>
Operating Income (Loss)	<u>\$ 6,328,144</u>	<u>\$ (1,672,534)</u>	<u>\$ 4,655,610</u>	<u>\$ 25,810</u>
<u>Nonoperating Revenues (Expenses)</u>				
Local Taxes	\$ 0	\$ 964,161	\$ 964,161	\$ 0
State Grants	0	77,568	77,568	0
Contributions	1,163,994	0	1,163,994	0
Interest Income	1,022,764	0	1,022,764	0
Interest Expense	(723,540)	0	(723,540)	0
Equity in Joint Venture Losses	(879,359)	0	(879,359)	0
Other	(6,082)	0	(6,082)	0
Total Nonoperating Revenues (Expenses)	<u>\$ 577,777</u>	<u>\$ 1,041,729</u>	<u>\$ 1,619,506</u>	<u>\$ 0</u>
Income (Loss) Before Capital Contributions	\$ 6,905,921	\$ (630,805)	\$ 6,275,116	\$ 25,810
Capital Contribution - Primary Government	0	0	0	11,565
Change in Net Position	<u>\$ 6,905,921</u>	<u>\$ (630,805)</u>	<u>\$ 6,275,116</u>	<u>\$ 37,375</u>
Net Position, July 1, 2013	<u>176,362,588</u>	<u>4,513,646</u>	<u>180,876,234</u>	<u>622,348</u>
Net Position, June 30, 2014	<u>\$ 183,268,509</u>	<u>\$ 3,882,841</u>	<u>\$ 187,151,350</u>	<u>\$ 659,723</u>

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

Exhibit D-3

Maury County, Tennessee  
Statement of Cash Flows  
Proprietary Funds  
For the Year Ended June 30, 2014

	<u>Business-type Activities</u>			<u>Governmental Activities - Internal Service Fund Central Maintenance/ Garage</u>
	<u>Major Fund</u>	<u>Nonmajor Fund</u>	<u>Total</u>	
	<u>Maury Regional Hospital</u>	<u>Solid Waste Disposal</u>		
<u>Cash Flows from Operating Activities</u>				
Receipts from Customers and Users	\$ 283,422,880	\$ 1,596,786	\$ 285,019,666	\$ 2,273,393
Other Cash Receipts (Payments)	11,710,980	265,274	11,976,254	12,179
Payments to Suppliers	(101,330,031)	0	(101,330,031)	0
Payments to Employees	(167,108,455)	0	(167,108,455)	0
Central Maintenance Garage Activity - Uses	0	0	0	(2,335,884)
Waste Collection and Disposal Activity - Uses	0	(3,306,334)	(3,306,334)	0
Net Cash Provided By (Used In) Operating Activities	\$ 26,695,374	\$ (1,444,274)	\$ 25,251,100	\$ (50,312)
<u>Cash Flows from Capital and Related Financing Activities</u>				
Acquisition of Capital Assets	\$ (8,362,006)	\$ (797,906)	\$ (9,159,912)	\$ 0
Proceeds from Sale of Equipment	151,220	0	151,220	0
Principal Payments on Long-term Debt	(5,024,391)	0	(5,024,391)	0
Interest Paid on Long-term Debt	(791,436)	0	(791,436)	0
Net Cash Provided By (Used In) Capital and Related Financing Activities	\$ (14,026,613)	\$ (797,906)	\$ (14,824,519)	\$ 0
<u>Cash Flows from Noncapital Financing Activities</u>				
Grants Received	\$ 0	\$ 77,568	\$ 77,568	\$ 0
Local Taxes	0	963,769	963,769	0
Contributions and Gifts	1,163,994	0	1,163,994	0
Net Cash Provided By (Used In) Noncapital Financing Activities	\$ 1,163,994	\$ 1,041,337	\$ 2,205,331	\$ 0
<u>Cash Flows from Investing Activities</u>				
Investment Income	\$ 1,022,764	\$ 0	\$ 1,022,764	\$ 0
Purchase of Investments	(5,099,921)	0	(5,099,921)	0
Proceeds from Maturities of Certificates of Deposit	638,022	0	638,022	0
Purchase of Certificates of Deposit	(640,502)	0	(640,502)	0
Investment in Joint Venture	(393,020)	0	(393,020)	0
Issuance of Notes Receivable	(813,761)	0	(813,761)	0
Net Cash Provided By (Used In) Investing Activities	\$ (5,286,418)	\$ 0	\$ (5,286,418)	\$ 0
Net Increase (Decrease) in Cash	\$ 8,546,337	\$ (1,200,843)	\$ 7,345,494	\$ (50,312)
Cash, July 1, 2013	28,530,791	3,382,434	31,913,225	561,978
Cash, June 30, 2014	\$ 37,077,128	\$ 2,181,591	\$ 39,258,719	\$ 511,666

(Continued)

Exhibit D-3

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

	<u>Business-type Activities</u>			<u>Governmental Activities - Internal Service Fund Central Maintenance/ Garage</u>
	<u>Major</u>	<u>Nonmajor</u>	<u>Total</u>	
	<u>Fund</u>	<u>Fund</u>		
	<u>Maury Regional Hospital</u>	<u>Solid Waste Disposal</u>		
<u>Reconciliation of Net Operating Income (Loss)</u>				
<u>to Net Cash Provided By (Used In) Operating Activities</u>				
Operating Income (Loss)	\$ 6,328,144	\$ (1,672,534)	\$ 4,655,610	\$ 25,810
Adjustments to Reconcile Net Operating Income (Loss) to Net Cash Provided By (Used In) Operating Activities:				
Depreciation and Amortization Expense	16,969,349	147,648	17,116,997	3,821
Provision for Uncollectible Accounts	39,303,585	0	39,303,585	0
(Increase) Decrease in Accounts Receivable	(37,203,018)	191,125	(37,011,893)	(101,073)
(Increase) Decrease in Due from Other Governments	0	3,513	3,513	0
(Increase) Decrease in Due from Affiliates	25,617	0	25,617	0
(Increase) Decrease in Inventories	525,253	0	525,253	0
(Increase) Decrease in Prepaid Items	(419,480)	0	(419,480)	0
(Increase) Decrease in Other Assets	(1,263,875)	0	(1,263,875)	0
Increase (Decrease) in Accounts Payable	2,273,036	(87,717)	2,185,319	214
Increase (Decrease) in Accrued Payroll	0	(98)	(98)	0
Increase (Decrease) in Payroll Deductions Payable	0	1,157	1,157	448
Increase (Decrease) in Postclosure Care Costs	0	(29,758)	(29,758)	0
Increase (Decrease) in Due to State of Tennessee	0	(329)	(329)	6
Increase (Decrease) in Other Long-term Liabilities	(1,092,039)	0	(1,092,039)	0
Increase (Decrease) in Accrued Leave	4,272	2,719	6,991	20,462
Increase (Decrease) in Accrued Expenses	1,244,530	0	1,244,530	0
Net Cash Provided By (Used In) Operating Activities	<u>\$ 26,695,374</u>	<u>\$ (1,444,274)</u>	<u>\$ 25,251,100</u>	<u>\$ (50,312)</u>
<u>Reconciliation of Cash With the Statement of Net Position</u>				
Cash Per Net Position	\$ 37,077,128	\$ 200	\$ 37,077,328	\$ 0
Equity in Pooled Cash and Investments Per Net Position	0	2,181,391	2,181,391	511,666
Cash, June 30, 2014	<u>\$ 37,077,128</u>	<u>\$ 2,181,591</u>	<u>\$ 39,258,719</u>	<u>\$ 511,666</u>
<u>Schedule of Noncash Capital and Related Financing Activities</u>				
Contributions of Capital Assets from Primary Government	\$ 0	\$ 0	\$ 0	\$ 11,565

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

Exhibit E

Maury County, Tennessee  
Statement of Fiduciary Assets and Liabilities  
Fiduciary Funds  
June 30, 2014

	<u>Agency Funds</u>
<u>ASSETS</u>	
Cash	\$ 2,403,642
Investments	38,622
Accounts Receivable	38,526
Due from Other Governments	<u>1,912,388</u>
Total Assets	<u>\$ 4,393,178</u>
<u>LIABILITIES</u>	
Due to Other Taxing Units	\$ 1,912,388
Due to Litigants, Heirs, and Others	<u>2,480,790</u>
Total Liabilities	<u>\$ 4,393,178</u>

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

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

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**MAURY COUNTY, TENNESSEE**  
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**MAURY COUNTY, TENNESSEE**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**For the Year Ended June 30, 2014**

**I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

Maury 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 Maury County:

**A. Reporting Entity**

Maury County is a public municipal corporation governed by an elected 22-member board. As required by GAAP, these financial statements present Maury 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 Maury County School Department operates the public school system in the county, and the voters of Maury 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 Maury County Board of Public Utilities Water System provides water supply and distribution lines for county residents outside of the city limits. The county mayor appoints, and the County Commission ratifies its governing body. The board's operating budget is subject to the County Commission's approval.

The Maury County Emergency Communications District provides a simplified means of securing emergency services through a uniform emergency number for the residents of Maury County, and the Maury County Commission appoints its governing body. The district is funded primarily through a service charge levied on telephone services. Before the issuance of most debt instruments, the district must obtain the County Commission's approval. The financial statements of the Maury County Emergency Communications District were not available from other auditors in time for

inclusion in this report; however, in our opinion, this omission is not material to the component units' opinion unit.

The Maury 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. Although required by GAAP, the financial statements of the Maury County Emergency Communications District were not available in time for inclusion, as previously mentioned. Complete financial statements of the Maury County Board of Public Utilities Water System and the Maury County Emergency Communications District can be obtained from their administrative offices at the following addresses:

Administrative Offices:

Maury County Board of Public  
Utilities Water System  
765 New Lewisburg Highway  
Columbia, TN 38401

Maury County Emergency  
Communications District  
2907 Cayce Lane  
Columbia, TN 38401

**B. Government-wide and Fund Financial Statements**

The government-wide financial statements (i.e., the Statement of Net Position and the Statement of Activities) report information on all of the nonfiduciary activities of the primary government and its component units. For the most part, the effect of interfund activity has been removed from these statements. However, when applicable, interfund services provided and used between functions are not eliminated in the process of consolidation in the Statement of Activities. Governmental activities are normally supported by taxes and intergovernmental revenues. Business-type activities, which rely to a significant extent on fees and charges, are required to be reported separately from governmental activities in government-wide financial statements. Likewise, the primary government is reported separately from certain legally separate component units for which the primary government is financially accountable. The Maury 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.

Maury County issues all debt for the discretely presented Maury County School Department. There were no debt issues contributed by the county to the School Department during the year ended June 30, 2014.

Separate financial statements are provided for governmental funds, proprietary funds (internal service and enterprise), 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 and the enterprise 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 funds and fiduciary funds financial statements, except for agency funds, which have no measurement focus. Revenues are recorded when earned, and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Fund financial statements of Maury County are organized into funds, each of which is considered to be a separate accounting entity. Each fund is accounted for by providing a separate set of self-balancing accounts that constitute its assets, deferred outflow of resources, liabilities, deferred inflow of resources, fund equity, revenues, and expenditures/expenses. Funds are organized into three major categories: governmental, proprietary, and fiduciary. An emphasis is placed on major funds within the governmental and proprietary categories. Maury County reports three proprietary funds (one internal service fund and two enterprise funds).

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

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

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

Maury 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.

**General Debt Service Fund** – This fund accounts for the resources accumulated and payments made for principal and interest on long-term general obligation debt of governmental funds.

Maury County reports the following major proprietary fund:

**Maury Regional Hospital Fund** – This fund accounts for the regional hospital under authority of and in compliance with the provisions of Chapter 373 of the Tennessee Private Acts of 1953.

Additionally, Maury County reports the following fund types:

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

**Capital Projects Funds** – These 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.

**Internal Service Fund** – The Central Maintenance/Garage Fund is used to account for the county's central vehicle maintenance program.

**Agency Funds** – These funds account for amounts collected in an agency capacity by the constitutional officers and local sales taxes received by the state to be forwarded to the various cities in Maury County. 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 Maury 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 Maury County School Department reports the following fund types:

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

**Capital Projects Fund** – The Education Capital Projects Fund accounts for financial resources that are to be used for building, construction, and renovations.

Amounts reported as program revenues include (1) charges to customers or applicants for goods, services, or privileges provided; (2) operating grants and contributions; and (3) capital grants and contributions. Internally dedicated resources are reported as general revenues rather than as program revenues. Likewise, general revenues include all taxes.

Proprietary funds distinguish operating revenues and expenses from nonoperating items. The county has three proprietary funds to account for solid waste disposal (enterprise fund), a regional hospital (enterprise fund), and a central maintenance/garage (internal service fund). Operating revenues and expenses generally result from providing services in connection with the funds' principal ongoing operations. The principal operating revenues of the county's proprietary funds are charges for services. Operating expenses for the proprietary funds include general operating expenses.

**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 of the primary government (excluding the Maury Regional Hospital), cash includes cash on hand 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 (excluding the Maury Regional Hospital) and the discretely presented Maury County School Department. Each fund's portion of this pool is displayed on the balance sheets or statements of net position as Equity in Pooled Cash and Investments. Most income from these pooled investments is assigned to the General Debt Service Fund. In addition, investments are held separately by the Constitutional Officers - Agency Fund. Maury County (excluding the Maury Regional Hospital) 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 property taxes receivable are shown with an allowance for uncollectibles. The allowance for uncollectible property taxes is equal to two 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. Current liabilities payable from restricted assets reflected in the primary government funds represent deposits placed with Maury County for animal control spay/neuter vouchers.

**3. Prepaid Items**

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

**4. Capital Assets**

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

Capital assets, which include property, plant, equipment, and infrastructure assets (e.g., roads, bridges, and similar items), are reported in the governmental and the business-type columns in the government-wide financial statements. Capital assets are defined by the government (excluding the Maury Regional Hospital) as assets with an initial, individual cost of \$10,000 (infrastructure and intangible assets \$50,000) for the primary government and \$5,000 for the School Department or more and an estimated useful life of more than two 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, intangibles, and infrastructure of the primary government (excluding Maury Regional Hospital) 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	10 - 50
Other Capital Assets	3 - 7
Infrastructure:	
Roads	5 - 15
Bridges	50
Intangibles	5 - 10

**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 reacquisition price. This amount is deferred and amortized over the shorter of the life of the refunded or refunding debt.

In addition to liabilities, the Statement of Net Position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net position that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. The government has items that qualify for reporting in this category. Accordingly, the items are reported in the government-wide Statement of Net Position and the governmental funds balance sheet. These revenues are from the following sources: current and delinquent property taxes and various receivables for revenues, which do not meet the availability criteria in governmental funds. These amounts are deferred and recognized as an inflow of resources in the period that the amounts become available.

**6. Compensated Absences**

**Primary Government**

The policy of Maury County (with the exception of the Maury Regional Hospital) permits employees to accumulate earned but unused vacation and sick pay benefits. There is no liability for unpaid accumulated sick leave since Maury County does not have a policy to pay any amounts when employees separate from service with the government. All vacation pay is accrued when incurred in the government-wide financial statements for the county. 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.

**Discretely Presented Maury County School Department**

It is the policy of the discretely presented Maury County School Department to permit employees to accumulate varying amounts of earned but unused vacation leave, which will be paid upon retirement,

resignation, or termination. It is also the policy of the School Department to permit employees to accumulate varying amounts of earned but unused sick leave. Upon retirement from the School Department, employees will be paid either \$50 (professional) or \$10 (certain nonprofessional) per day for unused sick leave. This payment will be made after the employee's retirement has been approved by the Tennessee Consolidated Retirement System. During the year, 36 employees retired and received sick leave payments totaling \$174,204. All vacation and sick leave is accrued when incurred in the government-wide financial statements for the School Department. A liability for vacation and sick leave is reported in governmental funds only if amounts have matured, for example, as a result of employee resignations and retirements.

## **7. Long-term Obligations**

In the government-wide financial statements and the proprietary fund type in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities or proprietary fund type Statement of Net Position. Debt premiums and discounts are deferred and amortized over the life of the new debt using the straight-line method. Debt issuance costs are expensed in the period incurred. In refunding transactions, the difference between the reacquisition price and the net carrying amount of the old debt is reported as a deferred outflow of resources or a deferred inflow of resources and recognized as a component of interest expense in a systematic and rational manner over the remaining life of the refunded debt or the life of the new debt issued, whichever is shorter.

In the fund financial statements, governmental funds recognize debt premiums and discounts, as well as debt issuance costs, during the current period. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources, while discounts on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

Only the matured portion (the portion that has come due for payment) of long-term indebtedness, including bonds payable, is recognized as a liability and expenditure in the governmental fund financial statements. Liabilities and expenditures for other long-term obligations, including compensated absences, other postemployment benefits, and landfill closure/postclosure care costs, are recognized to the extent that the liabilities have matured (come due for payment) each period.

## 8. Net Position and Fund Balance

In the government-wide financial statements and the proprietary funds in the fund financial statements, equity is classified as net position and displayed in three components:

- a. Net investment in capital assets – Consists of capital assets, including restricted capital assets, net of accumulated depreciation and reduced by the outstanding balances of any bonds, mortgages, notes, or other borrowings that are attributable to the acquisition, construction, or improvement of those assets.
- b. Restricted net position – Consists of net position with constraints placed on the use either by (1) external groups such as creditors, grantors, contributors, or laws or regulations of other governments or (2) law through constitutional provisions or enabling legislation.
- c. Unrestricted net position – All other net position that does not meet the definition of restricted or net investment in capital assets.

As of June 30, 2014, Maury County had \$44,843,436 in outstanding debt for capital purposes for the discretely presented Maury County School Department. This debt is a liability of Maury County, but the capital assets acquired are reported in the financial statements of the School Department. Therefore, Maury 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 has by resolution authorized the county's Budget Committee to make assignments for the general government. The Board of Education makes assignments for the School Department.

Unassigned Fund Balance – the residual classification of the General and General Purpose School funds. This classification represents fund balance that has not been assigned to other funds and has not been restricted, committed, or assigned to specific purposes within the General and General Purpose School funds.

## **II. RECONCILIATION OF GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS**

### **A. Explanation of certain differences between the governmental fund balance sheet and the government-wide Statement of Net Position**

#### **Primary Government**

Exhibit C-2 includes explanations of the nature of individual elements of items required to reconcile the balance sheet of governmental funds with the government-wide Statement of Net Position.

#### **Discretely Presented Maury County School Department**

Exhibit J-3 includes explanations of the nature of individual elements of items required to reconcile the balance sheet of governmental funds with the government-wide Statement of Net Position.

**B. Explanation of certain differences between the governmental fund Statement of Revenues, Expenditures, and Changes in Fund Balances and the government-wide Statement of Activities**

**Primary Government**

Exhibit C-4 includes explanations of the nature of individual elements of items required to reconcile the net change in fund balances – total governmental funds with the change in net position of governmental activities reported in the government-wide Statement of Activities.

**Discretely Presented Maury 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**

Annual budgets are adopted on a basis consistent with generally accepted accounting principles (GAAP) for all governmental funds except the Constitutional Officers - Fees fund (special revenue fund), which is not budgeted and the capital projects funds (except for the primary government's Other Capital Projects Fund), which adopt project length budgets. All annual appropriations lapse at fiscal year end.

The county is required by state statute to adopt annual budgets. Annual budgets are prepared on the basis in which current available funds must be sufficient to meet current expenditures. Expenditures and encumbrances may not legally exceed appropriations authorized by the County Commission and any authorized revisions. Unencumbered appropriations lapse at the end of each fiscal year.

The budgetary level of control is at the major category level established by the County Uniform Chart of Accounts, as prescribed by the Comptroller of the Treasury of the State of Tennessee. Major categories are at the department level (examples of General Fund major categories: County Commission, Board of Equalization, Other Boards and Committees, County Mayor/Executive, 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, 2014, the Maury County School Department reported the following significant encumbrance:

Fund	Description	Amount
School Department:		
Major Fund:		
General Purpose School	Security Upgrades	\$ 105,259

**B. Cash Shortages**

On October 9, 2013, the Comptroller’s Division of Investigations, Financial and Compliance Unit issued an investigative report on the Office of Circuit and General Sessions Courts Clerk for the period September 1, 2009, through April 5, 2012. This report disclosed that an employee of the office voided receipts after collecting the funds, resulting in a cash shortage of \$2,207 as of April 5, 2012. On September 27, 2013, the former employee was indicted on one count of theft over \$1,000. On February 4, 2014, the former employee pled guilty to the charge and paid full restitution of \$2,207 to the Circuit Court Clerk’s Office.

The 2012-13 audit of Maury County reported a cash shortage in the Office of County Clerk. The Comptroller’s Division of Investigations, Financial and Compliance Unit’s investigation revealed that during the period June 1, 2011, through July 18, 2013, a deputy clerk improperly deleted from the computer system at least 105 transactions for vehicle title renewals and registrations totaling at least \$10,070.14. During the same period, we were able to substantiate that the deputy clerk reprocessed and repaid 30 of the cash transactions totaling \$3,205.42 using personal funds. As a result, a remaining cash shortage of \$6,864.72 (\$10,070.14 less \$3,205.42) existed at July 18, 2013. On July 19, 2013, the deputy clerk confessed to improperly taking office funds and diverting the funds for personal use. The county clerk terminated the deputy clerk’s employment on July 22, 2013. The deputy clerk died on November 8, 2013, prior to indictment. Maury County subsequently received \$2,649.47 in insurance proceeds and liquidated the remaining cash shortage from the General Fund.

A theft of approximately \$80 from the Maury County Animal Shelter was reported to the state Comptroller’s Office on July 25, 2014. Details of this cash shortage are discussed in the Schedule of Findings and Questioned Costs section of this report.

C. **Expenditures Exceeded Appropriations**

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

<u>Major Appropriation Category</u>	<u>Amount Overspent</u>
Other General Administration	\$ 10,916
County Clerk's Office	98
Data Processing	1,154
Victims Assistance Programs	45,046
Sheriff's Department	84,113
Miscellaneous	860

Expenditures that exceed appropriations are a violation of state statutes. These expenditures in excess of appropriations were funded by greater than anticipated revenues.

IV. **DETAILED NOTES ON ALL FUNDS**

A. **Deposits and Investments**

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

**Deposits**

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

Under this additional assessment agreement, public fund accounts covered by the pool are considered to be insured for purposes of credit risk disclosure.

For deposits with financial institutions that do not participate in the bank collateral pool, state statutes require that all deposits be collateralized with collateral whose market value is equal to 105 percent of the uninsured amount of the deposits. The collateral must be placed by the depository bank in an escrow account in a second bank for the benefit of the county.

**Investments**

**Legal Provisions.** Counties are authorized to make direct investments in bonds, notes, or treasury bills of the U.S. government and obligations guaranteed by the U.S. government or any of its agencies; deposits at state and federal chartered banks and savings and loan associations; bonds of any state or political subdivision rated A or higher by any nationally recognized rating service; nonconvertible debt securities of certain federal government sponsored enterprises; and the county’s own legally issued bonds or notes. These investments may not have a maturity greater than two years. The county may make investments with longer maturities if various restrictions set out in state law are followed. Counties are also authorized to make investments in the State Treasurer’s Investment Pool and in repurchase agreements. Repurchase agreements must be approved by the state Comptroller’s Office and executed in accordance with procedures established by the State Funding Board. Securities purchased under a repurchase agreement must be obligations of the U.S. government or obligations guaranteed by the U.S. government or any of its agencies. When repurchase agreements are executed, the purchase of the securities must be priced at least two percent below the fair value of the securities on the day of purchase.

**Investment Balances.** As of June 30, 2014, Maury County (excluding the Maury Regional Hospital) had the following investments carried at amortized cost. All investments are in the Constitutional Officers - Agency Fund and were made on behalf of litigants at the direction of a court order.

Investment	Weighted Average Maturity (days)	Maturities	Cost
Merrill Lynch	N/A	Daily	\$ 38,622

**Interest Rate Risk.** Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. State statutes limit the maturities of certain investments as previously disclosed. Maury County does not have a formal investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates.

**Credit Risk.** Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. State statutes limit the ratings of certain investments as previously explained. Maury County has no investment policy that would further limit its investment choices.

**Custodial Credit Risk.** Custodial credit risk for investments is the risk that, in the event of a failure of the counterparty to a transaction, the county will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. Maury County does not have a formal policy that limits custodial credit risk for investments. It should be noted that the above-noted amount is invested on behalf of litigants at the order of the court, and the county has no custodial credit risk for this investment.

**B. Capital Assets**

Capital assets activity for the year ended June 30, 2014, was as follows:

**Primary Government (Excluding Maury Regional Hospital)**

**Governmental Activities (Includes Internal Service Fund):**

	Balance 7-1-13	Increases	Decreases	Balance 6-30-14
Capital Assets Not Depreciated:				
Land	\$ 6,551,804	\$ 30,000	\$ 0	\$ 6,581,804
Intangibles	1,098,294	0	0	1,098,294
Construction in Progress	1,336,111	1,487,640	(1,069,200)	1,754,551
Total Capital Assets Not Depreciated	<u>\$ 8,986,209</u>	<u>\$ 1,517,640</u>	<u>\$ (1,069,200)</u>	<u>\$ 9,434,649</u>
Capital Assets Depreciated:				
Buildings and Improvements	\$ 38,889,518	\$ 11,565	\$ (12,000)	\$ 38,889,083
Infrastructure	60,770,293	10,127,235	0	70,897,528
Other Capital Assets	11,608,014	1,319,834	(180,371)	12,747,477
Total Capital Assets Depreciated	<u>\$ 111,267,825</u>	<u>\$ 11,458,634</u>	<u>\$ (192,371)</u>	<u>\$ 122,534,088</u>
Less Accumulated Depreciation For:				
Buildings and Improvements	\$ 10,389,918	\$ 852,046	\$ (12,000)	\$ 11,229,964
Infrastructure	32,913,982	3,763,451	0	36,677,433
Other Capital Assets	10,324,027	582,679	(180,371)	10,726,335
Total Accumulated Depreciation	<u>\$ 53,627,927</u>	<u>\$ 5,198,176</u>	<u>\$ (192,371)</u>	<u>\$ 58,633,732</u>

**Governmental Activities (Includes Internal Service Fund) (Cont.):**

	Balance 7-1-13	Increases	Decreases	Balance 6-30-14
Total Capital Assets Depreciated, Net	\$ 57,639,898	\$ 6,260,458	\$ 0	\$ 63,900,356
Governmental Activities Capital Assets, Net	\$ 66,626,107	\$ 7,778,098	\$ (1,069,200)	\$ 73,335,005

**Business-type Activities (Excluding Maury Regional Hospital):**

	Balance 7-1-13	Increases	Decreases	Balance 6-30-14
Capital Assets Not Depreciated:				
Land	\$ 818,367	\$ 0	\$ 0	\$ 818,367
Total Capital Assets Not Depreciated	\$ 818,367	\$ 0	\$ 0	\$ 818,367
Capital Assets Depreciated:				
Buildings and Improvements	\$ 1,333,952	\$ 0	\$ 0	\$ 1,333,952
Other Capital Assets	2,643,327	797,906	(149,489)	3,291,744
Total Capital Assets Depreciated	\$ 3,977,279	\$ 797,906	\$ (149,489)	\$ 4,625,696
Less Accumulated Depreciation For:				
Buildings and Improvements	\$ 1,107,789	\$ 31,383	\$ 0	\$ 1,139,172
Other Capital Assets	2,286,435	116,265	(149,489)	2,253,211
Total Accumulated Depreciation	\$ 3,394,224	\$ 147,648	\$ (149,489)	\$ 3,392,383
Total Capital Assets Depreciated, Net	\$ 583,055	\$ 650,258	\$ 0	\$ 1,233,313
Business-type Activities Capital Assets, Net	\$ 1,401,422	\$ 650,258		\$ 2,051,680

Depreciation expense was charged to functions of the primary government (excluding the Maury Regional Hospital) as follows:

**Governmental Activities:**

General Government	\$	552,945
Finance		41,236
Administration of Justice		38,674
Public Safety		485,130
Public Health and Welfare		18,777
Social, Cultural, and Recreational Services		136,804
Agriculture and Natural Resources		4,975
Other Operations		12,005
Highways		<u>3,907,630</u>
Total Depreciation Expense - Governmental Activities	\$	<u>5,198,176</u>

**Business-type Activities:**

Solid Waste Disposal	\$	<u>147,648</u>
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**Discretely Presented Maury County School Department**

**Governmental Activities:**

	Balance 7-1-13	Increases	Decreases	Balance 6-30-14
Capital Assets Not Depreciated:				
Land	\$ 3,019,939	\$ 0	\$ 0	\$ 3,019,939
Construction in Progress	1,547,609	509,599	(1,529,620)	527,588
Total Capital Assets Not Depreciated	<u>\$ 4,567,548</u>	<u>\$ 509,599</u>	<u>\$ (1,529,620)</u>	<u>\$ 3,547,527</u>
Capital Assets Depreciated:				
Buildings and Improvements	\$ 158,169,583	\$ 2,170,853	\$ 0	\$ 160,340,436
Other Capital Assets	16,746,226	1,114,960	(96,838)	17,764,348
Total Capital Assets Depreciated	<u>\$ 174,915,809</u>	<u>\$ 3,285,813</u>	<u>\$ (96,838)</u>	<u>\$ 178,104,784</u>
Less Accumulated Depreciation For:				
Buildings and Improvements	\$ 59,970,698	\$ 3,673,529	\$ 0	\$ 63,644,227
Other Capital Assets	12,786,003	1,162,729	(57,686)	13,891,046
Total Accumulated Depreciation	<u>\$ 72,756,701</u>	<u>\$ 4,836,258</u>	<u>\$ (57,686)</u>	<u>\$ 77,535,273</u>

**Governmental Activities (Cont.):**

	Balance 7-1-13	Increases	Decreases	Balance 6-30-14
Total Capital Assets Depreciated, Net	\$ 102,159,108	\$ (1,550,445)	\$ (39,152)	\$ 100,569,511
Governmental Activities Capital Assets, Net	<u>\$ 106,726,656</u>	<u>\$ (1,040,846)</u>	<u>\$ (1,568,772)</u>	<u>\$ 104,117,038</u>

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

**Governmental Activities:**

Instruction	\$ 3,061,881
Support Services	1,588,168
Operation of Non-instructional Services	<u>186,209</u>
Total Depreciation Expense - Governmental Activities	<u>\$ 4,836,258</u>

**C. Construction Commitments**

At June 30, 2014, the county (excluding the Maury Regional Hospital) had uncompleted construction contracts of approximately \$1,158,756 in the General Fund for the Emergency Management Communications Safe Center and \$307,566 in the Highway/Public Works Fund for bridge construction. Funding has been received for these future expenditures.

At June 30, 2014, the discretely presented Maury County School Department had uncompleted construction contracts of approximately \$250,140 in the General Purpose School Fund for a chiller replacement at Spring Hill High School. Funding has been received for these future expenditures.

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

The composition of interfund balances as of June 30, 2014, was as follows:

**Due to/from Other Funds:**

Receivable Fund	Payable Fund	Amount
Primary Government:		
Nonmajor governmental fund	General	\$ 5,156
Discretely Presented School Department:		
General Purpose School	Nonmajor governmental fund	111,914
Nonmajor governmental fund	General Purpose School	21,805

These balances resulted from the time lag between the dates that interfund goods and services are provided or reimbursable expenditures occur and payments between funds are made.

**Interfund Transfers:**

Interfund transfers for the year ended June 30, 2014, consisted of the following amounts:

**Discretely Presented Maury County School Department**

Transfers Out	Transfers In	
	General Purpose School Fund	Nonmajor Governmental Fund
General Purpose School Fund	\$ 0	\$ 400,000
Nonmajor governmental fund	116,913	0
<b>Total</b>	<b>\$ 116,913</b>	<b>\$ 400,000</b>

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.

The School Department made a one-time transfer of \$400,000 from the General Purpose School Fund to the School Federal Projects Fund to provide cash for operations.

**E. Long-term Obligations**

**Primary Government (Excluding Maury Regional Hospital)**

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

Maury County issues general obligation bonds and other loans to provide funds for the acquisition and construction of major capital facilities for the primary government and the discretely presented School Department. In addition, general obligation bonds have been issued to refund other general obligation bonds. 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 20 years for bonds, five years for notes, and 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, a note, and another loan included in long-term debt as of June 30, 2014, will be retired from the General Debt Service Fund.

General obligation bonds, a capital outlay note, and the other loan outstanding as of June 30, 2014, for governmental activities are as follows:

<u>Type</u>	<u>Interest Rate</u>	<u>Final Maturity</u>	<u>Amount of Issue</u>	<u>Balance 6-30-14</u>
General Obligation Bond	3.5 to 5%	4-1-28	\$ 29,000,000	\$ 27,000,000
General Obligation Bond - Refunding	1 to 4	4-1-20	18,320,000	16,805,000
Capital Outlay Notes	4	4-1-17	6,675,000	6,675,000
Other Loans	0 to 4.85	9-15-27	4,408,000	3,628,686

In a prior year, Maury County entered into a loan agreement with the Tennessee State School Board Authority. Under this loan agreement, the authority loaned the county \$4,408,000 for rehabilitation and repairs of county school buildings. This loan earns interest monthly based upon the local government investment pool rate, which is netted against the annual principal payment. The county pays an annual administrative fee of \$3,526 under this agreement. The loan retirement schedule also includes equal monthly payments of interest; however, the county will semi-annually receive a federal interest subsidy, which will offset these payments.

The annual requirements to amortize all general obligation bonds, a note, and the other loan outstanding as of June 30, 2014, including interest payments and other loan fees, are presented in the following tables:

Year Ending June 30	Bonds		
	Principal	Interest	Total
2015	\$ 3,965,000	\$ 1,629,800	\$ 5,594,800
2016	3,755,000	1,505,850	5,260,850
2017	3,880,000	1,382,200	5,262,200
2018	4,890,000	1,241,800	6,131,800
2019	5,000,000	1,056,950	6,056,950
2020-2024	13,715,000	3,211,225	16,926,225
2025-2028	8,600,000	905,687	9,505,687
Total	\$ 43,805,000	\$ 10,933,512	\$ 54,738,512

Year Ending June 30	Note		
	Principal	Interest	Total
2015	\$ 2,115,000	\$ 267,000	\$ 2,382,000
2016	2,230,000	182,400	2,412,400
2017	2,330,000	93,200	2,423,200
Total	\$ 6,675,000	\$ 542,600	\$ 7,217,600

Year Ending June 30	Other Loan			
	Principal	Interest	(1) Other Fees	Total
2015	\$ 275,052	\$ 213,700	\$ 3,526	\$ 492,278
2016	275,052	213,700	3,526	492,278
2017	275,052	213,700	3,526	492,278
2018	275,052	213,700	3,526	492,278
2019	275,052	213,700	3,526	492,278
2020-2024	1,375,260	1,068,500	17,630	2,461,390
2025-2028	878,166	642,717	11,166	1,532,049
Total	\$ 3,628,686	\$ 2,779,717	\$ 46,426	\$ 6,454,829

(1) Includes interest requirements on Qualified School Construction Bonds, Series 2010, before federal interest rate subsidy.

There is \$10,645,860 available in the General Debt Service Fund to service long-term debt. Debt per capita, including bonds, a note, and the other loan, totaled \$668, based on the 2010 federal census.

Changes in Long-term Obligations

Long-term obligations activity for the primary government (excluding the Maury Regional Hospital) for the year ended June 30, 2014, was as follows:

**Governmental Activities:**

	Bonds	Notes	Capital Lease
Balance, July 1, 2013	\$ 47,375,000	\$ 8,857,916	\$ 261,718
Additions	0	0	0
Reductions	(3,570,000)	(2,182,916)	(261,718)
Balance, June 30, 2014	<u>\$ 43,805,000</u>	<u>\$ 6,675,000</u>	<u>\$ 0</u>
Balance Due Within One Year	<u>\$ 3,965,000</u>	<u>\$ 2,115,000</u>	<u>\$ 0</u>

	Other Loans	Compensated Absences
Balance, July 1, 2013	\$ 3,903,738	\$ 1,172,287
Additions	0	1,261,457
Reductions	(275,052)	(1,144,558)
Balance, June 30, 2014	<u>\$ 3,628,686</u>	<u>\$ 1,289,186</u>
Balance Due Within One Year	<u>\$ 275,052</u>	<u>\$ 808,581</u>

Analysis of Noncurrent Liabilities Presented on Exhibit A:

Total Noncurrent Liabilities, June 30, 2014	\$ 55,397,872
Less: Due Within One Year	(7,163,633)
Add: Unamortized Premium on Debt	<u>1,768,880</u>
Noncurrent Liabilities - Due in More Than One Year - Exhibit A	<u>\$ 50,003,119</u>

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

During the year, the School Department contributed \$339,634 to the primary government to service some of the debt issued on its behalf by the primary government.

**Maury County Solid Waste Disposal Fund (Enterprise Fund)**

**Changes in Long-term Obligations**

Long-term obligations activity for the Solid Waste Disposal Fund (enterprise fund) for the year ended June 30, 2014, was as follows:

**Business-type Activities:**

	Postclosure Care Costs	Compensated Absences
Balance, July 1, 2013	\$ 459,000	\$ 49,429
Additions	6,343	48,499
Reductions	(36,101)	(45,780)
Balance, June 30, 2014	<u>\$ 429,242</u>	<u>\$ 52,148</u>
Balance Due Within One Year	<u>\$ 32,846</u>	<u>\$ 34,617</u>

Analysis of Noncurrent Liabilities Presented on Exhibit D:

Total Noncurrent Liabilities, June 30, 2014	\$ 481,390
Less: Due Within One Year	<u>(67,463)</u>
Noncurrent Liabilities - Due in More Than One Year - Exhibit A	<u>\$ 413,927</u>

**Discretely Presented Maury County School Department**

**Changes in Long-term Obligations**

Long-term obligations activity for the discretely presented Maury County School Department for the year ended June 30, 2014, was as follows:

<b>Governmental Activities:</b>	Compensated Absences	Other Postemployment Benefits
Balance, July 1, 2013	\$ 3,477,135	\$ 8,335,586
Additions	1,112,270	3,185,588
Reductions	(819,446)	(1,633,733)
Balance, June 30, 2014	<u>\$ 3,769,959</u>	<u>\$ 9,887,441</u>
Balance Due Within One Year	<u>\$ 844,029</u>	<u>\$ 0</u>

Analysis of Noncurrent Liabilities Presented on Exhibit A:

Total Noncurrent Liabilities, June 30, 2014	\$ 13,657,400
Less: Due Within One Year	<u>(844,029)</u>
Noncurrent Liabilities - Due in More Than One Year - Exhibit A	<u>\$ 12,813,371</u>

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

**F. On-Behalf Payments – Discretely Presented Maury County School Department**

The State of Tennessee pays health insurance premiums for retired teachers on-behalf of the Maury 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, 2014, were \$361,740 and \$95,607, respectively. The School Department has recognized these on-behalf payments as revenues and expenditures in the General Purpose School Fund.

**G. Short-term Debt**

Maury County issued tax anticipation notes in advance of property tax collections and deposited the proceeds in the General Purpose School Fund. These notes were necessary because funds were not available to meet obligations coming due before current tax collections. Short-term debt activity for the year ended June 30, 2014, was as follows:

	Balance 7-1-13	Issued	Paid	Balance 6-30-14
Tax Anticipation Notes	\$ 0	\$ 2,000,000	\$ (2,000,000)	\$ 0

**V. OTHER INFORMATION**

**A. Risk Management**

Maury County (excluding the Maury Regional Hospital) is exposed to various risks related to general liability, property, and casualty losses. The county decided it was more economically feasible to join a public entity risk pool instead of purchasing commercial insurance for general liability, property, and casualty coverage. The county joined the Local Government Property and Casualty Fund (LGPCF), which is a public entity risk pool established by the Tennessee County Services Association, an association of member counties. The county pays an annual premium to the LGPCF for its general liability, property, and casualty insurance coverage. The creation of the LGPCF provides for it to be self-sustaining through member premiums. The LGPCF reinsures through commercial insurance companies for claims exceeding \$100,000 for each insured event.

Maury County (excluding the Maury Regional Hospital) and the discretely presented Maury County School Department participate in the Local Government Workers' Compensation Fund (LGWCF), a public entity risk pool established by the Tennessee County Services Association, an association of member counties, to provide for liabilities arising under the workers' compensation law. In accordance with Sections 12-9-101 through 12-9-109, *Tennessee Code Annotated (TCA)*, inclusive, local governments are eligible to participate. The creation of the LGWCF provides for it to be self-sustaining through member premiums. The LGWCF reinsures through commercial insurance companies for claims exceeding \$500,000 for each insured event.

The county (excluding the Maury Regional Hospital) continues to carry commercial insurance for employees' health insurance. Settled claims have not exceeded this commercial coverage in any of the past three fiscal years. The county does not allow pre-65 age retirees to stay in the health insurance program.

The discretely presented Maury County School Department continues to carry commercial insurance for all other risks of loss, including general liability, property, and casualty. Settled claims have not exceeded this commercial coverage in any of the past three fiscal years.

The discretely presented Maury County School Department participates in the Local Education Group Insurance Fund (LEGIF), a public entity risk pool established to provide a program of health insurance coverage for employees

of local education agencies. In accordance with Section 8-27-301, *TCA*, all local education agencies are eligible to participate. The LEGIF is included in the Comprehensive Annual Financial Report of the State of Tennessee, but the state does not retain any risk for losses by this fund. Section 8-27-303, *TCA*, provides for the LEGIF to be self-sustaining through member premiums.

**B. Accounting Changes**

Provisions of Governmental Accounting Standards Board (GASB) Statement No. 67, *Financial Reporting for Pension Plans* and Statement No. 70, *Accounting and Financial Reporting for Nonexchange Financial Guarantees* became effective for the year ended June 30, 2014.

GASB Statement No. 67, replaces the requirements of Statements No. 25 and No. 50 related to pension plans that are administered through trusts or equivalent arrangements. The requirements of Statements No. 25 and No. 50 remain applicable to pension plans that are not administered through trusts or equivalent arrangements.

GASB Statement No. 70, relates to accounting and financial reporting by state and local governments that extend and receive nonexchange financial guarantees.

**C. Subsequent Events**

Effective July 1, 2014, the discretely presented Maury County School Department no longer participates in Volunteer State Cooperative (VOLCO), a cost-sharing arrangement previously used to purchase food and supplies for the Central Cafeteria Fund.

On August 31, 2014, Jim Bailey left the Office of County Mayor and was succeeded by Charlie Norman, Nancy Thompson left the Office of County Clerk and was succeeded by Joey Allen, and Enoch George left the Office of Sheriff and was succeeded by Bucky Rowland.

On October 14, 2014, Maury County issued \$12,250,000 in general obligation bonds.

On October 20, 2014, the county's General Debt Service Fund issued a \$2,000,000 tax anticipation note to the General Purpose School Fund for temporary operating funds.

**D. Contingent Liabilities**

The county is involved in several pending lawsuits. The county attorney estimates that the potential claims against the county not covered by insurance resulting from such litigation would not materially affect the county's financial statements.

**E. Change in Administration**

On December 31, 2013, Kathy Kelley retired as Circuit and General Sessions Courts Clerk and was succeeded by Sandy McLain effective January 21, 2014.

**F. Landfill Closure/Postclosure Care Costs**

Maury County has active permits on file with the state Department of Environment and Conservation for a sanitary landfill and a demolition landfill. The county has provided financial assurances for estimated postclosure liabilities as required by the State of Tennessee. These financial assurances are on file with the Department of Environment and Conservation.

State and federal laws and regulations require the county to place a final cover on its sanitary landfill site when it stops accepting waste and to perform certain maintenance and monitoring functions at the site for 30 years after closure. Although closure and postclosure care costs will be paid only near or after the date that the landfill stops accepting waste, the county reports a portion of these closure and postclosure care costs as an operating expense in each period based on landfill capacity used as of each balance sheet date. Maury County closed its sanitary landfill in 1997. The \$429,242 reported as postclosure care liability at June 30, 2014, represents amounts based on what it would cost to perform all postclosure care in 2014. Actual costs may be higher due to inflation, changes in technology, or changes in regulations.

**G. Joint Ventures**

The Maury County Regional Airport Authority is a joint venture in which the county and the cities of Columbia and Mount Pleasant participate. The authority is governed by a three-member board comprising one appointee from the county and one appointee from each city. During the year ended June 30, 2014, Maury County contributed \$40,000 to the authority.

The discretely presented Maury County School Department participates in the Volunteer State Cooperative (VOLCO), which represents a cost-sharing arrangement. The cooperative was established through a contractual agreement between the Boards of Education of Bedford County, Coffee County, Dickson County, Fayetteville City, Humphreys County, Manchester City, Marshall County, Maury County, Robertson County, and Stewart County. Chapter 49 of *Tennessee Code Annotated*, authorized the cooperative 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 (Stewart County School Department) and a service provider to provide these services. The cooperative is governed by a Representative Committee, comprising 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. Maury County ceased its participation in VOLCO effective July 1, 2014.

Maury County and the discretely presented Maury County School Department do not have equity interests in any of the above-noted joint ventures. Complete financial statements for the Maury County Regional Airport Authority and the Volunteer State Cooperative can be obtained from their administrative offices at the following addresses:

Administrative Offices:

Maury County Regional Airport Authority  
1200 North Main Street  
Mt. Pleasant, TN 38474

Volunteer State Cooperative  
P.O. Box 433  
110 Natcor Drive  
Dover, TN 37058

**H. Jointly Governed Organization**

The Tennessee Southern Railroad Authority (TSRA) was created by the county, in conjunction with Giles and Lawrence counties. The TSRA's board includes the county mayors and a representative appointed by the respective County Commissions from each of the three counties, and a representative from the cities of Mt. Pleasant and Lawrenceburg. However, the counties and cities do not have any ongoing financial interest or responsibility for the entity. The majority of TSRA's funding is received from various grants from the Tennessee Department of Transportation. Maury County made no appropriations to the TSRA during the year ended June 30, 2014.

**I. Retirement Commitments**

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

**Plan Description**

Employees of Maury 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 Maury 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**

Maury 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, 2014, was 6.47 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, 2014, Maury County's annual pension cost of \$1,619,633 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 one year. 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
6-30-14	\$1,619,633	100%	\$0
6-30-13	1,575,586	100	0
6-30-12	1,847,830	100	0

**Funded Status and Funding Progress**

As of July 1, 2013, the most recent actuarial valuation date, the plan was 99.44 percent funded. The actuarial accrued liability for benefits was \$52.16 million, and the actuarial value of assets was \$51.87 million, resulting in an unfunded actuarial accrued liability (UAAL) of \$.29 million. The covered payroll (annual payroll of active employees covered by the plan) was \$24.36 million, and the ratio of the UAAL to the covered payroll was 1.2 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 Maury 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 SETHEPP. 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](http://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, 2014, 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, 2014, 2013, and 2012, were \$4,049,189, \$4,024,530, and \$3,991,322, respectively, equal to the required contributions for each year.

## **2. Deferred Compensation**

Maury County offers its employees one deferred compensation plan established pursuant to IRC Section 457. All costs of administering and funding this program are the responsibility of plan participants. The Section 457 plan assets remain the property of the contributing employees and are not presented in the accompanying financial statements. IRC Section 457 establishes participation, contribution, and withdrawal provisions for the plan.

The discretely presented Maury County School Department offers its employees two deferred compensation plans, one established pursuant to IRC Section 457 and the other pursuant to IRC Section 403(b). All costs of administering and funding these programs are the responsibility of plan participants. The Section 403(b) and Section 457 plan assets remain the property of the contributing employees and

are not presented in the accompanying financial statements. IRC Sections 403(b) and 457 establish participation, contribution, and withdrawal provisions for the plans.

**J. Other Postemployment Benefits (OPEB)**

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 benefit 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://tennessee.gov/finance/act/cafr.shtml>.

Funding Policy

The premium requirements of plan members are established and may be amended by the insurance committee. The plan is self-insured and financed on a pay-as-you-go basis with the risk shared equally among the participants. Claims liabilities of the plan are periodically computed using actuarial and statistical techniques to establish premium rates. The employer in the plan develops its own contribution policy in terms of subsidizing active employees or retired employees' premiums since the committee is not prescriptive on that issue. The state provides a partial subsidy to Local Education Agency pre-65 teachers and a full subsidy based on years of service for post-65 teachers in the Medicare Supplement Plan. During the year ended June 30, 2014, the discretely presented Maury County School Department made contributions totaling \$1,633,733 for postemployment benefits.

	Local Education Group Plan
	<hr/>
ARC	\$ 3,177,000
Interest on the NOPEBO	333,423
Adjustment to the ARC	(324,835)
	<hr/>
Annual OPEB cost	\$ 3,185,588
Amount of contribution	(1,633,733)
	<hr/>
Increase/decrease in NOPEBO	\$ 1,551,855
Net OPEB obligation, 7-1-13	8,335,586
	<hr/>
Net OPEB obligation, 6-30-14	<u>\$ 9,887,441</u>

Fiscal Year Ended	Plan	Annual OPEB Cost	Percentage of Annual OPEB Cost Contributed	Net OPEB Obligation at Year End
6-30-12	Local Education Group	\$ 3,384,500	39 %	\$ 6,325,298
6-30-13	"	3,409,445	41	8,335,586
6-30-14	"	3,185,588	51	9,887,441

Funded Status and Funding Progress

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

(in thousands)

	Local Education Group Plan
	<hr/>
Actuarial valuation date	7-1-13
Actuarial accrued liability (AAL)	\$ 25,085
Actuarial value of plan assets	\$ 0
Unfunded actuarial accrued liability (UAAL)	\$ 25,085
Actuarial value of assets as a % of the AAL	0%
Covered payroll (active plan members)	\$ 55,903
UAAL as a % of covered payroll	45%

Actuarial valuations involve estimates of the value of reported amounts and assumptions about the probability of events far into the future, and actuarially determined amounts are subject to continual revision as actual results are compared to past expectations and new estimates are made about the future. The Schedule of Funding Progress, presented as required supplementary information following the notes to the financial statements, presents multi-year trend information about whether the actuarial value of

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

#### Actuarial Methods and Assumptions

Calculations are based on the types of benefits provided under the terms of the substantive plan at the time of each valuation and on the pattern of sharing of costs between the employer and plan members to that point. Actuarial calculations reflect a long-term perspective. Consistent with that perspective, actuarial methods and assumptions used include techniques that are designed to reduce short-term volatility in actuarial accrued liabilities and the actuarial value of assets.

In the July 1, 2013, actuarial valuation for the Local Education Plan, the projected unit credit actuarial cost method was used, and the actuarial assumptions included a four percent investment rate of return (net of administrative expenses) and an annual healthcare cost trend rate was 7.5 percent for fiscal year 2014. The trend will decrease to seven percent in fiscal year 2015 and then will be reduced by decrements to an ultimate rate of 4.7 percent by fiscal year 2044. 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 July 1, 2007.

#### **K. Offices of Accounting and Budgeting, and Human Resources**

Maury County operates under provisions of Chapter 233, Private Acts of 1963, which provide for a central system of accounting and budgeting covering funds administered by the county mayor and the road superintendent. These funds are maintained in the Office of Accounting and Budgeting under the supervision of the director of accounts and budgets.

Maury County also operates under provisions of Chapter 91, Private Acts of 2004, which provide for an Office of Human Resources under the direction of the administrative committee of the County Commission. The Office of Human Resources handles all human resource duties and responsibilities.

#### **L. Purchasing Laws**

##### Offices of County Mayor and Road Superintendent

Purchasing procedures for the Offices of County Mayor and Road Superintendent are governed by the County Purchasing Law of 1957, Section 5-14-101, et seq., *Tennessee Code Annotated (TCA)*. Purchasing procedures for the Highway Department are also governed by the Uniform Road Law, Section 54-7-113, *TCA*. These statutes require that purchase orders be issued for all purchases and sealed bids be solicited on purchases exceeding \$10,000 for the Offices of County Mayor and Road Superintendent.

Office of Director of Schools

Purchasing procedures for the discretely presented Maury 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 – MAURY REGIONAL HOSPITAL FUND (ENTERPRISE FUND)**

**A. Organization**

Maury Regional Hospital is operated and maintained by Maury County, Tennessee, under authority of and in compliance with the provisions of Chapter 125 of the Tennessee Private Acts of 1996. The federal, state, and local governments participated in the cost of constructing and equipping the hospital under the Hill-Burton Act. For financial reporting purposes, the hospital is considered an enterprise fund of Maury County, Tennessee.

The hospital's primary mission is to provide healthcare services to the residents of southern and middle Tennessee, including Giles, Hickman, Lawrence, Lewis, Marshall, Maury, Perry, Wayne, and Williamson counties. The financial statements present the hospital and its component units. The hospital is comprised of the following operating entities:

Maury Regional Medical Center (MRMC), located in Columbia, Tennessee, has been in operation since 1953 and presently has a 275-bed capacity with 20 beds designated for skilled nursing care, and also includes five medical office buildings in its service area.

Marshall Medical Center is an acute-care hospital located in Lewisburg, Tennessee, which was acquired by the hospital in 1995 and, effective January 1, 2005, was designated a critical access hospital with 25 licensed beds.

Wayne Medical Center is an acute-care hospital with an 80-bed capacity located in Waynesboro, Tennessee, and has been leased by the hospital since 1995.

Additionally, the combined financial statements include the following blended component units that provide healthcare services that support the hospital's mission:

Family Health Group (FHG) is a nonprofit corporation, which acquires, owns, operates, and manages physician practices in the

hospital's service area. The hospital is the sole member of FHG and funds its operating losses.

Maury Regional Ambulatory Center (the Surgery Center) is a nonprofit corporation that provides medical care to non-emergent patients in the hospital's service area. The hospital is the sole member of the Surgery Center and funds its operating losses. Operations at the Surgery Center began in fiscal year 2014.

Maury Regional Healthcare Foundation is a not-for-profit organization formed to coordinate the fundraising activities of the hospital. The hospital is the sole member of the foundation and appoints all board members. The hospital also funds all operating expenses of the foundation.

## **B. Summary of Significant Accounting Policies**

Method of Accounting – The hospital utilizes the enterprise fund method of accounting. Revenues and expenses are recorded on the accrual basis

Recently Issued or Effective Accounting Pronouncements – In March 2012, the Governmental Accounting Standards Board (GASB) issued Statement No. 65, *Items Previously Reported as Assets and Liabilities*. The statement establishes reporting standards that reclassifies items previously reported as assets or liabilities as deferred inflows or outflows and was adopted by the hospital in 2014. The statement further requires that costs associated with the issuance of long-term debt, other than insurance costs, be expensed in the period incurred, rather than deferred and amortized over the term of the related debt. The adoption did not have a material impact on the combined financial statements.

In June 2012, the GASB issued Statement No. 68, *Accounting and Financial Reporting for Pensions*. Statement No. 68 provides guidance for improved accounting and financial reporting by state and local government entities related to pensions. It also replaces the requirements of GASB Statement No. 27 and Statement No. 50, as they relate to pensions that are provided through pension plans administered as trusts or equivalent arrangements that meet certain criteria. Additionally, the GASB issued Statement No. 71, *Pension Transition for Contributions Made Subsequent to the Management Date*, which is effective concurrent with Statement No. 68. Among other requirements, the hospital will have to record a net pension liability that is based on fiduciary plan net position rather than on plan funding and provide explanatory disclosures in the notes to the combined financial statements. These statements are required for fiscal years beginning after June 15, 2014, with early adoption encouraged. This statement will be effective for the hospital in 2015, and management and its actuaries are currently evaluating its impact on the combined financial statements.

Estimates – The preparation of the combined financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the combined financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

Cash and Cash Equivalents – Cash and cash equivalents include cash on hand, deposits in banks, and investments with a maturity of three months or less when purchased, excluding any amounts whose use is limited by board designation.

Inventories – Inventories consist principally of medical and surgical supplies and are reported at the lower of cost or market, with cost determined by the average cost method.

Patient Accounts Receivable – Patient accounts receivable are reported net of both an estimated allowance for contractual adjustments and an estimated allowance for uncollectible accounts. The contractual allowance represents the difference between established billing rates and estimated reimbursement from Medicare, TennCare, and other third-party payor programs. The bad debt allowance is estimated based upon the age of the account, prior experience, and any unusual circumstances, which affect the collectability. The hospital's policy does not require collateral or other security for patient accounts receivable, and the hospital routinely accepts assignment of, or is otherwise entitled to receive, patient benefits payable under health insurance programs, plans or policies.

Investments and Assets Limited as to Use – Investments and assets limited as to use are reported at estimated fair value based on quoted market prices. Interest, dividends, and gains and losses (realized and unrealized) are included in investment income. The Board has designated certain assets as limited as to use for future capital improvements.

Property, Plant, and Equipment – Property, plant, and equipment are reported at cost or fair value at the date of gift, if donated. The hospital has established a capitalization threshold of \$1,000. Depreciation is calculated by the straight-line method to allocate the cost of the assets (other than land) over their estimated useful lives, which range from three to 20 years for equipment and ten to 40 years for buildings and land improvements. Equipment held under capital lease obligations is amortized using the straight-line method over the shorter of the estimated useful life or the lease term. This amortization is included with depreciation expense and as part of accumulated depreciation in the combined financial statements. Interest costs incurred on applicable borrowings outstanding during the construction period of capital assets is capitalized as part of the cost of acquiring the asset and is amortized on the same basis as the related capital asset. Costs of maintenance and repairs are charged to expense when incurred. The

hospital periodically reviews property, plant, and equipment for indications of potential impairment. Management does not believe any impairment existed as of June 30, 2014.

Intangible Assets – Intangible assets, including goodwill, are amortized over their estimated useful life and included in other assets in the combined financial statements.

Compensated Absences – The hospital's employees earn paid time off at varying rates depending on years of service. An accrual for paid time off is recorded in the period in which the employee earns the right to the compensation. Employees also earn sick leave benefits based on varying rates depending on years of service and may accumulate sick leave up to a specified maximum. Employees are not paid for accumulated sick leave if they leave before retirement. However, employees who retire after the age of 60 may convert accumulated sick leave to termination payments. The estimated amount of sick leave, which will ultimately be payable as termination payments totals \$1,970,000 at June 30, 2014, and is reported as a noncurrent liability in the combined financial statements. Due to uncertainties in this estimate, it is at least reasonably possible that management's estimate could change in 2015.

Net Position – Invested in capital assets, net of related debt, consist of capital assets net of accumulated depreciation and reduced by the balances of any outstanding borrowings used to finance the purchase or construction of those assets. Unrestricted net position are remaining assets that do not meet the definition of invested in capital assets, net of related debt.

Net Patient Service Revenue – Net patient service revenue is reported as services are rendered at estimated net realizable amounts, including estimated retroactive revenue adjustments under reimbursement agreements with third-party payors. Estimated settlements under third-party reimbursement agreements are accrued in the period the related services are rendered and adjusted in future periods as final settlements are determined. An estimated provision for bad debts is included in net patient service revenue.

Charity Care – The hospital provides care without charge to patients who meet certain criteria under its charity-care policy. Because the hospital does not pursue collection of amounts determined to qualify as charity care, they are not reported as net patient service revenue.

Operating Activities – The hospital defines operating activities as reported on the Combined Statement of Revenues, Expenses, and Changes in Net Position as those that generally result from exchange transactions, such as payments for providing services and payments for goods and services received. Non-exchange transactions, including contributions and grants, as well as interest income and interest expense, are considered nonoperating revenue and expenses.

Contributions and Grants – Revenues from contributions and grants are recognized when all eligibility requirements are met. Contributions and grants may be restricted for specific operating purposes or for capital purposes. Amounts that are unrestricted or that are restricted to a specific operating purpose are reported as nonoperating revenue. Amounts restricted to capital acquisitions, if any, are reported after nonoperating revenue and expenses.

Income Taxes – The hospital meets the Internal Revenue Service definition of a governmental unit and is exempt from federal income taxes. As taxable entities, the owners of the Imaging Center and VMRO are subject to state and federal income taxes.

Subsequent Events – Management did not note any subsequent events that required recognition or disclosure in the combined financial statements at June 30, 2014.

**C. Patient Service Revenue and Accounts Receivable**

The hospital has agreements with various third-party payors that provide for payments to the hospital at amounts different from established rates. The difference between the rates charged and the estimated payments from third-party payors is recorded as a reduction of gross patient service charges. Revenue for patient service charges has been adjusted to the amounts estimated to be receivable under third-party payer arrangements. Amounts recorded under these contractual arrangements are subject to review and final determination by various program intermediaries. Management believes that adequate provision has been made for any adjustments, which may result from such reviews. However, due to uncertainties in the estimates, it is at least reasonably possible that management's estimates will change in 2015. Net patient service revenue for the year ended June 30, 2014, decreased by approximately \$1,000,000 due to adjustments of estimates or final settlements of prior periods.

A summary of the payment arrangements with significant third-party payors follows:

Medicare – Inpatient acute care services and outpatient services rendered to Medicare program beneficiaries are paid primarily on a prospective basis. These rates vary according to a patient classification system that is based on clinical diagnosis, procedures utilized, and other factors. The Medicare program continues to reimburse certain other services based on a per diem or on a percentage of cost up to predetermined limits. The hospital also receives additional payments from the Medicare program for providing services to a disproportionate share of Medicaid (TennCare) and other low income patients. Approximately \$11,300,000 of net patient accounts receivable are due from the Medicare program at June 30, 2014.

TennCare – The State of Tennessee's Medicaid waiver program (TennCare) provides coverage through several managed care organizations. TennCare reimbursement for both inpatient and outpatient services is based upon prospectively determined rates and per-diem amounts. Approximately \$2,300,000 of net patient accounts receivable are from payors under the TennCare program at June 30, 2014.

During 2014, the hospital received additional distributions under the TennCare Essential Access, federal matching, and other programs totaling approximately \$1,860,000. Future distributions under these programs are not guaranteed.

Other Payors – The hospital has also entered into payment agreements with certain commercial insurance carriers, health maintenance organizations, and preferred provider organizations. The basis for payment to the hospital under these agreements includes prospectively determined rates, discounts from established charges, and prospectively determined per-diem amounts.

Charity Care – The hospital provides care without charge to patients who meet certain criteria under its charity care policy. Because the hospital does not pursue collection of amounts determined to qualify as charity care, they are not reported as net patient revenue. The estimated direct and indirect costs of providing these services totaled approximately \$3,050,000 in 2014. Such costs are determined using a ratio of cost to charges analysis with indirect cost allocated under a reasonable and systematic approach.

A reconciliation of the amount of services provided to patients at established rates to net patient service revenue is as follows at June 30, 2014:

Patient Service Charges	\$ 872,323,010
Less: Estimated Contractual Adjustments	(539,225,868)
Less: Estimated Provision for Bad Debts	(39,303,585)
Less: Charity Care	<u>(10,348,081)</u>
Total	<u><u>\$ 283,445,476</u></u>

**D. Cash, Cash Equivalents, Certificates of Deposit, Investments, and Assets Limited As to Use**

The carrying amount of deposits and investments included in the hospital's combined statements of net position is as follows:

Deposits	\$ 45,978,723
Investments	<u>31,341,944</u>
Total	<u><u>\$ 77,320,667</u></u>

These amounts are included in the combined financial statements as follows:

Cash and Cash Equivalents	\$ 37,077,128
Certificates of Deposit	320,251
Investments	1,129,753
Assets Limited As to Use	<u>38,793,535</u>
 Total	 <u><u>\$ 77,320,667</u></u>

The hospital holds deposits only in banks participating in the State of Tennessee Collateral Pool and in banks that provide collateral for all deposits, or banks that are members of the Federal Deposit Insurance Corporation (FDIC).

Additionally, the hospital's deposits in financial institutions are required by state statute to be secured and collateralized by the institutions. Collateral requirements are not applicable for financial institutions that participate in the State of Tennessee's collateral pool. 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 collateral pool. The securities pledged to protect these accounts are pledged in the aggregate rather than against each individual 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.

At June 30, 2014, the hospital's bank balances for deposits totaled \$38,896,177, a majority of which was insured by the FDIC or by the bank's participation in the State of Tennessee's collateral pool. Remaining deposits totaling \$1,517,108 are collateralized by securities held by the financial institution and pledged as collateral for the hospital's deposits.

The estimated fair values and maturities for investments, all of which were held in the hospital's name by a custodial bank that is an agent of the hospital, are as follows:

<u>Investment Type</u>	<u>Maturity</u>	<u>Amount</u>
Mutual Funds - Fixed Income	N/A	\$ 4,871,979
Mutual Funds - Equity	N/A	4,866,924
Government Agency Bonds	Less than 1 year	500,660
Government Agency Bonds	1 to 5 years	10,446,927
Corporate Bonds	Less than 1 year	2,080,463
Corporate Bonds	1 to 5 years	<u>8,574,991</u>
 Total		 <u><u>\$ 31,341,944</u></u>

Interest Rate Risk – As a means to limiting its exposure to fair value losses by rising interest rates, the hospital’s investment policy limits investment in U.S. treasury securities, government agency bonds or notes, corporate bonds, and municipal bonds to those with maturities of less than five years.

Credit Risk – The hospital’s investment policy restricts investments in corporate bonds and municipal bonds to those with a credit rating of at least BBB and AA, respectively. Mutual fund’s underlying investments must meet the same credit ratings as other investments. At June 30, 2014, all the hospital’s investments in corporate bonds were rated at least BBB by Standard and Poor’s.

Concentration of Credit Risk – The hospital’s investment policy limits investments in corporate bonds to 50 percent of total investments with no security issuer exceeding five percent of total investments and municipal bonds to 25 percent of total investments with no security issuer exceeding five percent of total investments. There is no limit on investments in U.S. treasury securities, government agency bonds, or notes. Mutual funds containing corporate bonds should not exceed 50 percent of total investments, and a single mutual fund should not exceed 25 percent of total investments. An investment in the equity of a single corporation and a single equity mutual fund should not exceed five percent and 15 percent, respectively, of total investments.

Custodial Credit Risk – For an investment, custodial credit risk is the risk that, in the event of the failure of the counterparty, the hospital will not be able to recover the value of its investment or collateral. All investments are in the hospital’s name at a custodial bank.

**E. Property, Plant, and Equipment**

A summary of changes in property, plant, and equipment and related accumulated depreciation for the year ended June 30, 2014, is as follows:

	Balance 7-1-13	Additions/ Transfers	Retirements	Balance 6-30-14
Capital Assets Depreciated:				
Land Improvements	\$ 5,607,338	\$ 6,095	\$ 0	\$ 5,613,433
Buildings	175,928,849	5,285,847	0	181,214,696
Equipment	159,695,177	10,240,489	(1,273,512)	168,662,154
Total Capital Assets Depreciated	<u>\$ 341,231,364</u>	<u>\$ 15,532,431</u>	<u>\$ (1,273,512)</u>	<u>\$ 355,490,283</u>

	Balance 7-1-13	Additions/ Transfers	Retirements	Balance 6-30-14
Less Accumulated Depreciation For:				
Land Improvements	\$ 4,083,835	\$ 384,436	\$ 0	\$ 4,468,271
Buildings	100,980,555	7,510,000	0	108,490,555
Equipment	127,791,212	8,682,277	(1,116,210)	135,357,279
Total Accumulated Depreciation	<u>\$ 232,855,602</u>	<u>\$ 16,576,713</u>	<u>\$ (1,116,210)</u>	<u>\$ 248,316,105</u>
Total Capital Assets				
Depreciated, Net	<u>\$ 108,375,762</u>	<u>\$ (1,044,282)</u>	<u>\$ (157,302)</u>	<u>\$ 107,174,178</u>
Capital Assets Not Depreciated:				
Land	\$ 7,830,363	\$ 255,612	\$ 0	\$ 8,085,975
Construction in Progress	5,003,263	(2,678,081)	0	2,325,182
Total Capital Assets Not Depreciated	<u>\$ 12,833,626</u>	<u>\$ (2,422,469)</u>	<u>\$ 0</u>	<u>\$ 10,411,157</u>
Total Capital Assets, Net	<u>\$ 121,209,388</u>	<u>\$ (3,466,751)</u>	<u>\$ (157,302)</u>	<u>\$ 117,585,335</u>

During 2014, the hospital capitalized interest expense on construction projects totaling approximately \$59,500. Construction in progress at June 30, 2014, consisted primarily of facility renovations, and the total estimated costs required to complete construction in progress is approximately \$3,700,000.

#### **F. Long-term Debt**

Long-term debt consists of the following as of June 30, 2014:

##### Bonds Payable

Series 2012B, Maury County General Obligation Bonds issued on behalf of the hospital, with interest rates from 1.5% to 2%, maturing over an 8-year period, with the final payment due April 1, 2020. \$ 1,955,000

Series 2006, Maury County General Obligation Bonds issued on behalf of the hospital, with interest rates from 4.125% to 5%, maturing over a 15-year period, with the final payment due June 1, 2021. 9,840,000

Total Bonds Payable \$ 11,795,000

Plus unamortized gain on bond refunding \$ 222,892

Total Bonds Payable, Net of Unamortized Loss and Premiums \$ 12,017,892

Bonds Payable (Cont.)

Other Long-term Debt

Notes payable with interest rates of 2.85%, maturing through April 2019	\$ 2,034,792
Notes payable with interest rates of 2.85%, maturing through February 2024	2,187,871
Capital lease obligations - see Note VI.H	<u>2,549,890</u>
Total Other Long-term Debt	<u>\$ 6,772,553</u>
Total debt	\$ 18,790,445
Less: current portion	<u>3,005,939</u>
Total long-term debt	<u><u>\$ 15,784,506</u></u>

The hospital's bonds payable are general obligation bonds of Maury County, Tennessee. The bonds were issued for the purpose of acquiring property and equipment or the retirement of previously outstanding bonds and notes and to pay issuance costs and are secured by unlimited ad valorem taxes on all taxable property within the county.

The Series 2006 Bonds maturing on or after June 1, 2017, are subject to redemption prior to maturity at the option of the county on June 1, 2016, or thereafter, at a redemption price of par plus accrued interest.

The hospital's scheduled principal maturities on all long-term debt as of June 30, 2014, (including the capital lease obligations and excluding unamortized premiums and gain on refunding) follows:

Year Ending June 30	Principal	Interest
2015	\$ 3,005,939	\$ 671,853
2016	3,081,692	558,603
2017	3,050,859	443,705
2018	2,821,724	341,779
2019	2,358,214	249,013
2020-2021	<u>4,249,125</u>	<u>296,330</u>
Total	<u><u>\$ 18,567,553</u></u>	<u><u>\$ 2,561,283</u></u>

A schedule of changes in long-term debt for the year ended June 30, 2014, follows:

	Balance	Additions/	Payments/	Balance	Amounts Due
	7-1-13	Amortization	Maturities	6-30-14	Within
					One Year
Bonds payable	\$ 16,000,000	\$ 0	\$ (4,205,000)	\$ 11,795,000	\$ 1,735,000
Unamortized premiums	273,675	(50,783)	0	222,892	0
Other long-term debt	2,843,988	4,747,956	(819,391)	6,772,553	1,270,939
Total	\$ 19,117,663	\$ 4,697,173	\$ (5,024,391)	\$ 18,790,445	\$ 3,005,939

## G. Employee Benefit Plans

Defined Benefit Plan – Prior to May 1, 1997, all employees of the hospital were eligible to participate in the Maury Regional Hospital Retirement Plan (the plan), a single-employer public retirement system (PERS), accounted for as a separate entity from the hospital. The purpose of the plan is to provide retirement, death, and certain other benefits to employees as specified in the plan.

The actuarial method generally employed to determine contributions to the plan is the entry age normal actuarial cost method. Although it has not expressed any intention to do so, the hospital has the right under the plan to discontinue its contributions at any time and to terminate the plan subject to the provisions set forth in ERISA.

The plan was amended effective May 1, 1997, to stop accrual of benefit service on April 30, 1997, for participants who made an irrevocable election to participate in the Maury Regional Healthcare System 403(b) plan on May 1, 1997. As of May 1, 2014, 92 participants are earning future service accruals. Employees hired after May 1, 1997, are not eligible to participate in the plan.

Defined Benefit Plan Funding Policy – Voluntary contributions may not be made by participants. The hospital's contributions are based on an actuarially determined rate. The hospital's annual pension cost for 2014 was \$828,000. The hospital's net pension obligation to the plan for 2014 was zero. The annual required contribution for the current year was determined as part of the May 1, 2014, actuarial valuation using the entry age normal actuarial cost method. The actuarial assumptions used included the following:

- Eight percent investment rate of return
- Projected salary increases ranging from four percent to 7.5 percent per year
- Amortization method – level dollar amount

### Three-year Trend Information

Fiscal Year	Annual Required Contribution	Percentage Contributed	Pension Obligation
4-30-12	\$ 728,000	100%	\$ 0
4-30-13	849,000	100	0
4-30-14	828,000	100	0

A schedule of funding progress for the plan follows:

Actuarial Valuation Date	5-1-12*	5-1-13*	5-1-14*
Actuarial Value of Assets	\$ 41,072,361	\$ 42,139,707	\$ 43,664,889
Actuarial Accrued Liability (AAL)	\$ 45,825,802	\$ 46,600,942	\$ 48,003,687
Unfunded AAL	\$ 4,753,441	\$ 4,461,235	\$ 4,338,798
Funded Ratio	89.6%	90.4%	91.0%
Covered Payroll	\$ 5,236,422	\$ 5,103,414	\$ 4,437,900
UAAL As a % of Covered Payroll	90.8%	87.4%	97.8%

\*Entry age normal method utilized for determining the unfunded actuarial liability.

The unfunded actuarial accrued liability is being amortized as a level percentage of covered payroll over 30 years beginning in fiscal 2009.

Defined Contribution Plan – Effective May 1, 1997, the hospital implemented a defined contribution plan, which includes a 403(b) feature and an employer-matching provision and covers substantially all hourly and salaried employees. Voluntary contributions may be made by the participants as a percentage of annual compensation not to exceed Internal Revenue Service limits. The hospital's contribution in 2014 consists of a matching contribution equal to 100 percent of the first three percent of annual compensation and an additional matching contribution equal to 125 percent of the employee's contribution from four to five percent of annual compensation if the employee has five or more years of service. The hospital's contributions for the year ended June 30, 2014, totaled approximately \$3,960,000.

#### **H. Leases**

Capital Leases – The hospital leases medical equipment under various capital lease agreements with interest rates ranging from 2.4 percent to 3.7 percent. A summary of the leased equipment, which is included in property, plant, and equipment, at June 30, 2014, is as follows:

Equipment Acquired Under Capital Leases	\$ 3,285,000
Less: Accumulated Depreciation	<u>(888,128)</u>
Total	<u><u>\$ 2,396,872</u></u>

The following is a schedule of the future minimum lease payments required under capital leases as of June 30, 2014:

Year Ending June 30	Amount
2015	\$ 778,757
2016	778,757
2017	705,170
2018	436,354
2019	<u>14,816</u>
Total Minimum Lease Payments	\$ 2,713,854
Less: Amount Representing Interest	<u>(163,964)</u>
Present Value of Minimum Lease Payments	<u><u>\$ 2,549,890</u></u>

Operating Leases – The hospital also rents office space and equipment under various non-cancelable operating lease agreements with varying terms. Rent expense under operating lease agreements totaled approximately \$4,530,000 for the year ended June 30, 2014.

Future minimum lease commitments for all significant non-cancelable operating leases, excluding discretely presented component units, are as follows:

Year Ending June 30	Amount
2015	\$ 2,467,575
2016	2,006,348
2017	1,928,960
2018	1,538,686
2019	1,459,687
2020-2024	7,685,116
2025-2029	6,506,767
2030-2034	<u>2,310,589</u>
Total	<u><u>\$ 25,903,728</u></u>

Leases with Physicians – The hospital leases office space in its medical office buildings to physicians under non-cancelable operating leases with varying terms. Rental income under these lease agreements totaled approximately

\$1,760,000 for the year ended June 30, 2014. Future minimum lease commitments to the hospital for all significant non-cancelable operating leases to physicians are as follows:

Year Ending June 30	Amount
2015	\$ 1,055,822
2016	928,603
2017	647,894
2018	151,214
2019	<u>21,187</u>
Total	<u>\$ 2,804,720</u>

**I. Leased Healthcare Facilities**

Effective July 1, 2005, the hospital entered into the first of two five-year renewal options provided under a lease arrangement with the Board of Trustees of Wayne County General Hospital for the operation of several Wayne County healthcare facilities, including the county hospital, nursing home, ambulance service, and medical office buildings. The lease also extends to all equipment, improvements, fixtures, and related personal property. Effective July 1, 2010, the lease was amended to exclude the operations of the nursing home. The annual lease expense, as amended, is \$150,000 for the first year only and an annual capital improvement commitment of \$200,000. The amended lease provides for two five-year renewal options, which occur automatically unless the hospital provides notice of its intent to terminate the lease at least 180 days in advance.

**J. Commitments and Contingencies**

General Liability Claims – The hospital 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 hospital maintains commercial insurance coverage for each of those risks of loss. Management believes such coverage is sufficient to preclude any significant losses to the hospital.

Malpractice Liability Claims – The hospital is subject to claims and suits arising in the ordinary course of business from services provided to patients. Losses against the hospital are limited by the Tennessee Governmental Tort Liability Act to \$300,000 for injury or death per person and \$700,000 per occurrence. However, claims against healthcare practitioners are not subject to these limits. The hospital maintains professional liability insurance on a claims made basis with limits of \$1,000,000 per occurrence with a retention of \$250,000 per claim and a \$3,000,000 annual aggregate with a \$750,000

annual aggregate retention. The hospital has estimated and recorded a liability for reported claims totaling approximately \$1,130,000 at June 30, 2014. In management's opinion, the hospital is currently not a party to any proceeding, the ultimate resolution of which will have a material adverse effect on the hospital's results of operations or financial condition. The hospital has not estimated any liability for incurred but not reported claims.

Workers' Compensation Claims – The hospital is covered for workers' compensation claims through an insurance policy with a deductible of \$500,000 per claim. Management has recorded an accrual for the estimated liability related to claims reported as of June 30, 2014. The hospital has not estimated any liability for incurred but not reported claims.

Healthcare Benefits – The hospital maintains a partially self-insured healthcare plan to provide reimbursement for covered expenses incurred as a result of illness or injury to covered employees and dependents. Stop-loss insurance is purchased for annual claims per individual exceeding \$300,000 with a life-time maximum per individual totaling \$700,000. The hospital has estimated and recorded a liability for healthcare claims incurred but not yet reported totaling approximately \$2,270,000 at June 30, 2014. Employees that retire after attaining age 60 and completing 25 years of service will receive continued coverage under the hospital's health benefit program until they attain age 65 or become eligible for Medicare benefits. The estimated amount of retirement health benefits payable totaled approximately \$400,000 at June 30, 2014, and is reported as a noncurrent liability in the combined financial statements. Due to uncertainties in the estimate, it is at least reasonably possible that management's estimate could change in 2015.

Healthcare Industry – The healthcare industry is subject to numerous laws and regulations of federal, state, and local governments. These laws and regulations include, but are not necessarily limited to, matters such as licensure, accreditation, government healthcare program participation requirements, reimbursement for patient services, Medicare fraud and abuse and under the provisions of the Health Insurance Portability and Accountability Act of 1996, patient records privacy and security. Recently, government activity has increased with respect to investigations and allegations concerning possible violations of fraud and abuse statutes and regulations by healthcare providers, such as the Medicare Recovery Audit Contractor Program. Violations of these laws and regulations could result in expulsion from government healthcare programs together with the imposition of significant fines and penalties, as well as significant repayments for patient services previously billed. Compliance with such laws and regulations can be subject to future government review and interpretation as well as regulatory actions unknown or unasserted at this time. Management believes that any amounts payable related to audits through the Medicare Recovery Audit Contractor program, or similar initiatives, have been estimated and recorded as Other Long-term Liabilities in the combined financial statements and therefore, any additional impact on the combined

financial statements will not be significant. However, due to the uncertainties involved, management's estimate could change in the near future.

Healthcare Reform – In March 2010, Congress adopted comprehensive healthcare insurance legislation, the Patient Care Protection and Affordable Care Act and the Healthcare and Education Reconciliation Act. The legislation, among other matters, is designed to expand access to healthcare coverage to substantially all citizens through a combination of public program expansion and private industry health insurance. Changes to existing TennCare coverage and payments are also expected to occur as a result of this legislation. Implementing regulations are generally required as a result of such legislation over a period of several years. Accordingly, the impact of any future regulations is not determinable.

**K. Other Revenue**

The American Recovery and Reinvestment Act of 2009 and the Health Information Technology for Economic and Clinical Health (HITECH) Act established incentive payments under the Medicare and Medicaid programs for certain healthcare providers that use certified Electronic Health Record (EHR) technology. To qualify for incentive payments, healthcare providers must meet designated EHR meaningful use criteria as defined. Compliance with meaningful use criteria is subject to audit by the federal government or its designee and incentive payments are subject to adjustment in a future period. The hospital recognizes revenue for EHR incentive payments when substantially all contingencies have been met. During 2014, the hospital recognizes approximately \$3,400,000 of other revenue related to EHR incentive payments.

**L. Blended Component Unit Information**

Statements of Net Position - June 30, 2014

	Hospital	FHG	Surgery Center	Foundation
Assets				
Current Assets	\$ 71,924,943	\$ 4,597,341	\$ 554,668	\$ 1,185,518
Due (to)				
from Affiliates	1,610,497	4,962	(1,029,045)	0
Property, Plant, and Equipment	111,134,233	1,726,764	4,724,338	0
Other Assets	44,856,675	(40,938)	404,318	0
Total Assets	\$ 229,526,348	\$ 6,288,129	\$ 4,654,279	\$ 1,185,518

Statements of Net Position (Cont.)

	Hospital	FHG	Surgery Center	Foundation
<b>Liabilities</b>				
Current Liabilities	\$ 29,467,723	\$ 4,397,892	\$ 588,307	\$ 0
Long-term Debt	12,150,086	0	3,634,420	0
Other Liabilities	5,398,829	0	0	0
<b>Total Liabilities</b>	<b>\$ 47,016,638</b>	<b>\$ 4,397,892</b>	<b>\$ 4,222,727</b>	<b>\$ 0</b>
<b>Net Position</b>				
Net Investment in Capital Assets	\$ 96,566,451	\$ 1,726,764	\$ 501,675	\$ 0
Unrestricted	85,943,259	163,473	(70,123)	1,185,518
	<u>\$ 182,509,710</u>	<u>\$ 1,890,237</u>	<u>\$ 431,552</u>	<u>\$ 1,185,518</u>
<b>Total Net Position</b>	<b>\$ 229,526,348</b>	<b>\$ 6,288,129</b>	<b>\$ 4,654,279</b>	<b>\$ 1,185,518</b>

Statements of Revenues, Expenses, and Changes in Net Position  
For the Year Ended June 30, 2014

	Hospital	FHG	Surgery Center	Foundation
<b>Operating Revenue</b>				
Net Patient Service Revenue	\$ 254,108,622	\$ 28,908,267	\$ 428,587	\$ 0
Other Operating Revenue	13,589,355	4,923,374	0	0
<b>Total Operating Revenue</b>	<b>\$ 267,697,977</b>	<b>\$ 33,831,641</b>	<b>\$ 428,587</b>	<b>\$ 0</b>
Operating Expenses	(239,583,862)	(37,951,373)	(863,419)	(473,652)
Depreciation and Amortization	(15,965,383)	(897,871)	(106,095)	0
<b>Income (Loss)</b>	<b>\$ 12,148,732</b>	<b>\$ (5,017,603)</b>	<b>\$ (540,927)</b>	<b>\$ (473,652)</b>
<b>Nonoperating Revenue</b>				
(Expenses)	1,673,059	(2,163)	0	752,684
Equity in Affiliate Losses	(6,488,927)	0	0	0
Interest Expense	(705,980)	(510)	(48,360)	0
<b>Excess of Revenue Over Expenses</b>	<b>\$ 6,626,884</b>	<b>\$ (5,020,276)</b>	<b>\$ (589,287)</b>	<b>\$ 279,032</b>
Capital Contributions and Transfers	0	4,478,136	1,020,839	0
<b>Change in Net Position</b>	<b>\$ 6,626,884</b>	<b>\$ (542,140)</b>	<b>\$ 431,552</b>	<b>\$ 279,032</b>
Net Position, 7-1-13	175,882,826	2,432,377	0	906,486
<b>Net Position, 6-30-14</b>	<b>\$ 182,509,710</b>	<b>\$ 1,890,237</b>	<b>\$ 431,552</b>	<b>\$ 1,185,518</b>

Statements of Cash Flows  
For the Year Ended June 30, 2014

	Hospital	FHG	Surgery Center	Foundation
Cash Flows from Operating Activities	\$ 25,631,637	\$ 976,042	\$ 784,615	\$ (847,341)
Cash Flows from Noncapital Financing Activities	531,499	0	0	632,495
Cash Flows from Capital and Related Financing Activities	(12,605,395)	(824,376)	(596,842)	0
Cash Flows from Investing Activities	(5,406,607)	0	0	120,189
Increase in Cash and Cash Equivalents	\$ 8,151,134	\$ 151,666	\$ 187,773	\$ (94,657)
Cash and Cash Equivalents, 7-1-13	28,748,676	(368,306)	150,421	150,421
Cash and Cash Equivalents, 6-30-14	\$ 36,899,810	\$ (216,640)	\$ 338,194	\$ 55,764

**VII. OTHER NOTES – DISCRETELY PRESENTED MAURY COUNTY BOARD OF PUBLIC UTILITIES WATER SYSTEM**

**A. Summary of Significant Accounting Policies**

**1. General**

The Maury County Board of Public Utilities Water System is a discrete component unit of Maury County, Tennessee. The system is governed by a board of directors appointed by the county mayor and ratified by commissioners of Maury County. In addition, the Maury County Commissioners approve the annual budget of the system.

**2. Basis of Accounting**

The system's financial statements have been presented using the economic resources approach and the accrual basis of accounting, except that revenue from water sales is recognized when billed.

**3. Organization**

The system is operated as an enterprise fund with self-balancing accounting records. The system does not receive any operating revenues from Maury County, Tennessee.

**4. Deferred Outflows/ Inflows of Resources**

The System also adopted GASB Statement No. 63, *Financial Reporting of Deferred Outflows of Resources, Deferred Inflows of*

*Resources, and Net Position*, in 2012. The objective of this statement is to provide guidance for reporting deferred outflows of resources, deferred inflows of resources, and net position in a statement of financial position. The statement was implemented retroactively and resulted in a change in presentation of the balance sheet to what is now referred to as the statement of net position and the term “net assets” was changed to “net position” throughout the financial statements. The adoption of the statement did not impact amounts reported in the financial statements.

**5. Utility Plant and Equipment**

The utility plant and equipment are recorded at cost. Depreciation is provided on the straight-line method over the estimated useful lives of the respective assets. Items costing over \$500 are depreciated. Maintenance and repairs are charged to expense as incurred; major renewals and improvements are capitalized. When items of property or equipment are sold or retired, the related costs and accumulated depreciation are removed from the accounts, and any gain or loss is included in income. Depreciation expense for the year ended June 30, 2014, was \$733,660.

**6. Cash and Cash Equivalents**

For purposes of the Statement of Cash Flows, the system considers all investment instruments purchased with an original maturity of three months or less to be cash equivalents. There were no cash equivalents at June 30, 2014. Restricted assets are not treated as part of the system’s cash and cash equivalents.

**7. Classification of Revenues**

The system has classified its revenues as either operating or nonoperating revenues according to the following criteria:

Operating revenues – Operating revenues generally result from providing water for use or providing related support services to an individual or entity separate from the system.

Nonoperating revenues – Nonoperating revenues are those revenues that do not meet the definition of operating revenues. Nonoperating revenues include gifts, investment income, and insurance reimbursements.

**8. Use of Estimates**

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect certain reported amounts and

disclosures. Accordingly, actual results could differ from those estimates.

**9. Inventory**

The system’s inventory of supplies is stated at cost using the first-in, first-out method. The costs of inventory items are recognized as expenditures in governmental funds when purchased, since they are not of a material nature, and as expenses in the enterprise fund when used.

**10. Restricted Resources**

When an expense is incurred for purposes for which both restricted and unrestricted assets are available, it is system’s policy to first apply restricted resources.

**B. Accounts Receivable**

Customer receivables are composed of the following aged categories:

	<u>Amount</u>
Current Billings	\$ 240,346
30 Days Past Due	3,768
60 Days Past Due	(5,941)
90 Days Past Due	<u>2,260</u>
Total	<u>\$ 240,433</u>

Bad debts are determined and written-off only by direct action of the system’s board. For the year ended June 30, 2014, \$5,214 was written-off.

**C. Deposits and Investments**

Deposits

The system is subject to the Tennessee statute, which requires deposits in financial institutions be secured and collateralized by such institutions. The collateral must meet certain requirements and must have a total minimum market value of 105 percent of the value of the deposits placed in the institutions, less the amount protected by federal depository insurance. Collateral requirements are not applicable for financial institutions that participate in the State of Tennessee’s collateral pool.

Custodial credit risk is the risk that in the event of a bank failure, the system’s deposits may not be returned to it. As of June 30, 2014, all deposits were insured or collateralized.

Investments consist of certificates of deposit with financial institutions with original maturities of over three months and not over one year. The system's policy is to hold these investments to maturity; therefore, there is no interest rate risk that will adversely affect the fair value of the investments.

**D. Restricted Assets**

The restricted assets represent investment of construction reserves and customer deposits. The customer deposits are not available for operation of the system and are held in trust. The deposits at June 30, 2014, included \$34,260 for meter deposits of current customers.

**E. Utility Plant, Property, and Equipment**

Major classifications of the utility plant and equipment and their respective depreciable lives are summarized below:

<u>Assets</u>	<u>Years</u>
Water Grid and Improvements	50 - 100
Water Mains	40
Water Towers and Stations	40
Water Meters	10 - 40
Casting and Valves	20 - 50
Other Capitalized Costs	40
Equipment and Fixtures:	
Trucks	5
Small Tools and Equipment	3 - 10
Office Furniture and Equipment	5 - 10

**F. Capital Assets**

Capital assets activity for the year ended June 30, 2014, was as follows:

	Balance 7-1-13	Additions	Retirements	Balance 6-30-14
Capital Assets Not Depreciated:				
Land	\$ 502,909	\$ 0	\$ 0	\$ 502,909
Total Capital Assets Not Depreciated	\$ 502,909	\$ 0	\$ 0	\$ 502,909
Capital Assets Depreciated:				
Building	\$ 2,136,919	\$ 800	\$ 0	\$ 2,137,719
Water Grid and Improvements	29,487,227	292,079	(17,895)	29,761,411
Equipment and Fixtures	992,610	91,183	(96,285)	987,508
Total Capital Assets Depreciated	\$ 32,616,756	\$ 384,062	\$ (114,180)	\$ 32,886,638

	Balance 7-1-13	Additions	Retirements	Balance 6-30-14
Less Accumulated Depreciation For:				
Building	\$ 118,520	\$ 54,913	\$ 0	\$ 173,433
Water Grid and Improvements	6,510,633	598,979	(17,895)	7,091,717
Equipment and Fixtures	680,989	79,768	(96,285)	664,472
Total Accumulated Depreciation	<u>\$ 7,310,142</u>	<u>\$ 733,660</u>	<u>\$ (114,180)</u>	<u>\$ 7,929,622</u>
Total Capital Assets Depreciated, Net	<u>\$ 25,306,614</u>	<u>\$ (349,598)</u>	<u>\$ 0</u>	<u>\$ 24,957,016</u>
Business-type Activities Capital Assets, Net	<u>\$ 25,809,523</u>	<u>\$ (349,598)</u>	<u>\$ 0</u>	<u>\$ 25,459,925</u>

### **G. Accrued Leave**

Accumulated annual leave at June 30, 2014, totaled \$20,351. It is the system's policy to accrue vacation annually for full-time personnel and charge employee benefits. The policy provides two weeks annual leave for personnel with one to five years continuous service, three weeks for six to 11 years of service, and increasing amounts up to five weeks for service up to 25 years.

### **H. Risk Management**

The system is exposed to losses that could arise from torts; asset theft, damage, or destruction; business interruption; errors or omissions; job-related illnesses or injuries to employees; acts of nature; accident, health, dental, and other medical benefits to employees. Potential losses are covered by commercial insurance.

The system has not been involved in any significant litigation during the last five fiscal years.

### **I. Long-term Debt**

The system's bonds payable are liabilities derived from various system water line upgrades, extensions, and improvements.

Bonds payable consist of the following at June 30, 2014:

#### Bonds Payable

Series 2006, State Revolving Loan Fund: DWSRF 2005-065: The principal will be amortized over 20 years with monthly payments of \$21,623 and an interest rate of 2.42%.

\$ 2,938,729

Bonds Payable (Cont.)

Series 2008, State Revolving Loan Fund: DWSRF 2007-072: The principal will be amortized over 20 years with monthly payments of \$8,679 and an interest rate of 2.42%.	\$ 1,248,096
Series 2006, USDA Rural Development Loan: The principal will be amortized over 38 years with monthly payments of \$12,615 and an interest rate of 4.125%.	<u>2,687,628</u>
Total Bonds Payable	\$ 6,874,453
Less current portion	<u>(306,551)</u>
Total Long-term Bonds Payable	<u><u>\$ 6,567,902</u></u>

**Business-type Activities - Bonds Payable**

Balance 7-1-13	Reductions	Balance 6-30-14	Due Within One Year
<u>\$ 7,172,967</u>	<u>\$ (298,514)</u>	<u>\$ 6,874,453</u>	<u>\$ 306,551</u>

The principal and interest requirements for outstanding bonds as of June 30, 2014, are as follows:

Year Ending June 30	Principal	Interest	Total
2015	\$ 306,551	\$ 208,454	\$ 515,005
2016	314,767	200,238	515,005
2017	323,237	191,768	515,005
2018	331,938	183,067	515,005
2019	340,875	174,130	515,005
2020-2024	1,847,635	727,387	2,575,022
2025-2029	1,561,690	472,485	2,034,175
2030-2034	416,664	340,236	756,900
2035-2039	511,906	244,994	756,900
2040-2044	628,920	127,980	756,900
2045-2048	290,270	12,628	302,898
Total	<u>\$ 6,874,453</u>	<u>\$ 2,883,367</u>	<u>\$ 9,757,820</u>

**J. Pension**

The system participates in the Tennessee Consolidated Retirement System, under the Maury County, Tennessee plan. 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.

Employees contribute five percent of earnable compensation to the plan. The system is required to contribute at an actuarially determined rate; the rate of the fiscal year ended June 30, 2014, was 6.47 percent of annual covered payroll.

**K. Contributions in Aid of Construction**

During the fiscal year ended June 30, 2014, the system paid for the extension of lines for an estate and was reimbursed for these costs by the estate. The system owns these lines. The total amount of this project was \$251,382, of which \$92,880 was still owed at June 30, 2014. Also, a developer paid for installation of lines for \$6,252 of which the system owns.

**L. Subsequent Events**

The system considers events and transactions that occur after the statement of net position, but before the financial statements are issued, to provide additional evidence relative to certain estimates or to identify matters that require disclosure.

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**REQUIRED SUPPLEMENTARY  
INFORMATION**

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Exhibit F-1

Maury County, Tennessee  
Schedule of Funding Progress – Pension Plan  
Primary Government and Discretely Presented Maury County School Department  
June 30, 2014

(Dollar amounts in thousands)

Plan	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)
County Employees and School Department	7-1-13	\$ 51,871	\$ 52,163	\$ 292	99.44 %	\$ 24,361	1.20 %
"	7-1-11	43,500	44,062	562	98.72	23,818	2.36
"	7-1-09	32,270	33,230	50	99.84	24,334	.21

Plan	Actuarial Valuation Date	Actuarial Value of Plan Assets (a)	Actuarial Accrued Liability (AAL) Entry Age Normal (b)	Unfunded AAL (UAAL) (b)-(a)	Funded Ratio (a/b)	Covered Payroll (c)	UAAL as a Percentage of Covered Payroll ((b-a)/c)
Hospital Employees	5-1-13	42,140	46,601	4,461	90.4	5,103	87.4
"	5-1-12	41,072	45,826	4,753	89.6	5,236	90.8
"	5-1-11	40,609	43,936	3,327	92.4	5,061	65.7

Exhibit F-2

Maury County, Tennessee  
Schedule of Funding Progress – Other Postemployment Benefits Plan  
Discretely Presented Maury County School Department  
June 30, 2014

(Dollar amounts in thousands)

Plan	Actuarial Valuation Date	Actuarial Value of Plan Assets (a)	Actuarial Accrued Liability (AAL) Projected Unit Credit (b)	Unfunded AAL (UAAL) (b)-(a)	Funded Ratio (a/b)	Covered Payroll (c)	UAAL as a Percentage of Covered Payroll ((b-a)/c)
Local Education Group	7-1-10	\$ 0	\$ 18,870	\$ 18,870	0 %	\$ 54,670	35 %
"	7-1-11	0	26,079	26,079	0	53,884	48
"	7-1-13	0	25,085	25,085	0	55,903	45

**MAURY COUNTY, TENNESSEE**  
**NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION**  
**For the Year Ended June 30, 2014**

**NONE**

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

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# Nonmajor Governmental Funds

## Special Revenue Funds

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

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

Adequate Facilities/Development Tax Fund – The Adequate Facilities/Development Tax Fund is used to account for the fee assessed on square footage on all new residential and commercial buildings.

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

Highway/Public Works Fund – The Highway/Public Works Fund is used to account for transactions of the county's Highway Department.

# Capital Projects Funds

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

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

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

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

Exhibit G-1

Maury County, Tennessee  
 Combining Balance Sheet  
 Nonmajor Governmental Funds  
 June 30, 2014

	Special Revenue Funds					Capital Projects Funds
	Drug Control	Adequate Facilities/ Development Tax	Constituti- onal Officers - Fees	Highway / Public Works	Total	
\$	0	0	181,439	0	181,439	0
Equity in Pooled Cash and Investments	1,407,294	1,824,165	0	2,990,525	6,221,984	157,779
Accounts Receivable	2,476	8,873	0	39,240	50,589	0
Due from Other Governments	0	0	0	436,877	436,877	0
Due from Other Funds	0	0	0	5,156	5,156	0
Property Taxes Receivable	0	0	0	2,677,558	2,677,558	0
Allowance for Uncollectible Property Taxes	0	0	0	(98,187)	(98,187)	0
Total Assets	\$ 1,409,770	\$ 1,833,038	\$ 181,439	\$ 6,051,169	\$ 9,475,416	\$ 157,779
Accounts Payable	72	1,207	0	23,854	25,133	0
Payroll Deductions Payable	0	0	0	44,063	44,063	0
Due to State of Tennessee	0	0	0	922	922	0
Due to Litigants, Heirs, and Others	0	0	800	0	800	0
Other Current Liabilities	1,098,050	0	0	0	1,098,050	0
Total Liabilities	\$ 1,098,122	\$ 1,207	\$ 800	\$ 68,839	\$ 1,168,968	\$ 0
Deferred Current Property Taxes	0	0	0	2,512,511	2,512,511	0
Deferred Delinquent Property Taxes	0	0	0	53,929	53,929	0
Other Deferred/Unavailable Revenue	0	0	0	233,813	233,813	0
Total Deferred Inflows of Resources	\$ 0	\$ 0	\$ 0	\$ 2,800,253	\$ 2,800,253	\$ 0

DEFERRED INFLOWS OF RESOURCES

(Continued)

Exhibit G-1

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

	Special Revenue Funds					Capital Projects Funds
	Drug Control	Adequate Facilities/ Development Tax	Constitu- tional Officers - Fees	Highway / Public Works	Total	
\$	0	1,631,831	0	0	1,631,831	157,779
311,648	0	0	0	0	311,648	0
0	0	0	0	3,182,077	3,182,077	0
0	0	0	0	0	0	0
0	200,000	0	0	0	200,000	0
0	0	180,639	0	0	180,639	0
\$	311,648	1,831,831	180,639	3,182,077	5,506,195	157,779
\$	1,409,770	1,833,038	181,439	6,051,169	9,475,416	157,779

FUND BALANCES

Restricted:  
 Restricted for General Government  
 Restricted for Public Safety  
 Restricted for Highways/Public Works  
 Restricted for Other Purposes  
 Committed:  
 Committed for General Government  
 Committed for Finance  
 Total Fund Balances

Total Liabilities, Deferred Inflows of Resources, and Fund Balances

(Continued)

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

	Capital Projects Funds (Cont.)			Total Nonmajor Governmental Funds
	Highway Capital Projects	Other Capital Projects	Total	
\$	0 \$	0 \$	0 \$	181,439
Equity in Pooled Cash and Investments	356,529	662,956	1,177,264	7,399,248
Accounts Receivable	0	8,058	8,058	58,647
Due from Other Governments	75,700	0	75,700	512,577
Due from Other Funds	0	0	0	5,156
Property Taxes Receivable	0	974,325	974,325	3,651,883
Allowance for Uncollectible Property Taxes	0	(49,910)	(49,910)	(148,097)
Total Assets	432,229 \$	1,595,429 \$	2,185,437 \$	11,660,853

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

LIABILITIES

Accounts Payable  
 Payroll Deductions Payable  
 Due to State of Tennessee  
 Due to Litigants, Heirs, and Others  
 Other Current Liabilities  
 Total Liabilities

\$	0 \$	0 \$	0 \$	25,133
	0	0	0	44,063
	0	0	0	922
	0	0	0	800
	0	0	0	1,098,050
\$	0 \$	0 \$	0 \$	1,168,968

DEFERRED INFLOWS OF RESOURCES

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

\$	0 \$	879,855 \$	879,855 \$	3,392,366
	0	35,941	35,941	89,870
	0	0	0	233,813
\$	0 \$	915,796 \$	915,796 \$	3,716,049

(Continued)

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

	Capital Projects Funds (Cont.)			Total Nonmajor Governmental Funds
	Highway Capital Projects	Other Capital Projects	Total	
\$	0	0	157,779	\$ 1,789,610
	0	0	0	311,648
	432,229	0	432,229	3,614,306
	0	679,633	679,633	679,633
	0	0	0	200,000
	0	0	0	180,639
\$	432,229	679,633	1,269,641	\$ 6,775,836
\$	432,229	1,595,429	2,185,437	\$ 11,660,853

FUND BALANCES

Restricted:  
 Restricted for General Government  
 Restricted for Public Safety  
 Restricted for Highways/Public Works  
 Restricted for Other Purposes  
 Committed:  
 Committed for General Government  
 Committed for Finance  
 Total Fund Balances

Total Liabilities, Deferred Inflows of Resources, and Fund Balances

Exhibit G-2

Maury County, Tennessee  
Combining Statement of Revenues, Expenditures,  
and Changes in Fund Balances  
Nonmajor Governmental Funds  
For the Year Ended June 30, 2014

	Special Revenue Funds					Capital Projects Funds
	Drug Control	Adequate Facilities/ Development Tax	Constitu- tional Officers - Fees	Highway / Public Works	Total	
<u>Revenues</u>						
Local Taxes	\$ 0	\$ 622,724	\$ 0	\$ 2,819,729	\$ 3,442,453	\$ 0
Licenses and Permits	0	801	0	0	801	0
Fines, Forfeitures, and Penalties	169,400	0	0	0	169,400	0
Charges for Current Services	0	0	536,704	0	536,704	0
Other Local Revenues	0	0	0	36,451	36,451	0
State of Tennessee	0	0	0	2,977,793	2,977,793	0
Federal Government	7,553	0	0	409,260	416,813	0
Total Revenues	\$ 176,953	\$ 623,525	\$ 536,704	\$ 6,243,233	\$ 7,580,415	\$ 0
<u>Expenditures</u>						
Current:						
General Government	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Finance	0	0	516,304	0	516,304	0
Administration of Justice	0	0	32,500	0	32,500	0
Public Safety	103,617	0	187	0	103,804	0
Public Health and Welfare	0	0	0	0	0	0
Social, Cultural, and Recreational Services	0	0	0	0	0	0
Other Operations	0	0	0	0	0	0
Highways	0	0	0	5,743,810	5,743,810	0
Capital Projects	0	46,000	0	21,411	67,411	9,644
Capital Projects - Donated	0	0	0	0	0	0
Total Expenditures	\$ 103,617	\$ 46,000	\$ 548,991	\$ 5,765,221	\$ 6,463,829	\$ 9,644

(Continued)

Exhibit G-2

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

	Special Revenue Funds					Capital Projects Funds
	Drug Control	Adequate Facilities/ Development Tax	Constitu- tional Officers - Fees	Highway / Public Works	Total	
Excess (Deficiency) of Revenues Over Expenditures	\$ 73,336 \$	577,525 \$	(12,287) \$	478,012 \$	1,116,586 \$	(9,644)
Other Financing Sources (Uses)						
Insurance Recovery	\$ 0 \$	0 \$	0 \$	12,784 \$	12,784 \$	0
Total Other Financing Sources (Uses)	\$ 0 \$	0 \$	0 \$	12,784 \$	12,784 \$	0
Net Change in Fund Balances	\$ 73,336 \$	577,525 \$	(12,287) \$	490,796 \$	1,129,370 \$	(9,644)
Fund Balance, July 1, 2013	238,312	1,254,306	192,926	2,691,281	4,376,825	167,423
Fund Balance, June 30, 2014	\$ 311,648 \$	1,831,831 \$	180,639 \$	3,182,077 \$	5,506,195 \$	157,779

(Continued)

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

	Capital Projects Funds (Cont.)			Total Nonmajor Governmental Funds
	Highway Capital Projects	Other Capital Projects	Total	
<u>Revenues</u>				
Local Taxes	\$ 1,044,106	\$ 1,821,097	\$ 2,865,203	\$ 6,307,656
Licenses and Permits	0	0	0	801
Fines, Forfeitures, and Penalties	0	0	0	169,400
Charges for Current Services	0	0	0	536,704
Other Local Revenues	0	7,559	7,559	44,010
State of Tennessee	0	0	0	2,977,793
Federal Government	0	0	0	416,813
Total Revenues	\$ 1,044,106	\$ 1,828,656	\$ 2,872,762	\$ 10,453,177
<u>Expenditures</u>				
Current:				
General Government	\$ 0	\$ 35,352	\$ 35,352	\$ 35,352
Finance	0	98,984	98,984	615,288
Administration of Justice	0	0	0	32,500
Public Safety	0	364,026	364,026	467,830
Public Health and Welfare	0	24,106	24,106	24,106
Social, Cultural, and Recreational Services	0	56,503	56,503	56,503
Other Operations	0	37,760	37,760	37,760
Highways	0	159,960	159,960	5,903,770
Capital Projects	1,034,645	0	1,044,289	1,111,700
Capital Projects - Donated	0	881,336	881,336	881,336
Total Expenditures	\$ 1,034,645	\$ 1,658,027	\$ 2,702,316	\$ 9,166,145

(Continued)

Exhibit G-2

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

	Capital Projects Funds (Cont.)			Total Nonmajor Governmental Funds
	Highway Capital Projects	Other Capital Projects	Total	
Excess (Deficiency) of Revenues Over Expenditures	\$ 9,461 \$	170,629 \$	170,446 \$	1,287,032
Other Financing Sources (Uses)				
Insurance Recovery	\$ 0 \$	0 \$	0 \$	12,784
Total Other Financing Sources (Uses)	\$ 0 \$	0 \$	0 \$	12,784
Net Change in Fund Balances	\$ 9,461 \$	170,629 \$	170,446 \$	1,299,816
Fund Balance, July 1, 2013	422,768	509,004	1,099,195	5,476,020
Fund Balance, June 30, 2014	\$ 432,229 \$	679,633 \$	1,269,641 \$	6,775,836

Exhibit G-3

Maury County, Tennessee  
Schedule of Revenues, Expenditures, and Changes  
in Fund Balance - Actual and Budget  
Drug Control Fund  
For the Year Ended June 30, 2014

	Actual	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
		Original	Final	
<u>Revenues</u>				
Fines, Forfeitures, and Penalties	\$ 169,400	\$ 117,000	\$ 117,000	\$ 52,400
Federal Government	7,553	7,000	7,000	553
Total Revenues	<u>\$ 176,953</u>	<u>\$ 124,000</u>	<u>\$ 124,000</u>	<u>\$ 52,953</u>
<u>Expenditures</u>				
<u>Public Safety</u>				
Drug Enforcement	\$ 103,617	\$ 110,862	\$ 110,862	\$ 7,245
Total Expenditures	<u>\$ 103,617</u>	<u>\$ 110,862</u>	<u>\$ 110,862</u>	<u>\$ 7,245</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ 73,336</u>	<u>\$ 13,138</u>	<u>\$ 13,138</u>	<u>\$ 60,198</u>
Net Change in Fund Balance	\$ 73,336	\$ 13,138	\$ 13,138	\$ 60,198
Fund Balance, July 1, 2013	238,312	206,597	206,597	31,715
Fund Balance, June 30, 2014	<u><u>\$ 311,648</u></u>	<u><u>\$ 219,735</u></u>	<u><u>\$ 219,735</u></u>	<u><u>\$ 91,913</u></u>

Exhibit G-4

Maury County, Tennessee  
Schedule of Revenues, Expenditures, and Changes  
in Fund Balance - Actual (Budgetary Basis) and Budget  
Adequate Facilities/Development Tax Fund  
For the Year Ended June 30, 2014

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2013	Add: Encumbrances 6/30/2014	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
<b>Revenues</b>							
Local Taxes	\$ 622,724	\$ 0	\$ 0	\$ 622,724	\$ 500,000	\$ 500,000	\$ 122,724
Licenses and Permits	801	0	0	801	0	0	801
Total Revenues	\$ 623,525	\$ 0	\$ 0	\$ 623,525	\$ 500,000	\$ 500,000	\$ 123,525
<b>Expenditures</b>							
Capital Projects							
General Administration Projects	\$ 0	\$ 0	\$ 0	\$ 0	\$ 200,000	\$ 137,784	\$ 137,784
Public Safety Projects	46,000	(68,093)	54,458	32,365	0	62,216	29,851
Total Expenditures	\$ 46,000	\$ (68,093)	\$ 54,458	\$ 32,365	\$ 200,000	\$ 200,000	\$ 167,635
Excess (Deficiency) of Revenues Over Expenditures	\$ 577,525	\$ 68,093	\$ (54,458)	\$ 591,160	\$ 300,000	\$ 300,000	\$ 291,160
Net Change in Fund Balance Fund Balance, July 1, 2013	\$ 577,525	\$ 68,093	\$ (54,458)	\$ 591,160	\$ 300,000	\$ 300,000	\$ 291,160
Fund Balance, June 30, 2014	1,254,306	(68,093)	0	1,186,213	1,106,782	1,106,782	79,431
	\$ 1,831,831	\$ 0	\$ (54,458)	\$ 1,777,373	\$ 1,406,782	\$ 1,406,782	\$ 370,591

Exhibit G-5

Maury County, Tennessee  
Schedule of Revenues, Expenditures, and Changes  
in Fund Balance - Actual (Budgetary Basis) and Budget  
Highway/Public Works Fund  
For the Year Ended June 30, 2014

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2013	Add: Encumbrances 6/30/2014	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
<u>Revenues</u>							
Local Taxes	\$ 2,819,729	\$ 0	\$ 0	\$ 2,819,729	\$ 2,817,670	\$ 2,817,670	\$ 2,059
Other Local Revenues	36,451	0	0	36,451	48,200	79,959	(43,508)
State of Tennessee	2,977,793	0	0	2,977,793	2,820,347	2,820,347	157,446
Federal Government	409,260	0	0	409,260	0	0	409,260
<b>Total Revenues</b>	<b>\$ 6,243,233</b>	<b>\$ 0</b>	<b>\$ 0</b>	<b>\$ 6,243,233</b>	<b>\$ 5,686,217</b>	<b>\$ 5,717,976</b>	<b>\$ 525,257</b>
<u>Expenditures</u>							
<u>Highways</u>							
Administration	\$ 225,973	(450)	0	225,523	226,690	226,690	1,167
Highway and Bridge Maintenance	3,153,810	(4,811)	68,226	3,217,225	3,399,626	3,403,271	186,046
Operation and Maintenance of Equipment	983,424	(10,073)	151	973,502	1,002,990	1,020,995	47,493
Other Charges	421,057	0	0	421,057	389,214	423,927	2,870
Employee Benefits	0	0	0	0	2,600	2,600	2,600
Capital Outlay	959,546	(41,461)	307,566	1,225,651	1,119,828	1,322,688	97,037
<u>Capital Projects</u>							
Highway and Street Capital Projects	21,411	0	50,461	71,872	75,000	75,000	3,128
<b>Total Expenditures</b>	<b>\$ 5,765,221</b>	<b>\$ (56,795)</b>	<b>\$ 426,404</b>	<b>\$ 6,134,830</b>	<b>\$ 6,215,948</b>	<b>\$ 6,475,171</b>	<b>\$ 340,341</b>
<b>Excess (Deficiency) of Revenues Over Expenditures</b>	<b>\$ 478,012</b>	<b>\$ 56,795</b>	<b>\$ (426,404)</b>	<b>\$ 108,403</b>	<b>\$ (529,731)</b>	<b>\$ (757,195)</b>	<b>\$ 865,598</b>
<u>Other Financing Sources (Uses)</u>							
Insurance Recovery	\$ 12,784	0	0	12,784	0	12,784	0
<b>Total Other Financing Sources</b>	<b>\$ 12,784</b>	<b>\$ 0</b>	<b>\$ 0</b>	<b>\$ 12,784</b>	<b>\$ 0</b>	<b>\$ 12,784</b>	<b>\$ 0</b>
<b>Net Change in Fund Balance Fund Balance, July 1, 2013</b>	<b>\$ 490,796</b>	<b>\$ 56,795</b>	<b>\$ (426,404)</b>	<b>\$ 121,187</b>	<b>\$ (529,731)</b>	<b>\$ (744,411)</b>	<b>\$ 865,598</b>
<b>Fund Balance, July 1, 2013</b>	<b>2,691,281</b>	<b>(56,795)</b>	<b>0</b>	<b>2,634,486</b>	<b>2,609,479</b>	<b>2,609,479</b>	<b>25,007</b>
<b>Fund Balance, June 30, 2014</b>	<b>\$ 3,182,077</b>	<b>\$ 0</b>	<b>\$ (426,404)</b>	<b>\$ 2,755,673</b>	<b>\$ 2,079,748</b>	<b>\$ 1,865,068</b>	<b>\$ 890,605</b>

Exhibit G-6

Maury County, Tennessee  
 Schedule of Revenues, Expenditures, and Changes  
 in Fund Balance - Actual (Budgetary Basis) and Budget  
 Other Capital Projects Fund  
 For the Year Ended June 30, 2014

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2013	Add: Encumbrances 6/30/2014	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
<u>Revenues</u>							
Local Taxes	\$ 1,821,097	\$ 0	\$ 0	\$ 1,821,097	\$ 1,764,112	\$ 1,764,112	\$ 56,985
Other Local Revenues	7,559	0	0	7,559	0	0	7,559
Total Revenues	\$ 1,828,656	\$ 0	\$ 0	\$ 1,828,656	\$ 1,764,112	\$ 1,764,112	\$ 64,544
<u>Expenditures</u>							
General Government							
County Buildings	\$ 23,787	\$ (23,787)	\$ 0	\$ 0	\$ 20,000	\$ 19,941	\$ 19,941
Other General Administration	11,565	0	0	11,565	30,000	30,000	18,435
Finance							
Data Processing	98,984	0	0	98,984	100,000	100,000	1,016
Public Safety							
Sheriff's Department	182,245	(179,836)	296,221	298,630	300,657	340,239	41,609
Civil Defense	26,781	(26,781)	0	0	0	0	0
Other Emergency Management	155,000	(120,000)	0	35,000	35,000	35,000	0
Public Health and Welfare							
Rabies and Animal Control	24,106	0	0	24,106	25,000	25,000	894
Social, Cultural, and Recreational Services							
Libraries	6	0	0	6	0	7	1
Parks and Fair Boards	56,497	0	0	56,497	18,000	57,779	1,282
Other Operations							
Other Charges	1,808	0	0	1,808	0	1,809	1
Miscellaneous	35,952	0	0	35,952	35,000	35,952	0
Highways							
Capital Outlay	159,960	0	0	159,960	160,000	160,000	40
Support Services							
Board of Education	0	0	0	0	881,336	0	0
Capital Projects - Donated							
Capital Projects Donated to School Department	881,336	0	0	881,336	0	881,336	0
Total Expenditures	\$ 1,658,027	\$ (350,404)	\$ 296,221	\$ 1,603,844	\$ 1,604,993	\$ 1,687,063	\$ 83,219

(Continued)

Exhibit G-6

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

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2013	Add: Encumbrances 6/30/2014	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
Excess (Deficiency) of Revenues Over Expenditures	\$ 170,629	\$ 350,404	\$ (296,221)	\$ 224,812	\$ 159,119	\$ 77,049	\$ 147,763
Net Change in Fund Balance Fund Balance, July 1, 2013	\$ 170,629	\$ 350,404	\$ (296,221)	\$ 224,812	\$ 159,119	\$ 77,049	\$ 147,763
Fund Balance, June 30, 2014	\$ 509,004	\$ (350,404)	\$ 0	\$ 158,600	\$ 492,672	\$ 492,672	\$ (334,072)
	\$ 679,633	\$ 0	\$ (296,221)	\$ 383,412	\$ 651,791	\$ 569,721	\$ (186,309)

# **Major Governmental Fund**

## **General Debt Service Fund**

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

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Exhibit H

Maury County, Tennessee  
Schedule of Revenues, Expenditures, and Changes  
in Fund Balance - Actual and Budget  
General Debt Service Fund  
For the Year Ended June 30, 2014

	Actual	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
		Original	Final	
<u>Revenues</u>				
Local Taxes	\$ 7,750,637	\$ 8,278,395	\$ 8,278,395	\$ (527,758)
Other Local Revenues	262,584	230,000	230,000	32,584
State of Tennessee	1,143,242	1,100,000	1,100,000	43,242
Federal Government	369	0	0	369
Other Governments and Citizens Groups	354,533	0	354,533	0
Total Revenues	<u>\$ 9,511,365</u>	<u>\$ 9,608,395</u>	<u>\$ 9,962,928</u>	<u>\$ (451,563)</u>
<u>Expenditures</u>				
<u>Principal on Debt</u>				
General Government	\$ 1,710,142	\$ 1,684,275	\$ 1,710,143	\$ 1
Education	4,579,544	4,265,778	4,579,545	1
<u>Interest on Debt</u>				
General Government	424,244	399,769	424,615	371
Education	1,898,855	2,511,957	2,455,075	556,220
<u>Other Debt Service</u>				
General Government	157,789	164,200	164,200	6,411
Education	3,526	0	3,527	1
Total Expenditures	<u>\$ 8,774,100</u>	<u>\$ 9,025,979</u>	<u>\$ 9,337,105</u>	<u>\$ 563,005</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ 737,265</u>	<u>\$ 582,416</u>	<u>\$ 625,823</u>	<u>\$ 111,442</u>
<u>Other Financing Sources (Uses)</u>				
Transfers In	\$ 0	\$ 106,850	\$ 106,850	\$ (106,850)
Transfers Out	0	(925,000)	(968,407)	968,407
Total Other Financing Sources	<u>\$ 0</u>	<u>\$ (818,150)</u>	<u>\$ (861,557)</u>	<u>\$ 861,557</u>
Net Change in Fund Balance	\$ 737,265	\$ (235,734)	\$ (235,734)	\$ 972,999
Fund Balance, July 1, 2013	<u>9,908,595</u>	<u>6,533,816</u>	<u>6,533,816</u>	<u>3,374,779</u>
Fund Balance, June 30, 2014	<u>\$ 10,645,860</u>	<u>\$ 6,298,082</u>	<u>\$ 6,298,082</u>	<u>\$ 4,347,778</u>

# Fiduciary Funds

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

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

Constitutional Officers - Agency Fund – The Constitutional Officers - Agency Fund is used to account for amounts collected in an agency capacity by the county clerk, circuit and general sessions courts clerk, clerk and master, register of deeds, and sheriff. Such collections include amounts due the state, cities, other county funds, litigants, heirs, and others.

Exhibit I-1

Maury County, Tennessee  
Combining Statement of Fiduciary Assets and Liabilities  
Fiduciary Funds  
June 30, 2014

	<u>Agency Funds</u>		
	Cities - Sales Tax	Constitu- tional Officers - Agency	Total
<u>ASSETS</u>			
Cash	\$ 0	\$ 2,403,642	\$ 2,403,642
Investments	0	38,622	38,622
Accounts Receivable	0	38,526	38,526
Due from Other Governments	1,912,388	0	1,912,388
Total Assets	<u>\$ 1,912,388</u>	<u>\$ 2,480,790</u>	<u>\$ 4,393,178</u>
<u>LIABILITIES</u>			
Due to Other Taxing Units	\$ 1,912,388	\$ 0	\$ 1,912,388
Due to Litigants, Heirs, and Others	0	2,480,790	2,480,790
Total Liabilities	<u>\$ 1,912,388</u>	<u>\$ 2,480,790</u>	<u>\$ 4,393,178</u>

## Exhibit I-2

Maury County, Tennessee  
Combining Statement of Changes in Assets and  
Liabilities - All Agency Funds  
For the Year Ended June 30, 2014

	Beginning Balance	Additions	Deductions	Ending Balance
<u>Cities - Sales Tax Fund</u>				
<u>Assets</u>				
Equity in Pooled Cash and Investments	\$ 0	\$ 10,529,681	\$ 10,529,681	\$ 0
Due from Other Governments	1,831,613	1,912,388	1,831,613	1,912,388
Total Assets	\$ 1,831,613	\$ 12,442,069	\$ 12,361,294	\$ 1,912,388
<u>Liabilities</u>				
Due to Other Taxing Units	\$ 1,831,613	\$ 12,442,069	\$ 12,361,294	\$ 1,912,388
Total Liabilities	\$ 1,831,613	\$ 12,442,069	\$ 12,361,294	\$ 1,912,388
<u>Constitutional Officers - Agency Fund</u>				
<u>Assets</u>				
Cash	\$ 2,389,850	\$ 17,807,369	\$ 17,793,577	\$ 2,403,642
Investments	38,612	38,622	38,612	38,622
Accounts Receivable	445	38,526	445	38,526
Total Assets	\$ 2,428,907	\$ 17,884,517	\$ 17,832,634	\$ 2,480,790
<u>Liabilities</u>				
Due to Litigants, Heirs, and Others	\$ 2,428,907	\$ 17,884,517	\$ 17,832,634	\$ 2,480,790
Total Liabilities	\$ 2,428,907	\$ 17,884,517	\$ 17,832,634	\$ 2,480,790
<u>Totals - All Agency Funds</u>				
<u>Assets</u>				
Cash	\$ 2,389,850	\$ 17,807,369	\$ 17,793,577	\$ 2,403,642
Equity in Pooled Cash and Investments	0	10,529,681	10,529,681	0
Investments	38,612	38,622	38,612	38,622
Accounts Receivable	445	38,526	445	38,526
Due from Other Governments	1,831,613	1,912,388	1,831,613	1,912,388
Total Assets	\$ 4,260,520	\$ 30,326,586	\$ 30,193,928	\$ 4,393,178
<u>Liabilities</u>				
Due to Other Taxing Units	\$ 1,831,613	\$ 12,442,069	\$ 12,361,294	\$ 1,912,388
Due to Litigants, Heirs, and Others	2,428,907	17,884,517	17,832,634	2,480,790
Total Liabilities	\$ 4,260,520	\$ 30,326,586	\$ 30,193,928	\$ 4,393,178

# Maury County School Department

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

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

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

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

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

Maury County, Tennessee  
Statement of Activities  
Discretely Presented Maury County School Department  
For the Year Ended June 30, 2014

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	\$ 58,238,402	\$ 325,064	\$ 8,344,578	\$ 0	\$ (49,568,760)
Support Services	36,946,041	271,463	1,109,757	881,336	(34,683,485)
Operation of Non-instructional Services	6,821,530	1,923,356	4,310,722	37,636	(549,816)
Other Debt Service	14,899	0	0	0	(14,899)
<b>Total Governmental Activities</b>	<b>\$ 102,020,872</b>	<b>\$ 2,519,883</b>	<b>\$ 13,765,057</b>	<b>\$ 918,972</b>	<b>\$ (84,816,960)</b>
General Revenues:					
Taxes:					
Property Taxes Levied for General Purposes					\$ 21,558,041
Local Option Sales Tax					12,021,156
Mixed Drink Tax					100,589
Interstate Telecommunications Tax					10,774
Grants and Contributions Not Restricted to Specific Programs					49,410,797
Unrestricted Investment Earnings					9,354
Miscellaneous					27,997
<b>Total General Revenues</b>					<b>\$ 83,138,708</b>
Change in Net Position					\$ (1,678,252)
Net Position, July 1, 2013					105,669,799
Net Position, June 30, 2014					<u><u>\$ 103,991,547</u></u>

Exhibit J-2

Maury County, Tennessee  
Balance Sheet - Governmental Funds  
Discretely Presented Maury County School Department  
June 30, 2014

	<u>Major Fund</u>	<u>Nonmajor Funds</u>	
	<u>General Purpose School</u>	<u>Other Govern- mental Funds</u>	<u>Total Governmental Funds</u>
<u>ASSETS</u>			
Cash	\$ 0	\$ 3,500	\$ 3,500
Equity in Pooled Cash and Investments	8,158,331	2,630,362	10,788,693
Inventories	0	103,228	103,228
Accounts Receivable	46,156	1,756	47,912
Due from Other Governments	2,357,605	128,432	2,486,037
Due from Other Funds	111,914	21,805	133,719
Property Taxes Receivable	21,156,480	0	21,156,480
Allowance for Uncollectible Property Taxes	(775,836)	0	(775,836)
Total Assets	<u>\$ 31,054,650</u>	<u>\$ 2,889,083</u>	<u>\$ 33,943,733</u>
<u>LIABILITIES</u>			
Accounts Payable	\$ 76,721	\$ 0	\$ 76,721
Accrued Payroll	2,987	7,128	10,115
Payroll Deductions Payable	295,816	21,429	317,245
Due to Other Funds	21,805	111,914	133,719
Due to State of Tennessee	13,551	8,145	21,696
Total Liabilities	<u>\$ 410,880</u>	<u>\$ 148,616</u>	<u>\$ 559,496</u>
<u>DEFERRED INFLOWS OF RESOURCES</u>			
Deferred Current Property Taxes	\$ 19,852,328	\$ 0	\$ 19,852,328
Deferred Delinquent Property Taxes	486,252	0	486,252
Other Deferred/Unavailable Revenue	1,052,709	0	1,052,709
Total Deferred Inflows of Resources	<u>\$ 21,391,289</u>	<u>\$ 0</u>	<u>\$ 21,391,289</u>
<u>FUND BALANCES</u>			
Nonspendable:			
Inventory	\$ 0	\$ 103,228	\$ 103,228
Restricted:			
Restricted for Education	156,388	2,237,239	2,393,627
Committed:			
Committed for Education	763,280	400,000	1,163,280
Assigned:			
Assigned for Education	1,200,328	0	1,200,328
Unassigned	7,132,485	0	7,132,485
Total Fund Balances	<u>\$ 9,252,481</u>	<u>\$ 2,740,467</u>	<u>\$ 11,992,948</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 31,054,650</u>	<u>\$ 2,889,083</u>	<u>\$ 33,943,733</u>

Exhibit J-3

Maury County, Tennessee  
Reconciliation of the Balance Sheet of Governmental Funds to  
the Statement of Net Position  
Discretely Presented Maury County School Department  
June 30, 2014

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)		\$ 11,992,948
(1) Capital assets used in governmental activities are not financial resources and therefore are not reported in the governmental funds.		
Add: land	\$ 3,019,939	
Add: construction in progress	527,588	
Add: building and improvements net of accumulated depreciation	96,696,209	
Add: other capital assets net of accumulated depreciation	<u>3,873,302</u>	104,117,038
(2) Long-term liabilities are not due and payable in the current period and therefore are not reported in the governmental funds.		
Less: other postemployment benefits liability	\$ (9,887,441)	
Less: compensated absences payable	<u>(3,769,959)</u>	(13,657,400)
(3) Other long-term assets are not available to pay for current-period expenditures and therefore are deferred in the governmental funds.		<u>1,538,961</u>
Net position of governmental activities (Exhibit A)		<u>\$ 103,991,547</u>

Exhibit J-4

Maury County, Tennessee  
Statement of Revenues, Expenditures,  
and Changes in Fund Balances -  
Governmental Funds  
Discretely Presented Maury County School Department  
For the Year Ended June 30, 2014

	<u>Major Fund</u>	<u>Nonmajor</u> <u>Funds</u>	
	General	Other	Total
	Purpose	Govern- mental	Governmental
	School	Funds	Funds
<u>Revenues</u>			
Local Taxes	\$ 33,613,022	\$ 0	\$ 33,613,022
Licenses and Permits	5,444	0	5,444
Charges for Current Services	453,733	1,928,174	2,381,907
Other Local Revenues	67,287	46,990	114,277
State of Tennessee	52,207,498	57,009	52,264,507
Federal Government	672,627	10,334,437	11,007,064
Total Revenues	<u>\$ 87,019,611</u>	<u>\$ 12,366,610</u>	<u>\$ 99,386,221</u>
<u>Expenditures</u>			
Current:			
Instruction	\$ 52,115,079	\$ 2,927,931	\$ 55,043,010
Support Services	30,358,275	3,253,742	33,612,017
Operation of Non-instructional Services	1,107,145	5,688,253	6,795,398
Capital Outlay	1,141,051	0	1,141,051
Debt Service:			
Other Debt Service	354,533	0	354,533
Capital Projects	0	125,190	125,190
Total Expenditures	<u>\$ 85,076,083</u>	<u>\$ 11,995,116</u>	<u>\$ 97,071,199</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ 1,943,528</u>	<u>\$ 371,494</u>	<u>\$ 2,315,022</u>
<u>Other Financing Sources (Uses)</u>			
Insurance Recovery	\$ 43,851	\$ 0	\$ 43,851
Transfers In	116,913	400,000	516,913
Transfers Out	(400,000)	(116,913)	(516,913)
Total Other Financing Sources (Uses)	<u>\$ (239,236)</u>	<u>\$ 283,087</u>	<u>\$ 43,851</u>
Net Change in Fund Balances	\$ 1,704,292	\$ 654,581	\$ 2,358,873
Fund Balance, July 1, 2013	7,548,189	2,085,886	9,634,075
Fund Balance, June 30, 2014	<u>\$ 9,252,481</u>	<u>\$ 2,740,467</u>	<u>\$ 11,992,948</u>

Exhibit J-5

Maury County, Tennessee  
Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances  
of Governmental Funds to the Statement of Activities  
Discretely Presented Maury County School Department  
For the Year Ended June 30, 2014

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)		\$ 2,358,873
(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	\$ 1,384,456	
Less: current-year depreciation expense	<u>(4,836,258)</u>	(3,451,802)
(2) The net effect of various miscellaneous transactions involving capital assets (sales, trade-ins, and donations) is to increase net position.		
Add: assets donated and capitalized	\$ 881,336	
Less: book value of capital assets disposed	<u>(39,152)</u>	842,184
(3) Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.		
Add: deferred delinquent property taxes and other deferred June 30, 2014	\$ 1,538,961	
Less: deferred delinquent property taxes and other deferred June 30, 2013	<u>(1,461,423)</u>	77,538
(4) The contributions of long-term debt (e.g., notes, bonds, leases) by the primary government provides current financial resources to governmental funds, while the contributions by the School Department of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net position.		
Add: principal contributions on note to the primary government	\$ 77,916	
Add: principal contributions on lease to the primary government	<u>261,718</u>	339,634
(5) Some expenses reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in the governmental funds.		
Change in compensated absences payable	\$ (292,824)	
Change in other postemployment benefits liability	<u>(1,551,855)</u>	<u>(1,844,679)</u>
Change in net position of governmental activities (Exhibit B)		<u>\$ (1,678,252)</u>

Exhibit J-6

Maury County, Tennessee  
Combining Balance Sheet - Nonmajor Governmental Funds  
Discretely Presented Maury County School Department  
June 30, 2014

	<u>Special Revenue Funds</u>		<u>Total</u>
	<u>School</u>	<u>Central</u>	<u>Nonmajor</u>
	<u>Federal</u>	<u>Cafeteria</u>	<u>Governmental</u>
	<u>Projects</u>		<u>Funds</u>
<u>ASSETS</u>			
Cash	\$ 0	\$ 3,500	\$ 3,500
Equity in Pooled Cash and Investments	496,702	2,133,660	2,630,362
Inventories	0	103,228	103,228
Accounts Receivable	658	1,098	1,756
Due from Other Governments	90,242	38,190	128,432
Due from Other Funds	21,805	0	21,805
Total Assets	<u>\$ 609,407</u>	<u>\$ 2,279,676</u>	<u>\$ 2,889,083</u>
<u>LIABILITIES</u>			
Accrued Payroll	\$ 0	\$ 7,128	\$ 7,128
Payroll Deductions Payable	15,467	5,962	21,429
Due to Other Funds	111,914	0	111,914
Due to State of Tennessee	4,977	3,168	8,145
Total Liabilities	<u>\$ 132,358</u>	<u>\$ 16,258</u>	<u>\$ 148,616</u>
<u>FUND BALANCES</u>			
Nonspendable:			
Inventory	\$ 0	\$ 103,228	\$ 103,228
Restricted:			
Restricted for Education	77,049	2,160,190	2,237,239
Committed:			
Committed for Education	400,000	0	400,000
Total Fund Balances	<u>\$ 477,049</u>	<u>\$ 2,263,418</u>	<u>\$ 2,740,467</u>
Total Liabilities and Fund Balances	<u>\$ 609,407</u>	<u>\$ 2,279,676</u>	<u>\$ 2,889,083</u>

Exhibit J-7

Maury County, Tennessee  
Combining Statement of Revenues, Expenditures,  
 and Changes in Fund Balances -  
 Nonmajor Governmental Funds  
Discretely Presented Maury County School Department  
For the Year Ended June 30, 2014

	Special Revenue Funds			Total	Capital Projects Fund		Total Nonmajor Governmental Funds
	School Federal Projects	Central Cafeteria			Education Capital Projects		
<u>Revenues</u>							
Charges for Current Services	\$ 0	\$ 1,928,174	\$ 1,928,174	\$ 0	\$ 0	\$ 1,928,174	
Other Local Revenues	0	46,990	46,990	0	0	46,990	
State of Tennessee	0	57,009	57,009	0	0	57,009	
Federal Government	6,142,380	4,192,057	10,334,437	0	0	10,334,437	
Total Revenues	\$ 6,142,380	\$ 6,224,230	\$ 12,366,610	\$ 0	\$ 0	\$ 12,366,610	
<u>Expenditures</u>							
Current:							
Instruction	\$ 2,927,931	0	2,927,931	0	0	2,927,931	
Support Services	3,199,454	54,288	3,253,742	0	0	3,253,742	
Operation of Non-instructional Services	0	5,688,253	5,688,253	0	0	5,688,253	
Capital Projects	0	0	0	125,190	0	125,190	
Total Expenditures	\$ 6,127,385	\$ 5,742,541	\$ 11,869,926	\$ 125,190	\$ 0	\$ 11,995,116	
Excess (Deficiency) of Revenues Over Expenditures	\$ 14,995	\$ 481,689	\$ 496,684	\$ (125,190)	\$ 0	\$ 371,494	
<u>Other Financing Sources (Uses)</u>							
Transfers In	\$ 400,000	0	400,000	0	0	400,000	
Transfers Out	(116,913)	0	(116,913)	0	0	(116,913)	
Total Other Financing Sources (Uses)	\$ 283,087	\$ 0	\$ 283,087	\$ 0	\$ 0	\$ 283,087	

(Continued)

Exhibit J-7

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

	Special Revenue Funds			Capital Projects Fund		Total Nonmajor Governmental Funds
	School Federal Projects	Central Cafeteria	Total	Education Capital Projects		
Net Change in Fund Balances	\$ 298,082	\$ 481,689	\$ 779,771	\$ (125,190)	\$	654,581
Fund Balance, July 1, 2013	178,967	1,781,729	1,960,696	125,190		2,085,886
Fund Balance, June 30, 2014	\$ 477,049	\$ 2,263,418	\$ 2,740,467	\$ 0	\$	2,740,467

Exhibit J-8

Maury County, Tennessee  
 Schedule of Revenues, Expenditures, and Changes  
 in Fund Balance - Actual (Budgetary Basis) and Budget  
 Discretely Presented Maury County School Department  
 General Purpose School Fund  
 For the Year Ended June 30, 2014

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2013	Add: Encumbrances 6/30/2014	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
<b>Revenues</b>							
Local Taxes	\$ 33,613,022	\$ 0	\$ 0	\$ 33,613,022	\$ 32,115,424	\$ 32,170,424	\$ 1,442,598
Licenses and Permits	5,444	0	0	5,444	5,400	5,400	44
Charges for Current Services	453,733	0	0	453,733	245,000	432,215	21,518
Other Local Revenues	67,287	0	0	67,287	6,000	32,468	34,819
State of Tennessee	52,207,498	0	0	52,207,498	49,460,367	51,647,067	560,431
Federal Government	672,627	0	0	672,627	120,000	843,280	(170,653)
<b>Total Revenues</b>	<b>\$ 87,019,611</b>	<b>\$ 0</b>	<b>\$ 0</b>	<b>\$ 87,019,611</b>	<b>\$ 81,952,191</b>	<b>\$ 85,130,854</b>	<b>\$ 1,888,757</b>
<b>Expenditures</b>							
<b>Instruction</b>							
Regular Instruction Program	\$ 41,172,650	\$ (2,700)	\$ 222,721	\$ 41,392,671	\$ 40,466,554	\$ 41,874,568	\$ 481,897
Alternative Instruction Program	559,402	0	0	559,402	564,168	566,168	6,766
Special Education Program	7,795,066	(31,032)	20,379	7,784,413	8,078,821	7,981,135	196,722
Vocational Education Program	2,587,961	(45,957)	39,255	2,581,259	2,992,681	2,649,002	67,743
<b>Support Services</b>							
Attendance	572,989	(14,778)	10,026	568,237	600,871	596,471	28,234
Health Services	562,677	(10,711)	5,319	557,285	512,331	614,897	57,612
Other Student Support	1,941,509	(195)	2,081	1,943,395	1,953,443	1,955,243	11,848
Regular Instruction Program	2,669,922	(53,140)	63,012	2,679,794	2,632,330	2,792,826	113,032
Alternative Instruction Program	162,105	(604)	1,220	162,721	167,450	167,450	4,729
Special Education Program	991,682	(8,229)	1,849	985,302	1,014,804	1,012,503	27,201
Vocational Education Program	150,183	(273)	1,392	151,302	158,715	170,477	19,175
Other Programs	457,347	0	0	457,347	0	457,347	0
Board of Education	2,254,518	(501)	327	2,254,344	2,336,348	2,380,731	126,387
Director of Schools	288,476	(462)	2,067	290,081	304,450	304,450	14,369
Office of the Principal	6,411,215	(11,400)	0	6,399,815	6,518,134	6,453,398	53,583
Fiscal Services	528,641	(6,988)	15,794	537,447	606,329	565,349	27,902
Human Services/Personnel	251,669	(390)	8,258	259,537	281,689	286,689	27,152
Operation of Plant	6,112,745	(4,736)	2,775	6,110,784	6,081,535	6,181,535	70,751
Maintenance of Plant	1,408,333	(48,878)	67,223	1,421,678	1,412,043	1,492,325	70,647

(Continued)

Exhibit J-8

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

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2013	Add: Encumbrances 6/30/2014	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
<u>Expenditures (Cont.)</u>							
<u>Support Services (Cont.)</u>							
Transportation	\$ 4,081,108	\$ (50,243)	\$ 11,413	\$ 4,042,278	\$ 4,416,533	\$ 4,166,333	\$ 124,055
Central and Other	1,518,156	(61,681)	76,592	1,533,067	916,241	1,559,025	25,958
<u>Operation of Non-instructional Services</u>							
Early Childhood Education	1,107,145	(19,472)	141	1,087,814	0	1,091,845	4,031
Capital Outlay	1,141,051	(526,147)	621,816	1,236,720	0	2,000,000	763,280
Regular Capital Outlay	0	0	0	0	339,634	0	0
Principal on Debt	0	0	0	0	14,901	0	0
Education							
Interest on Debt							
Education							
Other Debt Service							
Education	354,533	0	0	354,533	0	354,533	0
Total Expenditures	\$ 85,076,083	\$ (898,517)	\$ 1,173,660	\$ 85,351,226	\$ 82,370,005	\$ 87,674,300	\$ 2,323,074
<u>Excess (Deficiency) of Revenues Over Expenditures</u>	\$ 1,943,528	\$ 898,517	\$ (1,173,660)	\$ 1,668,385	\$ (417,814)	\$ (2,543,446)	\$ 4,211,831
<u>Other Financing Sources (Uses)</u>							
Insurance Recovery	\$ 43,851	\$ 0	\$ 0	\$ 43,851	\$ 0	\$ 43,851	\$ 0
Transfers In	116,913	0	0	116,913	150,000	151,417	(34,504)
Transfers Out	(400,000)	0	0	(400,000)	(4,000)	(403,617)	3,617
Total Other Financing Sources	\$ (239,236)	\$ 0	\$ 0	\$ (239,236)	\$ 146,000	\$ (208,349)	\$ (30,887)
<u>Net Change in Fund Balance Fund Balance, July 1, 2013</u>	\$ 1,704,292	\$ 898,517	\$ (1,173,660)	\$ 1,429,149	\$ (271,814)	\$ (2,751,795)	\$ 4,180,944
Fund Balance, June 30, 2014	7,548,189	(898,517)	0	6,649,672	5,500,000	5,500,000	1,149,672
Fund Balance, June 30, 2014	\$ 9,252,481	\$ 0	\$ (1,173,660)	\$ 8,078,821	\$ 5,228,186	\$ 2,748,205	\$ 5,330,616

Exhibit J-9

Maury County, Tennessee  
Schedule of Revenues, Expenditures, and Changes  
in Fund Balance - Actual (Budgetary Basis) and Budget  
Discretely Presented Maury County School Department  
School Federal Projects Fund  
For the Year Ended June 30, 2014

	Actual (GAAP Basis)	Add: Encumbrances 6/30/2014	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
				Original	Final	
<u>Revenues</u>						
Federal Government	\$ 6,142,380	0	\$ 6,142,380	\$ 5,497,955	\$ 8,777,460	\$ (2,635,080)
Total Revenues	\$ 6,142,380	0	\$ 6,142,380	\$ 5,497,955	\$ 8,777,460	\$ (2,635,080)
<u>Expenditures</u>						
<u>Instruction</u>						
Regular Instruction Program	\$ 1,708,776	0	\$ 1,708,776	\$ 1,546,894	\$ 2,065,822	\$ 357,046
Special Education Program	1,118,034	52,361	1,170,395	1,250,728	1,891,249	720,854
Vocational Education Program	101,121	0	101,121	101,122	101,122	1
<u>Support Services</u>						
Health Services	243,918	0	243,918	255,225	360,160	116,242
Other Student Support	127,971	0	127,971	98,949	380,034	252,063
Regular Instruction Program	1,906,999	55	1,907,054	1,164,697	2,781,855	874,801
Special Education Program	442,724	0	442,724	438,641	584,041	141,317
Vocational Education Program	3,763	0	3,763	3,768	3,768	5
Operation of Plant	401	0	401	11,141	14,495	14,094
Transportation	473,678	0	473,678	522,226	636,058	162,380
Total Expenditures	\$ 6,127,385	\$ 52,416	\$ 6,179,801	\$ 5,393,391	\$ 8,818,604	\$ 2,638,803
Excess (Deficiency) of Revenues Over Expenditures	\$ 14,995	\$ (52,416)	\$ (37,421)	\$ 104,564	\$ (41,144)	\$ 3,723
<u>Other Financing Sources (Uses)</u>						
Transfers In	\$ 400,000	0	\$ 400,000	\$ 331,938	\$ 458,111	\$ (58,111)
Transfers Out	(116,913)	0	(116,913)	(436,501)	(213,156)	96,243
Total Other Financing Sources	\$ 283,087	0	\$ 283,087	\$ (104,563)	\$ 244,955	\$ 38,132

(Continued)

Exhibit J-9

Maury County, Tennessee  
Schedule of Revenues, Expenditures, and Changes  
in Fund Balance - Actual (Budgetary Basis) and Budget  
Discretely Presented Maury County School Department  
School Federal Projects Fund (Cont.)

	Actual (GAAP Basis)	Add: Encumbrances 6/30/2014	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
				Original	Final	
Net Change in Fund Balance	\$ 298,082	\$ (52,416)	\$ 245,666	1	\$ 203,811	\$ 41,855
Fund Balance, July 1, 2013	178,967	0	178,967	162,447	162,447	16,520
Fund Balance, June 30, 2014	\$ 477,049	\$ (52,416)	\$ 424,633	\$ 162,448	\$ 366,258	\$ 58,375

Exhibit J-10

Maury County, Tennessee  
Schedule of Revenues, Expenditures, and Changes  
in Fund Balance - Actual and Budget  
Discretely Presented Maury County School Department  
Central Cafeteria Fund  
For the Year Ended June 30, 2014

	Actual	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
		Original	Final	
<u>Revenues</u>				
Charges for Current Services	\$ 1,928,174	\$ 2,358,000	\$ 2,358,000	\$ (429,826)
Other Local Revenues	46,990	12,100	12,100	34,890
State of Tennessee	57,009	57,034	57,034	(25)
Federal Government	4,192,057	4,267,013	4,267,013	(74,956)
Total Revenues	<u>\$ 6,224,230</u>	<u>\$ 6,694,147</u>	<u>\$ 6,694,147</u>	<u>\$ (469,917)</u>
<u>Expenditures</u>				
<u>Support Services</u>				
Board of Education	\$ 54,288	\$ 69,678	\$ 69,678	\$ 15,390
<u>Operation of Non-instructional Services</u>				
Food Service	5,688,253	6,620,500	6,620,500	932,247
Total Expenditures	<u>\$ 5,742,541</u>	<u>\$ 6,690,178</u>	<u>\$ 6,690,178</u>	<u>\$ 947,637</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ 481,689</u>	<u>\$ 3,969</u>	<u>\$ 3,969</u>	<u>\$ 477,720</u>
Net Change in Fund Balance	\$ 481,689	\$ 3,969	\$ 3,969	\$ 477,720
Fund Balance, July 1, 2013	<u>1,781,729</u>	<u>1,668,784</u>	<u>1,668,784</u>	<u>112,945</u>
Fund Balance, June 30, 2014	<u>\$ 2,263,418</u>	<u>\$ 1,672,753</u>	<u>\$ 1,672,753</u>	<u>\$ 590,665</u>

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## MISCELLANEOUS SCHEDULES

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Exhibit K-1

Maury County, Tennessee  
 Schedule of Changes in Long-term Notes, Other Loans, Capital Lease, and Bonds  
 For the Year Ended June 30, 2014

Description of Indebtedness	Original Amount of Issue	Interest Rate	Date of Issue	Last Maturity Date	Outstanding 7-1-13	Paid and/or Matured During Period 6-30-14
<b>NOTES PAYABLE</b>						
Payable through General Debt Service Fund						
School Buildings, School Buses, and Refunding	\$ 15,185,000	3.64 %	12-19-06	3-26-14	\$ 2,105,000	\$ 2,105,000
General Obligation Refunding	6,675,000	4	5-23-12	4-1-17	6,675,000	0
Total Payable through General Debt Service Fund					\$ 8,780,000	\$ 2,105,000
Contributions Due by the School Department from the General Purpose School Fund to the General Debt Service Fund	500,000	3	2-12-07	1-10-14	77,916	77,916
Energy Efficiency Improvements					8,857,916	2,182,916
Total Notes Payable					\$ 8,857,916	\$ 2,182,916
<b>OTHER LOANS PAYABLE</b>						
Payable through General Debt Service Fund						
Qualified School Construction Bond (QSCB)	4,408,000	(1)	10-1-10	9-15-27	3,903,738	275,052
Total Other Loans Payable					\$ 3,903,738	\$ 275,052
<b>CAPITAL LEASE PAYABLE</b>						
Contributions Due by the School Department from the General Purpose School Fund to the General Debt Service Fund						
Lighting Equipment	1,598,657	4.8	11-1-06	10-15-13	261,718	261,718
Total Capital Lease Payable					\$ 261,718	\$ 261,718
<b>BONDS PAYABLE</b>						
Payable through General Debt Service Fund						
School and Public Improvement	16,000,000	3 to 5	11-1-04	3-26-14	1,580,000	1,580,000
Criminal Justice Center and School Construction	29,000,000	3.5 to 5	6-12-08	4-1-28	27,700,000	700,000
General Obligation Refunding	18,320,000	1 to 4	5-23-12	4-1-20	18,095,000	1,290,000
Total Bonds Payable					\$ 47,375,000	\$ 3,570,000

(1) Interest rate of approximately 4.85 percent is offset by a federal interest subsidy.

Note: this schedule for the primary government excludes Maury Regional Hospital.

Exhibit K-2

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

Year Ending June 30	Notes		
	Principal	Interest	Total
2015	\$ 2,115,000	\$ 267,000	\$ 2,382,000
2016	2,230,000	182,400	2,412,400
2017	2,330,000	93,200	2,423,200
Total	\$ 6,675,000	\$ 542,600	\$ 7,217,600

Year Ending June 30	Other Loans			
	Principal	Interest (1)	Other Fees	Total
2015	\$ 275,052	\$ 213,700	\$ 3,526	\$ 492,278
2016	275,052	213,700	3,526	492,278
2017	275,052	213,700	3,526	492,278
2018	275,052	213,700	3,526	492,278
2019	275,052	213,700	3,526	492,278
2020	275,052	213,700	3,526	492,278
2021	275,052	213,700	3,526	492,278
2022	275,052	213,700	3,526	492,278
2023	275,052	213,700	3,526	492,278
2024	275,052	213,700	3,526	492,278
2025	275,052	213,700	3,526	492,278
2026	275,052	213,700	3,526	492,278
2027	302,128	213,700	3,526	519,354
2028	25,934	1,617	588	28,139
Total	\$ 3,628,686	\$ 2,779,717	\$ 46,426	\$ 6,454,829

(Continued)

Exhibit K-2

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

Year Ending June 30	Bonds		Total
	Principal	Interest	
2015	\$ 3,965,000	\$ 1,629,800	\$ 5,594,800
2016	3,755,000	1,505,850	5,260,850
2017	3,880,000	1,382,200	5,262,200
2018	4,890,000	1,241,800	6,131,800
2019	5,000,000	1,056,950	6,056,950
2020	5,065,000	908,725	5,973,725
2021	2,200,000	706,125	2,906,125
2022	2,150,000	618,125	2,768,125
2023	2,150,000	532,125	2,682,125
2024	2,150,000	446,125	2,596,125
2025	2,150,000	360,125	2,510,125
2026	2,150,000	271,437	2,421,437
2027	2,150,000	182,750	2,332,750
2028	2,150,000	91,375	2,241,375
Total	<u>\$ 43,805,000</u>	<u>\$ 10,933,512</u>	<u>\$ 54,738,512</u>

(1) Includes interest requirements on Qualified School Construction Bonds, Series 2010, before federal interest rate subsidy.

Note: this schedule for the primary government excludes Maury Regional Hospital.

Exhibit K-3

Maury County, Tennessee  
Schedule of Investments  
June 30, 2014

<u>Fund and Type</u>	<u>Date of Purchase</u>	<u>Date of Maturity</u>	<u>Interest Rates</u>	<u>Amount</u>
<u>Constitutional Officers - Agency Fund</u> <u>Clerk and Master</u> Merrill Lynch - NOW Account	Various	None	Varies	\$ <u>38,622</u>

Exhibit K-4

Maury County, Tennessee  
Schedule of Transfers  
Discretely Presented Maury County School Department  
For the Year Ended June 30, 2014

From Fund	To Fund	Purpose	Amount
General Purpose School	School Federal Projects	Operations	\$ 400,000
School Federal Projects	General Purpose School	Indirect Costs	<u>116,913</u>
Total Transfers Discretely Presented Maury County School Department			<u>\$ 516,913</u>

Maury County, Tennessee  
Schedule of Salaries and Official Bonds of Principal Officials  
Primary Government and Discretely Presented Maury County School Department  
For the Year Ended June 30, 2014

Official	Authorization for Salary	Salary Paid During Period	Bond	Surety
County Mayor	Section 8-24-102, TCA	\$ 92,040	\$ 50,000	Cincinnati Insurance Company
Road Superintendent	Section 8-24-102, TCA	84,435	100,000	RLI Insurance Company
Director of Schools	State Board of Education and Local Board of Education	126,005 (1)	(6)	
Trustee	Section 8-24-102, TCA	76,758	2,965,300	Cincinnati Insurance Company
Assessor of Property	Section 8-24-102, TCA	76,758 (2)	50,000	RLI Insurance Company
County Clerk	Section 8-24-102, TCA	76,758	50,000	Cincinnati Insurance Company
Circuit and General Sessions Courts Clerk:				
Kathy Kelley (7-1-13 through 12-31-13)	Section 8-24-102, TCA	41,922	50,000	"
Sandy McLain (1-21-14 through 6-30-14)	Section 8-24-102, TCA, and Chancery Court Judge	30,704	50,000	"
Clerk and Master	Section 8-24-102, TCA, and Chancery Court Judge	76,758 (3)	50,000	RLI Insurance Company
Register of Deeds	Section 8-24-102, TCA, and County Commission	76,758	25,000	Cincinnati Insurance Company
Sheriff	Section 8-24-102, TCA, and County Commission	88,064 (4)	25,000	"
Director of Accounts and Budgets	Chapter 233, Private Acts of 1963, as amended	80,073	25,000	RLI Insurance Company
Director of Human Resources	Chapter 91, Private Acts of 2004	67,834	(7)	
Purchasing Agent	County Commission	57,839 (5)	25,000	"
<b>Other Bonds</b>				
Public Employee Dishonesty			150,000	Local Government Insurance Pool
School Employee Blanket Bond			1,000,000	Netherlands Insurance Company

- (1) Includes \$1,000 for a chief executive officer training supplement. Does not include \$376 for a vehicle allowance.
- (2) Does not include \$750 for a state board of equalization salary supplement.
- (3) Does not include \$30,920 in special commissioner fees.
- (4) Includes \$3,029 for serving as workhouse superintendent and \$600 for a law enforcement training supplement.
- (5) Includes \$1,000 longevity pay.
- (6) Covered under the school's blanket bond.
- (7) Covered under the county's blanket bond.

Exhibit K-6

Maury County, Tennessee  
 Schedule of Detailed Revenues -  
 All Governmental Fund Types  
 For the Year Ended June 30, 2014

	Special Revenue Funds					Debt Service Fund
	General	Drug Control	Adequate Facilities/Development Tax	Constitutional Officers - Fees	Highway / Public Works	
<u>Local Taxes</u>						
<u>County Property Taxes</u>						
Current Property Tax	\$ 11,616,936	\$ 0	\$ 0	\$ 0	\$ 2,566,986	\$ 5,431,990
Trustee's Collections - Prior Year	366,627	0	0	0	80,955	171,078
Trustee's Collections - Bankruptcy	3,245	0	0	0	716	1,511
Circuit/Clerk & Master Collections - Prior Years	316,655	0	0	0	69,971	148,064
Interest and Penalty	62,485	0	0	0	13,772	29,007
Pick-up Taxes	2,113	0	0	0	462	978
Payments in-Lieu-of Taxes - T.V.A.	0	0	0	0	0	12,757
Payments in-Lieu-of Taxes - Local Utilities	0	0	0	0	0	425,984
Payments in-Lieu-of Taxes - Other	2,362,500	0	0	0	0	138,811
<u>County Local Option Taxes</u>						
Local Option Sales Tax	404,115	0	0	0	0	0
Hotel/Motel Tax	505,107	0	0	0	0	0
Wheel Tax	0	0	0	0	0	908,977
Litigation Tax - General	474,312	0	0	0	0	0
Litigation Tax - Jail, Workhouse, or Courthouse	0	0	0	0	0	458,357
Business Tax	1,048,758	0	0	0	0	0
Mineral Severance Tax	0	0	0	0	86,867	0
Adequate Facilities/Development Tax	0	0	622,724	0	0	0
<u>Statutory Local Taxes</u>						
Bank Excise Tax	0	0	0	0	0	23,123
Wholesale Beer Tax	327,157	0	0	0	0	0
Interstate Telecommunications Tax	1,768	0	0	0	0	0
<b>Total Local Taxes</b>	<b>\$ 17,491,778</b>	<b>\$ 0</b>	<b>\$ 622,724</b>	<b>\$ 0</b>	<b>\$ 2,819,729</b>	<b>\$ 7,750,637</b>

(Continued)

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

	Special Revenue Funds					Debt Service Fund
	General	Drug Control	Adequate Facilities/ Development Tax	Constitutional Officers - Fees	Highway / Public Works	
<u>Licenses and Permits</u>						
<u>Licenses</u>						
Cable TV Franchise	\$ 165,636	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
<u>Permits</u>						
Beer Permits	1,541	0	0	0	0	0
Building Permits	111,399	0	801	0	0	0
Other Permits	11,588	0	0	0	0	0
<b>Total Licenses and Permits</b>	<b>\$ 290,164</b>	<b>\$ 0</b>	<b>\$ 801</b>	<b>\$ 0</b>	<b>\$ 0</b>	<b>\$ 0</b>
<u>Fines, Forfeitures, and Penalties</u>						
<u>Circuit Court</u>						
Fines	\$ 27,796	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Officers Costs	17,935	0	0	0	0	0
Drug Control Fines	0	27,741	0	0	0	0
Drug Court Fees	3,850	0	0	0	0	0
Jail Fees	11,056	0	0	0	0	0
DUI Treatment Fines	5,671	0	0	0	0	0
Data Entry Fee - Circuit Court	3,051	0	0	0	0	0
Courtroom Security Fee	472	0	0	0	0	0
Victims Assistance Assessments	24,696	0	0	0	0	0
<u>Criminal Court</u>						
DUI Treatment Fines	1,520	0	0	0	0	0
Victims Assistance Assessments	12,348	0	0	0	0	0
<u>General Sessions Court</u>						
Fines	52,344	0	0	0	0	0
Officers Costs	69,023	0	0	0	0	0
Game and Fish Fines	2,990	0	0	0	0	0

(Continued)

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

	Special Revenue Funds					Debt Service Fund
	General	Drug Control	Adequate Facilities/ Development Tax	Constitutional Officers - Fees	Highway / Public Works	
<u>Fines, Forfeitures, and Penalties (Cont.)</u>						
<u>General Sessions Court (Cont.)</u>						
Drug Control Fines	\$ 0	\$ 5,849	\$ 0	\$ 0	\$ 0	\$ 0
Drug Court Fees	11,065	0	0	0	0	0
Jail Fees	40,654	0	0	0	0	0
DUI Treatment Fines	22,240	0	0	0	0	0
Data Entry Fee - General Sessions Court	15,791	0	0	0	0	0
Courtroom Security Fee	184	0	0	0	0	0
Victims Assistance Assessments	12,348	0	0	0	0	0
Juvenile Court						
Data Entry Fee - Juvenile Court	23,467	0	0	0	0	0
Chancery Court						
Officers Costs	13,355	0	0	0	0	0
Data Entry Fee - Chancery Court	12,280	0	0	0	0	0
Other Fines, Forfeitures, and Penalties						
Proceeds from Confiscated Property	0	135,810	0	0	0	0
Other Fines, Forfeitures, and Penalties	1,900	0	0	0	0	0
<b>Total Fines, Forfeitures, and Penalties</b>	<b>\$ 386,036</b>	<b>\$ 169,400</b>	<b>\$ 0</b>	<b>\$ 0</b>	<b>\$ 0</b>	<b>\$ 0</b>
<u>Charges for Current Services</u>						
<u>General Service Charges</u>						
Work Release Charges for Board Fees	\$ 36,290	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Subdivision Lot Fees	5,525	0	0	0	0	0
Recreation Fees	37,336	0	0	0	0	0
Copy Fees	3,089	0	0	0	0	0
Library Fees	17,180	0	0	0	0	0

(Continued)

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

	Special Revenue Funds						Debt Service Fund
	General	Drug Control	Adequate Facilities/ Development Tax	Constitutional Officers - Fees	Highway / Public Works	General Debt Service	
<u>Charges for Current Services (Cont.)</u>							
<u>Fees (Cont.)</u>							
Greenbelt Late Application Fee	\$ 500	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Telephone Commissions	149,346	0	0	0	0	0	0
Vending Machine Collections	140	0	0	0	0	0	0
Tourism Fees	17,814	0	0	0	0	0	0
Constitutional Officers' Fees and Commissions	0	0	0	536,704	0	0	0
Data Processing Fee - Register	29,184	0	0	0	0	0	0
Data Processing Fee - Sheriff	10,059	0	0	0	0	0	0
Sexual Offender Registration Fees - Sheriff	5,625	0	0	0	0	0	0
Data Processing Fee - County Clerk	23,348	0	0	0	0	0	0
Total Charges for Current Services	\$ 335,436	\$ 0	\$ 0	\$ 536,704	\$ 0	\$ 0	\$ 0
<u>Other Local Revenues</u>							
<u>Recurring Items</u>							
Investment Income	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 262,584
Lease/Rentals	103,908	0	0	0	0	0	0
Sale of Materials and Supplies	1,753	0	0	0	17,928	0	0
Sale of Animals/Livestock	88,103	0	0	0	0	0	0
Miscellaneous Refunds	15,422	0	0	0	251	0	0
<u>Nonrecurring Items</u>							
Revenue from Joint Ventures	196,358	0	0	0	0	0	0
Sale of Equipment	22,395	0	0	0	16,872	0	0
Sale of Property	1,100	0	0	0	0	0	0
Damages Recovered from Individuals	0	0	0	0	1,400	0	0
Contributions and Gifts	11,568	0	0	0	0	0	0

(Continued)

Exhibit K-6

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

	Special Revenue Funds					Debt Service Fund
	General	Drug Control	Adequate Facilities/ Development Tax	Constitutional Officers - Fees	Highway / Public Works	
<u>Other Local Revenues (Cont.)</u>						
<u>Other Local Revenues</u>	\$ 342,857	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Total Other Local Revenues	\$ 783,464	\$ 0	\$ 0	\$ 0	\$ 36,451	\$ 262,584
<u>Fees Received from County Officials</u>						
<u>Excess Fees</u>						
County Clerk	\$ 254,796	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Clerk and Master	65,279	0	0	0	0	0
<u>Fees in-Lieu-of Salary</u>						
Circuit Court Clerk	217,515	0	0	0	0	0
General Sessions Court Clerk	609,409	0	0	0	0	0
Clerk and Master	396,453	0	0	0	0	0
Juvenile Court Clerk	88,410	0	0	0	0	0
Register	387,573	0	0	0	0	0
Sheriff	49,768	0	0	0	0	0
Trustee	1,383,648	0	0	0	0	0
Total Fees Received from County Officials	\$ 3,452,851	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
<u>State of Tennessee</u>						
<u>General Government Grants</u>						
Juvenile Services Program	\$ 9,000	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
State Reappraisal Grant	1,750	0	0	0	0	0
<u>Public Safety Grants</u>						
Law Enforcement Training Programs	46,200	0	0	0	0	0
Health and Welfare Grants						
Other Health and Welfare Grants	671,342	0	0	0	0	0

(Continued)

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

	Special Revenue Funds					Debt Service Fund
	General	Drug Control	Adequate Facilities/ Development Tax	Constitutional Officers - Fees	Highway / Public Works	
<u>State of Tennessee (Cont.)</u>						
<u>Public Works Grants</u>						
Bridge Program						
State Aid Program						
<u>Other State Revenues</u>						
Income Tax	156,741	0	0	0	0	0
Beer Tax	17,806	0	0	0	0	0
Vehicle Certificate of Title Fees	2,309	0	0	0	0	0
Alcoholic Beverage Tax	121,115	0	0	0	0	0
State Revenue Sharing - T.V.A.	0	0	0	0	0	0
Contracted Prisoner Boarding	1,603,913	0	0	0	0	1,143,242
Gasoline and Motor Fuel Tax	0	0	0	0	2,265,683	0
Petroleum Special Tax	0	0	0	0	53,545	0
Registrar's Salary Supplement	18,955	0	0	0	0	0
Other State Grants	25,143	0	0	0	90,227	0
Other State Revenues	52,082	0	0	0	0	0
Total State of Tennessee	\$ 2,726,356	\$ 0	\$ 0	\$ 0	\$ 2,977,793	\$ 1,143,242
<u>Federal Government</u>						
<u>Federal Through State</u>						
Disaster Relief	0	0	0	0	0	0
Homeland Security Grants	265,529	0	0	0	409,260	0
Law Enforcement Grants	62,982	0	0	0	0	0
Other Federal through State	673,332	0	0	0	0	0
<u>Direct Federal Revenue</u>						
Asset Forfeiture Funds	0	7,553	0	0	0	0
Tax Credit Bond Rebate	303,776	0	0	0	0	0

(Continued)

Exhibit K-6

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

	Special Revenue Funds					Debt Service Fund
	General	Drug Control	Adequate Facilities/ Development Tax	Constitutional Officers - Fees	Highway / Public Works	
Federal Government (Cont.)						
Direct Federal Revenue (Cont.)						
Other Direct Federal Revenue	\$ 35,455	0	0	0	0	369
Total Federal Government	\$ 1,341,074	7,553	0	0	409,260	369
Other Governments and Citizens Groups						
Other Governments						
Contributions	0	0	0	0	0	354,533
Citizens Groups						
Donations	8,395	0	0	0	0	0
Other	71,235	0	0	0	0	0
Total Other Governments and Citizens Groups	\$ 79,630	0	0	0	0	354,533
Total	\$ 26,886,789	176,953	623,525	536,704	6,243,233	9,511,365

(Continued)

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

	Capital Projects Funds			Total
	Highway Capital Projects	Other Capital Projects		
<u>Local Taxes</u>				
<u>County Property Taxes</u>				
Current Property Tax	0	1,710,780	\$	21,326,692
Trustee's Collections - Prior Year	0	53,806		672,466
Trustee's Collections - Bankruptcy	0	475		5,947
Circuit/Clerk & Master Collections - Prior Years	0	46,633		581,323
Interest and Penalty	0	9,095		114,359
Pick-up Taxes	0	308		3,861
Payments in-Lieu-of Taxes - T.V.A.	0	0		12,757
Payments in-Lieu-of Taxes - Local Utilities	0	0		425,984
Payments in-Lieu-of Taxes - Other	0	0		2,501,311
<u>County Local Option Taxes</u>				
Local Option Sales Tax	0	0		404,115
Hotel/Motel Tax	0	0		505,107
Wheel Tax	1,044,106	0		1,953,083
Litigation Tax - General	0	0		474,312
Litigation Tax - Jail, Workhouse, or Courthouse	0	0		458,357
Business Tax	0	0		1,048,758
Mineral Severance Tax	0	0		86,867
Adequate Facilities/Development Tax	0	0		622,724
<u>Statutory Local Taxes</u>				
Bank Excise Tax	0	0		23,123
Wholesale Beer Tax	0	0		327,157
Interstate Telecommunications Tax	0	0		1,768
Total Local Taxes	\$ 1,044,106	\$ 1,821,097	\$	31,550,071

(Continued)

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

	Capital Projects Funds			Total
	Highway Capital Projects	Other Capital Projects		
<u>Licenses and Permits</u>				
<u>Licenses</u>				
Cable TV Franchise	0 \$	0 \$	0 \$	165,636
<u>Permits</u>				
Beer Permits	0	0	0	1,541
Building Permits	0	0	0	112,200
Other Permits	0	0	0	11,588
Total Licenses and Permits	0 \$	0 \$	0 \$	290,965
<u>Fines, Forfeitures, and Penalties</u>				
<u>Circuit Court</u>				
Fines	0 \$	0 \$	0 \$	27,796
Officers Costs	0	0	0	17,935
Drug Control Fines	0	0	0	27,741
Drug Court Fees	0	0	0	3,850
Jail Fees	0	0	0	11,056
DUI Treatment Fines	0	0	0	5,671
Data Entry Fee - Circuit Court	0	0	0	3,051
Courtroom Security Fee	0	0	0	472
Victims Assistance Assessments	0	0	0	24,696
<u>Criminal Court</u>				
DUI Treatment Fines	0	0	0	1,520
Victims Assistance Assessments	0	0	0	12,348
<u>General Sessions Court</u>				
Fines	0	0	0	52,344
Officers Costs	0	0	0	69,023
Game and Fish Fines	0	0	0	2,990

(Continued)

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

	Capital Projects Funds			Total
	Highway Capital Projects	Other Capital Projects		
<u>Fines, Forfeitures, and Penalties (Cont.)</u>				
<u>General Sessions Court (Cont.)</u>				
Drug Control Fines	\$	0 \$	0 \$	5,849
Drug Court Fees		0	0	11,065
Jail Fees		0	0	40,654
DUI Treatment Fines		0	0	22,240
Data Entry Fee - General Sessions Court		0	0	15,791
Courtroom Security Fee		0	0	184
Victims Assistance Assessments		0	0	12,348
<u>Juvenile Court</u>				
Data Entry Fee - Juvenile Court		0	0	23,467
<u>Chancery Court</u>				
Officers Costs		0	0	13,355
Data Entry Fee - Chancery Court		0	0	12,280
Other Fines, Forfeitures, and Penalties				
Proceeds from Confiscated Property		0	0	135,810
Other Fines, Forfeitures, and Penalties		0	0	1,900
Total Fines, Forfeitures, and Penalties	\$	0 \$	0 \$	555,436
<u>Charges for Current Services</u>				
<u>General Service Charges</u>				
Work Release Charges for Board	\$	0 \$	0 \$	36,290
<u>Fees</u>				
Subdivision Lot Fees		0	0	5,525
Recreation Fees		0	0	37,336
Copy Fees		0	0	3,089
Library Fees		0	0	17,180

(Continued)

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

	Capital Projects Funds			Total
	Highway Capital Projects	Other Capital Projects		
<u>Charges for Current Services (Cont.)</u>				
<u>Fees (Cont.)</u>				
Greenbelt Late Application Fee	\$	0 \$	0 \$	500
Telephone Commissions		0	0	149,346
Vending Machine Collections		0	0	140
Tourism Fees		0	0	17,814
Constitutional Officers' Fees and Commissions		0	0	536,704
Data Processing Fee - Register		0	0	29,184
Data Processing Fee - Sheriff		0	0	10,059
Sexual Offender Registration Fees - Sheriff		0	0	5,625
Data Processing Fee - County Clerk		0	0	23,348
Total Charges for Current Services	\$	0 \$	0 \$	872,140
<u>Other Local Revenues</u>				
<u>Recurring Items</u>				
Investment Income	\$	0 \$	0 \$	262,584
Lease/Rentals		0	0	103,908
Sale of Materials and Supplies		0	0	19,681
Sale of Animals/Livestock		0	0	88,103
Miscellaneous Refunds		0	12	15,685
<u>Nonrecurring Items</u>				
Revenue from Joint Ventures		0	0	196,358
Sale of Equipment		0	7,547	46,814
Sale of Property		0	0	1,100
Damages Recovered from Individuals		0	0	1,400
Contributions and Gifts		0	0	11,568

(Continued)

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

	Capital Projects Funds			Total
	Highway Capital Projects	Other Capital Projects		
<u>Other Local Revenues (Cont.)</u>				
Other Local Revenues	0 \$	0 \$	0 \$	342,857
Total Other Local Revenues	0 \$	7,559 \$		1,090,058
<u>Fees Received from County Officials</u>				
<u>Excess Fees</u>				
County Clerk	0 \$	0 \$	0 \$	254,796
Clerk and Master	0	0	0	65,279
<u>Fees in-Lieu-of Salary</u>				
Circuit Court Clerk	0	0	0	217,515
General Sessions Court Clerk	0	0	0	609,409
Clerk and Master	0	0	0	396,453
Juvenile Court Clerk	0	0	0	88,410
Register	0	0	0	387,573
Sheriff	0	0	0	49,768
Trustee	0	0	0	1,383,648
Total Fees Received from County Officials	0 \$	0 \$	0 \$	3,452,851
<u>State of Tennessee</u>				
<u>General Government Grants</u>				
Juvenile Services Program	0 \$	0 \$	0 \$	9,000
State Reappraisal Grant	0	0	0	1,750
Public Safety Grants				
Law Enforcement Training Programs	0	0	0	46,200
Health and Welfare Grants				
Other Health and Welfare Grants	0	0	0	671,342

(Continued)

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

	Capital Projects Funds			Total
	Highway Capital Projects	Other Capital Projects		
<u>State of Tennessee (Cont.)</u>				
<u>Public Works Grants</u>				
Bridge Program	\$ 0	\$ 0	\$ 0	309,030
State Aid Program	0	0	0	259,308
<u>Other State Revenues</u>				
Income Tax	0	0	0	156,741
Beer Tax	0	0	0	17,806
Vehicle Certificate of Title Fees	0	0	0	2,309
Alcoholic Beverage Tax	0	0	0	121,115
State Revenue Sharing - T.V.A.	0	0	0	1,143,242
Contracted Prisoner Boarding	0	0	0	1,603,913
Gasoline and Motor Fuel Tax	0	0	0	2,265,683
Petroleum Special Tax	0	0	0	53,545
Registrar's Salary Supplement	0	0	0	18,955
Other State Grants	0	0	0	115,370
Other State Revenues	0	0	0	52,082
Total State of Tennessee	\$ 0	\$ 0	\$ 0	6,847,391
<u>Federal Government</u>				
<u>Federal Through State</u>				
Disaster Relief	\$ 0	\$ 0	\$ 0	409,260
Homeland Security Grants	0	0	0	265,529
Law Enforcement Grants	0	0	0	62,982
Other Federal through State	0	0	0	673,332
<u>Direct Federal Revenue</u>				
Asset Forfeiture Funds	0	0	0	7,553
Tax Credit Bond Rebate	0	0	0	303,776

(Continued)

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

	Capital Projects Funds			Total
	Highway Capital Projects	Other Capital Projects		
<u>Federal Government (Cont.)</u>				
<u>Direct Federal Revenue (Cont.)</u>				
Other Direct Federal Revenue	0 \$	0 \$		35,824
Total Federal Government	0 \$	0 \$		1,758,256
<u>Other Governments and Citizens Groups</u>				
<u>Other Governments</u>				
Contributions	0 \$	0 \$		354,533
Citizens Groups				
Donations	0	0		8,395
<u>Other</u>				
Other	0	0		71,235
Total Other Governments and Citizens Groups	0 \$	0 \$		434,163
Total	1,044,106 \$	1,828,656 \$		46,851,331

Exhibit K-7

Maury County, Tennessee  
 Schedule of Detailed Revenues -  
 All Governmental Fund Types  
 Discretely Presented Maury County School Department  
 For the Year Ended June 30, 2014

	Special Revenue Funds				Total
	General Purpose School	School Federal Projects	Central Cafeteria		
<u>Local Taxes</u>					
<u>County Property Taxes</u>					
Current Property Tax	\$ 20,317,590	\$ 0	\$ 0	\$ 0	20,317,590
Trustee's Collections - Prior Year	546,254	0	0	0	546,254
Trustee's Collections - Bankruptcy	5,659	0	0	0	5,659
Circuit/Clerk & Master Collections - Prior Years	536,168	0	0	0	536,168
Interest and Penalty	108,803	0	0	0	108,803
Pick-up Taxes	3,689	0	0	0	3,689
<u>County Local Option Taxes</u>					
Local Option Sales Tax	11,983,496	0	0	0	11,983,496
Mixed Drink Tax	100,589	0	0	0	100,589
<u>Statutory Local Taxes</u>					
Interstate Telecommunications Tax	10,774	0	0	0	10,774
Total Local Taxes	\$ 33,613,022	\$ 0	\$ 0	\$ 0	\$ 33,613,022
<u>Licenses and Permits</u>					
<u>Licenses</u>					
Marriage Licenses	5,444	0	0	0	5,444
Total Licenses and Permits	\$ 5,444	\$ 0	\$ 0	\$ 0	\$ 5,444
<u>Charges for Current Services</u>					
<u>Fees</u>					
Vending Machine Collections	338	0	0	0	338
<u>Education Charges</u>					
Tuition - Regular Day Students	15,638	0	0	0	15,638
Lunch Payments - Children	0	0	948,052	0	948,052

(Continued)

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

	General Purpose School	Special Revenue Funds			Total
		School Federal Projects	Central Cafeteria		
<u>Charges for Current Services (Cont.)</u>					
<u>Education Charges (Cont.)</u>					
Lunch Payments - Adults	\$ 0	\$ 0	\$ 159,846	\$ 159,846	
Income from Breakfast	0	0	107,095	107,095	
A la carte Sales	0	0	708,025	708,025	
Receipts from Individual Schools	252,000	0	0	252,000	
<u>Other Charges for Services</u>					
Other Charges for Services	185,757	0	5,156	190,913	
Total Charges for Current Services	\$ 453,733	\$ 0	\$ 1,928,174	\$ 2,381,907	
<u>Other Local Revenues</u>					
<u>Recurring Items</u>					
Investment Income	\$ 0	\$ 0	\$ 9,354	\$ 9,354	
Lease/Rentals	1	0	0	1	
Sale of Materials and Supplies	6,519	0	0	6,519	
Refund of Telecommunication & Internet Fees (E-Rate)	12,943	0	0	12,943	
Miscellaneous Refunds	4,351	0	37,636	41,987	
<u>Nonrecurring Items</u>					
Sale of Equipment	13,910	0	0	13,910	
Resale of Materials - T&I House	12,025	0	0	12,025	
Damages Recovered from Individuals	5,715	0	0	5,715	
Contributions and Gifts	11,637	0	0	11,637	
<u>Other Local Revenues</u>					
Other Local Revenues	186	0	0	186	
Total Other Local Revenues	\$ 67,287	\$ 0	\$ 46,990	\$ 114,277	

(Continued)

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

	General Purpose School	Special Revenue Funds			Total
		School Federal Projects	Central Cafeteria		
<u>State of Tennessee</u>					
<u>General Government Grants</u>					
On-behalf Contributions for OPEB	\$ 457,347	\$ 0	\$ 0	\$ 0	457,347
<u>State Education Funds</u>					
Basic Education Program	49,388,001	0	0	0	49,388,001
Early Childhood Education	981,333	0	0	0	981,333
School Food Service	0	0	57,009	0	57,009
Other State Education Funds	935,264	0	0	0	935,264
Career Ladder Program	362,924	0	0	0	362,924
Career Ladder - Extended Contract	74,020	0	0	0	74,020
Other Vocational	5,985	0	0	0	5,985
<u>Other State Revenues</u>					
Other State Grants	2,624	0	0	0	2,624
Total State of Tennessee	\$ 52,207,498	\$ 0	\$ 57,009	\$ 0	\$ 52,264,507
<u>Federal Government</u>					
<u>Federal Through State</u>					
USDA School Lunch Program	\$ 0	\$ 0	\$ 2,866,658	\$ 0	2,866,658
USDA - Commodities	0	0	358,449	0	358,449
Breakfast	0	0	919,266	0	919,266
USDA - Other	0	0	47,684	0	47,684
Vocational Education - Basic Grants to States	0	179,590	0	0	179,590
Title I Grants to Local Education Agencies	0	2,482,104	0	0	2,482,104
Special Education - Grants to States	128,330	2,245,135	0	0	2,373,465
Special Education Preschool Grants	0	102,806	0	0	102,806
English Language Acquisition Grants	0	43,239	0	0	43,239

(Continued)

Exhibit K-7

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

	General Purpose School	Special Revenue Funds			Total
		School Federal Projects	Central Cafeteria		
Federal Government (Cont.)					
<u>Federal Through State (Cont.)</u>					
Safe and Drug-free Schools - State Grants	\$ 61,656 \$	0 \$	0 \$	0 \$	61,656
Eisenhower Professional Development State Grants	0	298,765	0	0	298,765
Race-to-the-Top - ARRA	0	790,741	0	0	790,741
<u>Direct Federal Revenue</u>					
ROTC Reimbursement	118,513	0	0	0	118,513
Other Direct Federal Revenue	364,128	0	0	0	364,128
Total Federal Government	\$ 672,627 \$	6,142,380 \$	4,192,057 \$	\$ 11,007,064	
Total	\$ 87,019,611 \$	6,142,380 \$	6,224,230 \$	\$ 99,386,221	

Exhibit K-8

Maury County, Tennessee  
Schedule of Detailed Expenditures -  
All Governmental Fund Types  
For the Year Ended June 30, 2014

General Fund

General Government

County Commission

Board and Committee Members Fees	\$	65,840	
Social Security		4,082	
Employer Medicare		955	
Dues and Memberships		2,100	
Legal Notices, Recording, and Court Costs		1,815	
Office Supplies		232	
Total County Commission	\$		75,024

Board of Equalization

Board and Committee Members Fees	\$	1,610	
Social Security		100	
Employer Medicare		23	
Legal Notices, Recording, and Court Costs		52	
Total Board of Equalization			1,785

Other Boards and Committees

Legal Notices, Recording, and Court Costs	\$	369	
Postal Charges		216	
Office Supplies		586	
Other Supplies and Materials		4,072	
Total Other Boards and Committees			5,243

County Mayor/Executive

County Official/Administrative Officer	\$	92,040	
Assistant(s)		36,455	
Clerical Personnel		34,689	
Longevity Pay		1,250	
Other Salaries and Wages		19,150	
Social Security		11,458	
State Retirement		10,639	
Life Insurance		168	
Medical Insurance		18,189	
Dental Insurance		617	
Disability Insurance		536	
Unemployment Compensation		357	
Employer Medicare		2,680	
Dues and Memberships		2,164	
Legal Notices, Recording, and Court Costs		41	
Maintenance Agreements		484	
Postal Charges		225	
Printing, Stationery, and Forms		350	
Travel		75	
Office Supplies		1,473	
Periodicals		182	
Total County Mayor/Executive			233,222

(Continued)

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

General Fund (Cont.)

General Government (Cont.)

Personnel Office

County Official/Administrative Officer	\$	67,834	
Clerical Personnel		97,989	
Longevity Pay		1,950	
Social Security		10,164	
State Retirement		10,855	
Life Insurance		254	
Medical Insurance		24,252	
Dental Insurance		822	
Disability Insurance		560	
Unemployment Compensation		360	
Employer Medicare		2,377	
Dues and Memberships		700	
Legal Notices, Recording, and Court Costs		1,055	
Maintenance Agreements		3,292	
Postal Charges		648	
Printing, Stationery, and Forms		125	
Travel		1,923	
Other Contracted Services		360	
Office Supplies		988	
Other Charges		64	
Total Personnel Office			\$ 226,572

County Attorney

County Official/Administrative Officer	\$	65,143	
Longevity Pay		250	
Social Security		3,266	
State Retirement		4,231	
Life Insurance		64	
Medical Insurance		6,081	
Dental Insurance		206	
Disability Insurance		177	
Unemployment Compensation		90	
Employer Medicare		764	
Consultants		5,384	
Dues and Memberships		250	
Postal Charges		92	
Electricity		750	
Office Supplies		3,000	
Other Supplies and Materials		1,250	
Indirect Cost		4,119	
Total County Attorney			95,117

Election Commission

County Official/Administrative Officer	\$	69,082	
Clerical Personnel		57,184	
Part-time Personnel		14,011	
Longevity Pay		1,750	

(Continued)

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

General Fund (Cont.)

General Government (Cont.)

Election Commission (Cont.)

Overtime Pay	\$	461	
Other Salaries and Wages		1,502	
Election Commission		4,020	
Election Workers		16,574	
Social Security		9,057	
State Retirement		8,407	
Life Insurance		170	
Medical Insurance		18,189	
Dental Insurance		617	
Disability Insurance		415	
Unemployment Compensation		374	
Employer Medicare		2,118	
Communication		401	
Contracts with Public Carriers		2,000	
Data Processing Services		5,433	
Dues and Memberships		250	
Legal Notices, Recording, and Court Costs		2,239	
Maintenance Agreements		11,797	
Maintenance and Repair Services - Buildings		1,252	
Maintenance and Repair Services - Equipment		6,957	
Pest Control		230	
Postal Charges		13,201	
Printing, Stationery, and Forms		5,082	
Rentals		22,005	
Travel		2,024	
Data Processing Supplies		224	
Electricity		4,993	
Natural Gas		2,676	
Office Supplies		1,077	
Other Capital Outlay		3,873	
Total Election Commission			\$ 289,645

Register of Deeds

County Official/Administrative Officer	\$	76,758
Clerical Personnel		119,373
Longevity Pay		1,800
Overtime Pay		3,483
Social Security		12,417
State Retirement		13,032
Life Insurance		318
Medical Insurance		30,316
Dental Insurance		1,028
Disability Insurance		632
Unemployment Compensation		406
Employer Medicare		2,904
Data Processing Services		13,600
Dues and Memberships		681

(Continued)

Exhibit K-8

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

General Fund (Cont.)

General Government (Cont.)

Register of Deeds (Cont.)

Maintenance Agreements	\$	4,741	
Postal Charges		535	
Data Processing Supplies		1,631	
Office Supplies		2,337	
Data Processing Equipment		1,657	
Office Equipment		43	
Total Register of Deeds			\$ 287,692

Development

County Official/Administrative Officer	\$	60,661	
Assistant(s)		43,722	
Secretary(ies)		39,645	
Clerical Personnel		32,677	
Longevity Pay		3,100	
Other Salaries and Wages		68,448	
Social Security		15,274	
State Retirement		14,898	
Life Insurance		313	
Medical Insurance		32,360	
Dental Insurance		891	
Disability Insurance		702	
Unemployment Compensation		745	
Employer Medicare		3,572	
Consultants		56,250	
Data Processing Services		5,500	
Dues and Memberships		619	
Legal Notices, Recording, and Court Costs		2,252	
Maintenance Agreements		8,893	
Maintenance and Repair Services - Vehicles		1,224	
Postal Charges		305	
Printing, Stationery, and Forms		149	
Travel		1,749	
Gasoline		5,290	
Office Supplies		2,235	
Periodicals		1,441	
Office Equipment		100	
Other Equipment		176	
Total Development			403,191

County Buildings

Supervisor/Director	\$	48,256	
Custodial Personnel		77,542	
Longevity Pay		4,850	
Overtime Pay		4,343	
Other Salaries and Wages		152,966	
Social Security		17,704	
State Retirement		17,600	

(Continued)

Exhibit K-8

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

General Fund (Cont.)

General Government (Cont.)

County Buildings (Cont.)

Life Insurance	\$	472	
Medical Insurance		44,980	
Dental Insurance		1,491	
Disability Insurance		820	
Unemployment Compensation		923	
Employer Medicare		4,140	
Communication		7,362	
Janitorial Services		9,300	
Laundry Service		3,204	
Licenses		1,375	
Maintenance Agreements		20,180	
Maintenance and Repair Services - Buildings		92,594	
Maintenance and Repair Services - Equipment		542	
Maintenance and Repair Services - Vehicles		12,291	
Pest Control		2,193	
Disposal Fees		5,044	
Other Contracted Services		3,741	
Custodial Supplies		7,687	
Electricity		152,952	
Equipment and Machinery Parts		6	
Gasoline		11,185	
Natural Gas		24,368	
Office Supplies		65	
Small Tools		94	
Other Supplies and Materials		1,170	
Boiler Insurance		3,156	
Building and Contents Insurance		60,942	
Other Charges		11	
Total County Buildings			\$ 795,549

Other General Administration

Audit Services	\$	24,287	
Consultants		2,025	
Data Processing Services		21,485	
Dues and Memberships		10,070	
Maintenance and Repair Services - Vehicles		522	
Other Contracted Services		289	
Gasoline		1,173	
Natural Gas		1,740	
Indirect Cost		5,000	
Judgments		56,421	
Liability Insurance		163,211	
Premiums on Corporate Surety Bonds		17	
Vehicle and Equipment Insurance		70,862	
Workers' Compensation Insurance		390,960	
Fines, Assessments, and Penalties		15,484	
Other Charges		7,367	
Total Other General Administration			770,913

(Continued)

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

General Fund (Cont.)

General Government (Cont.)

Preservation of Records

County Official/Administrative Officer	\$	53,124	
Assistant(s)		32,677	
Part-time Personnel		10,236	
Longevity Pay		950	
Social Security		5,924	
State Retirement		5,613	
Life Insurance		127	
Medical Insurance		12,126	
Dental Insurance		411	
Disability Insurance		280	
Unemployment Compensation		265	
Employer Medicare		1,385	
Communication		424	
Janitorial Services		1,500	
Maintenance Agreements		2,598	
Postal Charges		175	
Travel		189	
Custodial Supplies		283	
Library Books/Media		1,357	
Office Supplies		3,411	
Periodicals		117	
Furniture and Fixtures		1,508	
Other Capital Outlay		2,745	
Total Preservation of Records			\$ 137,425

Finance

Accounting and Budgeting

County Official/Administrative Officer	\$	80,073
Assistant(s)		45,861
Accountants/Bookkeepers		89,151
Clerical Personnel		80,870
Longevity Pay		2,300
Overtime Pay		2,301
Social Security		17,878
State Retirement		19,331
Life Insurance		387
Medical Insurance		35,322
Dental Insurance		1,167
Disability Insurance		975
Unemployment Compensation		562
Employer Medicare		4,181
Communication		818
Dues and Memberships		520
Legal Notices, Recording, and Court Costs		122
Maintenance Agreements		611
Postal Charges		2,885
Printing, Stationery, and Forms		52

(Continued)

Exhibit K-8

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

General Fund (Cont.)

Finance (Cont.)

Accounting and Budgeting (Cont.)

Travel	\$	1,875	
Other Contracted Services		632	
Office Supplies		2,922	
Furniture and Fixtures		345	
Total Accounting and Budgeting			\$ 391,141

Purchasing

County Official/Administrative Officer	\$	56,839	
Accountants/Bookkeepers		101,171	
Longevity Pay		2,650	
Social Security		9,848	
State Retirement		10,395	
Life Insurance		207	
Medical Insurance		18,189	
Dental Insurance		617	
Disability Insurance		562	
Unemployment Compensation		270	
Employer Medicare		2,303	
Communication		488	
Data Processing Services		5,135	
Dues and Memberships		405	
Maintenance Agreements		121	
Postal Charges		500	
Travel		1,475	
Office Supplies		828	
Furniture and Fixtures		141	
Office Equipment		200	
Total Purchasing			212,344

Property Assessor's Office

County Official/Administrative Officer	\$	76,758	
Clerical Personnel		132,144	
Longevity Pay		4,250	
Overtime Pay		7,337	
Other Salaries and Wages		171,067	
In-Service Training		1,750	
Social Security		23,983	
State Retirement		18,362	
Life Insurance		635	
Medical Insurance		65,978	
Dental Insurance		2,228	
Disability Insurance		1,225	
Unemployment Compensation		981	
Employer Medicare		5,609	
Audit Services		27,598	
Communication		416	
Data Processing Services		20,868	

(Continued)

Exhibit K-8

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

General Fund (Cont.)

Finance (Cont.)

Property Assessor's Office (Cont.)

Dues and Memberships	\$	2,610	
Maintenance Agreements		1,176	
Maintenance and Repair Services - Vehicles		1,491	
Postal Charges		2,747	
Printing, Stationery, and Forms		213	
Travel		846	
Other Contracted Services		2,812	
Data Processing Supplies		3,793	
Gasoline		2,254	
Office Supplies		2,590	
Other Charges		32	
Data Processing Equipment		90	
Furniture and Fixtures		306	
Office Equipment		15	
Other Equipment		84	
Total Property Assessor's Office			\$ 582,248

Reappraisal Program

Clerical Personnel	\$	29,994	
Temporary Personnel		7,325	
Longevity Pay		1,450	
Overtime Pay		3,515	
Other Salaries and Wages		64,077	
Social Security		6,580	
State Retirement		6,408	
Life Insurance		191	
Medical Insurance		18,189	
Dental Insurance		617	
Disability Insurance		308	
Unemployment Compensation		340	
Employer Medicare		1,539	
Communication		3	
Data Processing Services		9,899	
Maintenance Agreements		529	
Postal Charges		16,333	
Printing, Stationery, and Forms		295	
Travel		831	
Data Processing Supplies		286	
Gasoline		489	
Office Supplies		391	
Total Reappraisal Program			169,589

County Trustee's Office

County Official/Administrative Officer	\$	76,758	
Clerical Personnel		132,805	
Temporary Personnel		11,711	
Longevity Pay		2,250	

(Continued)

Exhibit K-8

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

General Fund (Cont.)

Finance (Cont.)

County Trustee's Office (Cont.)

Social Security	\$	13,801	
State Retirement		13,705	
Life Insurance		318	
Medical Insurance		30,316	
Dental Insurance		1,028	
Disability Insurance		687	
Unemployment Compensation		475	
Employer Medicare		3,228	
Data Processing Services		4,025	
Dues and Memberships		696	
Legal Notices, Recording, and Court Costs		46	
Maintenance Agreements		529	
Postal Charges		2,933	
Travel		1,077	
Other Contracted Services		14,713	
Office Supplies		1,546	
Total County Trustee's Office	\$		312,647

County Clerk's Office

State Retirement	\$	30,503	
Life Insurance		822	
Medical Insurance		81,921	
Dental Insurance		2,777	
Disability Insurance		1,512	
Unemployment Compensation		1,198	
Accounting Services		16,749	
Data Processing Services		14,979	
Dues and Memberships		746	
Maintenance Agreements		1,958	
Postal Charges		23,921	
Printing, Stationery, and Forms		6,556	
Travel		59	
Data Processing Supplies		4,154	
Office Supplies		8,400	
Periodicals		12	
Data Processing Equipment		24,710	
Office Equipment		469	
Total County Clerk's Office			221,446

Data Processing

County Official/Administrative Officer	\$	78,566	
Data Processing Personnel		114,387	
Longevity Pay		1,950	
Social Security		11,982	
State Retirement		12,610	
Life Insurance		191	
Medical Insurance		18,189	

(Continued)

Exhibit K-8

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

General Fund (Cont.)

Finance (Cont.)

Data Processing (Cont.)

Dental Insurance	\$	617	
Disability Insurance		631	
Unemployment Compensation		270	
Employer Medicare		2,802	
Communication		77,175	
Data Processing Services		22,679	
Maintenance Agreements		13,901	
Data Processing Supplies		4,845	
Office Supplies		54	
Small Tools		94	
Data Processing Equipment		62,033	
Total Data Processing			\$ 422,976

Administration of Justice

Circuit Court

County Official/Administrative Officer	\$	72,626	
Clerical Personnel		520,307	
Part-time Personnel		33,543	
Longevity Pay		8,150	
Jury and Witness Expense		40,086	
Other Per Diem and Fees		14,050	
Social Security		39,858	
State Retirement		32,968	
Life Insurance		1,034	
Medical Insurance		98,525	
Dental Insurance		3,136	
Disability Insurance		1,854	
Unemployment Compensation		1,846	
Employer Medicare		9,322	
Audit Services		8,172	
Data Processing Services		22,305	
Dues and Memberships		546	
Legal Notices, Recording, and Court Costs		452	
Maintenance and Repair Services - Office Equipment		47	
Postal Charges		10,468	
Printing, Stationery, and Forms		12,893	
Office Supplies		6,624	
Periodicals		476	
Other Charges		28,175	
Office Equipment		565	
Total Circuit Court			968,028

General Sessions Court

Judge(s)	\$	469,384	
Clerical Personnel		127,046	
Temporary Personnel		52,341	
Part-time Personnel		8,043	

(Continued)

Exhibit K-8

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

General Fund (Cont.)

Administration of Justice (Cont.)

General Sessions Court (Cont.)

Longevity Pay	\$	2,050	
Overtime Pay		368	
Other Salaries and Wages		107,073	
Social Security		39,649	
State Retirement		44,744	
Life Insurance		556	
Medical Insurance		53,087	
Dental Insurance		1,800	
Disability Insurance		2,239	
Unemployment Compensation		1,051	
Employer Medicare		10,951	
Communication		5,379	
Data Processing Services		32,102	
Dues and Memberships		785	
Licenses		1,200	
Maintenance Agreements		1,721	
Pest Control		391	
Printing, Stationery, and Forms		426	
Travel		3,481	
Electricity		10,003	
Office Supplies		2,111	
Periodicals		825	
Other Charges		547	
Office Equipment		536	
Total General Sessions Court			\$ 979,889

Chancery Court

County Official/Administrative Officer	\$	76,758
Longevity Pay		2,250
Overtime Pay		1,243
Other Salaries and Wages		189,580
Social Security		16,350
State Retirement		17,227
Life Insurance		424
Medical Insurance		40,433
Dental Insurance		1,370
Disability Insurance		856
Unemployment Compensation		630
Employer Medicare		3,824
Accounting Services		250
Data Processing Services		24,784
Dues and Memberships		1,066
Maintenance Agreements		1,590
Maintenance and Repair Services - Office Equipment		457
Postal Charges		2,482
Printing, Stationery, and Forms		1,963
Travel		300

(Continued)

Exhibit K-8

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

General Fund (Cont.)

Administration of Justice (Cont.)

Chancery Court (Cont.)

Office Supplies	\$	3,094	
Periodicals		712	
Other Charges		25	
Furniture and Fixtures		600	
Office Equipment		512	
Other Capital Outlay		618	
Total Chancery Court			\$ 389,398

Victims Assistance Programs

Contributions	\$	64,709	
Total Victims Assistance Programs			64,709

Public Safety

Sheriff's Department

County Official/Administrative Officer	\$	84,435	
Deputy(ies)		2,111,249	
Investigator(s)		478,596	
Captain(s)		143,065	
Lieutenant(s)		228,027	
Sergeant(s)		442,425	
Dispatchers/Radio Operators		211,464	
Clerical Personnel		175,159	
Part-time Personnel		12,572	
Longevity Pay		45,550	
Overtime Pay		186,140	
In-Service Training		52,650	
Social Security		253,865	
State Retirement		259,266	
Life Insurance		5,611	
Medical Insurance		535,046	
Dental Insurance		18,112	
Disability Insurance		12,520	
Unemployment Compensation		8,643	
Employer Medicare		59,372	
Communication		15,638	
Data Processing Services		47,358	
Dues and Memberships		3,374	
Evaluation and Testing		11,450	
Maintenance Agreements		27,036	
Maintenance and Repair Services - Equipment		935	
Maintenance and Repair Services - Vehicles		43,529	
Postal Charges		1,943	
Printing, Stationery, and Forms		1,097	
Travel		13,958	
Veterinary Services		520	
Other Contracted Services		450	
Animal Food and Supplies		538	

(Continued)

Exhibit K-8

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

General Fund (Cont.)

Public Safety (Cont.)

Sheriff's Department (Cont.)

Data Processing Supplies	\$	5,762	
Gasoline		272,449	
Law Enforcement Supplies		31,881	
Lubricants		6,883	
Office Supplies		8,235	
Periodicals		2,947	
Tires and Tubes		15,379	
Uniforms		24,626	
Vehicle Parts		66,277	
Workers' Compensation Insurance		9,590	
Other Charges		292	
Communication Equipment		3,957	
Data Processing Equipment		1,850	
Furniture and Fixtures		329	
Law Enforcement Equipment		18,165	
Motor Vehicles		14,800	
Office Equipment		393	
Other Equipment		9,378	
Total Sheriff's Department			\$ 5,984,786

Administration of the Sexual Offender Registry

Contracts with Government Agencies	\$	1,650	
Total Administration of the Sexual Offender Registry			1,650

Jail

County Official/Administrative Officer	\$	3,029	
Sergeant(s)		201,599	
Maintenance Personnel		41,454	
Longevity Pay		17,700	
Overtime Pay		235,400	
Other Salaries and Wages		1,705,827	
In-Service Training		1,800	
Social Security		134,845	
State Retirement		136,789	
Life Insurance		3,538	
Medical Insurance		337,567	
Dental Insurance		11,527	
Disability Insurance		6,147	
Unemployment Compensation		6,417	
Employer Medicare		31,536	
Communication		1,578	
Contracts with Government Agencies		246,424	
Maintenance Agreements		12,999	
Maintenance and Repair Services - Buildings		111,111	
Maintenance and Repair Services - Equipment		1,167	
Maintenance and Repair Services - Vehicles		5,092	
Medical and Dental Services		600,692	

(Continued)

Exhibit K-8

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

General Fund (Cont.)

Public Safety (Cont.)

Jail (Cont.)

Pest Control	\$	2,397	
Postal Charges		3,000	
Printing, Stationery, and Forms		4,823	
Travel		9,012	
Disposal Fees		4,847	
Other Contracted Services		750	
Custodial Supplies		54,958	
Diesel Fuel		880	
Drugs and Medical Supplies		281,925	
Electricity		228,209	
Food Supplies		365,098	
Gasoline		34,333	
Law Enforcement Supplies		2,204	
Lubricants		780	
Natural Gas		51,342	
Prisoners Clothing		17,783	
Tires and Tubes		1,734	
Uniforms		9,013	
Vehicle Parts		8,831	
Other Supplies and Materials		1,159	
Other Charges		3,545	
Communication Equipment		1,194	
Food Service Equipment		10,251	
Law Enforcement Equipment		1,906	
Other Equipment		569	
Total Jail			\$ 4,954,781

Juvenile Services

Assistant(s)	\$	28,710
Probation Officer(s)		31,949
Youth Service Officer(s)		43,701
Longevity Pay		900
Overtime Pay		2,526
Social Security		6,618
State Retirement		6,974
Life Insurance		191
Medical Insurance		18,189
Dental Insurance		617
Disability Insurance		313
Unemployment Compensation		270
Employer Medicare		1,548
Communication		890
Dues and Memberships		165
Postal Charges		49
Printing, Stationery, and Forms		38
Travel		5,305
Other Contracted Services		99,441

(Continued)

Exhibit K-8

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

<u>General Fund (Cont.)</u>		
<u>Public Safety (Cont.)</u>		
<u>Juvenile Services (Cont.)</u>		
Office Supplies	\$	271
Office Equipment		2,480
Total Juvenile Services		\$ 251,145
<u>Civil Defense</u>		
Contributions	\$	192,936
Vehicle and Equipment Insurance		26,772
Other Equipment		5,206
Total Civil Defense		224,914
<u>Other Emergency Management</u>		
Clerical Personnel	\$	35,132
Part-time Personnel		13,962
Longevity Pay		250
Social Security		3,015
State Retirement		2,289
Life Insurance		64
Medical Insurance		6,063
Dental Insurance		206
Disability Insurance		115
Unemployment Compensation		209
Employer Medicare		705
Communication		6,980
Consultants		150
Dues and Memberships		250
Maintenance Agreements		1,410
Maintenance and Repair Services - Equipment		1,139
Maintenance and Repair Services - Vehicles		1,700
Postal Charges		87
Printing, Stationery, and Forms		522
Travel		1,886
Other Contracted Services		37,714
Electricity		3,794
Gasoline		7,940
Instructional Supplies and Materials		35
Natural Gas		845
Office Supplies		1,618
Small Tools		4,943
Tires and Tubes		1,260
Uniforms		4,708
Vehicle Parts		109
Other Supplies and Materials		6,220
Vehicle and Equipment Insurance		10,043
Other Charges		56,913
Other Equipment		453,094
Total Other Emergency Management		665,370

(Continued)

Exhibit K-8

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

General Fund (Cont.)

Public Safety (Cont.)

Public Safety Grant Programs

Law Enforcement Supplies	\$	3,681	
Uniforms		3,675	
Law Enforcement Equipment		5,539	
Total Public Safety Grant Programs			\$ 12,895

Public Health and Welfare

Local Health Center

Medical Personnel	\$	321,686	
Clerical Personnel		125,081	
Part-time Personnel		44,535	
Longevity Pay		3,350	
Social Security		29,971	
State Retirement		27,513	
Life Insurance		869	
Medical Insurance		80,371	
Dental Insurance		2,686	
Disability Insurance		1,289	
Unemployment Compensation		1,964	
Employer Medicare		7,009	
Communication		10,178	
Dues and Memberships		390	
Janitorial Services		29,231	
Licenses		318	
Maintenance Agreements		7,978	
Maintenance and Repair Services - Buildings		7,152	
Maintenance and Repair Services - Equipment		1,485	
Pest Control		561	
Travel		11,388	
Electricity		42,010	
Instructional Supplies and Materials		15,607	
Natural Gas		13,419	
Office Supplies		1,607	
Periodicals		141	
Liability Insurance		66	
Workers' Compensation Insurance		3,466	
Furniture and Fixtures		9,908	
Office Equipment		3,116	
Total Local Health Center			804,345

Rabies and Animal Control

County Official/Administrative Officer	\$	36,287	
Part-time Personnel		57,013	
Longevity Pay		2,350	
Overtime Pay		56	
Other Salaries and Wages		225,978	
Social Security		19,497	
State Retirement		14,053	

(Continued)

Exhibit K-8

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

General Fund (Cont.)

Public Health and Welfare (Cont.)

Rabies and Animal Control (Cont.)

Life Insurance	\$	527	
Medical Insurance		49,211	
Dental Insurance		1,670	
Disability Insurance		784	
Unemployment Compensation		1,369	
Employer Medicare		4,560	
Advertising		335	
Communication		327	
Data Processing Services		2,902	
Licenses		310	
Maintenance Agreements		3,111	
Maintenance and Repair Services - Buildings		7,673	
Maintenance and Repair Services - Equipment		90	
Maintenance and Repair Services - Vehicles		1,743	
Medical and Dental Services		986	
Printing, Stationery, and Forms		225	
Travel		880	
Veterinary Services		25,671	
Disposal Fees		3,471	
Custodial Supplies		2,954	
Drugs and Medical Supplies		39,538	
Electricity		30,488	
Gasoline		8,935	
Natural Gas		17,004	
Office Supplies		1,801	
Other Supplies and Materials		13,327	
Building and Contents Insurance		337	
Refunds		2,125	
Other Charges		231	
Furniture and Fixtures		1,614	
Total Rabies and Animal Control			\$ 579,433

Appropriation to State

Contracts with Government Agencies	\$	69,900	
Total Appropriation to State			69,900

Other Public Health and Welfare

Other Contracted Services	\$	643,224	
Total Other Public Health and Welfare			643,224

Social, Cultural, and Recreational Services

Senior Citizens Assistance

Contributions	\$	34,500	
Total Senior Citizens Assistance			34,500

Libraries

County Official/Administrative Officer	\$	48,815	
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(Continued)

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

General Fund (Cont.)

Social, Cultural, and Recreational Services (Cont.)

Libraries (Cont.)

Librarians	\$	245,751	
Part-time Personnel		62,385	
Longevity Pay		6,250	
Overtime Pay		71	
Social Security		22,087	
State Retirement		19,334	
Life Insurance		604	
Medical Insurance		57,531	
Dental Insurance		1,935	
Disability Insurance		956	
Unemployment Compensation		1,362	
Employer Medicare		5,166	
Communication		4,517	
Janitorial Services		7,200	
Licenses		475	
Maintenance Agreements		12,891	
Maintenance and Repair Services - Buildings		2,370	
Pest Control		756	
Postal Charges		446	
Other Contracted Services		5,432	
Custodial Supplies		2,336	
Electricity		25,390	
Library Books/Media		59,312	
Natural Gas		4,936	
Office Supplies		7,912	
Periodicals		5,102	
Other Capital Outlay		18,737	
Total Libraries			\$ 630,059

Parks and Fair Boards

County Official/Administrative Officer	\$	66,768
Assistant(s)		76,881
Laborers		156,156
Clerical Personnel		23,832
Temporary Personnel		18,613
Longevity Pay		4,250
Overtime Pay		2,872
Social Security		21,477
State Retirement		20,723
Life Insurance		572
Medical Insurance		54,568
Dental Insurance		1,850
Disability Insurance		1,035
Unemployment Compensation		1,062
Employer Medicare		5,023
Communication		1,361
Dues and Memberships		70

(Continued)

Exhibit K-8

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

General Fund (Cont.)

Social, Cultural, and Recreational Services (Cont.)

Parks and Fair Boards (Cont.)

Laundry Service	\$	3,479	
Maintenance Agreements		576	
Maintenance and Repair Services - Equipment		6,598	
Maintenance and Repair Services - Vehicles		4,123	
Pest Control		646	
Postal Charges		158	
Rentals		125	
Travel		7	
Other Contracted Services		35,752	
Custodial Supplies		6,973	
Electricity		61,199	
Equipment Parts - Light		211	
Fertilizer, Lime, and Seed		7,632	
Gasoline		19,862	
Lubricants		611	
Natural Gas		7,441	
Office Supplies		721	
Uniforms		498	
Other Supplies and Materials		30,413	
Other Charges		1,028	
Site Development		1,062	
Other Capital Outlay		61,213	
Total Parks and Fair Boards			\$ 707,441

Agriculture and Natural Resources

Agriculture Extension Service

Board and Committee Members Fees	\$	150	
Social Security		9	
Employer Medicare		2	
Contracts with Government Agencies		115,699	
Dues and Memberships		320	
Maintenance Agreements		1,470	
Postal Charges		192	
Office Supplies		40	
Total Agriculture Extension Service			117,882

Forest Service

Contributions	\$	2,000	
Total Forest Service			2,000

Soil Conservation

Other Salaries and Wages	\$	27,964	
Social Security		1,730	
State Retirement		1,579	
Life Insurance		42	
Medical Insurance		4,088	
Dental Insurance		138	

(Continued)

Exhibit K-8

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

General Fund (Cont.)

Agriculture and Natural Resources (Cont.)

Soil Conservation (Cont.)

Disability Insurance	\$	60	
Unemployment Compensation		170	
Employer Medicare		405	
Total Soil Conservation			\$ 36,176

Other Operations

Tourism

County Official/Administrative Officer	\$	58,598	
Part-time Personnel		18,459	
Longevity Pay		550	
Overtime Pay		74	
Other Salaries and Wages		60,200	
Social Security		8,519	
State Retirement		7,722	
Life Insurance		191	
Medical Insurance		6,063	
Dental Insurance		411	
Disability Insurance		389	
Unemployment Compensation		434	
Employer Medicare		1,992	
Advertising		127,795	
Dues and Memberships		4,116	
Maintenance Agreements		513	
Maintenance and Repair Services - Vehicles		49	
Postal Charges		1,156	
Printing, Stationery, and Forms		12,668	
Rentals		397	
Travel		13,815	
Other Contracted Services		49,647	
Electricity		1,806	
Gasoline		546	
Office Supplies		2,810	
Other Supplies and Materials		8,735	
Other Charges		4,497	
Total Tourism			392,152

Industrial Development

Contributions	\$	200,000	
Electricity		1,467	
Total Industrial Development			201,467

Other Economic and Community Development

Other Contracted Services	\$	415	
Total Other Economic and Community Development			415

Airport

Contributions	\$	40,000	
Total Airport			40,000

(Continued)

Exhibit K-8

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

General Fund (Cont.)

Other Operations (Cont.)

Veterans' Services

Clerical Personnel	\$	31,468	
Part-time Personnel		24,778	
Longevity Pay		1,000	
Social Security		3,544	
State Retirement		2,101	
Life Insurance		41	
Medical Insurance		6,063	
Dental Insurance		206	
Disability Insurance		104	
Unemployment Compensation		180	
Employer Medicare		829	
Dues and Memberships		25	
Maintenance Agreements		764	
Postal Charges		662	
Printing, Stationery, and Forms		35	
Travel		580	
Office Supplies		439	
Periodicals		399	
Total Veterans' Services			\$ 73,218

Contributions to Other Agencies

Contributions	\$	79,600	
Total Contributions to Other Agencies			79,600

Employee Benefits

Medical and Dental Services	\$	18,852	
Other Supplies and Materials		8,333	
Total Employee Benefits			27,185

Payments to Cities

Contracts with Government Agencies	\$	372,274	
Total Payments to Cities			372,274

Miscellaneous

Medical and Dental Services	\$	104,810	
Other Contracted Services		47,895	
Trustee's Commission		309,590	
Tax Relief Program		157,270	
Total Miscellaneous			619,565

Total General Fund \$ 25,562,170

Drug Control Fund

Public Safety

Drug Enforcement

Communication	\$	4,930	
Contributions		20,495	

(Continued)

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

Drug Control Fund (Cont.)

Public Safety (Cont.)

Drug Enforcement (Cont.)

Data Processing Services	\$	650	
Confidential Drug Enforcement Payments		8,000	
Dues and Memberships		1,000	
Maintenance Agreements		7,202	
Maintenance and Repair Services - Vehicles		2,059	
Postal Charges		274	
Travel		5,343	
Other Contracted Services		150	
Data Processing Supplies		249	
Electricity		3,045	
Gasoline		19,630	
Instructional Supplies and Materials		6,665	
Law Enforcement Supplies		704	
Lubricants		335	
Tires and Tubes		626	
Uniforms		1,375	
Vehicle Parts		1,969	
Trustee's Commission		1,715	
Other Charges		17,201	
Total Drug Enforcement			\$ 103,617

Total Drug Control Fund \$ 103,617

Adequate Facilities/Development Tax Fund

Capital Projects

Public Safety Projects

Building Construction	\$	46,000	
Total Public Safety Projects			\$ 46,000

Total Adequate Facilities/Development Tax Fund 46,000

Constitutional Officers - Fees Fund

Finance

County Clerk's Office

Constitutional Officers' Operating Expenses	\$	516,304	
Total County Clerk's Office			\$ 516,304

Administration of Justice

Circuit Court

Constitutional Officers' Operating Expenses	\$	1,580	
Total Circuit Court			1,580

Chancery Court

Special Commissioner Fees/Special Master Fees	\$	30,920	
Total Chancery Court			30,920

(Continued)

Exhibit K-8

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

Constitutional Officers - Fees Fund (Cont.)

Public Safety

Sheriff's Department

Constitutional Officers' Operating Expenses	\$ 187	
Total Sheriff's Department		\$ 187

Total Constitutional Officers - Fees Fund \$ 548,991

Highway/Public Works Fund

Highways

Administration

County Official/Administrative Officer	\$ 84,435	
Purchasing Personnel	35,928	
Longevity Pay	1,350	
Other Salaries and Wages	50,565	
Social Security	10,682	
State Retirement	11,146	
Life Insurance	186	
Medical Insurance	18,189	
Dental Insurance	617	
Disability Insurance	563	
Unemployment Compensation	180	
Employer Medicare	2,498	
Dues and Memberships	4,128	
Maintenance Agreements	1,100	
Maintenance and Repair Services - Office Equipment	450	
Postal Charges	180	
Printing, Stationery, and Forms	201	
Travel	668	
Office Supplies	2,828	
Other Charges	79	
Total Administration		\$ 225,973

Highway and Bridge Maintenance

Foremen	\$ 66,768
Mechanic(s)	245,717
Equipment Operators - Heavy	319,405
Equipment Operators - Light	324,287
Truck Drivers	328,580
Laborers	61,565
Guards	30,938
Temporary Personnel	51,931
Longevity Pay	24,150
Overtime Pay	23,303
Other Salaries and Wages	127,474
Social Security	98,053
State Retirement	99,937
Life Insurance	2,673
Medical Insurance	268,557
Dental Insurance	9,160

(Continued)

Exhibit K-8

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

Highway/Public Works Fund (Cont.)

Highways (Cont.)

Highway and Bridge Maintenance (Cont.)

Disability Insurance	\$	4,846	
Unemployment Compensation		4,879	
Employer Medicare		22,932	
Advertising		70	
Rentals		321	
Travel		1,268	
Disposal Fees		948	
Asphalt		586,495	
Concrete		39,366	
Crushed Stone		327,098	
Fertilizer, Lime, and Seed		625	
Other Road Supplies		7,729	
Pipe		48,054	
Road Signs		22,607	
Wood Products		3,041	
Geotextile Materials		925	
Other Charges		108	
Total Highway and Bridge Maintenance			\$ 3,153,810

Operation and Maintenance of Equipment

Communication	\$	2,902	
Maintenance Agreements		540	
Maintenance and Repair Services - Equipment		25,482	
Maintenance and Repair Services - Vehicles		19,982	
Other Contracted Services		2,400	
Custodial Supplies		1,160	
Diesel Fuel		380,578	
Drugs and Medical Supplies		1,776	
Equipment and Machinery Parts		177,646	
Garage Supplies		10,130	
Gasoline		68,257	
Lubricants		35,981	
Road Signs		106	
Small Tools		9,707	
Tires and Tubes		80,184	
Vehicle Parts		129,414	
Other Supplies and Materials		34,179	
Right-of-Way		3,000	
Total Operation and Maintenance of Equipment			983,424

Other Charges

Laundry Service	\$	11,893	
Pest Control		459	
Electricity		13,278	
Natural Gas		2,639	
Uniforms		583	
Building and Contents Insurance		2,020	

(Continued)

Exhibit K-8

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

Highway/Public Works Fund (Cont.)

Highways (Cont.)

Other Charges (Cont.)

Liability Insurance	\$	45,687	
Trustee's Commission		81,372	
Vehicle and Equipment Insurance		30,130	
Workers' Compensation Insurance		229,622	
Other Charges		3,374	
Total Other Charges			\$ 421,057

Capital Outlay

Bridge Construction	\$	375,760	
Highway Construction		351,283	
Highway Equipment		232,503	
Total Capital Outlay			959,546

Capital Projects

Highway and Street Capital Projects

Other Capital Outlay	\$	21,411	
Total Highway and Street Capital Projects			21,411

Total Highway/Public Works Fund \$ 5,765,221

General Debt Service Fund

Principal on Debt

General Government

Principal on Bonds	\$	481,454	
Principal on Notes		1,228,688	
Total General Government			\$ 1,710,142

Education

Principal on Bonds	\$	3,088,546	
Principal on Notes		954,228	
Principal on Capital Leases		261,718	
Principal on Other Loans		275,052	
Total Education			4,579,544

Interest on Debt

General Government

Interest on Bonds	\$	219,249	
Interest on Notes		204,995	
Total General Government			424,244

Education

Interest on Bonds	\$	1,524,051	
Interest on Notes		148,542	
Interest on Capital Leases		12,562	
Interest on Other Loans		213,700	
Total Education			1,898,855

(Continued)

Exhibit K-8

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

General Debt Service Fund (Cont.)

Other Debt Service

General Government

Bank Charges	\$	2,150	
Trustee's Commission		<u>155,639</u>	
Total General Government	\$		157,789

Education

Other Debt Service	\$	<u>3,526</u>	
Total Education			<u>3,526</u>

Total General Debt Service Fund			\$	8,774,100
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General Capital Projects Fund

Capital Projects

Administration of Justice Projects

Architects	\$	<u>9,644</u>	
Total Administration of Justice Projects			<u>\$ 9,644</u>

Total General Capital Projects Fund				9,644
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Highway Capital Projects Fund

Capital Projects

Highway and Street Capital Projects

Asphalt	\$	555,486	
Crushed Stone		<u>479,159</u>	
Total Highway and Street Capital Projects	\$		<u>1,034,645</u>

Total Highway Capital Projects Fund				1,034,645
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Other Capital Projects Fund

General Government

County Buildings

Building Improvements	\$	<u>23,787</u>	
Total County Buildings	\$		23,787

Other General Administration

Building Improvements	\$	<u>11,565</u>	
Total Other General Administration			11,565

Finance

Data Processing

Communication Equipment	\$	<u>98,984</u>	
Total Data Processing			98,984

Public Safety

Sheriff's Department

Motor Vehicles	\$	<u>182,245</u>	
Total Sheriff's Department			182,245

(Continued)

Exhibit K-8

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

<u>Other Capital Projects Fund (Cont.)</u>		
<u>Public Safety (Cont.)</u>		
<u>Civil Defense</u>		
Motor Vehicles	\$ 26,781	
Total Civil Defense		\$ 26,781
 <u>Other Emergency Management</u>		
Other Equipment	\$ 35,000	
Other Capital Outlay	120,000	
Total Other Emergency Management		155,000
 <u>Public Health and Welfare</u>		
<u>Rabies and Animal Control</u>		
Motor Vehicles	\$ 24,106	
Total Rabies and Animal Control		24,106
 <u>Social, Cultural, and Recreational Services</u>		
<u>Libraries</u>		
Other Capital Outlay	\$ 6	
Total Libraries		6
 <u>Parks and Fair Boards</u>		
Other Equipment	\$ 56,497	
Total Parks and Fair Boards		56,497
 <u>Other Operations</u>		
<u>Other Charges</u>		
Other Charges	\$ 1,808	
Total Other Charges		1,808
 <u>Miscellaneous</u>		
Trustee's Commission	\$ 35,952	
Total Miscellaneous		35,952
 <u>Highways</u>		
<u>Capital Outlay</u>		
Highway Equipment	\$ 159,960	
Total Capital Outlay		159,960
 <u>Capital Projects - Donated</u>		
<u>Capital Projects Donated to School Department</u>		
Motor Vehicles	\$ 881,336	
Total Capital Projects Donated to School Department		881,336
 Total Other Capital Projects Fund		 \$ 1,658,027
 Total Governmental Funds - Primary Government		 \$ 43,502,415

Exhibit K-9

Maury County, Tennessee  
Schedule of Detailed Expenditures -  
All Governmental Fund Types  
Discretely Presented Maury County School Department  
For the Year Ended June 30, 2014

General Purpose School Fund

Instruction

Regular Instruction Program

Teachers	\$ 28,071,661	
Career Ladder Program	188,760	
Career Ladder Extended Contracts	57,675	
Homebound Teachers	51,557	
Educational Assistants	670,973	
Other Salaries and Wages	629,372	
Certified Substitute Teachers	50,420	
Non-certified Substitute Teachers	401,608	
Social Security	1,801,795	
State Retirement	2,597,156	
Life Insurance	46,926	
Medical Insurance	5,121,674	
Dental Insurance	169,624	
Employer Medicare	419,245	
Operating Lease Payments	605	
Other Contracted Services	282,696	
Instructional Supplies and Materials	232,364	
Textbooks	292	
Other Supplies and Materials	40,552	
Fee Waivers	50,340	
Regular Instruction Equipment	287,355	
Total Regular Instruction Program		\$ 41,172,650

Alternative Instruction Program

Teachers	\$ 319,964	
Career Ladder Program	1,000	
Educational Assistants	72,929	
Certified Substitute Teachers	660	
Non-certified Substitute Teachers	5,247	
Social Security	24,113	
State Retirement	32,731	
Life Insurance	756	
Medical Insurance	86,153	
Dental Insurance	2,996	
Employer Medicare	5,639	
Other Contracted Services	5,814	
Instructional Supplies and Materials	1,400	
Total Alternative Instruction Program		559,402

Special Education Program

Teachers	\$ 3,898,709	
Career Ladder Program	32,887	
Homebound Teachers	38,552	
Educational Assistants	754,104	
Speech Pathologist	639,746	
Other Salaries and Wages	55,585	

(Continued)

Exhibit K-9

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

General Purpose School Fund (Cont.)

Instruction (Cont.)

Special Education Program (Cont.)

Certified Substitute Teachers	\$	792	
Non-certified Substitute Teachers		14,767	
Social Security		321,468	
State Retirement		451,094	
Life Insurance		10,587	
Medical Insurance		1,135,497	
Dental Insurance		38,522	
Employer Medicare		75,184	
Contracts with Private Agencies		88,504	
Maintenance and Repair Services - Equipment		2,364	
Other Contracted Services		121,311	
Instructional Supplies and Materials		49,754	
Other Supplies and Materials		41,085	
Special Education Equipment		24,554	
Total Special Education Program			\$ 7,795,066

Vocational Education Program

Teachers	\$	1,804,563	
Career Ladder Program		11,999	
Certified Substitute Teachers		330	
Non-certified Substitute Teachers		11,144	
Social Security		108,149	
State Retirement		161,125	
Life Insurance		2,586	
Medical Insurance		294,735	
Dental Insurance		9,424	
Employer Medicare		25,295	
Maintenance and Repair Services - Equipment		7,235	
Other Contracted Services		12,763	
Instructional Supplies and Materials		56,134	
T&I Construction Materials		13,166	
Textbooks		9,021	
Other Supplies and Materials		5,621	
Other Charges		598	
Vocational Instruction Equipment		54,073	
Total Vocational Education Program			2,587,961

Support Services

Attendance

Supervisor/Director	\$	78,740	
Career Ladder Program		1,000	
Social Workers		31,240	
Clerical Personnel		103,771	
Other Salaries and Wages		188,074	
Social Security		24,449	
State Retirement		28,643	

(Continued)

Exhibit K-9

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

General Purpose School Fund (Cont.)

Support Services (Cont.)

Attendance (Cont.)

Life Insurance	\$	808	
Medical Insurance		75,846	
Dental Insurance		2,927	
Employer Medicare		5,718	
Communication		2,334	
Postal Charges		2,163	
Travel		3,858	
Other Contracted Services		2,169	
Other Supplies and Materials		17,246	
In Service/Staff Development		1,892	
Attendance Equipment		2,111	
Total Attendance			\$ 572,989

Health Services

Medical Personnel	\$	319,111	
Secretary(ies)		26,615	
Other Salaries and Wages		53,894	
Social Security		24,050	
State Retirement		27,150	
Life Insurance		732	
Medical Insurance		68,337	
Dental Insurance		2,669	
Employer Medicare		5,625	
Communication		3,292	
Maintenance and Repair Services - Equipment		205	
Travel		18,444	
Drugs and Medical Supplies		1,171	
Other Supplies and Materials		5,028	
In Service/Staff Development		3,009	
Other Charges		1,094	
Health Equipment		2,251	
Total Health Services			562,677

Other Student Support

Career Ladder Program	\$	9,000	
Guidance Personnel		1,430,812	
Social Security		86,415	
State Retirement		127,613	
Life Insurance		1,955	
Medical Insurance		210,676	
Dental Insurance		7,025	
Employer Medicare		20,210	
Evaluation and Testing		42,103	
Other Supplies and Materials		5,700	
Total Other Student Support			1,941,509

(Continued)

Exhibit K-9

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

General Purpose School Fund (Cont.)

Support Services (Cont.)

Regular Instruction Program

Supervisor/Director	\$	398,380	
Career Ladder Program		19,500	
Career Ladder Extended Contracts		2,600	
Librarians		984,694	
Secretary(ies)		46,225	
Clerical Personnel		43,862	
Other Salaries and Wages		147,518	
Certified Substitute Teachers		13,167	
Social Security		99,094	
State Retirement		137,793	
Life Insurance		2,069	
Medical Insurance		231,048	
Dental Insurance		7,443	
Employer Medicare		23,181	
Communication		13,872	
Operating Lease Payments		24,562	
Postal Charges		240	
Travel		86,292	
Other Contracted Services		199,437	
Library Books/Media		39,917	
Periodicals		46,856	
Other Supplies and Materials		5,182	
In Service/Staff Development		75,595	
Other Charges		13,974	
Other Equipment		7,421	
Total Regular Instruction Program			\$ 2,669,922

Alternative Instruction Program

Supervisor/Director	\$	63,320	
Guidance Personnel		29,105	
Clerical Personnel		20,193	
Social Security		6,527	
State Retirement		8,811	
Life Insurance		216	
Medical Insurance		24,924	
Dental Insurance		751	
Employer Medicare		1,527	
Communication		1,816	
Travel		1,566	
Other Contracted Services		1,500	
Other Supplies and Materials		1,245	
Other Equipment		604	
Total Alternative Instruction Program			162,105

Special Education Program

Supervisor/Director	\$	77,524	
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(Continued)

Exhibit K-9

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

General Purpose School Fund (Cont.)

Support Services (Cont.)

Special Education Program (Cont.)

Career Ladder Program	\$	7,273	
Psychological Personnel		345,633	
Assessment Personnel		171,800	
Secretary(ies)		32,082	
Clerical Personnel		18,299	
Other Salaries and Wages		66,456	
Social Security		42,892	
State Retirement		62,634	
Life Insurance		906	
Medical Insurance		103,374	
Dental Insurance		3,281	
Employer Medicare		10,031	
Communication		4,557	
Postal Charges		229	
Travel		28,779	
Other Supplies and Materials		7,293	
In Service/Staff Development		5,923	
Other Charges		1,020	
Other Equipment		1,696	
Total Special Education Program			\$ 991,682

Vocational Education Program

Supervisor/Director	\$	73,175	
Career Ladder Program		3,000	
Career Ladder Extended Contracts		1,000	
Clerical Personnel		26,746	
Social Security		6,402	
State Retirement		8,583	
Life Insurance		150	
Medical Insurance		12,873	
Dental Insurance		502	
Employer Medicare		1,497	
Communication		594	
Postal Charges		54	
Travel		9,784	
Instructional Supplies and Materials		145	
Other Supplies and Materials		1,588	
In Service/Staff Development		190	
Other Charges		912	
Other Equipment		2,988	
Total Vocational Education Program			150,183

Other Programs

On-behalf Payments to OPEB	\$	457,347	
Total Other Programs			457,347

(Continued)

Exhibit K-9

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

General Purpose School Fund (Cont.)

Support Services (Cont.)

Board of Education

Secretary to Board	\$	3,505	
Other Salaries and Wages		472	
Board and Committee Members Fees		11,725	
Social Security		11,687	
State Retirement		257	
Unemployment Compensation		138,097	
Employer Medicare		2,733	
Other Fringe Benefits		894,909	
Audit Services		20,000	
Dues and Memberships		12,717	
Legal Services		32,714	
Postal Charges		7	
Travel		3,714	
Judgments		7,900	
Liability Insurance		19,542	
Trustee's Commission		662,866	
Workers' Compensation Insurance		427,875	
In Service/Staff Development		1,806	
Other Charges		1,992	
Total Board of Education			\$ 2,254,518

Director of Schools

County Official/Administrative Officer	\$	126,005	
Secretary(ies)		31,540	
Other Salaries and Wages		50,944	
Social Security		12,110	
State Retirement		16,495	
Life Insurance		216	
Medical Insurance		25,739	
Dental Insurance		970	
Employer Medicare		2,978	
Communication		2,383	
Dues and Memberships		6,010	
Postal Charges		666	
Travel		4,145	
Other Contracted Services		2,290	
Office Supplies		982	
Other Supplies and Materials		305	
In Service/Staff Development		2,602	
Other Charges		2,096	
Total Director of Schools			288,476

Office of the Principal

Principals	\$	1,636,774	
Career Ladder Program		25,000	
Career Ladder Extended Contracts		2,200	

(Continued)

Exhibit K-9

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

General Purpose School Fund (Cont.)

Support Services (Cont.)

Office of the Principal (Cont.)

Assistant Principals	\$	1,649,384	
Secretary(ies)		613,099	
Clerical Personnel		682,504	
Other Salaries and Wages		66,449	
Social Security		280,115	
State Retirement		381,123	
Life Insurance		7,081	
Medical Insurance		748,979	
Dental Insurance		25,878	
Employer Medicare		65,511	
Communication		78,013	
Other Contracted Services		127,112	
Office Supplies		19,409	
Other Charges		2,584	
Total Office of the Principal			\$ 6,411,215

Fiscal Services

Supervisor/Director	\$	63,891	
Accountants/Bookkeepers		230,365	
Purchasing Personnel		34,820	
Clerical Personnel		32,708	
Social Security		22,198	
State Retirement		23,405	
Life Insurance		628	
Medical Insurance		65,734	
Dental Insurance		2,621	
Employer Medicare		5,191	
Communication		326	
Maintenance and Repair Services - Equipment		1,107	
Postal Charges		7,202	
Travel		2,838	
Other Contracted Services		12,227	
Office Supplies		13,219	
In Service/Staff Development		1,613	
Other Charges		5,002	
Administration Equipment		3,546	
Total Fiscal Services			528,641

Human Services/Personnel

Supervisor/Director	\$	69,805	
Clerical Personnel		76,599	
Social Security		8,894	
State Retirement		9,964	
Life Insurance		276	
Medical Insurance		26,659	
Dental Insurance		944	

(Continued)

Exhibit K-9

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

General Purpose School Fund (Cont.)

Support Services (Cont.)

Human Services/Personnel (Cont.)

Employer Medicare	\$	2,080	
Advertising		645	
Communication		607	
Operating Lease Payments		3,202	
Postal Charges		1,049	
Travel		1,466	
Other Contracted Services		20,856	
Office Supplies		3,875	
In Service/Staff Development		846	
Other Charges		22,212	
Administration Equipment		1,690	
Total Human Services/Personnel			\$ 251,669

Operation of Plant

Supervisor/Director	\$	58,895	
Custodial Personnel		239,098	
Social Security		18,314	
State Retirement		18,787	
Life Insurance		745	
Medical Insurance		73,150	
Dental Insurance		3,051	
Employer Medicare		4,283	
Communication		594	
Janitorial Services		1,868,877	
Travel		477	
Disposal Fees		45,221	
Other Contracted Services		179,023	
Electricity		2,197,397	
Natural Gas		756,121	
Water and Sewer		298,599	
Other Supplies and Materials		3,129	
Building and Contents Insurance		345,079	
In Service/Staff Development		1,105	
Other Charges		800	
Total Operation of Plant			6,112,745

Maintenance of Plant

Secretary(ies)	\$	31,494	
Maintenance Personnel		615,771	
Social Security		39,662	
State Retirement		41,875	
Life Insurance		1,393	
Medical Insurance		136,753	
Dental Insurance		5,237	
Employer Medicare		9,276	
Communication		7,033	

(Continued)

Exhibit K-9

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

General Purpose School Fund (Cont.)

Support Services (Cont.)

Maintenance of Plant (Cont.)

Laundry Service	\$	10,444	
Maintenance and Repair Services - Buildings		54,768	
Maintenance and Repair Services - Equipment		106,561	
Maintenance and Repair Services - Vehicles		8,721	
Other Contracted Services		18,133	
Other Supplies and Materials		287,015	
Other Charges		3,315	
Maintenance Equipment		25,882	
Total Maintenance of Plant			\$ 1,403,333

Transportation

Supervisor/Director	\$	83,036	
Bus Drivers		1,503,271	
Clerical Personnel		66,191	
Social Security		99,718	
State Retirement		97,827	
Life Insurance		7,371	
Medical Insurance		763,600	
Dental Insurance		29,187	
Employer Medicare		23,322	
Communication		3,699	
Operating Lease Payments		1,273	
Postal Charges		22	
Travel		449	
Other Contracted Services		251,411	
Diesel Fuel		696,553	
Tires and Tubes		163,100	
Vehicle Parts		128,142	
Other Supplies and Materials		3,221	
Vehicle and Equipment Insurance		75,287	
In Service/Staff Development		1,711	
Other Charges		36,949	
Transportation Equipment		45,768	
Total Transportation			4,081,108

Central and Other

Supervisor/Director	\$	69,926	
Accountants/Bookkeepers		15,051	
Other Salaries and Wages		412,915	
Social Security		29,938	
State Retirement		32,208	
Life Insurance		702	
Medical Insurance		62,368	
Dental Insurance		2,401	
Employer Medicare		7,002	
Communication		10,204	

(Continued)

Exhibit K-9

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

General Purpose School Fund (Cont.)

Support Services (Cont.)

Central and Other (Cont.)

Maintenance and Repair Services - Equipment	\$	16,839	
Postal Charges		45	
Travel		4,690	
Other Contracted Services		35,618	
Office Supplies		500	
Other Supplies and Materials		57,685	
In Service/Staff Development		150	
Administration Equipment		2,543	
Data Processing Equipment		757,371	
Total Central and Other	\$		1,518,156

Operation of Non-instructional Services

Early Childhood Education

Teachers	\$	534,926	
Educational Assistants		218,956	
Certified Substitute Teachers		4,620	
Social Security		45,680	
State Retirement		62,341	
Life Insurance		1,937	
Medical Insurance		180,789	
Dental Insurance		6,646	
Employer Medicare		10,653	
Travel		2,540	
Other Contracted Services		1,018	
Instructional Supplies and Materials		6,696	
Other Supplies and Materials		5,815	
In Service/Staff Development		5,129	
Other Equipment		19,399	
Total Early Childhood Education			1,107,145

Capital Outlay

Regular Capital Outlay

Architects	\$	80,007	
Building Improvements		1,061,044	
Total Regular Capital Outlay			1,141,051

Other Debt Service

Education

Debt Service Contribution to Primary Government	\$	354,533	
Total Education			354,533

Total General Purpose School Fund \$ 85,076,083

(Continued)

Exhibit K-9

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

School Federal Projects Fund

Instruction

Regular Instruction Program

Teachers	\$	702,475	
Educational Assistants		182,731	
Other Salaries and Wages		269,094	
Certified Substitute Teachers		726	
Social Security		69,730	
State Retirement		81,483	
Life Insurance		1,048	
Medical Insurance		101,793	
Dental Insurance		3,142	
Unemployment Compensation		5,194	
Employer Medicare		16,311	
Other Contracted Services		250	
Instructional Supplies and Materials		208,112	
Other Supplies and Materials		6,119	
Regular Instruction Program		60,568	
Total Regular Instruction Program	\$		1,708,776

Special Education Program

Teachers	\$	67,268	
Educational Assistants		591,586	
Social Security		39,143	
State Retirement		43,432	
Life Insurance		3,168	
Medical Insurance		287,433	
Dental Insurance		11,574	
Unemployment Compensation		4,422	
Employer Medicare		9,216	
Instructional Supplies and Materials		27,117	
Other Supplies and Materials		23,388	
Special Education Equipment		10,287	
Total Special Education Program			1,118,034

Vocational Education Program

Instructional Supplies and Materials	\$	13,522	
Vocational Instruction Equipment		87,599	
Total Vocational Education Program			101,121

Support Services

Health Services

Medical Personnel	\$	41,180	
Other Salaries and Wages		150,461	
Social Security		11,863	
State Retirement		12,399	
Life Insurance		252	
Medical Insurance		23,758	
Dental Insurance		915	

(Continued)

Exhibit K-9

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

<u>School Federal Projects Fund (Cont.)</u>		
<u>Support Services (Cont.)</u>		
<u>Health Services (Cont.)</u>		
Unemployment Compensation	\$	316
Employer Medicare		2,774
Total Health Services		\$ 243,918
<u>Other Student Support</u>		
Other Salaries and Wages	\$	39,758
Social Security		2,210
State Retirement		3,071
Life Insurance		60
Medical Insurance		6,316
Dental Insurance		249
Unemployment Compensation		289
Employer Medicare		517
Travel		27,879
Other Contracted Services		20,500
Other Supplies and Materials		22,967
Other Charges		4,155
Total Other Student Support		127,971
<u>Regular Instruction Program</u>		
Supervisor/Director	\$	84,345
Secretary(ies)		28,640
Other Salaries and Wages		644,174
Certified Substitute Teachers		61,334
In-Service Training		72,225
Social Security		52,942
State Retirement		71,527
Life Insurance		959
Medical Insurance		113,285
Dental Insurance		3,455
Unemployment Compensation		2,437
Employer Medicare		12,392
Consultants		201,918
Operating Lease Payments		4,348
Travel		49,492
Other Contracted Services		55,959
Library Books/Media		6,100
Other Supplies and Materials		42,168
In Service/Staff Development		299,121
Other Charges		5,612
Other Equipment		94,566
Total Regular Instruction Program		1,906,999
<u>Special Education Program</u>		
Psychological Personnel	\$	115,033
Assessment Personnel		113,757

(Continued)

Exhibit K-9

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

School Federal Projects Fund (Cont.)

Support Services (Cont.)

Special Education Program (Cont.)

Clerical Personnel	\$	32,088	
Other Salaries and Wages		67,454	
Social Security		19,936	
State Retirement		28,380	
Life Insurance		392	
Medical Insurance		43,018	
Dental Insurance		1,503	
Unemployment Compensation		603	
Employer Medicare		4,662	
Travel		14,837	
In Service/Staff Development		1,061	
Total Special Education Program			\$ 442,724

Vocational Education Program

Clerical Personnel	\$	2,400	
Social Security		149	
State Retirement		155	
Unemployment Compensation		24	
Employer Medicare		35	
Travel		1,000	
Total Vocational Education Program			3,763

Operation of Plant

Maintenance and Repair Services - Equipment	\$	401	
Total Operation of Plant			401

Transportation

Other Salaries and Wages	\$	259,531	
Social Security		15,866	
State Retirement		16,081	
Life Insurance		1,334	
Medical Insurance		154,014	
Dental Insurance		5,902	
Unemployment Compensation		2,103	
Employer Medicare		3,711	
Other Contracted Services		15,136	
Total Transportation			473,678

Total School Federal Projects Fund \$ 6,127,385

Central Cafeteria Fund

Support Services

Board of Education

Workers' Compensation Insurance	\$	54,288	
Total Board of Education			\$ 54,288

(Continued)

Exhibit K-9

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

<u>Central Cafeteria Fund (Cont.)</u>		
<u>Operation of Non-instructional Services</u>		
<u>Food Service</u>		
Supervisor/Director	\$	63,819
Accountants/Bookkeepers		119,896
Cafeteria Personnel		879,941
Temporary Personnel		9,973
Longevity Pay		37,950
Other Salaries and Wages		697,818
Social Security		108,839
State Retirement		93,346
Life Insurance		6,291
Medical Insurance		587,057
Dental Insurance		22,516
Unemployment Compensation		11,687
Employer Medicare		25,454
Other Fringe Benefits		828
Maintenance and Repair Services - Equipment		27,399
Postal Charges		2,497
Travel		5,869
Other Contracted Services		77,992
Food Preparation Supplies		198,566
Food Supplies		2,124,026
Office Supplies		8,647
USDA - Commodities		358,449
In Service/Staff Development		5,798
Food Service Equipment		213,595
Total Food Service		<u>\$ 5,688,253</u>
Total Central Cafeteria Fund		\$ 5,742,541
<u>Education Capital Projects Fund</u>		
<u>Capital Projects</u>		
<u>Education Capital Projects</u>		
Other Equipment	\$	3,865
Other Construction		121,325
Total Education Capital Projects		<u>\$ 125,190</u>
Total Education Capital Projects Fund		<u>125,190</u>
Total Governmental Funds - Maury County School Department		<u><u>\$ 97,071,199</u></u>

Maury County, Tennessee  
Schedule of Detailed Revenues and Expenses  
Proprietary Fund  
For the Year Ended June 30, 2014

	Governmental Activities - Internal <u>Service Fund</u> Central Maintenance Garage <u>Fund</u>
<u>Revenues</u>	
<u>Charges for Current Services</u>	
<u>General Service Charges</u>	
Other General Service Charges	\$ 2,374,466
Total Charges for Current Services	<u>\$ 2,374,466</u>
<u>Other Local Revenues</u>	
<u>Recurring Items</u>	
Sale of Materials and Supplies	\$ 12,179
Total Other Local Revenues	<u>\$ 12,179</u>
Total Revenues	<u><u>\$ 2,386,645</u></u>
<u>Expenses</u>	
<u>General Government</u>	
<u>Other General Administration</u>	
County Official/Administrative Office	\$ 74,356
Mechanic(s)	204,807
Clerical Personnel	44,299
Longevity Pay	6,100
Overtime Pay	2,094
Social Security	18,426
State Retirement	20,134
Life Insurance	445
Medical Insurance	42,195
Dental Insurance	1,439
Disability Insurance	1,254
Unemployment Compensation	630
Employer Medicare	4,309
Communication	70
Laundry Service	3,416
Maintenance Agreements	3,474
Maintenance and Repair Services - Building	2,157
Maintenance and Repair Services - Equipment	1,549

(Continued)

Maury County, Tennessee  
Schedule of Detailed Revenues and Expenses  
Proprietary Fund (Cont.)

	Governmental Activities - Internal <u>Service Fund</u> Central Maintenance Garage Fund
<u>Expenses (Cont.)</u>	
<u>General Government (Cont.)</u>	
<u>Other General Administration (Cont.)</u>	
Postal Charges	\$ 278
Disposal Fees	617
Other Contracted Services	101,597
Diesel Fuel	961,236
Electricity	29,517
Equipment and Machinery Parts	162,732
Garage Supplies	1,080
Gasoline	495,511
Lubricants	21,331
Natural Gas	8,669
Office Supplies	463
Small Tools	160
Tires and Tubes	122,824
Depreciation	3,821
Other Charges	14
Office Equipment	18,362
Other Equipment	1,469
	<hr/>
Total Expenses	\$ 2,360,835
	<hr/> <hr/>

Maury County, Tennessee  
Schedule of Detailed Revenues and Expenses  
Proprietary Fund  
For the Year Ended June 30, 2014

	Business-type Activities - Enterprise Fund <hr/> Solid Waste Disposal Fund
<u>Revenues</u>	
<u>Operating Revenues</u>	
<u>Charges for Current Services</u>	
<u>General Service Charges</u>	
Transfer Waste Stations Collection Charge	\$ 400
Tipping Fees	1,069,950
Other General Service Charges	322,476
Service Charges	12,835
Total Charges for Current Services	<u>\$ 1,405,661</u>
<u>Other Local Revenues</u>	
<u>Recurring Items</u>	
Sale of Recycled Materials	\$ 188,693
Sale of Equipment	73,068
Total Other Local Revenues	<u>\$ 261,761</u>
Total Operating Revenues	<u>\$ 1,667,422</u>
<u>Nonoperating Revenues</u>	
<u>Local Taxes</u>	
<u>County Property Taxes</u>	
Current Property Tax	\$ 905,336
Trustee's Collections - Prior Year	28,756
Trustee's Collections - Bankruptcy	255
Circuit/Clerk and Master Collections - Prior Years	24,677
Interest and Penalty	4,974
Pick-up Taxes	163
<u>State of Tennessee</u>	
<u>General Government Grants</u>	
Solid Waste Grants	23,168
<u>Public Works Grants</u>	
Litter Program	<u>54,400</u>
Total Nonoperating Revenues	<u>\$ 1,041,729</u>
Total Revenues	<u>\$ 2,709,151</u>

(Continued)

Maury County, Tennessee  
Schedule of Detailed Revenues and Expenses  
Proprietary Fund (Cont.)

	Business-type Activities - Enterprise Fund
	<u>Solid Waste Disposal Fund</u>
<u>Expenses</u>	
<u>Operating Expenses</u>	
<u>Waste Pickup</u>	
Foremen	\$ 23,043
Social Security	1,404
State Retirement	1,463
Life Insurance	34
Medical Insurance	2,607
Dental Insurance	155
Disability Insurance	52
Unemployment Compensation	90
Employer Medicare	328
Contributions	6,000
Other Supplies and Materials	26,956
Total Waste Pickup	<u>\$ 62,132</u>
<u>Convenience Centers</u>	
Equipment Operators	\$ 183,143
Laborers	366,964
Longevity Pay	3,000
Social Security	33,818
State Retirement	13,292
Life Insurance	366
Medical Insurance	34,863
Dental Insurance	977
Disability Insurance	643
Unemployment Compensation	3,387
Employer Medicare	7,909
Communication	3,729
Maintenance and Repair Services - Equipment	22,288
Maintenance and Repair Services - Vehicles	28
Pest Control	1,557
Postal Charges	380
Rentals	12,986
Other Contracted Services	1,666
Crushed Stone	471
Diesel Fuel	68,758
Electricity	16,681

(Continued)

Maury County, Tennessee  
Schedule of Detailed Revenues and Expenses  
Proprietary Fund (Cont.)

	Business-type Activities - Enterprise Fund Solid Waste Disposal Fund
<u>Expenses (Cont.)</u>	
<u>Operating Expenses (Cont.)</u>	
<u>Convenience Centers (Cont.)</u>	
Equipment and Machinery Parts	\$ 31,100
Gasoline	5,113
Lubricants	703
Tires and Tubes	23,983
Vehicle Parts	887
Other Supplies and Materials	38,429
Depreciation	6,799
Other Capital Outlay	9,000
Total Convenience Centers	<u>\$ 892,920</u>
<u>Landfill Operation and Maintenance</u>	
County Official/Administrative Officer	\$ 64,991
Equipment Operators	128,617
Laborers	97,825
Clerical Personnel	63,921
Longevity Pay	5,900
Overtime Pay	494
Social Security	22,173
State Retirement	21,022
Life Insurance	546
Medical Insurance	52,719
Dental Insurance	1,772
Disability Insurance	1,020
Unemployment Compensation	1,005
Employer Medicare	5,186
Communication	8,714
Dues and Memberships	740
Laundry Service	5,307
Licenses	2,191
Maintenance Agreements	768
Maintenance and Repair Services - Buildings	3,733
Maintenance and Repair Services - Equipment	56,114
Maintenance and Repair Services - Vehicles	152
Matching Share	2,700
Medical and Dental Services	110,928
Pest Control	283
Postal Charges	572
Printing, Stationery, and Forms	280
Travel	324

(Continued)

Maury County, Tennessee  
Schedule of Detailed Revenues and Expenses  
Proprietary Fund (Cont.)

	Business-type Activities - Enterprise Fund <hr/> Solid Waste <hr/> Disposal Fund
<u>Expenses (Cont.)</u>	
<u>Operating Expenses (Cont.)</u>	
<u>Landfill Operation and Maintenance (Cont.)</u>	
Disposal Fees	\$ 1,160,267
Permits	13,250
Other Contracted Services	16,598
Crushed Stone	939
Data Processing Supplies	534
Diesel Fuel	69,860
Electricity	22,388
Equipment and Machinery Parts	44,100
Gasoline	6,424
Lubricants	6,089
Natural Gas	8,030
Office Supplies	1,004
Tires and Tubes	21,112
Vehicle Parts	3,324
Other Supplies and Materials	26,895
Building and Contents Insurance	3,367
Liability Insurance	12,068
Refunds	15,970
Trustee's Commission	28,578
Vehicle and Equipment Insurance	12,275
Workers' Compensation Insurance	101,422
Depreciation	140,849
Other Charges	7,114
Office Equipment	2,450
Total Landfill Operation and Maintenance	<u>\$ 2,384,904</u>
Total Operating Expenses	<u>\$ 3,339,956</u>
Total Expenses	<u><u>\$ 3,339,956</u></u>

Exhibit K-12

Maury County, Tennessee  
Schedule of Detailed Receipts, Disbursements,  
and Changes in Cash Balance - City Agency Fund  
For the Year Ended June 30, 2014

	Cities - Sales Tax Fund
<hr/>	
<u>Cash Receipts</u>	
Local Option Sales Tax	\$ 10,529,681
Total Cash Receipts	<u>\$ 10,529,681</u>
 <u>Cash Disbursements</u>	
Remittance of Revenues Collected	\$ 10,422,431
Trustee's Commission	107,250
Total Cash Disbursements	<u>\$ 10,529,681</u>
 Excess of Cash Receipts Over (Under) Cash Disbursements	 \$ 0
Cash Balance, July 1, 2013	<u>0</u>
 Cash Balance, June 30, 2014	 <u><u>\$ 0</u></u>

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**SINGLE AUDIT SECTION**

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

**Report on Internal Control Over Financial Reporting and on Compliance and  
Other Matters Based on an Audit of Financial Statements Performed in  
Accordance With *Government Auditing Standards***

Independent Auditor's Report

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

To the County Mayor and Board of County Commissioners:

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Maury County, Tennessee, as of and for the year ended June 30, 2014, and the related notes to the financial statements, which collectively comprise Maury County's basic financial statements, and have issued our report thereon dated December 8, 2014. Our report includes a reference to other auditors who audited the financial statements of Maury Regional Hospital (major proprietary fund) and the discretely presented Maury County Board of Public Utilities Water System, as described in our report on Maury 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 Maury 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 Maury County's internal control. Accordingly, we do not express an opinion on the effectiveness of Maury County's internal control.

Our consideration of internal control was for the limited purpose described in the preceding paragraph 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. However, as described in the accompanying Schedule of Findings and Questioned Costs, we identified certain deficiencies in internal control that we consider to be material weaknesses and significant deficiencies.

*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. We consider a deficiency described in the accompanying Schedule of Findings and Questioned Costs to be a material weakness: 2014-003.

*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. We consider the deficiencies described in the accompanying Schedule of Findings and Questioned Costs to be significant deficiencies: 2014-001, 2014-004(A), and 2014-007.

### **Compliance and Other Matters**

As part of obtaining reasonable assurance about whether Maury 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 2014-002, 2014-004(B,C), 2014-005, 2014-006, and 2014-008.

### **Maury County's Response to Findings**

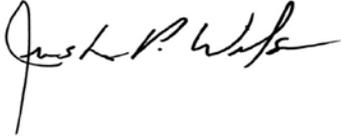
Maury County's response to the findings identified in our audit is described in the accompanying Schedule of Findings and Questioned Costs. Maury County's response was not subjected to the auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on 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 Maury County's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Very truly yours,

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

Justin P. Wilson  
Comptroller of the Treasury  
Nashville, Tennessee

December 8, 2014

JPW/yu



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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PHONE (615) 401-7841

**Report on Compliance for Each Major Federal Program; Report on Internal Control Over Compliance; and Report on the Schedule of Expenditures of Federal Awards Required by OMB Circular A-133**

Independent Auditor's Report

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

To the County Mayor and Board of County Commissioners:

**Report on Compliance for Each Major Federal Program**

We have audited Maury 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 Maury County's major federal programs for the year ended June 30, 2014. Maury 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 Maury 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 Maury 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 Maury County's compliance.

### ***Opinion on Each Major Federal Program***

In our opinion, Maury 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, 2014.

### ***Other Matters***

The results of our auditing procedures disclosed an instance of noncompliance, which is required to be reported in accordance with OMB Circular A-133 and is described in the accompanying Schedule of Findings and Questioned Costs as item 2014-009. Our opinion on each major federal program is not modified with respect to this matter.

### **Report on Internal Control Over Compliance**

Management of Maury 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 Maury 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 Maury County's internal control over compliance.

*A deficiency in internal control over compliance* exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. *A material weakness in internal control over compliance* is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. *A significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies. We did

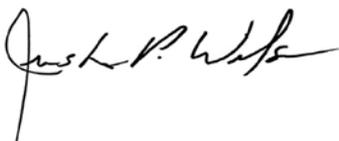
not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of OMB Circular A-133. Accordingly, this report is not suitable for any other purpose.

### **Report on Schedule of Expenditures of Federal Awards Required by OMB Circular A-133**

We have audited the financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Maury County, Tennessee, as of and for the year ended June 30, 2014, and the related notes to the financial statements, which collectively comprise Maury County's basic financial statements. We issued our report thereon dated December 8, 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 basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the Schedule of Expenditures of Federal Awards is fairly stated in all material respects in relation to the basic financial statements as a whole.

Very truly yours,



Justin P. Wilson  
Comptroller of the Treasury  
Nashville, Tennessee

December 8, 2014

JPW/yu

Maury County, Tennessee  
 Schedule of Expenditures of Federal Awards and State Grants (1)  
 For the Year Ended June 30, 2014

Federal/Pass-through Agency/State Grantor Program Title	Federal CFDA Number	Pass-through Entity Identifying Number	Expenditures
U.S. Department of Agriculture:			
Passed-through State Department of Agriculture:			
National School Lunch Program (Commodities - Noncash Assistance)	10.555	(2)	\$ 358,449 (3)
Passed-through State Department of Education:			
Child Nutrition Cluster:			
School Breakfast Program	10.553	(2)	919,266
National School Lunch Program	10.555	(2)	2,866,658 (3)
Summer Food Service Program for Children	10.559	(2)	47,684
Total U.S. Department of Agriculture			<u>\$ 4,192,057</u>
U.S. Department of Housing and Urban Development:			
Passed-through State Department of Economic and Community Development:			
Community Development Block Grants/State's Program and Non-Entitlement Grants in Hawaii	14.228	GG-12-38203-00	\$ 146,727
Passed-through Tennessee Housing Development Agency:			
HOME Investment Partnerships Program	14.239	(2)	496,497
Total U.S. Department of Housing and Urban Development			<u>\$ 643,224</u>
U.S. Department of Justice:			
Direct Programs:			
Federal Asset Forfeiture Program	16.XXX	N/A	\$ 7,553
State Criminal Alien Assistance Program	16.606	N/A	445
Passed-through State Commission on Children and Youth:			
Juvenile Justice and Delinquency Prevention - Allocation to States	16.540	Z-09-023392-00	5,170
Passed-through City of Columbia:			
Edward Byrne Memorial Justice Assistance Grant Program	16.738	(2)	3,681
Total U.S. Department of Justice			<u>\$ 16,849</u>
U.S. Department of Transportation:			
Passed-through State Department of Transportation:			
Alcohol Open Container Requirements	20.607	(4)	\$ 44,847
Passed-through State Department of Military:			
Interagency Hazardous Materials Public Sector Training and Planning Grants	20.703	34101-19013	6,500
Total U.S. Department of Transportation			<u>\$ 51,347</u>
U.S. Department of Education:			
Direct Program:			
Fund for the Improvement of Education	84.215	(2)	\$ 364,128
Passed-through State Department of Education:			
Title I Grants to Local Educational Agencies	84.010	N/A	2,348,508
Special Education Cluster:			
Special Education - Grants to States	84.027	(2)	2,344,688
Special Education - Preschool Grants	84.173	(2)	91,694
Career and Technical Education - Basis Grants to States	84.048	N/A	179,383
Twenty-first Century Community Learning Centers	84.287	N/A	61,656
English Language Acquisition Grants	84.365	N/A	45,893
Improving Teacher Quality State Grants	84.367	N/A	316,388
School Improvement Grants	84.377	N/A	193,154
State Fiscal Stabilization Fund, Race-to-the-Top Incentive Grants, Recovery Act	84.395	(2)	852,920
Total U.S. Department of Education			<u>\$ 6,798,412</u>

(Continued)

Maury 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
National Archives and Records Administration:			
Passed-through State Library and Archives:			
National Historical Publications and Records Grants	89.003	(2)	\$ 2,475
Total National Archives and Records Administration			<u>\$ 2,475</u>
U.S. Election Assistance Commission:			
Passed-through Tennessee Secretary of State:			
Help America Vote Act Requirements Payments	90.401	(2)	\$ 22,463
Total U.S. Election Assistance Commission			<u>\$ 22,463</u>
U.S. Department of Health and Human Services:			
Passed-through State Department of Human Services:			
Child Support Enforcement	93.563	(2)	\$ 7,954
Total U.S. Department of Health and Human Services			<u>\$ 7,954</u>
U.S. Department of Homeland Security:			
Passed-through State Department of Military:			
Hazard Mitigation Grant	97.039	34101-39512	\$ 92,121
Emergency Management Performance Grants	97.042	34101-06314	39,350
Homeland Security Grant Program	97.067	(5)	134,058
Total U.S. Department of Homeland Security			<u>\$ 265,529</u>
Total Expenditures of Federal Awards			<u>\$ 12,000,310</u>
<u>State Grants</u>			
State Reappraisal Program - Comptroller of the Treasury	N/A	Contract Number N/A	\$ 1,750
Juvenile Justice State Supplement - State Commission on Children and Youth	N/A	GG-1029842	9,000
Coordinated School Health Initiative - State Department of Education	N/A	(2)	115,682
Early Childhood Education - State Department of Education	N/A	(2)	981,333
Safe Schools - State Department of Education	N/A	(2)	59,022
Family Resource Center - State Department of Education	N/A	(2)	88,835
High Schools That Work Grant - State Department of Education	N/A	(2)	3,258
Student Industry Certifications - State Department of Education	N/A	(2)	2,727
Tennessee Arts Commission Grant - State Department of Education	N/A	(2)	2,584
Project Diabetes Initiative Services Grant - State Department of Education	N/A	(2)	40
Optional Waste Tire Grant - State Department of Environment and Conservation	N/A	(2)	23,168
Health Department Program - State Department of Health	N/A	(2)	671,342
Litter Program - State Department of Transportation	N/A	(2)	54,400
Disaster Grants - Public Assistance (Presidentially Declared Disasters) - State Department of Military	N/A	(2)	90,227
Hazard Mitigation Grant - State Department of Military	N/A	34101-39512	15,354
Help America Vote Act Requirements Payments - Tennessee Secretary of State	N/A	(2)	77
Local Parks and Recreation Funds Grant - State Department of Environment and Conservation	N/A	(2)	4,462
Arts Program Categorical Grants - Tennessee Arts Commission	N/A	(2)	5,250
Total State Grants			<u>\$ 2,128,511</u>

CFDA - Catalog of Federal Domestic Assistance  
N/A - Not Applicable

- (1) Presented in conformity with generally accepted accounting principles using the modified accrual basis of accounting.  
(2) Information not available.  
(3) Total for CFDA No. 10.555 is \$3,225,107.  
(4) Z-13-GHS197: \$33,880; Z-14-GHS221: \$10,967.  
(5) 34101-35811: \$95,701; 34101-18112: \$21,346; 34101-16813: \$17,011.

Maury County, Tennessee  
Schedule of Audit Findings Not Corrected  
June 30, 2014

*Government Auditing Standards* require auditors to report the status of uncorrected findings from prior audits. Presented below are findings from the Annual Financial Report for Maury County, Tennessee, for the year ended June 30, 2013, which have not been corrected.

**OFFICE OF COUNTY MAYOR**

<u>Finding Number</u>	<u>Page Number</u>	<u>Subject</u>
2013-001	204	The receipting software used by the Office of Building and Zoning Inspections did not have adequate application controls

**OFFICE OF CIRCUIT AND GENERAL SESSIONS COURTS CLERK**

<u>Finding Number</u>	<u>Page Numbers</u>	<u>Subject</u>
2013-010	209	Multiple employees operated from the same cash drawer

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**MAURY COUNTY, TENNESSEE**  
**SCHEDULE OF FINDINGS AND QUESTIONED COSTS**  
**For the Year Ended June 30, 2014**

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**PART I, SUMMARY OF AUDITOR'S RESULTS**

1. An unmodified opinion was issued on the financial statements of Maury County.
2. The audit of the financial statements of Maury County disclosed significant deficiencies in internal control. One of these deficiencies was considered to be a material weakness.
3. The audit disclosed no instances of noncompliance that are material to the financial statements of Maury 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 one finding that is required to be reported under Section 510(a) of OMB Circular A-133.
7. The HOME Investment Partnerships Program (CFDA No. 14.239); Title I Grants to Local Educational Agencies (CFDA No. 84.010) 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 \$360,009 threshold was used to distinguish between Type A and Type B federal programs.
9. Maury 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 written response of the current circuit and general sessions courts clerk is paraphrased in this report. Other management officials did not provide responses for inclusion in this report.

### OFFICE OF COUNTY MAYOR

#### FINDING 2014-001

#### **THE RECEIPTING SOFTWARE USED BY THE OFFICE OF ZONING AND BUILDING INSPECTIONS DID NOT HAVE ADEQUATE APPLICATION CONTROLS**

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

The office changed to a new software application in July 2013; however, we noted the following internal control weaknesses in the new building permits software application:

- A. The application allowed users to print permits without issuing a receipt. A report listing these permits was not available.
- B. The application allowed users to alter receipts and charges. While the application recorded these alterations on each permit record, a report displaying all changes for a date range was not available.
- C. Users could receipt collections to a previous or future date. Because the application did not assign receipt numbers to collections and because these collections did not display on the current day's collection report, there was not a method for easily accounting for these receipts.
- D. The application does not provide a formal process for voiding receipts.
- E. The daily collection report did not give totals by payment type.

Sound business practices dictate that proper application controls be implemented. These controls would help to ensure the reliability and integrity of the information maintained by the system. Since the vendor did not design the system with these controls, inappropriate system activity could occur.

### RECOMMENDATION

Management should contact their software vendor to request a report be made available for any permits that are issued without a receipt. Also, a report of all alterations should be available by date range. The ability to backdate or postdate receipts should be removed from the application. If this capability is not removed, a method for accounting for these receipts should be put in place. The application should provide a formal process for voiding receipts. The daily collections report should total by payment type.

FINDING 2014-002

**THE MAURY COUNTY ANIMAL SHELTER REPORTED  
A THEFT OF \$80**

(Noncompliance Under *Government Auditing Standards*)

The Maury County Animal Shelter reported a theft of \$80 to the state Comptroller's Office on July 25, 2014. The cash was allegedly stolen by a former employee of the office. A theft report was filed with the Maury County Sheriff's Department, and the employee was arrested and charged with theft under \$500. This case was heard in Maury County General Sessions Court on October 13, 2014, and the defendant was found guilty and ordered to pay restitution of \$80. No restitution has been received as of the date of this report.

RECOMMENDATION

Officials should take steps to recover the \$80.

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**OFFICE OF DIRECTOR OF ACCOUNTS AND BUDGETS**

FINDING 2014-003

**MATERIAL AUDIT ADJUSTMENTS WERE REQUIRED  
FOR PROPER FINANCIAL STATEMENT PRESENTATION**

(Internal Control – Material Weakness Under *Government Auditing Standards*)

At June 30, 2014, certain general ledger account balances in the General and General Debt Service funds were not materially correct, and audit adjustments were required for the financial statements to be materially correct at year-end. Audit adjustments were required to recognize cash with a paying agent (\$303,776) and to reduce encumbrances (\$330,475) in the General Fund, and to reduce receivables (\$303,776) and increase expenditures (\$196,711) in the General Debt Service Fund. Generally accepted accounting principles require Maury County to have adequate internal controls over the maintenance of its accounting records. Material audit adjustments were required because the county's financial reporting system did not prevent, detect, or correct potential misstatements in the accounting records. It is a strong indicator of a material weakness in internal controls if the county has ineffective controls over the maintenance of its accounting records, which are used to prepare the financial statements, including the related notes to the financial statements. This deficiency is the result of a lack of management oversight. We presented audit adjustments to management that they approved and posted to properly present the financial statements in this report.

RECOMMENDATION

Maury County should have appropriate processes in place to ensure that its general ledgers are materially correct.

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FINDING 2014-004

**DEFICIENCIES WERE NOTED IN BUDGET OPERATIONS**

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

We noted the following deficiencies in the budget operations of the office:

- A. Some budget amendments were improperly posted as general journal entries instead of budget entries. Additionally, one budget amendment posted to the general ledger was not properly approved by the County Commission. We presented audit adjustments to management that they approved and posted to properly present the budget in the financial statements in this report.
- B. Expenditures exceeded appropriations approved by the County Commission in the following major appropriation categories (the legal level of control) of the General Fund:

<u>Major Appropriation Category</u>	<u>Amount Overspent</u>
Other General Administration	\$ 10,916
County Clerk's Office	98
Data Processing	1,154
Victims Assistance Programs	45,046
Sheriff's Department	84,113
Miscellaneous	860

- C. Salaries exceeded line-item appropriations in six accounts in the General Fund by amounts ranging from \$86 to \$123,282.

Section 5-9-401, *Tennessee Code Annotated*, states that “All funds from whatever source derived, including, but not limited to, taxes, county aid funds, federal funds, and fines, that are to be used in the operation and respective programs for the various departments, commissions, institutions, boards, offices, and agencies of county governments shall be appropriated to such use by the county legislative bodies.” The budget resolution approved by the County Commission states that the salary, wages, or remuneration of each official, employee, or agent of the county will not exceed appropriations that accompany this resolution. Therefore, the salaries that exceeded line-item appropriations were expenditures not approved by the County Commission. These deficiencies exist because management failed to hold spending to the limits authorized by the County Commission, which resulted in unauthorized expenditures.

RECOMMENDATION

Budget amendments should be properly approved by the County Commission and posted accurately. Expenditures should be held within appropriations approved by the County Commission.

FINDING 2014-005

**THE OFFICE DID NOT PERFORM PASS-THROUGH  
SUBRECIPIENT MONITORING OF THE COMMUNITY  
DEVELOPMENT BLOCK GRANT**

(Noncompliance Under *Government Auditing Standards* and  
OMB Circular A-133)

Maury County was awarded a Community Development Block Grant (CFDA No. 14.228) from the U.S. Department of Housing and Urban Development totaling \$500,000 and passed these funds to the City of Mount Pleasant for sewer system improvements. OMB Circular A-133 and grant compliance requirements require the pass-through entity to:

- a. have a written agreement with the subrecipient that includes provisions for work performed, records, reports, program income, and administrative requirements;
- b. review the subrecipient's audits and require corrective action on any deficiencies identified by the audit, and
- c. monitor the subrecipient's use of federal funds to ensure the funds were used for authorized purposes.

There was no documentation that Maury County, as the grant recipient, monitored the subrecipient as required by OMB Circular A-133 and grant compliance requirements. This deficiency can be attributed to a lack of management oversight. The failure to monitor subrecipients could result in unauthorized use of federal grant funds.

RECOMMENDATION

Maury County, as the recipient of federal grant awards with pass-through provisions, should monitor subrecipients as required by federal regulations.

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FINDING 2014-006

**THE INTERNAL REVENUE SERVICE ASSESSED THE  
COUNTY A PENALTY TOTALING \$15,484**

(Noncompliance Under *Government Auditing Standards*)

Maury County maintains a payroll clearing account with the bank to deposit employee payroll taxes due the Internal Revenue Service (IRS) and is required to notify the IRS of these deposits so withdrawals can be made from the county's account. In one instance, although the deposit for these payroll taxes was made to the clearing account, the IRS was not notified timely to provide for the current withdrawal of the deposit. The IRS assessed the county a penalty totaling \$15,484 because the county failed to notify the IRS timely. This deficiency resulted from a lack of management oversight.

## RECOMMENDATION

Federal payroll taxes deposited to the payroll clearing account should be reported to the IRS on a timely basis to avoid interest and penalty assessments.

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## OFFICE OF CIRCUIT AND GENERAL SESSIONS COURTS CLERK

### FINDING 2014-007

### **MULTIPLE EMPLOYEES OPERATED FROM THE SAME CASH DRAWER**

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

Multiple employees operated from the same cash drawer in the Office of Circuit and General Sessions Courts Clerk. Good internal controls dictate that each employee have their own cash drawer, start the day with a standard fixed amount of cash, and remove all but that beginning amount at the end of the day. This amount should be verified to the employee's receipts at the end of each day. Failure to adhere to this control regimen greatly increases the risk that a cash shortage may not be detected in a timely manner. Furthermore, in the event of a cash shortage, the official would not be able to determine who was responsible for the shortage because multiple employees were working from one cash drawer. This deficiency in internal controls was the result of a lack of management oversight over risks related to safeguarding assets. Also, this deficiency exists because management failed to correct the finding noted in the prior-year audit report.

## RECOMMENDATION

The circuit and general sessions courts clerk should assign each employee their own cash drawer.

## MANAGEMENT'S RESPONSE – CURRENT CLERK SANDY McLAIN

As the newly elected clerk, I plan to implement a separate cash drawer policy for each employee who is receipting funds.

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## OFFICE OF SHERIFF

### FINDING 2014-008

### **THE SHERIFF'S OFFICE DID NOT DEPOSIT SOME FUNDS WITHIN THREE DAYS OF COLLECTION**

(Noncompliance Under *Government Auditing Standards*)

The Sheriff's Office did not deposit some funds within three days of collection. Section 5-8-207, *Tennessee Code Annotated*, requires county officials to deposit public funds to an official bank account within three days of collection. In several instances during the period under examination, seized funds were held in the office up to 12 days before being deposited

to an official bank account. This deficiency was the result of a lack of management oversight. The delay in depositing funds increases the risks of fraud and misappropriation.

RECOMMENDATION

The sheriff should ensure that all funds are deposited to an official bank account within three days of collection as required by state statute.

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

Federal CFDA Number	Pass-through Agency	Finding Number	CFDA Numbers	Criteria	Explanation	Amount Questioned
2014-009	U.S. Department of Housing and Urban Development: Passed-through State Department of Economic and Community Development: Community Development Block Grant/State's Program and Non-entitlement in Hawaii	14.228	14.228	Circular A-133, Compliance Supplement Part 3M	Noncompliance - See Finding No. 2014-005 Maury County did not perform monitoring of the Community Development Block Grant subrecipient	\$ 0

## **BEST PRACTICE**

Accounting literature describes a best practice as a recommended policy, procedure, or technique that aids management in improving financial performance. Historically, a best practice has consistently shown superior results over conventional methods.

The Division of Local Government Audit strongly believes that the item noted below 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 Maury County.

### **MAURY COUNTY SHOULD ADOPT A CENTRAL SYSTEM OF ACCOUNTING, BUDGETING, AND PURCHASING**

Maury 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 Maury 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.

**MAURY COUNTY, TENNESSEE**  
**AUDITEE REPORTING RESPONSIBILITIES**  
**For the Year Ended June 30, 2014**

There were no audit findings relative to federal awards presented in the prior-year's Schedule of Findings and Questioned Costs. There was an audit finding relative to federal awards presented in the current-year's Schedule of Findings and Questioned Costs.

Finance Director – Corrective Action Plan for Current-year's Finding

FINDING 2014-009

Contact person: Theresa Weber

Corrective action planned: Maury County will execute a written agreement with the subrecipient, review subrecipient's audit, and monitor the subrecipient's use of federal funds to ensure that compliance requirements are met for the Community Development Block Grant.

Anticipated completion date: 2014-15