



**ANNUAL FINANCIAL REPORT
CHEATHAM COUNTY, TENNESSEE**



FOR THE YEAR ENDED JUNE 30, 2014



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

COMPTROLLER OF THE TREASURY
JUSTIN P. WILSON

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

CHEATHAM COUNTY, TENNESSEE

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Summary of Audit Findings

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

Scope

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

Results

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

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

Findings

The following are summaries of the audit findings:

OFFICES OF COUNTY MAYOR AND DIRECTOR OF ACCOUNTS AND BUDGETS

- ◆ Material audit adjustments were required for proper financial statement presentation for the General and Highway/Public Works funds.
- ◆ The payroll tax bank account was not reconciled with the general ledger.

OFFICE OF ROAD SUPERINTENDENT

- ◆ Several deficiencies were noted concerning employees' leave.

OFFICE OF DIRECTOR OF SCHOOLS

- ◆ Material audit adjustments were required for proper financial statement presentation for the General Purpose School Fund.

PROBATION DEPARTMENT

- ◆ Some funds were not deposited within three days of collection.
- ◆ A cash shortage of \$25 existed in the office at June 30, 2014.

INTRODUCTORY SECTION

Cheatham County Officials

June 30, 2014

Officials

David McCullough, County Mayor
Carl Cothorn, Road Superintendent
Dr. Stan Curtis, Director of Schools
Betty Balthrop, Assessor of Property
Dorothy Jones, Trustee
Teresa Gupton, County Clerk
Julie Hibbs, Circuit and General Sessions Courts Clerk
Pam Jenkins, Clerk and Master
Dolores Moulton, Register of Deeds
John Holder, Sheriff
Tara Patterson, Director of Accounts and Budgets

Board of County Commissioners

John Haines, Chairman
Betty Ramsey
Doris Sanders
Ann Jarreau
Rob Myers
Dale McCarver

Jimmy Hedgepath
David Davidson
Dr. Connie Mayo
Donnie Jordan
Walter Weakley
Eugene Evans

Board of Education

Michelle Collins, Chairman
Dianne Proffitt
Brian Chase

Dan Moore
Tim Williamson
William Johnson

Audit Committee

Eugene Evans
Dr. Connie Mayo
Valerie Drier
Rob Myers

FINANCIAL SECTION



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

Independent Auditor's Report

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

To the County Mayor and Board of County Commissioners:

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Cheatham 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 the discretely presented Cheatham County Emergency Communications District, which represent 1.7 percent, 2.1 percent, and .8 percent, respectively, of the assets, net position, and revenues of the aggregate discretely presented component units. Those statements were audited by other auditors whose report has been furnished to us, and our opinion, insofar as it relates to the amounts included for the Cheatham County Emergency Communications District, is based solely on the report of the other auditors. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits

contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Opinions

In our opinion, based on our audit and the report of other auditors, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Cheatham County, Tennessee, as of June 30, 2014, and the respective changes in financial position and the respective budgetary comparisons for the General and Highway/Public Works funds for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Change in Accounting Principle

As described in Note V.B., Cheatham County has adopted the provisions of Governmental Accounting Standards Board (GASB) Statement No. 67, *Financial Reporting for Pension Plans*, and GASB Statement No. 70, *Accounting and Reporting for Nonexchange Financial Guarantees*, which have an effective date of 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 plan on pages 69 - 71 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 Cheatham County's basic financial statements. The introductory section, combining and individual nonmajor fund financial statements, budgetary comparison schedules of nonmajor governmental funds and the Education Debt Service Fund, combining and individual fund financial statements of the Cheatham County School Department (a discretely presented component unit), and miscellaneous schedules are presented for purposes of additional analysis and are not a required part of the basic financial statements.

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

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

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated February 23, 2015, on our consideration of Cheatham 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 Cheatham County's internal control over financial reporting and compliance.

Very truly yours,



Justin P. Wilson
Comptroller of the Treasury
Nashville, Tennessee

February 23, 2015

JPW/yu

BASIC FINANCIAL STATEMENTS

Exhibit A

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

	Primary Governmental Activities	Component Units	
		Cheatham County School Department	Cheatham County Emergency Communications District
ASSETS			
Cash	\$ 13,731	\$ 1,000	\$ 400,319
Investments	0	0	9,677
Equity in Pooled Cash and Investments	18,781,071	9,934,519	0
Accounts Receivable	1,051,842	143,677	8,726
Allowance for Uncollectibles	(130,173)	0	0
Due from Other Governments	882,415	556,004	48,436
Due from Component Units	4,187,980	0	0
Property Taxes Receivable	11,836,051	8,171,703	0
Allowance for Uncollectible Property Taxes	(347,649)	(241,753)	0
Cash Shortage	15,739	0	0
Prepaid Expenses	0	0	24,708
Capital Assets:			
Assets Not Depreciated:			
Land	3,103,501	781,997	2,958
Construction in Progress	0	1,229,920	0
Intangibles	346,104	0	0
Assets Net of Accumulated Depreciation:			
Buildings and Improvements	5,689,290	54,526,401	29,792
Other Capital Assets	1,509,987	4,273,986	866,548
Infrastructure	1,235,452	0	0
Total Assets	\$ 48,175,341	\$ 79,377,454	\$ 1,391,164
DEFERRED OUTFLOWS OF RESOURCES			
Deferred Charge on Refunding	\$ 104,718	\$ 0	\$ 0
Total Deferred Outflows of Resources	\$ 104,718	\$ 0	\$ 0
LIABILITIES			
Accounts Payable	\$ 183,441	\$ 150,403	\$ 56,016
Accrued Payroll	0	62,940	0
Due to Primary Government	0	4,187,980	0
Payroll Deductions Payable	2,179	0	0
Due to Litigants, Heirs, and Others	37,727	0	0
Accrued Interest Payable	60,115	0	0
Noncurrent Liabilities:			
Due Within One Year	3,248,681	2,907	0
Due in More Than One Year	19,953,391	5,337,458	0
Total Liabilities	\$ 23,485,534	\$ 9,741,688	\$ 56,016
DEFERRED INFLOWS OF RESOURCES			
Deferred Current Property Taxes	\$ 11,170,839	\$ 7,707,558	\$ 0
Total Deferred Inflows of Resources	\$ 11,170,839	\$ 7,707,558	\$ 0
NET POSITION			
Net Investment in Capital Assets	\$ 7,167,568	\$ 60,812,304	\$ 899,298
Restricted for:			
Capital Projects	186,220	111,283	0
Central Cafeteria	0	912,319	0
Debt Service	10,486,840	0	0
Highway/Public Works	2,007,202	0	0
Solid Waste/Sanitation	574,744	0	0
Drug Control	353,358	0	0
Jail, Workhouse, or Courthouse	580,199	0	0
Automation Purposes	195,092	0	0
Other Purposes	74,709	26,517	0
Unrestricted	(8,002,246)	65,785	435,850
Total Net Position	\$ 13,623,686	\$ 61,928,208	\$ 1,335,148

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

Exhibit B

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

Functions/Programs	Net (Expense) Revenue and Changes in Net Position						
	Program Revenues				Primary Government Total Governmental Activities	Component Units	
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions		Cheatham County School Department	Cheatham County Emergency Communications District
Primary Government:							
Governmental Activities:							
General Government	\$ 4,174,026	\$ 698,499	\$ 16,741	\$ 29,963	\$ (3,428,823)	\$ 0	\$ 0
Finance	1,354,191	1,060,159	13,545	0	(280,487)	0	0
Administration of Justice	1,574,389	810,441	3,592	0	(760,356)	0	0
Public Safety	6,296,425	430,993	66,436	0	(5,798,996)	0	0
Public Health and Welfare	3,668,843	1,159,963	177,708	932,961	(1,398,211)	0	0
Social, Cultural, and Recreational Services	363,280	24,975	809	0	(337,496)	0	0
Agriculture and Natural Resources	149,134	0	0	0	(149,134)	0	0
Highways/Public Works	2,939,778	1,981	1,636,935	33,030	(1,267,832)	0	0
Education	1,004,544	0	0	0	(1,004,544)	0	0
Total Primary Government	\$ 21,524,610	\$ 4,187,011	\$ 1,915,766	\$ 995,954	\$ (14,425,879)	\$ 0	\$ 0
Component Units:							
Cheatham County School Department	\$ 51,191,130	\$ 2,545,012	\$ 4,644,296	\$ 1,974,291	\$ 0	\$ (42,027,531)	\$ 0
Cheatham County Emergency Communications District	487,443	420,348	0	0	0	0	(67,095)
Total Component Units	\$ 51,678,573	\$ 2,965,360	\$ 4,644,296	\$ 1,974,291	\$ 0	\$ (42,027,531)	\$ (67,095)

(Continued)

Exhibit B

Cheatham County, Tennessee
Statement of Activities (Cont.)

Functions/Programs	Program Revenues			Component Units		
	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Cheatham County		Cheatham County Emergency Communications District
				Cheatham County School Department	Cheatham County	
Expenses	Primary Government Total		Net (Expense) Revenue and Changes in Net Position			
General Revenues:						
Taxes:						
Property Taxes Levied for General Purposes				\$ 10,703,896	\$ 8,466,067	\$ 0
Property Taxes Levied for Debt Service				1,385,891	0	0
Local Option Sales Tax				1,565,158	1,948,745	0
Wheel Tax				1,659,457	415,643	0
Adequate Facilities/Development Tax				33,174	0	0
Wholesale Beer Tax				307,951	0	0
Fire Tax				928,271	0	0
Business Tax				228,277	0	0
Mixed Drink Tax				476	82,317	0
Litigation Tax				140,860	0	0
Payments in-Lieu-of Taxes				0	72,506	0
Other Local Taxes				52,052	3,950	0
Grants and Contributions Not Restricted to Specific Programs				1,139,812	33,202,920	57,639
Unrestricted Investment Earnings				98,456	657	454
Miscellaneous				16,390	37,657	0
Total General Revenues				\$ 18,260,121	\$ 44,230,462	\$ 58,093
Change in Net Position				\$ 3,834,242	\$ 2,202,931	\$ (9,002)
Net Position, July 1, 2013				9,789,444	59,725,277	1,344,150
Net Position, June 30, 2014				\$ 13,623,686	\$ 61,928,208	\$ 1,335,148

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

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

	Major Funds			Nonmajor Funds		Total Governmental Funds
	General	Highway / Public Works	Education Debt Service	Other Governmental Funds		
\$	2,435	0	0	11,296		13,731
Cash	5,886,438	1,999,811	7,356,162	3,538,660		18,781,071
Equity in Pooled Cash and Investments	872,065	37,194	107,543	35,040		1,051,842
Accounts Receivable	(130,173)	0	0	0		(130,173)
Allowance for Uncollectibles	289,148	295,050	295,171	3,046		882,415
Due from Other Governments	14,168	0	519,512	0		533,680
Due from Other Funds	8,419,531	539,777	1,346,386	1,530,357		11,836,051
Property Taxes Receivable	(250,593)	(15,901)	(34,533)	(46,622)		(347,649)
Allowance for Uncollectible Property Taxes	25	15,714	0	0		15,739
Cash Shortage						
Total Assets	\$ 15,103,044	\$ 2,871,645	\$ 9,590,241	\$ 5,071,777		\$ 32,636,707

ASSETS

LIABILITIES

\$	139,707	7,156	18	36,560		183,441
Accounts Payable	1,650	257	0	272		2,179
Payroll Deductions Payable	519,512	0	0	14,168		533,680
Due to Other Funds	0	0	0	37,727		37,727
Due to Litigants, Heirs, and Others						
Total Liabilities	\$ 660,869	\$ 7,413	\$ 18	\$ 88,727		\$ 757,027

DEFERRED INFLOWS OF RESOURCES

\$	7,937,068	509,309	1,284,816	1,439,646		11,170,839
Deferred Current Property Taxes	205,166	12,889	23,919	39,012		280,986
Deferred Delinquent Property Taxes	281,134	161,562	162,744	0		605,440
Other Deferred/Unavailable Revenue						
Total Deferred Inflows of Resources	\$ 8,423,368	\$ 683,760	\$ 1,471,479	\$ 1,478,658		\$ 12,057,265

(Continued)

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

FUND BALANCES

	Major Funds			Nonmajor Funds		Total Governmental Funds
	General	Highway / Public Works	Education Debt Service	Other Governmental Funds		
Restricted:						
Restricted for General Government	\$ 28,164	\$ 0	\$ 0	\$ 0	\$ 0	\$ 28,164
Restricted for Finance	12,701	0	0	0	0	12,701
Restricted for Administration of Justice	167,035	0	0	0	0	167,035
Restricted for Public Safety	620,905	0	0	353,358	0	974,263
Restricted for Public Health and Welfare	21,195	0	0	781,285	0	802,480
Restricted for Highways/Public Works	0	2,180,472	0	0	0	2,180,472
Restricted for Capital Outlay	0	0	0	176,252	0	176,252
Restricted for Debt Service	0	0	8,118,744	2,129,096	0	10,247,840
Committed:						
Committed for General Government	126,877	0	0	64,401	0	191,278
Committed for Finance	47,153	0	0	0	0	47,153
Committed for Public Safety	171,557	0	0	0	0	171,557
Committed for Social, Cultural, and Recreational Services	51,716	0	0	0	0	51,716
Committed for Other Operations	4,838	0	0	0	0	4,838
Assigned:						
Assigned for General Government	516,653	0	0	0	0	516,653
Assigned for Public Health and Welfare	43,764	0	0	0	0	43,764
Assigned for Social, Cultural, and Recreational Services	9,735	0	0	0	0	9,735
Assigned for Agriculture and Natural Resources	2,472	0	0	0	0	2,472
Assigned for Capital Projects	1,368,284	0	0	0	0	1,368,284
Unassigned	2,825,758	0	0	0	0	2,825,758
Total Fund Balances	\$ 6,018,807	\$ 2,180,472	\$ 8,118,744	\$ 3,504,392	\$ 0	\$ 19,822,415
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	\$ 15,103,044	\$ 2,871,645	\$ 9,590,241	\$ 5,071,777	\$ 0	\$ 32,636,707

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

Exhibit C-2

Cheatham 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)		\$ 19,822,415
(1) Capital assets used in governmental activities are not financial resources and therefore are not reported in the governmental funds.		
Add: land	\$ 3,103,501	
Add: intangibles	346,104	
Add: buildings and improvements net of accumulated depreciation	5,689,290	
Add: other capital assets net of accumulated depreciation	1,509,987	
Add: infrastructure net of accumulated depreciation	<u>1,235,452</u>	11,884,334
(2) Long-term liabilities are not due and payable in the current period and therefore are not reported in the governmental funds.		
Less: bonds payable	\$ (9,757,500)	
Less: notes payable	(4,084,127)	
Less: other loans payable	(8,365,977)	
Add: contributions due from component unit for debt retirement	4,187,980	
Less: compensated absences payable	(776,364)	
Less: landfill closure/postclosure costs	(218,104)	
Add: deferred amount on refunding	104,718	
Less: accrued interest on bonds, notes, and capital leases	<u>(60,115)</u>	(18,969,489)
(3) Other long-term assets are not available to pay for current-period expenditures and therefore are deferred in the governmental funds.		<u>886,426</u>
Net position of governmental activities (Exhibit A)		<u>\$ 13,623,686</u>

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

Cheatham 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	Highway / Public Works	Education Debt Service	Other Governmental Funds		
<u>Revenues</u>						
Local Taxes	\$ 10,343,778	\$ 974,973	\$ 3,893,933	\$ 1,895,836	\$	\$ 17,108,520
Licenses and Permits	378,814	0	0	0	0	378,814
Fines, Forfeitures, and Penalties	171,237	0	0	126,083	297,320	1,368,413
Charges for Current Services	1,158,016	0	0	210,397	224,132	1,687,275
Other Local Revenues	187,270	10,615	57	26,190	0	2,700,321
Fees Received from County Officials	1,687,275	0	0	0	0	1,051,592
State of Tennessee	989,052	1,680,977	26,834	53,458	0	913,396
Federal Government	1,051,592	0	0	0	0	2,311,964
Other Governments and Citizens Groups	475,048	0	438,348	0	0	25,729,783
Total Revenues	\$ 16,392,082	\$ 2,666,565	\$ 4,359,172	\$ 2,311,964	\$	\$ 25,729,783

Expenditures

Current:						
General Government	\$ 1,448,859	\$ 0	\$ 49,805	\$ 77,847	\$	\$ 1,576,511
Finance	1,216,973	0	0	0	0	1,216,973
Administration of Justice	1,369,946	0	0	44,000	0	1,413,946
Public Safety	5,323,683	0	0	71,131	0	5,394,814
Public Health and Welfare	2,353,021	0	0	1,107,675	0	3,460,696
Social, Cultural, and Recreational Services	316,610	0	0	0	0	316,610
Agriculture and Natural Resources	131,927	0	0	0	0	131,927
Other Operations	2,166,276	0	0	30,964	0	2,197,240
Highways	0	2,684,019	0	0	0	2,684,019
Debt Service:						
Principal on Debt	0	0	4,834,835	678,109	0	5,512,944
Interest on Debt	0	0	468,242	117,830	0	586,072
Other Debt Service	0	0	63,927	5,871	0	69,798

(Continued)

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

	Major Funds			Nonmajor Funds		Total Governmental Funds
	General	Highway / Public Works	Education Debt Service	Other Governmental Funds		
<u>Expenditures (Cont.)</u>						
Capital Projects	\$ 1,152,553	\$ 0	\$ 0	\$ 1,448,542	\$ 2,601,095	
Total Expenditures	\$ 15,479,848	\$ 2,684,019	\$ 5,416,809	\$ 3,581,969	\$ 27,162,645	
Excess (Deficiency) of Revenues Over Expenditures	\$ 912,234	\$ (17,454)	\$ (1,057,637)	\$ (1,270,005)	\$ (1,432,862)	
<u>Other Financing Sources (Uses)</u>						
Notes Issued	\$ 1,158,109	\$ 0	\$ 0	\$ 1,098,310	\$ 2,256,419	
Refunding Debt Issued	0	0	4,805,000	0	4,805,000	
Line of Credit Issued	0	52,917	0	0	52,917	
Insurance Recovery	500	0	0	0	500	
Transfers In	53,563	0	9,353	0	62,916	
Transfers Out	(9,353)	0	0	(53,563)	(62,916)	
Payments to Refunded Debt Escrow Agent	0	0	(4,805,000)	0	(4,805,000)	
Total Other Financing Sources (Uses)	\$ 1,202,819	\$ 52,917	\$ 9,353	\$ 1,044,747	\$ 2,309,836	
Net Change in Fund Balances	\$ 2,115,053	\$ 35,463	\$ (1,048,284)	\$ (225,258)	\$ 876,974	
Fund Balance, July 1, 2013	3,903,754	2,145,009	9,167,028	3,729,650	18,945,441	
Fund Balance, June 30, 2014	\$ 6,018,807	\$ 2,180,472	\$ 8,118,744	\$ 3,504,392	\$ 19,822,415	

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

Cheatham 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)		\$	876,974
(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	\$	842,078	
Less: current-year depreciation expense		<u>(927,005)</u>	(84,927)
(2) Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.			
Add: deferred delinquent property taxes and other deferred June 30, 2014	\$	886,426	
Less: deferred delinquent property taxes and other deferred June 30, 2013		<u>(852,569)</u>	33,857
(3) The issuance of long-term debt (e.g., notes, bonds, capital leases, other loans) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net position. Also, governmental funds report the effect of premiums, discounts, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities. This amount is the effect of these differences in the treatment of long-term debt and related items:			
Add: principal payments on line of credit	\$	145,472	
Add: principal payments on notes		997,292	
Add: principal payments on bonds		1,371,000	
Add: principal payments on other loans		2,999,180	
Add: payments to refunding agent		4,805,000	
Less: note proceeds		(2,256,419)	
Less: bond proceeds		(4,805,000)	
Less: line of credit proceeds		(52,917)	
Less: debt service contributions for principal to primary government		(405,288)	
Less: change in deferred amount on refunding debt		<u>(38,053)</u>	2,760,267
(4) 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	\$	1,330	
Change in landfill closure/postclosure care costs		(3,223)	
Change in other postemployment benefits liability		278,999	
Change in compensated absences payable		<u>(29,035)</u>	248,071
Change in net position of governmental activities (Exhibit B)			<u>\$ 3,834,242</u>

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

Exhibit C-5

Cheatham 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	
Revenues							
Local Taxes	\$ 10,343,778	\$ 0	\$ 0	\$ 10,343,778	\$ 9,827,985	\$ 9,827,985	\$ 515,793
Licenses and Permits	378,814	0	0	378,814	277,000	277,000	101,814
Fines, Forfeitures, and Penalties	171,237	0	0	171,237	149,800	149,800	21,437
Charges for Current Services	1,158,016	0	0	1,158,016	1,076,379	1,136,379	21,637
Other Local Revenues	187,270	0	0	187,270	138,200	159,916	27,354
Fees Received from County Officials	1,687,275	0	0	1,687,275	1,700,000	1,700,000	(12,725)
State of Tennessee	939,052	0	0	939,052	639,380	722,584	216,468
Federal Government	1,051,592	0	0	1,051,592	64,000	78,825	972,767
Other Governments and Citizens Groups	475,048	0	0	475,048	573,013	594,013	(118,965)
Total Revenues	\$ 16,392,082	\$ 0	\$ 0	\$ 16,392,082	\$ 14,445,757	\$ 14,646,502	\$ 1,745,580
Expenditures							
General Government							
County Commission	\$ 104,609	\$ 0	\$ 0	\$ 104,609	\$ 106,084	\$ 106,184	\$ 1,575
County Mayor/Executive	178,442	(11,736)	4,159	170,865	192,554	182,517	11,652
Personnel Office	68,972	(67)	0	68,905	76,794	70,507	1,602
Election Commission	154,443	0	182	154,625	138,073	156,254	1,629
Register of Deeds	176,759	0	3,471	180,230	197,965	183,061	2,831
Building	207,346	(1,621)	0	205,725	229,299	209,430	3,705
County Buildings	558,288	(11,029)	4,211	551,470	525,628	579,601	28,131
Finance							
Accounting and Budgeting	292,591	(5,302)	5,937	293,226	334,433	299,269	6,043
Property Assessor's Office	256,406	0	0	256,406	311,452	271,316	14,910
Reappraisal Program	48,129	0	0	48,129	54,353	48,470	341
County Trustee's Office	233,031	(217)	0	232,814	271,277	237,352	4,538
County Clerk's Office	386,816	(17,791)	8,768	377,793	422,434	381,395	3,602
Administration of Justice							
Circuit Court	386,632	(1,063)	695	386,264	447,313	394,843	8,579
General Sessions Court	134,628	0	0	134,628	154,651	135,251	623
Chancery Court	237,540	(67)	0	237,473	267,441	241,339	3,866
Juvenile Court	298,466	0	3,796	302,262	329,228	305,968	3,706

(Continued)

Exhibit C-5

Cheatham 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)
					Budgeted Amounts		
					Original	Final	
<u>Expenditures (Cont.)</u>							
<u>Administration of Justice (Cont.)</u>							
District Attorney General	\$ 13,500	\$ 0	\$ 0	13,500	18,000	18,000	\$ 4,500
Probation Services	136,588	(481)	212	136,319	164,739	145,791	9,472
Courtroom Security	162,592	(4,029)	8,253	166,816	180,084	167,915	1,099
<u>Public Safety</u>							
Sheriff's Department	2,226,180	(3,338)	8,472	2,231,314	2,521,800	2,262,136	30,822
Jail	1,423,024	(2,888)	2,000	1,422,136	1,543,905	1,441,353	19,217
Rural Fire Protection	838,751	0	0	838,751	838,751	838,751	0
Other Emergency Management	135,840	(74)	148,568	284,334	137,333	284,529	195
County Coroner/Medical Examiner	64,700	0	0	64,700	70,650	70,650	5,950
Other Public Safety	635,188	0	0	635,188	755,858	636,871	1,683
<u>Public Health and Welfare</u>							
Local Health Center	50,379	0	9,642	60,021	45,770	92,306	32,285
Rabies and Animal Control	204,492	(1,507)	782	203,767	219,706	207,259	3,492
Ambulance/Emergency Medical Services	2,000,786	(82,501)	49,415	1,967,700	1,967,425	2,000,981	33,281
Other Local Health Services	36,908	0	0	36,908	38,441	37,241	333
General Welfare Assistance	16,599	0	0	16,599	33,198	33,198	16,599
Sanitation Education/Information	43,857	0	0	43,857	46,068	46,068	2,211
<u>Social, Cultural, and Recreational Services</u>							
Senior Citizens Assistance	93,703	0	0	93,703	90,000	93,703	0
Libraries	218,513	(591)	3,818	221,740	219,369	222,093	353
Parks and Fair Boards	4,394	0	0	4,394	0	4,394	0
<u>Agriculture and Natural Resources</u>							
Agricultural Extension Service	89,265	0	0	89,265	97,669	91,381	2,116
Soil Conservation	42,662	0	0	42,662	51,805	43,161	499
<u>Other Operations</u>							
Other Economic and Community Development	65,837	0	0	65,837	72,280	65,993	156
Veterans' Services	19,020	(185)	78	18,913	28,150	24,650	5,737
Other Charges	235,597	0	0	235,597	200,000	235,000	(597)
Contributions to Other Agencies	423,296	0	0	423,296	355,214	416,491	(6,805)
Employee Benefits	1,148,932	0	0	1,148,932	25,581	1,122,445	(26,487)

(Continued)

Exhibit C-5

Cheatham 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	
<u>Expenditures (Cont.)</u>							
<u>Other Operations (Cont.)</u>							
Miscellaneous	\$ 273,594	\$ 0	\$ 0	\$ 273,594	\$ 295,093	\$ 276,100	\$ 2,506
Capital Projects	18,629	0	254,194	272,823	0	995,000	722,177
Public Safety Projects	1,133,924	0	0	1,133,924	0	1,133,924	0
Public Utility Projects	15,479,848	(144,487)	516,653	15,852,014	14,075,868	16,810,141	958,127
Total Expenditures	\$ 15,479,848	\$ (144,487)	\$ 516,653	\$ 15,852,014	\$ 14,075,868	\$ 16,810,141	\$ 958,127
<u>Excess (Deficiency) of Revenues</u> <u>Over Expenditures</u>	\$ 912,234	\$ 144,487	\$ (516,653)	\$ 540,068	\$ 369,889	\$ (2,163,639)	\$ 2,703,707
<u>Other Financing Sources (Uses)</u>							
Notes Issued	\$ 1,158,109	\$ 0	\$ 0	\$ 1,158,109	\$ 0	\$ 1,158,109	\$ 0
Insurance Recovery	500	0	0	500	1,500	2,000	(1,500)
Transfers In	53,563	0	0	53,563	0	0	53,563
Transfers Out	(9,353)	0	0	(9,353)	(40,200)	(40,200)	30,847
Total Other Financing Sources	\$ 1,202,819	\$ 0	\$ 0	\$ 1,202,819	\$ (38,700)	\$ 1,119,909	\$ 82,910
Net Change in Fund Balance	\$ 2,115,053	\$ 144,487	\$ (516,653)	\$ 1,742,887	\$ 331,189	\$ (1,043,730)	\$ 2,786,617
Fund Balance, July 1, 2013	3,903,754	(144,487)	0	3,759,267	3,736,826	3,736,826	22,441
Fund Balance, June 30, 2014	\$ 6,018,807	\$ 0	\$ (516,653)	\$ 5,502,154	\$ 4,068,015	\$ 2,693,096	\$ 2,809,058

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

Exhibit C-6

Cheatham County, Tennessee
 Statement of Revenues, Expenditures, and Changes
 in Fund Balance - Actual (Budgetary Basis) and Budget
 Highway/Public Works Fund
 For the Year Ended June 30, 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	
Revenues							
Local Taxes	\$ 974,973	\$ 0	\$ 0	\$ 974,973	\$ 950,552	\$ 950,552	\$ 24,421
Other Local Revenues	10,615	0	0	10,615	4,900	8,133	2,482
State of Tennessee	1,680,977	0	0	1,680,977	2,054,807	2,054,807	(373,830)
Total Revenues	\$ 2,666,565	\$ 0	\$ 0	\$ 2,666,565	\$ 3,010,259	\$ 3,013,492	\$ (346,927)
Expenditures							
<u>Highways</u>							
Administration	\$ 178,161	(800)	0	177,361	180,182	180,182	2,821
Highway and Bridge Maintenance	1,460,958	(148,123)	15,467	1,328,302	1,751,864	1,752,500	424,198
Operation and Maintenance of Equipment	413,747	(8,922)	18,800	423,625	475,345	471,045	47,420
Other Charges	121,059	0	0	121,059	115,420	122,317	1,258
Employee Benefits	364,952	0	0	364,952	424,700	424,700	59,748
Capital Outlay	145,142	0	180,440	325,582	15,100	328,292	2,710
Principal on Debt	0	0	0	0	45,000	45,000	45,000
Highways and Streets	0	0	0	0	2,649	2,649	2,649
Interest on Debt	0	0	0	0	0	0	0
Highways and Streets	2,684,019	(157,845)	214,707	2,740,881	3,010,260	3,326,685	585,804
Total Expenditures	\$ (17,454)	\$ 157,845	(214,707)	(74,316)	(1)	(313,193)	238,877
Excess (Deficiency) of Revenues Over Expenditures							
<u>Other Financing Sources (Uses)</u>							
Line of Credit Issued	\$ 52,917	\$ 0	\$ 0	\$ 52,917	\$ 0	\$ 52,917	\$ 0
Total Other Financing Sources	\$ 52,917	\$ 0	\$ 0	\$ 52,917	\$ 0	\$ 52,917	\$ 0
Net Change in Fund Balance	\$ 35,463	\$ 157,845	(214,707)	(21,399)	(1)	(260,276)	238,877
Fund Balance, July 1, 2013	2,145,009	(157,845)	0	1,987,164	1,976,999	1,976,999	10,165
Fund Balance, June 30, 2014	\$ 2,180,472	\$ 0	(214,707)	\$ 1,965,765	\$ 1,976,998	\$ 1,716,723	\$ 249,042

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

Exhibit D

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

	<u>Agency Funds</u>
<u>ASSETS</u>	
Cash	\$ 2,056,888
Due from Other Governments	<u>410,679</u>
Total Assets	<u><u>\$ 2,467,567</u></u>
<u>LIABILITIES</u>	
Due to Other Taxing Units	\$ 410,679
Due to Litigants, Heirs, and Others	<u>2,056,888</u>
Total Liabilities	<u><u>\$ 2,467,567</u></u>

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

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

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Cheatham 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 Cheatham County:

A. Reporting Entity

Cheatham County is a public municipal corporation governed by an elected 12-member board. As required by GAAP, these financial statements present Cheatham 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 Cheatham County School Department operates the public school system in the county, and the voters of Cheatham 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 Cheatham County Emergency Communications District provides a simplified means of securing emergency services through a uniform emergency number for the residents of Cheatham County, and the Cheatham 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 Cheatham County School Department does not issue separate financial statements from those of the county. Therefore, basic financial statements of the School Department are included in this report as listed in the table of contents. Complete financial statements of the Cheatham County Emergency Communications District can be obtained from its administrative office at the following address:

Administrative Office:

Cheatham County Emergency
Communications District
P.O. Box 682
Ashland City, TN 37015

Related Organization – The Cheatham County Water and Waste Water Authority and Cheatham County Industrial Development Board are related organizations of Cheatham County. The county’s officials are responsible for appointing the members of the boards, but the county’s accountability for the organizations does not extend beyond making the appointments.

B. Government-wide and Fund Financial Statements

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

Cheatham County issues all debt for the discretely presented Cheatham County School Department. Net debt issues totaling \$1,004,544 were contributed by the county to the School Department during the year ended June 30, 2014.

Separate financial statements are provided for governmental funds and fiduciary funds. Fiduciary funds are excluded from the government-wide

financial statements. Major individual governmental funds are reported as separate columns in the fund financial statements.

C. Measurement Focus, Basis of Accounting, and Financial Statement Presentation

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the 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 Cheatham County are organized into funds, each of which is considered to be a separate accounting entity. Each fund is accounted for by providing a separate set of self-balancing accounts that constitute its assets, deferred outflow of resources, liabilities, deferred inflow of resources, fund equity, revenues, and expenditures. Funds are organized into three major categories: governmental, proprietary, and fiduciary. An emphasis is placed on major funds within the governmental category. Cheatham County has no proprietary funds to report.

Separate financial statements are provided for governmental funds and fiduciary funds. Major individual governmental funds are reported as separate columns in the fund financial statements. All other governmental funds are aggregated into a single column on the fund financial statements. Fiduciary funds in total are reported in a single column.

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. Cheatham County considers grants and similar revenues to be available if they are collected within 60 days after year-end. Expenditures are generally recognized under the modified accrual basis of accounting when the related fund liability is incurred. Principal and interest on long-term debt are recognized as fund liabilities when due or when amounts have been accumulated in the debt service funds for payments to be made early in the following year.

Property taxes for the period levied, in-lieu-of tax payments, sales taxes, interest, and miscellaneous taxes are all considered to be susceptible to

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

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

Cheatham County reports the following major governmental funds:

General Fund – This is the county’s primary operating fund. It accounts for all financial resources of the general government, except those required to be accounted for in another fund.

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

Education Debt Service Fund – This fund accounts for debt issued by Cheatham County that is subsequently contributed to the discretely presented Cheatham County School Department for construction and renovation projects.

Additionally, Cheatham County reports the following fund types:

Capital Projects Funds – These funds account for 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.

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 Cheatham 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 Cheatham 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 Cheatham County School Department reports the following fund types:

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

Capital Projects Fund – The Education Capital Projects Fund is used to account for the receipt of debt issued by Cheatham County and contributed to the School Department for building construction and renovations.

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

D. Assets, Liabilities, Deferred Outflows/Inflows of Resources, and Net Position/Fund Balance

1. Deposits and Investments

State statutes authorize the government to make direct investments in bonds, notes, or treasury bills of the U.S. government and obligations guaranteed by the U.S. government or any of its agencies; deposit accounts at state and federal chartered banks and savings and loan associations; repurchase agreements; the State Treasurer's Investment Pool; bonds of any state or political subdivision rated A or higher by any nationally recognized rating service; nonconvertible debt securities of certain federal government sponsored enterprises; and the county's own legally issued bonds or notes.

The county trustee maintains a cash and internal investment pool that is used by all funds and the discretely presented Cheatham 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 Fund. Cheatham County and the School Department have adopted a policy of reporting U.S. Treasury obligations, U.S. agency obligations, and repurchase agreements with maturities of one year or less when purchased on the balance sheet at amortized cost. Certificates of deposit are reported at cost. Investments in the State Treasurer's Investment Pool are

reported at fair value. The State Treasurer's Investment Pool is not registered with the Securities and Exchange Commission (SEC) as an investment company, but nevertheless has a policy that it will, and does, operate in a manner consistent with the SEC's Rule 2a7 of the Investment Company Act of 1940. Accordingly, the pool qualifies as a 2a7-like pool and is reported at the net asset value per share (which approximates fair value) even though it is calculated using the amortized cost method. State statutes require the state treasurer to administer the pool under the same terms and conditions, including collateral requirements, as prescribed for other funds invested by the state treasurer. All other investments are reported at fair value.

2. Receivables and Payables

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

All ambulance and property taxes receivable are shown with an allowance for uncollectibles. Ambulance receivables allowance for uncollectibles is based on historical collection data. The allowance for uncollectible property taxes is equal to one percent of total taxes levied.

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

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

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

3. Capital Assets

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

Capital assets, which include property, plant, equipment, and infrastructure assets (e.g., roads, bridges, and similar items), are reported in the governmental column in the government-wide financial statements. Capital assets are defined by the government as assets with an initial, individual cost of \$10,000 or more and an estimated useful life of more than five years. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair market value at the date of donation.

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

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

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

<u>Assets</u>	<u>Years</u>
Buildings and Improvements	20 - 40
Land Improvements	10 - 20
Other Capital Assets	5 - 15
Infrastructure	20 - 40

4. 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 revenue, 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.

5. Compensated Absences

It is the county's policy to permit employees to accumulate limited amounts of earned but unused vacation benefits (with the exception of the Offices of County Clerk, Trustee, and Register of Deeds that do not allow the accumulation of unused vacation). The general policy of the county permits the unlimited accumulation of unused sick leave days. There is no liability for unpaid accumulated sick leave (with the exception of the Road Department) since Cheatham County does not have a policy to pay any amounts when employees separate from service with the government.

School Department employees may accumulate limited amounts of earned but unused vacation benefits. The general policy of the School Department permits the unlimited accumulation of unused sick leave days. The granting of vacation and sick leave has no guaranteed payment attached and therefore is not required to be accrued or recorded. However, the School Department does allow accrual of limited compensatory time.

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.

6. Long-term Obligations

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

resources and recognized as a component of interest expense in a systematic and rational manner over the remaining life of the refunded debt or the life of the new debt issued, whichever is shorter.

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

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

7. Net Position and Fund Balance

In the government-wide 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, Cheatham County had \$17,490,838 in outstanding debt for capital purposes of the discretely presented Cheatham County School Department. This debt is a liability of Cheatham County, but the capital assets acquired are reported in the financial statements of the School Department. Therefore, Cheatham

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 that 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 Cheatham County School Department

Exhibit I-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 Cheatham County School Department

Exhibit I-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 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 Cheatham County Commission and any authorized revisions. Unencumbered appropriations lapse at the end of each fiscal year.

The budgetary level of control is at the major category level established by the County Uniform Chart of Accounts, as prescribed by the Comptroller of the Treasury of the State of Tennessee. Major categories are at the department level (examples of General Fund major categories: County Commission, County Mayor/Executive, Personnel Office, Election Commission, etc.). Management may make revisions within major categories, but only the County Commission may transfer appropriations between major categories. During the year, several supplementary appropriations were necessary.

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

At June 30, 2014, Cheatham County and the Cheatham County School Department reported the following significant encumbrances:

Fund	Description	Amount
Primary Government		
Major Fund:		
General	Fire trucks	\$ 253,300
"	Equipment	148,484
Highway/Public Works	Asphalt Distributor	176,650
School Department:		
Major Fund:		
General Purpose School	HVAC units	404,183
"	Security cameras	364,127

B. Cash Shortages –Prior and Current Years

The audit of Cheatham County for the 2007-08 year reported a cash shortage of \$68,281.11 in the Highway Department. Our investigation revealed that from February 5, 2007, through December 18, 2007, the Highway Department bookkeeper fraudulently issued 16 vendor checks totaling \$68,281.11 for personal use. On August 15, 2008, the bookkeeper was found guilty of theft of \$60,000 or more, sentenced, and ordered to pay restitution totaling \$68,211.11 to the Highway Department. An unpaid cash shortage of \$15,713.75 existed as of June 30, 2014.

The Probation Department had a cash shortage of \$25 as of June 30, 2014. County officials have not taken action to liquidate this cash shortage. Details of the 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 the following major appropriation categories (the legal level of control) of the General Fund:

<u>Major Appropriation Category</u>	<u>Amount Overspent</u>
Other Charges	\$ 597
Contributions to other Agencies	6,805
Employee Benefits	26,487

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

IV. DETAILED NOTES ON ALL FUNDS

A. Deposits and Investments

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

Deposits

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

may be required by agreement to pay an assessment to cover any deficiency. Under this additional assessment agreement, public fund accounts covered by the pool are considered to be insured for purposes of credit risk disclosure.

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

Investments

Legal Provisions. Counties are authorized to make direct investments in bonds, notes, or treasury bills of the U.S. government and obligations guaranteed by the U.S. government or any of its agencies; deposits at state and federal chartered banks and savings and loan associations; bonds of any state or political subdivision rated A or higher by any nationally recognized rating service; 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, Cheatham County had the following investments carried at fair value. All investments are in the State Treasurer’s Investment Pool. Separate disclosures concerning pooled investments cannot be made for Cheatham County and the discretely presented Cheatham County School Department since both pool their deposits and investments through the county trustee.

Investment	Weighted Average Maturity (days)	Fair Value
State Treasurer's Investment Pool	109	\$ 2,132,378

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. Cheatham 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. Cheatham County has no investment policy that would further limit its investment choices. As of June 30, 2014, Cheatham County's investment in the State Treasurer's Investment Pool was unrated.

B. Capital Assets

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

Primary Government

Governmental Activities:

	Balance 7-1-13	Increases	Decreases	Balance 6-30-14
Capital Assets Not Depreciated:				
Land	\$ 3,103,501	\$ 0	\$ 0	\$ 3,103,501
Intangibles	346,104	0		346,104
Total Capital Assets Not Depreciated	<u>\$ 3,449,605</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 3,449,605</u>
Capital Assets Depreciated:				
Buildings and Improvements	\$ 12,115,327	\$ 0	\$ 0	\$ 12,115,327
Infrastructure	16,808,514	0	0	16,808,514
Other Capital Assets	6,843,893	842,078	(34,000)	7,651,971
Total Capital Assets Depreciated	<u>\$ 35,767,734</u>	<u>\$ 842,078</u>	<u>\$ (34,000)</u>	<u>\$ 36,575,812</u>

Governmental Activities (Cont.):

	Balance 7-1-13	Increases	Decreases	Balance 6-30-14
Less Accumulated Depreciation for:				
Buildings and Improvements	\$ 6,126,842	\$ 299,195	\$ 0	\$ 6,426,037
Infrastructure	15,293,071	279,991	0	15,573,062
Other Capital Assets	5,828,165	347,819	(34,000)	6,141,984
Total Accumulated Depreciation	<u>\$ 27,248,078</u>	<u>\$ 927,005</u>	<u>\$ (34,000)</u>	<u>\$ 28,141,083</u>
Total Capital Assets Depreciated, Net	<u>\$ 8,519,656</u>	<u>\$ (84,927)</u>	<u>\$ 0</u>	<u>\$ 8,434,729</u>
Governmental Activities Capital Assets, Net	<u>\$ 11,969,261</u>	<u>\$ (84,927)</u>	<u>\$ 0</u>	<u>\$ 11,884,334</u>

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

Governmental Activities:

General Government	\$ 188,967
Public Safety	162,495
Public Health and Welfare	203,432
Social, Cultural, and Recreational Services	32,795
Highway/Public Works	<u>339,316</u>
Total Depreciation Expense - Governmental Activities	<u>\$ 927,005</u>

Discretely Presented Cheatham County School Department

Governmental Activities:

	Balance 7-1-13	Increases	Decreases	Balance 6-30-14
Capital Assets Not Depreciated:				
Land	\$ 781,997	\$ 0	\$ 0	\$ 781,997
Construction in Progress	0	1,229,920	0	1,229,920
Total Capital Assets Not Depreciated	<u>\$ 781,997</u>	<u>\$ 1,229,920</u>	<u>\$ 0</u>	<u>\$ 2,011,917</u>

Discretely Presented Cheatham County School Department

Governmental Activities (Cont.):

	Balance 7-1-13	Increases	Decreases	Balance 6-30-14
Capital Assets Depreciated:				
Buildings and Improvements	\$ 95,495,872	\$ 1,425,221	\$ 0	\$ 96,921,093
Other Capital Assets	6,244,767	1,035,577	(562,033)	6,718,311
Total Capital Assets Depreciated	\$ 101,740,639	\$ 2,460,798	\$ (562,033)	\$ 103,639,404
Less Accumulated Depreciation for:				
Buildings and Improvements	\$ 40,115,730	\$ 2,278,962	\$ 0	\$ 42,394,692
Other Capital Assets	2,441,522	546,198	(543,395)	2,444,325
Total Accumulated Depreciation	\$ 42,557,252	\$ 2,825,160	\$ (543,395)	\$ 44,839,017
Total Capital Assets Depreciated, Net	\$ 59,183,387	\$ (364,362)	\$ (18,638)	\$ 58,800,387
Governmental Activities Capital Assets, Net	\$ 59,965,384	\$ 865,558	\$ (18,638)	\$ 60,812,304

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

Governmental Activities:

Support Services	\$ 2,821,524
Operation of Non-instructional Services	<u>3,636</u>
Total Depreciation Expense - Governmental Activities	<u>\$ 2,825,160</u>

C. Interfund Receivables, Payables, and Transfers

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

Due to/from Other Funds:

Receivable Fund	Payable Fund	Amount
Primary Government:		
General	Nonmajor governmental	\$ 14,168
Education Debt Service	General	519,512
Discretely Presented School Department:		
General Purpose School	Nonmajor governmental	5,554

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

Due to/from Primary Government and Component Units:

The amount reflected as Due to Primary Government from the discretely presented School Department on the government-wide Statement of Net Position includes a long-term receivable of \$4,187,980 for debt issued by the primary government, the principal of which is being contributed by the School Department. The amount of the receivable not expected to be received within one year is \$3,779,644.

Interfund Transfers:

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

Primary Government

Transfers Out	Transfers In	
	General Fund	Education Debt Service Fund
General Fund	\$ 0	\$ 9,353
Nonmajor governmental fund	53,563	0
Total	<u>\$ 53,563</u>	<u>\$ 9,353</u>

Discretely Presented Cheatham County School Department

	<u>Transfer In</u>
Transfer Out	General Purpose School Fund
Nonmajor governmental funds	\$ 1,108

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.

D. Long-term Obligations

Primary Government

General Obligation Bonds, Notes, a Line of Credit, and Other Loans

Cheatham County issues general obligation bonds, capital outlay notes, a line of credit, 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, a line of credit, 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 13 years for bonds, up to 12 years for notes, and up to 20 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, capital outlay notes, and other loans included in long-term debt as of June 30, 2014, will be retired from the General Debt Service and Education Debt Service funds.

General obligation bonds, capital outlay notes, and other loans outstanding as of June 30, 2014, for governmental activities are as follows:

Type	Interest Rate		Final Maturity		Original Amount of Issue	Balance 6-30-14
General Obligation Bonds -						
Refunding	1.97 to 3.14	%	6-1-22	\$	12,699,500	\$ 9,757,500
Capital Outlay Notes	variable		6-1-25		4,215,127	4,084,127
Other Loans	variable		5-1-24		16,907,569	8,365,977

In prior years, Cheatham County entered into loan agreements with the Montgomery County Public Building Authority. These loan agreements provided for the authority to make \$7,040,703 and \$2,262,948 available for loan to Cheatham County for various renovation and construction projects. These loans are repayable at interest rates that are tax-exempt variable rates determined by the remarketing agent daily or weekly depending on the particular program. In addition, the county pays various other fees (trustee, letter of credit, and debt remarketing) in connection with these loans. At June 30, 2014, the variable interest rate was .28 percent on the \$7,040,703 loan and .27 percent on the \$2,262,948 loan; and other fees based on the outstanding loan principal totaled approximately .57 percent on the \$7,040,703 and \$2,262,948 loans (letter of credit); .08 percent (remarketing); and \$60 per month per loan (trustee).

Also, during a prior year, Cheatham County entered into a loan agreement with the Tennessee Municipal Bond Fund – City of Clarksville Public Building Authority. This loan agreement provided the authority to make \$2,575,000 available for loan to Cheatham County for the purchase of land. The loan is repayable at interest rates that are tax-exempt variable rates determined by the remarketing agent daily or weekly depending on the particular program. In addition, the county pays various other fees (trustee and debt remarketing) in connection with this loan. At June 30, 2014, the variable interest rate was approximately 1.09 percent; and other fees based on the outstanding loan principal totaled approximately .15 percent per loan (administrative fee); and \$100 per month per loan (trustee).

In a prior year, Cheatham County entered into a loan agreement with the Tennessee Energy Efficient Schools Council. This loan agreement provided for the authority to make \$5,028,918 available for loan to the discretely presented Cheatham County School Department for energy efficiency upgrades. This loan is repayable at a .75 percent rate of interest over 12 years.

The annual requirements to amortize all general obligation bonds, notes, and other loans 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	\$ 1,438,000	\$ 252,589	\$ 1,690,589
2016	1,500,000	217,609	1,717,609
2017	1,558,000	180,637	1,738,637
2018	1,637,210	142,628	1,779,838
2019	1,768,000	102,580	1,870,580
2020-2022	1,856,290	108,635	1,964,925
Total	\$ 9,757,500	\$ 1,004,678	\$ 10,762,178

Year Ending June 30	Notes		
	Principal	Interest	Total
2015	\$ 224,000	\$ 134,732	\$ 358,732
2016	881,000	130,479	1,011,479
2017	932,127	96,196	1,028,323
2018	245,000	55,624	300,624
2019	252,000	48,604	300,604
2020-2024	1,368,000	130,703	1,498,703
2025	182,000	3,776	185,776
Total	\$ 4,084,127	\$ 600,114	\$ 4,684,241

Year Ending June 30	Other Loans			
	Principal	Interest	Other Fees	Total
2015	\$ 1,431,408	\$ 38,918	\$ 23,606	\$ 1,493,932
2016	1,479,783	33,871	18,950	1,532,604
2017	1,529,747	28,703	14,070	1,572,520
2018	1,142,379	23,412	7,754	1,173,545
2019	667,320	18,258	3,043	688,621
2020-2024	2,115,340	39,879	0	2,155,219
Total	\$ 8,365,977	\$ 183,041	\$ 67,423	\$ 8,616,441

There is \$2,129,096 available in the General Debt Service Fund and \$8,118,744 in the Education Debt Service Fund to service long-term debt. Debt per capita, including bonds, notes, and other loans totaled \$568, based on the 2010 federal census.

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

Department and as Due from Component Units in the financial statements of the primary government.

<u>Description of Indebtedness</u>	<u>Outstanding 6-30-14</u>
<u>Other Loans Payable</u>	
<u>Contributions from the General Purpose School Fund</u>	
Energy Efficient Schools Initiative	\$ 4,187,980

Changes in Long-term Obligations

Long-term obligations activity for the year ended June 30, 2014, was as follows:

Governmental Activities	<u>Bonds</u>	<u>Notes</u>	<u>Other Loans</u>
Balance, July 1, 2013	\$ 11,128,500	\$ 2,825,000	\$ 11,365,157
Additions	4,805,000	2,256,419	0
Reductions	(6,176,000)	(997,292)	(2,999,180)
Balance, June 30, 2014	<u>\$ 9,757,500</u>	<u>\$ 4,084,127</u>	<u>\$ 8,365,977</u>
Balance Due Within One Year	<u>\$ 1,438,000</u>	<u>\$ 224,000</u>	<u>\$ 1,431,408</u>

	<u>Line of Credit</u>	<u>Compensated Absences</u>	<u>Other Postemployment Benefits</u>
Balance, July 1, 2013	\$ 92,555	\$ 747,329	\$ 278,999
Additions	52,917	809,420	0
Reductions	(145,472)	(780,385)	(278,999)
Balance, June 30, 2014	<u>\$ 0</u>	<u>\$ 776,364</u>	<u>\$ 0</u>
Balance Due Within One Year	<u>\$ 0</u>	<u>\$ 155,273</u>	<u>\$ 0</u>

	<u>Landfill Closure/ Postclosure Care Costs</u>
Balance, July 1, 2013	\$ 214,881
Additions	<u>3,223</u>
Balance, June 30, 2014	<u>\$ 218,104</u>
Balance Due Within One Year	<u>\$ 0</u>
 Analysis of Noncurrent Liabilities Presented on Exhibit A:	
Total Noncurrent Liabilities, June 30, 2014	\$ 23,202,072
Less: Due Within One Year	<u>(3,248,681)</u>
Noncurrent Liabilities - Due in More Than One Year - Exhibit A	<u>\$ 19,953,391</u>

Compensated absences will be paid from the employing funds, primarily the General and Highway/Public Works funds. Landfill closure/postclosure care costs will be paid from the Solid Waste/Sanitation Fund.

Current Refunding

On May 30, 2014, Cheatham County current refunded one general obligation refunding bond issue. The county issued \$4,805,000 of general obligation refunding bonds to provide resources to retire the bond. As a result of the current refunding, total debt service payments over the next five years will be reduced by \$282,747, and an economic gain (difference between the present value of the debt service payments of the refunded and refunding bonds) of \$269,987 was obtained.

Discretely Presented Cheatham County School Department

Changes in Long-term Obligations

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

Governmental Activities

	Compensated Absences	Other Postemployment Benefits
Balance, July 1, 2013	\$ 10,126	\$ 4,706,146
Additions	11,629	1,175,849
Reductions	(10,126)	(553,259)
Balance, June 30, 2014	<u>\$ 11,629</u>	<u>\$ 5,328,736</u>
Balance Due Within One Year	<u>\$ 2,907</u>	<u>\$ 0</u>

Analysis of Noncurrent Liabilities Presented on Exhibit A:

Total Noncurrent Liabilities, June 30, 2014	\$ 5,340,365
Less: Due Within One Year	<u>(2,907)</u>
Noncurrent Liabilities - Due in More Than One Year - Exhibit A	<u>\$ 5,337,458</u>

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

E. On-Behalf Payments – Discretely Presented Cheatham County School Department

The State of Tennessee pays health insurance premiums for retired teachers on-behalf of the Cheatham 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 \$157,850 and \$23,638, respectively. The School Department has recognized these on-behalf payments as revenues and expenditures in the General Purpose School Fund.

V. OTHER INFORMATION

A. Risk Management

Cheatham County

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.

The county participates in the Tennessee Risk Management Trust (TN-RMT), which is a public entity risk pool created under the auspices of the Tennessee Governmental Tort Liability Act to provide governmental insurance coverage. The county pays an annual premium to the TN-RMT for its workers' compensation insurance coverage. The creation of the TN-RMT provides for it to be self-sustaining through member premiums.

In November 2013, Cheatham County switched from the Local Government Group Insurance Fund (LGGIF), a public entity risk pool established to provide a program of health insurance coverage for employees of local governments and quasi-governmental entities that was established for the primary purpose of providing services for or on behalf of state and local governments, to commercial insurance for its employee health and accident plan. Settled claims did not exceed this commercial coverage during the year. Pre-65 age retirees are not allowed to participate in the employee health and accident insurance program.

Discretely Presented Cheatham County School Department

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

The 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

On August 31, 2014, Dolores Moulton left the Office of Register of Deeds and was succeeded by Patrick Smith, and John Holder left the Office of Sheriff and was succeeded by Mike Breedlove.

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. Landfill Closure/Postclosure Care Costs

Cheatham County has an active permit on file with the state Department of Environment and Conservation for a sanitary landfill. The county has provided financial assurances for estimated closure and 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 Cheatham 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. The \$218,104 reported as landfill closure and postclosure care liability at June 30, 2014, represents the cumulative amount reported to date based on the use of 21 percent of the estimated capacity of the landfill. The county will recognize the remaining estimated costs of closure and postclosure care of \$843,337 if or as the remaining estimated capacity is filled. These amounts are based on what it would cost to perform all closure and postclosure care in 2014. Actual costs may be higher due to inflation, changes in technology, or changes in regulations.

F. Joint Ventures

The Cheatham County Joint Economic and Community Development Board is a joint venture between Cheatham County and the cities of Ashland City,

Kingston Springs, Pegram, and Pleasant View. The board comprises the county mayor, city mayors, and thirteen additional members. The purpose of the board is to foster communication relative to economic and community development between and among governmental entities, industry, and private citizens. The county and cities will provide the majority of funding for the board based on the percentage of their population compared to the total census of the county when financial activity begins. Cheatham County paid expenses of \$65,837 on behalf of and contributed \$150,475 to the Cheatham County Joint Economic and Community Development Board during the 2013-14 year.

The Twenty-third Judicial District Drug Task Force (DTF) is a joint venture formed by an interlocal agreement between the district attorney general of the Twenty-third Judicial District; Cheatham, Dickson, Houston, Humphreys, and Stewart counties; and various cities within these counties. The purpose of the DTF is to provide multi-jurisdictional law enforcement to promote the investigation and prosecution of drug-related activities. Funds for the operations of the DTF come primarily from federal grants, drug fines, and the forfeiture of drug-related assets to the DTF. The DTF is overseen by the district attorney general and is governed by a board of directors including the district attorney general, sheriffs, and police chiefs of participating law enforcement agencies within each judicial district. Cheatham County did not appropriate any funds to the operations of the DTF during the year ended June 30, 2014.

Cheatham County does not retain an equity interest in any of these joint ventures. Complete financial statements for the above-noted joint ventures can be obtained from their administrative offices at the following addresses:

Administrative Offices:

Joint Economic and Community Development Board
100 Public Square
Ashland City, TN 37015

District Attorney General
Twenty-third Judicial District Drug Task Force
P.O. Box 580
Charlotte, TN 37036

G. Jointly Governed Organization

The Cheatham County Rail Authority was created by the county in conjunction with Metropolitan Davidson County. The Cheatham County Rail Authority's board includes seven members. Five members are appointed by the Cheatham County Commission, and two members are appointed by Metropolitan Davidson County. Cheatham County did not appropriate any funds to the authority for the year ended June 30, 2014. Funding sources for

the Cheatham County Rail Authority are grants, freight service fees, interest, and private contributions.

H. Retirement Commitments

1. Tennessee Consolidated Retirement System (TCRS)

Plan Description

Employees of Cheatham 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 Cheatham 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

Cheatham 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 5.74 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, the county’s annual pension cost of \$761,356 to TCRS was equal to the county’s required and actual contributions. The required contribution was determined as part of the July 1, 2011, actuarial valuation using the frozen entry age actuarial cost method. Significant actuarial assumptions used in the valuation include (a) rate of return on investment of present and future assets of 7.5 percent a year compounded annually, (b) projected three percent annual rate of inflation, (c) projected salary increases of 4.75 percent (graded) annual rate (no explicit assumption is made regarding the portion attributable to the effects of inflation on salaries), (d) projected 3.5 percent annual increase in the Social Security wage base, and (e) projected postretirement increases of 2.5 percent annually. The actuarial value of assets was determined using techniques that smooth the effect of short-term volatility in the market value of total investments over a ten-year period. The county’s unfunded actuarial accrued liability is being amortized as a level dollar amount on a closed basis. The remaining amortization period at July 1, 2011, was three years. An actuarial valuation was performed as of July 1, 2011, which established contribution rates effective July 1, 2012.

Trend Information

Fiscal Year Ended	Annual Pension Cost (APC)	Percentage of APC Contributed	Net Pension Obligation
6-30-14	\$761,356	100%	\$0
6-30-13	738,943	100	0
6-30-12	775,407	100	0

Funded Status and Funding Progress

As of July 1, 2013, the most recent actuarial valuation date, the plan was 97.59 percent funded. The actuarial accrued liability for benefits was \$33.09 million, and the actuarial value of assets was \$32.29 million, resulting in an unfunded actuarial accrued liability (UAAL) of \$.8 million. The covered payroll (annual payroll of active employees covered by the plan) was \$12.5 million, and the ratio of the UAAL to the covered payroll was 6.38 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 Cheatham 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 SETHHEPP. That report may be obtained by writing to the Tennessee Treasury Department, Consolidated Retirement System, 10th Floor, Andrew Jackson Building, Nashville, TN 37243-0230 or can be accessed at www.tn.gov/treasury/tcrs/Schools.

Funding Policy

Most teachers are required by state statute to contribute five percent of their salaries to the plan. The employer contribution rate for the School Department is established at an actuarially determined rate. The employer rate for the fiscal year ended June 30, 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 \$1,952,735, \$1,934,296, and \$1,965,274, respectively, equal to the required contributions for each year.

2. Deferred Compensation – Primary Government

Cheatham County offers its employees a deferred compensation plan, established pursuant to IRC Section 401(k). All costs of administering and funding this program is the responsibility of plan participants. The Section 401(k) plan assets remain the property of the contributing employees and are not presented in the accompanying financial statements. IRC Section 401(k) establishes participation, contribution, and withdrawal provisions for the plan.

3. Deferred Compensation – Discretely Presented Cheatham County School Department

The Cheatham County School Department offers its employees two deferred compensation plans, one established pursuant to IRC Section 403(b) and the other pursuant to IRC Section 401(k). All costs of administering and funding these programs are the responsibility of plan participants. The Sections 403(b) and 401(k) plan assets remain the property of the contributing employees and are not presented in the accompanying financial statements. IRC Sections 403(b) and 401(k) establish participation, contribution, and withdrawal provisions for the plan.

I. Other Postemployment Benefits (OPEB)

Primary Government

Plan Description

Cheatham County switched from the state-administered Local Government Group Insurance Plan to a commercial healthcare plan in November 2013. Pre-65 age retirees are not allowed to participate in the employee health and accident insurance program. This effectively terminates any current or future postemployment benefits liability of the county government.

Discretely Presented School Department

Plan Description

The School Department participates in the state-administered Local Education Group Insurance Plan for health care 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 (TCA)*, for local education employees. Prior to reaching the age of 65, all members have the option of choosing between the standard or partnership preferred provider organization (PPO) plan for health care benefits. Subsequent to age 65, members who are also in the state's retirement system may participate in a state-administered Medicare Supplement Plan that does not include

pharmacy. The plans are reported in the State of Tennessee Comprehensive Annual Financial Report (CAFR). The CAFR is available on the state's website at <http://tn.gov/finance/act/cafr.html>.

Funding Policy

The premium requirements of plan members are established and may be amended by the insurance committee. The plan is self-insured and financed on a pay-as-you-go basis with the risk shared equally among the participants. Claims liabilities of the plan are periodically computed using actuarial and statistical techniques to establish premium rates. The employers in the plan develop a contribution policy in terms of subsidizing active employees or retired employees' premiums since the committee is not prescriptive on that issue. The state does not provide a subsidy for local government participants; however, the state does provide a partial subsidy to Local Education Agency pre-65 teachers and a full subsidy based on years of service for post-65 members in the Medicare Supplement Plan. Cheatham County and the School Department recognized expenditures of \$278,999 and \$553,259, respectively, for postemployment benefits during the year ended June 30, 2014.

Annual OPEB Cost and Net OPEB Obligation

	Local Education Group Insurance Plan	Local Government Group Insurance Plan
	<u> </u>	<u> </u>
ARC	\$ 1,171,000	\$ 0
Interest on the NOPEBO	188,246	0
Adjustment to the ARC	<u>(183,397)</u>	<u>0</u>
Annual OPEB cost	\$ 1,175,849	\$ 0
Amount of contribution	<u>(553,259)</u>	<u>(278,999)</u>
Increase/decrease in NOPEBO	\$ 622,590	\$ (278,999)
Net OPEB obligation, 7-1-13	<u>4,706,146</u>	<u>278,999</u>
Net OPEB obligation, 6-30-14	<u><u>\$ 5,328,736</u></u>	<u><u>\$ 0</u></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	\$ 812,545	75%	\$ 4,456,343
6-30-13	"	820,041	70	4,706,146
6-30-14	"	1,175,849	47	5,328,736

Funded Status and Funding Progress

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

(dollars in thousands)

	Local Education Group Insurance Plan
Actuarial valuation date	7-1-13
Actuarial accrued liability (AAL)	\$ 9,530
Actuarial value of plan assets	\$ 0
Unfunded actuarial accrued liability (UAAL)	\$ 9,530
Actuarial value of assets as a % of the AAL	0%
Covered payroll (active plan members)	\$ 27,935
UAAL as a % of covered payroll	34%

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 health care costs trend rate of

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 with June 30, 2007.

J. Office of Central Accounting and Budgeting

Office of Director of Accounts and Budgets

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

K. Purchasing Laws

Offices of County Mayor and Road Superintendent

Purchasing procedures for these offices are governed by Chapter 250, Private Acts of 1933, as amended, and the County Purchasing Law of 1983, Sections 5-14-201 through 5-14-206, *Tennessee Code Annotated (TCA)*. Purchasing procedures for the Road Department are also governed by the Uniform Road Law, Section 54-7-113, *TCA*. Chapter 250, Private Acts of 1933, as amended, provides for the establishment of a Purchasing Commission whose responsibility is to establish guidelines for bid requirements and purchasing procedures and to keep a record of all purchases. The County Purchasing Law of 1983 and the Uniform Road Law both provide for purchases exceeding \$10,000 to be made after public advertisement and solicitation of competitive bids.

Office of Director of Schools

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

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

A. **General Statement**

The Cheatham County Emergency Communications District was established for the purpose of providing an enhanced level of 911 services for Cheatham County citizens by acquiring certain types of equipment that enable emergency service providers to respond more rapidly and more effectively due to increased speed in the transmittal of critical information and improved reliability of addresses and information. It is a component unit of Cheatham County. The Cheatham County Emergency Communications District is run by a Board of Directors, which is appointed by Cheatham County. The district must file a budget with Cheatham County each year. Any bond issued by the district is subject to approval by Cheatham County.

1. **Summary of Significant Accounting Policies**

The Cheatham County Emergency Communications District presents its financial statements on the accrual basis of accounting and economic resources measurement focus. Capital assets are recorded at cost and depreciated over their useful lives of five to ten years using the straight-line method. All equipment purchases under \$5,000 are expensed. The dispatchers are paid through the county government. The budget is compiled and brought before the board for approval. Revenues are recognized when earned, and expenses are recognized when incurred.

2. **Cash and Cash Equivalents**

Cash and cash equivalents consist of demand deposits with original maturities of three months or less with local financial institutions.

3. **Major Sources of Revenue**

The major sources of operating revenue are emergency telephone charges collected from telephone companies, wireless surcharges, and operational funds from the state. Nonoperating revenues consist of interest income, contributions from other governments, and grants and reimbursements from the State of Tennessee.

4. **Occupancy and Personnel In-Kind**

Cheatham County provides space for the district operations and provides for dispatcher costs and some utilities. No provision has been made to recognize these items in the financial statements.

B. Cash and Cash Equivalents

Tennessee Code Annotated (TCA), requires Tennessee banks and savings and loan associations to secure a governmental entity's deposits by pledging government securities as collateral. The market value of pledged securities must equal 105 percent of the entity's deposits. The entity may waive collateral requirements for deposits that are fully insured up to \$250,000 by the Federal Deposit Insurance Corporation (FDIC).

The following is a schedule of bank accounts at June 30, 2014:

Checking - Prime Trust Bank	\$ 220,552
Money Market - Prime Trust Bank	179,767
Local Government Investment Pool	<u>9,677</u>
Total	<u><u>\$ 409,996</u></u>

At June 30, 2014, the carrying amount of the district's cash deposits was \$409,996. The district's deposit accounts are covered up to \$250,000 by the FDIC. Any amounts over \$250,000 are covered by the government collateralization pool of which Prime Trust Bank is a member. The district is authorized to deposit and invest funds according to the provisions of Section 5-8-301, *TCA*.

C. Bonding

The district had insurance coverage for commercial liability, automobile, management, and surety bonds covering the treasurer, other members of the board, and the coordinator totaling \$51,600 each at June 30, 2014. There have been no losses or settlements that exceeded this coverage during the past three years.

D. Capital Assets

The following is a schedule of capital assets, current-year depreciation expense, and accumulated depreciation at June 30, 2014:

<u>Assets</u>	<u>Cost</u>	<u>Depreciation Expense</u>	<u>Accumulated Depreciation</u>
<u>Non-Depreciable</u>			
Land	\$ 2,958	\$ 0	\$ 0
<u>Depreciable</u>			
Other Capital Assets	<u>1,054,788</u>	<u>36,889</u>	<u>158,447</u>
Total	<u><u>\$ 1,057,746</u></u>	<u><u>\$ 36,889</u></u>	<u><u>\$ 158,447</u></u>

Changes in property and equipment during the year were as follows:

Assets	Balance 7-1-13	Additions	Reclass	Balance 6-30-14
<u>Non-Depreciable</u>				
Land	\$ 0	\$ 2,958	\$ 0	\$ 2,958
Construction in Progress	317,097	0	(317,097)	0
<u>Depreciable</u>				
Other Capital Assets	626,507	111,184	317,097	1,054,788
Total	<u>\$ 943,604</u>	<u>\$ 114,142</u>	<u>\$ 0</u>	<u>\$ 1,057,746</u>

E. Accounts Receivable and Due from State ECB

Accounts receivable consists of the following for emergency telephone and wireless surcharges collected for the district:

Accounts Receivable

Bell South	\$ 8,149
Other Emergency Phone Service Charges	577

Due from State ECB

Reimbursement for Loss of Charter Revenue	31,794
Shared Wireless (May and June 2014)	<u>16,642</u>

Total	<u>\$ 57,162</u>
-------	------------------

F. Contracts with Government Agencies

The district pays the Cheatham County government for contract labor. The district had no employees of its own at June 30, 2014.

G. Compensated Absences

The district does not have any employees; therefore, no compensated absence liability has been recorded.

H. Budgetary Information

The district must file a budget with Cheatham County each year, which must be adopted by the Board of Directors. The budget is prepared on the accrual basis of accounting. Compliance with the adopted budget is required at the line-item level.

REQUIRED SUPPLEMENTARY INFORMATION

Exhibit E-1

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

(Dollar amounts in thousands)

Actuarial Valuation Date	Actuarial Value of Plan Assets (a)	Actuarial Accrued Liability (AAL) Frozen Entry Age (b)	Unfunded AAL (UAAL) (b)-(a)	Funded Ratio (a/b)	Covered Payroll (c)	UAAL as a Percentage of Covered Payroll ((b-a)/c)
7-1-13	\$ 32,294	\$ 33,091	\$ 798	97.59 %	\$ 12,500	6.38 %
7-1-11	28,919	29,908	989	96.69	13,174	7.51
7-1-09	23,452	23,682	230	99.03	13,639	1.69

Exhibit E-2

Cheatham County, Tennessee
Schedule of Funding Progress – Other Postemployment Benefits Plan
Discretely Presented Cheatham 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)
<u>DISCRETELY PRESENTED CHEATHAM COUNTY SCHOOL DEPARTMENT</u>							
Local Education Group	7-1-10	\$ 0	\$ 8,808	\$ 8,808	0 %	\$ 28,327	31 %
"	7-1-11	0	6,070	6,070	0	30,150	20
"	7-1-13	0	9,530	9,530	0	27,935	34

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

OTHER POSTEMPLOYMENT BENEFITS AND/OR PENSION PLAN

Cheatham County switched from the state-administered Local Government Group Insurance Plan to a commercial health care plan in November 2013. Pre-65 age retirees are not allowed to participate in the employee health and accident insurance program. This effectively terminates any current or future postemployment benefits liability of the county government.

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

Nonmajor Governmental Funds

Special Revenue Funds

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

Courthouse and Jail Maintenance Fund – The Courthouse and Jail Maintenance Fund is used to account for a special tax levied by private act on litigation and the recording of certain instruments. The proceeds of the tax must be used to pay for improvements or maintenance on the courthouse and jail.

Solid Waste/Sanitation Fund – The Solid Waste/Sanitation Fund is used to account for transactions of Cheatham County’s recycling/convenience centers.

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

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.

Unemployment Compensation Fund – The Unemployment Compensation Fund is used to account for transactions of the county’s unemployment compensation plan.

Debt Service Fund

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

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

Capital Projects Funds

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

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

Education Capital Projects Fund – The Education Capital Projects Fund accounts for debt issued by Cheatham County that is subsequently contributed to the discretely presented Cheatham County School Department for construction and renovation projects.

Other Capital Projects Fund – The Other Capital Projects Fund is used to account for motor vehicle purchases.

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

	Special Revenue Funds						Total
	Courthouse and Jail Maintenance	Solid Waste / Sanitation	Drug Control	Constitu- tional Officers - Fees	Unemployment Compensation		
ASSETS							
Cash	\$ 0	\$ 300	\$ 0	\$ 10,996	\$ 0	\$ 0	\$ 11,296
Equity in Pooled Cash and Investments	38,726	812,086	364,192	0	24,927	0	1,239,931
Accounts Receivable	748	2,192	4,099	26,731	0	0	33,770
Due from Other Governments	0	0	0	0	0	0	0
Property Taxes Receivable	0	857,975	0	0	0	0	857,975
Allowance for Uncollectible Property Taxes	0	(25,788)	0	0	0	0	(25,788)
Total Assets	\$ 39,474	\$ 1,646,765	\$ 368,291	\$ 37,727	\$ 24,927	\$ 0	\$ 2,117,184
LIABILITIES							
Accounts Payable	\$ 0	\$ 35,795	\$ 765	\$ 0	\$ 0	\$ 0	\$ 36,560
Payroll Deductions Payable	0	272	0	0	0	0	272
Due to Other Funds	0	0	14,168	0	0	0	14,168
Due to Litigants, Heirs, and Others	0	0	0	37,727	0	0	37,727
Total Liabilities	\$ 0	\$ 36,067	\$ 14,933	\$ 37,727	\$ 0	\$ 0	\$ 88,727
DEFERRED INFLOWS OF RESOURCES							
Deferred Current Property Taxes	\$ 0	\$ 808,103	\$ 0	\$ 0	\$ 0	\$ 0	\$ 808,103
Deferred Delinquent Property Taxes	0	21,310	0	0	0	0	21,310
Total Deferred Inflows of Resources	\$ 0	\$ 829,413	\$ 0	\$ 0	\$ 0	\$ 0	\$ 829,413
FUND BALANCES							
Restricted:							
Restricted for Public Safety	\$ 0	\$ 0	\$ 353,358	\$ 0	\$ 0	\$ 0	\$ 353,358
Restricted for Public Health and Welfare	0	781,285	0	0	0	0	781,285
Restricted for Capital Outlay	0	0	0	0	0	0	0
Restricted for Debt Service	0	0	0	0	0	0	0
Committed:							
Committed for General Government	39,474	0	0	0	24,927	0	64,401
Total Fund Balances	\$ 39,474	\$ 781,285	\$ 353,358	\$ 0	\$ 24,927	\$ 0	\$ 1,199,044
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	\$ 39,474	\$ 1,646,765	\$ 368,291	\$ 37,727	\$ 24,927	\$ 0	\$ 2,117,184

(Continued)

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

	Debt Service Fund		Capital Projects Funds			Total Nonmajor Governmental Funds
	General Debt Service		General Capital Projects	Other Capital Projects	Total	
\$	0	\$ 0	0	\$ 0	0	\$ 11,296
Equity in Pooled Cash and Investments	2,124,345		59,963	114,421	174,384	3,538,660
Accounts Receivable	698		0	572	572	35,040
Due from Other Governments	3,046		0	0	0	3,046
Property Taxes Receivable	323,867		0	348,515	348,515	1,530,357
Allowance for Uncollectible Property Taxes	(9,541)		0	(11,293)	(11,293)	(46,622)
Total Assets	2,442,415	\$ 59,963	\$ 452,215	\$ 512,178	\$ 5,071,777	

ASSETS

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

LIABILITIES

Accounts Payable	0	\$ 0	0	\$ 0	0	\$ 36,560
Payroll Deductions Payable	0		0	0	0	272
Due to Other Funds	0		0	0	0	14,168
Due to Litigants, Heirs, and Others	0		0	0	0	37,727
Total Liabilities	0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 88,727

DEFERRED INFLOWS OF RESOURCES

Deferred Current Property Taxes	305,585	\$ 0	\$ 325,958	\$ 325,958	\$ 1,439,646
Deferred Delinquent Property Taxes	7,734	0	9,968	9,968	39,012
Total Deferred Inflows of Resources	313,319	\$ 0	\$ 335,926	\$ 335,926	\$ 1,478,658

FUND BALANCES

Restricted:					
Restricted for Public Safety	0	\$ 0	0	\$ 0	\$ 353,358
Restricted for Public Health and Welfare	0	0	0	0	781,285
Restricted for Capital Outlay	0	59,963	116,289	176,252	176,252
Restricted for Debt Service	2,129,096	0	0	0	2,129,096
Committed:					
Committed for General Government	0	0	0	0	64,401
Total Fund Balances	2,129,096	\$ 59,963	\$ 116,289	\$ 176,252	\$ 3,504,392

Total Liabilities, Deferred Inflows of Resources, and Fund Balances

\$	2,442,415	\$ 59,963	\$ 452,215	\$ 512,178	\$ 5,071,777
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Cheatham 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						Total
	Courthouse and Jail Maintenance	Solid Waste / Sanitation	Drug Control	Constitu- tional Officers - Fees	Unemployment Compensation		
<u>Revenues</u>							
Local Taxes	7,824 \$	922,041 \$	0 \$	0 \$	0 \$	0 \$	929,865
Fines, Forfeitures, and Penalties	0	0	126,083	0	0	0	126,083
Charges for Current Services	0	131,535	0	44,000	34,862	0	210,397
Other Local Revenues	0	15,832	0	0	0	0	15,832
State of Tennessee	0	33,603	0	0	0	0	33,603
Total Revenues	7,824 \$	1,103,011 \$	126,083 \$	44,000 \$	34,862 \$	0	1,315,780
<u>Expenditures</u>							
Current:							
General Government	6,325 \$	19,921 \$	2,164 \$	0 \$	31,868 \$	0	60,278
Administration of Justice	0	0	0	44,000	0	0	44,000
Public Safety	0	0	71,131	0	0	0	71,131
Public Health and Welfare	0	1,107,675	0	0	0	0	1,107,675
Other Operations	0	30,964	0	0	0	0	30,964
Debt Service:							
Principal on Debt	0	0	0	0	0	0	0
Interest on Debt	0	0	0	0	0	0	0
Other Debt Service	0	0	0	0	0	0	0
Capital Projects	0	0	0	0	0	0	0
Total Expenditures	6,325 \$	1,158,560 \$	73,295 \$	44,000 \$	31,868 \$	0	1,314,048
Excess (Deficiency) of Revenues Over Expenditures	1,499 \$	(55,549) \$	52,788 \$	0 \$	2,994 \$	0	1,732
<u>Other Financing Sources (Uses)</u>							
Notes Issued	0 \$	0 \$	0 \$	0 \$	0 \$	0 \$	0
Transfers Out	0	0	(53,563)	0	0	0	(53,563)
Total Other Financing Sources (Uses)	0 \$	0 \$	(53,563) \$	0 \$	0 \$	0 \$	(53,563)
Net Change in Fund Balances Fund Balance, July 1, 2013	1,499 \$	(55,549) \$	(775) \$	0 \$	2,994 \$	0	(51,831)
	37,975	836,884	354,133	0	21,933	0	1,250,875
Fund Balance, June 30, 2014	39,474 \$	781,285 \$	353,358 \$	0 \$	24,927 \$	0	1,199,044

(Continued)

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

	Debt Service					Total Nonmajor Governmental Funds
	Fund General Debt Service	General Capital Projects	Education Capital Projects	Other Capital Projects	Total	
<u>Revenues</u>						
Local Taxes	\$ 549,993	\$ 379	\$ 0	\$ 415,959	\$ 415,978	\$ 1,895,836
Fines, Forfeitures, and Penalties	0	0	0	0	0	126,083
Charges for Current Services	0	0	0	0	0	210,397
Other Local Revenues	0	10,358	0	0	10,358	26,190
State of Tennessee	8,675	0	0	11,180	11,180	53,458
Total Revenues	\$ 558,668	\$ 10,737	\$ 0	\$ 426,779	\$ 437,516	\$ 2,311,964
<u>Expenditures</u>						
Current:						
General Government	\$ 9,200	\$ 6	\$ 0	\$ 8,363	\$ 8,369	\$ 77,847
Administration of Justice	0	0	0	0	0	44,000
Public Safety	0	0	0	0	0	71,131
Public Health and Welfare	0	0	0	0	0	1,107,675
Other Operations	0	0	0	0	0	30,964
Debt Service:						
Principal on Debt	678,109	0	0	0	0	678,109
Interest on Debt	117,830	0	0	0	0	117,830
Other Debt Service	5,871	0	0	0	0	5,871
Capital Projects	0	327	1,004,544	443,671	1,448,542	1,448,542
Total Expenditures	\$ 811,010	\$ 333	\$ 1,004,544	\$ 452,034	\$ 1,456,911	\$ 3,581,969
Excess (Deficiency) of Revenues Over Expenditures	\$ (252,342)	\$ 10,404	\$ (1,004,544)	\$ (25,255)	\$ (1,019,395)	\$ (1,270,005)
<u>Other Financing Sources (Uses)</u>						
Notes Issued	\$ 0	\$ 0	\$ 1,004,544	\$ 93,766	\$ 1,098,310	\$ 1,098,310
Transfers Out	0	0	0	0	0	(53,563)
Total Other Financing Sources (Uses)	\$ 0	\$ 0	\$ 1,004,544	\$ 93,766	\$ 1,098,310	\$ 1,044,747
Net Change in Fund Balances Fund Balance, July 1, 2013	\$ (252,342)	\$ 10,404	\$ 0	\$ 68,511	\$ 78,915	\$ (225,258)
Fund Balance, July 1, 2013	2,381,438	49,559	0	47,778	97,337	3,729,650
Fund Balance, June 30, 2014	\$ 2,129,096	\$ 59,963	\$ 0	\$ 116,289	\$ 176,252	\$ 3,504,392

Exhibit F-3

Cheatham County, Tennessee
Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Actual and Budget
Courthouse and Jail Maintenance Fund
For the Year Ended June 30, 2014

	Actual	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
		Original	Final	
<u>Revenues</u>				
Local Taxes	\$ 7,824	\$ 10,000	\$ 10,000	\$ (2,176)
Total Revenues	\$ 7,824	\$ 10,000	\$ 10,000	\$ (2,176)
<u>Expenditures</u>				
<u>General Government</u>				
County Buildings	\$ 6,250	\$ 9,850	\$ 9,850	\$ 3,600
Other General Administration	75	150	150	75
Total Expenditures	\$ 6,325	\$ 10,000	\$ 10,000	\$ 3,675
Excess (Deficiency) of Revenues Over Expenditures	\$ 1,499	\$ 0	\$ 0	\$ 1,499
Net Change in Fund Balance	\$ 1,499	\$ 0	\$ 0	\$ 1,499
Fund Balance, July 1, 2013	37,975	37,975	37,975	0
Fund Balance, June 30, 2014	\$ 39,474	\$ 37,975	\$ 37,975	\$ 1,499

Exhibit F-4

Cheatham County, Tennessee
 Schedule of Revenues, Expenditures, and Changes
 in Fund Balance - Actual (Budgetary Basis) and Budget
 Solid Waste/Sanitation Fund
 For the Year Ended June 30, 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	
Revenues							
Local Taxes	\$ 922,041	\$ 0	\$ 0	\$ 922,041	\$ 886,627	\$ 886,627	\$ 35,414
Charges for Current Services	131,535	0	0	131,535	185,000	185,000	(53,465)
Other Local Revenues	15,832	0	0	15,832	20,025	20,025	(4,193)
State of Tennessee	33,603	0	0	33,603	22,000	22,000	11,603
Total Revenues	\$ 1,103,011	\$ 0	\$ 0	\$ 1,103,011	\$ 1,113,652	\$ 1,113,652	\$ (10,641)
Expenditures							
General Government							
Other General Administration	\$ 19,921	\$ 0	\$ 0	\$ 19,921	\$ 25,000	\$ 25,000	\$ 5,079
Public Health and Welfare							
Sanitation Management	475,558	0	0	475,558	223,902	488,157	12,599
Convenience Centers	592,714	(17,222)	1,671	577,163	734,557	747,152	169,989
Landfill Operation and Maintenance	39,403	(7,847)	0	31,556	66,232	54,987	23,431
Other Operations							
Employee Benefits	30,924	0	0	30,924	51,141	72,502	41,578
Miscellaneous	40	0	0	40	10,000	10,000	9,960
Total Expenditures	\$ 1,158,560	\$ (25,069)	\$ 1,671	\$ 1,135,162	\$ 1,110,832	\$ 1,397,798	\$ 262,636
Excess (Deficiency) of Revenues Over Expenditures	\$ (55,549)	\$ 25,069	\$ (1,671)	\$ (32,151)	\$ 2,820	\$ (284,146)	\$ 251,995
Net Change in Fund Balance Fund Balance, July 1, 2013	\$ (55,549)	\$ 25,069	\$ (1,671)	\$ (32,151)	\$ 2,820	\$ (284,146)	\$ 251,995
	836,834	(25,069)	0	811,765	802,976	802,976	8,789
Fund Balance, June 30, 2014	\$ 781,285	\$ 0	\$ (1,671)	\$ 779,614	\$ 805,796	\$ 518,830	\$ 260,784

Exhibit F-5

Cheatham County, Tennessee
 Schedule of Revenues, Expenditures, and Changes
 in Fund Balance - Actual (Budgetary Basis) and Budget
 Drug Control Fund
 For the Year Ended June 30, 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>							
Fines, Forfeitures, and Penalties	\$ 126,083	0 \$	0 \$	126,083 \$	85,000 \$	85,000 \$	41,083
Total Revenues	\$ 126,083	0 \$	0 \$	126,083 \$	85,000 \$	85,000 \$	41,083
<u>Expenditures</u>							
General Government							
Other General Administration	\$ 2,164	0 \$	0 \$	2,164 \$	1,500 \$	3,000 \$	836
Public Safety							
Special Patrols	15,416	0	0	15,416	97,930	42,800	27,384
Drug Enforcement	55,715	(18,580)	43,140	80,275	24,000	100,897	20,622
Total Expenditures	\$ 73,295	\$(18,580)	\$ 43,140	\$ 97,855	\$ 123,430	\$ 146,697	\$ 48,842
Excess (Deficiency) of Revenues Over Expenditures	\$ 52,788	\$ 18,580	\$(43,140)	\$ 28,228	\$(38,430)	\$(61,697)	\$ 89,925
<u>Other Financing Sources (Uses)</u>							
Transfers Out	\$(53,563)	0 \$	0 \$	\$(53,563) \$	0 \$	\$(55,130) \$	1,567
Total Other Financing Sources	\$(53,563)	0 \$	0 \$	\$(53,563) \$	0 \$	\$(55,130) \$	1,567
Net Change in Fund Balance Fund Balance, July 1, 2013	\$ (775)	\$ 18,580	\$(43,140)	\$(25,335) \$	\$(38,430) \$	\$(116,827) \$	\$ 91,492
	354,133	(18,580)	0	335,553	345,553	345,553	(10,000)
Fund Balance, June 30, 2014	\$ 353,358	0 \$	\$(43,140)	\$ 310,218	\$ 307,123	\$ 228,726	\$ 81,492

Exhibit F-6

Cheatham County, Tennessee
Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Actual and Budget
Unemployment Compensation 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	\$ 34,862	\$ 100,000	\$ 100,000	\$ (65,138)
Total Revenues	\$ 34,862	\$ 100,000	\$ 100,000	\$ (65,138)
<u>Expenditures</u>				
<u>General Government</u>				
Other General Administration	\$ 31,868	\$ 100,000	\$ 100,000	\$ 68,132
Total Expenditures	\$ 31,868	\$ 100,000	\$ 100,000	\$ 68,132
Excess (Deficiency) of Revenues Over Expenditures	\$ 2,994	\$ 0	\$ 0	\$ 2,994
Net Change in Fund Balance	\$ 2,994	\$ 0	\$ 0	\$ 2,994
Fund Balance, July 1, 2013	21,933	21,933	21,933	0
Fund Balance, June 30, 2014	\$ 24,927	\$ 21,933	\$ 21,933	\$ 2,994

Exhibit F-7

Cheatham 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	\$ 549,993	\$ 496,082	\$ 496,082	\$ 53,911
State of Tennessee	8,675	3,000	3,000	5,675
Total Revenues	<u>\$ 558,668</u>	<u>\$ 499,082</u>	<u>\$ 499,082</u>	<u>\$ 59,586</u>
<u>Expenditures</u>				
<u>General Government</u>				
Other General Administration	\$ 9,200	\$ 8,000	\$ 9,500	\$ 300
<u>Principal on Debt</u>				
General Government	678,109	732,385	826,151	148,042
<u>Interest on Debt</u>				
General Government	117,830	204,163	197,663	79,833
<u>Other Debt Service</u>				
General Government	5,871	2,600	7,600	1,729
Total Expenditures	<u>\$ 811,010</u>	<u>\$ 947,148</u>	<u>\$ 1,040,914</u>	<u>\$ 229,904</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ (252,342)</u>	<u>\$ (448,066)</u>	<u>\$ (541,832)</u>	<u>\$ 289,490</u>
Net Change in Fund Balance	\$ (252,342)	\$ (448,066)	\$ (541,832)	\$ 289,490
Fund Balance, July 1, 2013	<u>2,381,438</u>	<u>2,381,437</u>	<u>2,381,437</u>	<u>1</u>
Fund Balance, June 30, 2014	<u>\$ 2,129,096</u>	<u>\$ 1,933,371</u>	<u>\$ 1,839,605</u>	<u>\$ 289,491</u>

Exhibit F-8

Cheatham 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	\$ 415,599 \$	0 \$	0 \$	415,599 \$	397,871 \$	397,871 \$	17,728
State of Tennessee	11,180	0	0	11,180	500	500	10,680
Total Revenues	\$ 426,779 \$	0 \$	0 \$	426,779 \$	398,371 \$	398,371 \$	28,408
<u>Expenditures</u>							
<u>General Government</u>							
Other General Administration	\$ 8,363 \$	0 \$	0 \$	8,363 \$	1,500 \$	16,500 \$	8,137
<u>Capital Projects</u>							
Other General Government Projects	443,671	(5,647)	24,311	462,335	394,000	487,766	25,431
Total Expenditures	\$ 452,034 \$	(5,647) \$	24,311 \$	470,698 \$	395,500 \$	504,266 \$	33,568
Excess (Deficiency) of Revenues Over Expenditures	\$ (25,255) \$	5,647 \$	(24,311) \$	(43,919) \$	2,871 \$	(105,895) \$	61,976
<u>Other Financing Sources (Uses)</u>							
Notes Issued	\$ 93,766 \$	0 \$	0 \$	93,766 \$	0 \$	93,766 \$	0
Total Other Financing Sources	\$ 93,766 \$	0 \$	0 \$	93,766 \$	0 \$	93,766 \$	0
Net Change in Fund Balance Fund Balance, July 1, 2013	\$ 68,511 \$	5,647 \$	(24,311) \$	49,847 \$	2,871 \$	(12,129) \$	61,976
	47,778	(5,647)	0	42,131	47,778	47,778	(5,647)
Fund Balance, June 30, 2014	\$ 116,289 \$	0 \$	(24,311) \$	91,978 \$	50,649 \$	35,649 \$	56,329

Major Governmental Fund

Education Debt Service Fund

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

Exhibit G

Cheatham County, Tennessee
Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Actual and Budget
Education 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	\$ 3,893,933	\$ 3,508,129	\$ 3,508,129	\$ 385,804
Other Local Revenues	57	0	0	57
State of Tennessee	26,834	50,000	50,000	(23,166)
Other Governments and Citizens Groups	438,348	0	438,348	0
Total Revenues	\$ 4,359,172	\$ 3,558,129	\$ 3,996,477	\$ 362,695
<u>Expenditures</u>				
<u>General Government</u>				
Other General Administration	\$ 49,805	\$ 100,000	\$ 100,000	\$ 50,195
<u>Principal on Debt</u>				
Education	4,834,835	3,587,258	4,841,200	6,365
<u>Interest on Debt</u>				
Education	468,242	621,031	686,548	218,306
<u>Other Debt Service</u>				
Education	63,927	73,300	73,301	9,374
Total Expenditures	\$ 5,416,809	\$ 4,381,589	\$ 5,701,049	\$ 284,240
Excess (Deficiency) of Revenues				
Over Expenditures	\$ (1,057,637)	\$ (823,460)	\$ (1,704,572)	\$ 646,935
<u>Other Financing Sources (Uses)</u>				
Capital Leases Issued	\$ 0	\$ 40,200	\$ 30,847	\$ (30,847)
Refunding Debt Issued	4,805,000	0	4,805,000	0
Transfers In	9,353	0	9,353	0
Payments to Refunded Debt Escrow Agent	(4,805,000)	0	(4,805,000)	0
Total Other Financing Sources	\$ 9,353	\$ 40,200	\$ 40,200	\$ (30,847)
Net Change in Fund Balance	\$ (1,048,284)	\$ (783,260)	\$ (1,664,372)	\$ 616,088
Fund Balance, July 1, 2013	9,167,028	9,167,029	9,167,029	(1)
Fund Balance, June 30, 2014	\$ 8,118,744	\$ 8,383,769	\$ 7,502,657	\$ 616,087

Fiduciary Funds

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

Cities - Sales Tax Fund – The Cities - Sales Tax Fund is used to account for the second half of 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 H-1

Cheatham 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	\$ 2,056,888	\$ 2,056,888
Due from Other Governments	410,679	0	410,679
Total Assets	<u>\$ 410,679</u>	<u>\$ 2,056,888</u>	<u>\$ 2,467,567</u>
<u>LIABILITIES</u>			
Due to Other Taxing Units	\$ 410,679	\$ 0	\$ 410,679
Due to Litigants, Heirs, and Others	0	2,056,888	2,056,888
Total Liabilities	<u>\$ 410,679</u>	<u>\$ 2,056,888</u>	<u>\$ 2,467,567</u>

Exhibit H-2

Cheatham 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	\$ 2,413,156	\$ 2,413,156	\$ 0
Due from Other Governments	421,321	410,679	421,321	410,679
Total Assets	\$ 421,321	\$ 2,823,835	\$ 2,834,477	\$ 410,679
<u>Liabilities</u>				
Due to Other Taxing Units	\$ 421,321	\$ 2,823,835	\$ 2,834,477	\$ 410,679
Total Liabilities	\$ 421,321	\$ 2,823,835	\$ 2,834,477	\$ 410,679
<u>Constitutional Officers - Agency Fund</u>				
<u>Assets</u>				
Cash	\$ 1,688,745	\$ 8,387,388	\$ 8,019,245	\$ 2,056,888
Total Assets	\$ 1,688,745	\$ 8,387,388	\$ 8,019,245	\$ 2,056,888
<u>Liabilities</u>				
Due to Litigants, Heirs, and Others	\$ 1,688,745	\$ 8,387,388	\$ 8,019,245	\$ 2,056,888
Total Liabilities	\$ 1,688,745	\$ 8,387,388	\$ 8,019,245	\$ 2,056,888
<u>Totals - All Agency Funds</u>				
<u>Assets</u>				
Cash	\$ 1,688,745	\$ 8,387,388	\$ 8,019,245	\$ 2,056,888
Equity in Pooled Cash and Investments	0	2,413,156	2,413,156	0
Due from Other Governments	421,321	410,679	421,321	410,679
Total Assets	\$ 2,110,066	\$ 11,211,223	\$ 10,853,722	\$ 2,467,567
<u>Liabilities</u>				
Due to Other Taxing Units	\$ 421,321	\$ 2,823,835	\$ 2,834,477	\$ 410,679
Due to Litigants, Heirs, and Others	1,688,745	8,387,388	8,019,245	2,056,888
Total Liabilities	\$ 2,110,066	\$ 11,211,223	\$ 10,853,722	\$ 2,467,567

Cheatham County School Department

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

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

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

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

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

Exhibit I-1

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

Functions/Programs	Program Revenues			Expenses	Net (Expense) Revenue and Changes in Net Position	
	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions		Total	Governmental Activities
Governmental Activities:						
Instruction	\$ 29,183,746	\$ 3,950	\$ 1,752,374	\$ 0	\$ 0	\$ (27,427,422)
Support Services	17,383,778	176,114	335,107	1,974,291		(14,898,266)
Operation of Non-instructional Services	4,623,606	2,364,948	2,556,815	0		298,157
Total Governmental Activities	\$ 51,191,130	\$ 2,545,012	\$ 4,644,296	\$ 1,974,291	\$	\$ (42,027,531)
General Revenues:						
Taxes:						
Property Taxes Levied for General Purposes					\$	\$ 8,466,067
Local Option Sales Tax						1,948,745
Wheel Tax						415,643
Mixed Drink Tax						82,317
Payments in-Lieu-of Taxes						72,506
Other Local Taxes						3,950
Grants and Contributions Not Restricted to Specific Programs						33,202,920
Unrestricted Investment Earnings						657
Miscellaneous						37,657
Total General Revenues					\$	\$ 44,230,462
Change in Net Position					\$	\$ 2,202,931
Net Position, July 1, 2013						59,725,277
Net Position, June 30, 2014					\$	\$ 61,928,208

Exhibit I-2

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

	<u>Major Fund</u>	<u>Nonmajor Funds</u>	
	General Purpose School	Other Govern- mental Funds	Total Governmental Funds
<u>ASSETS</u>			
Cash	\$ 0	\$ 1,000	\$ 1,000
Equity in Pooled Cash and Investments	8,795,965	1,138,554	9,934,519
Accounts Receivable	143,677	0	143,677
Due from Other Governments	516,402	39,602	556,004
Due from Other Funds	5,554	0	5,554
Property Taxes Receivable	8,171,703	0	8,171,703
Allowance for Uncollectible Property Taxes	(241,753)	0	(241,753)
Total Assets	<u>\$ 17,391,548</u>	<u>\$ 1,179,156</u>	<u>\$ 18,570,704</u>
<u>LIABILITIES</u>			
Accounts Payable	\$ 150,403	\$ 0	\$ 150,403
Accrued Payroll	62,940	0	62,940
Due to Other Funds	0	5,554	5,554
Total Liabilities	<u>\$ 213,343</u>	<u>\$ 5,554</u>	<u>\$ 218,897</u>
<u>DEFERRED INFLOWS OF RESOURCES</u>			
Deferred Current Property Taxes	\$ 7,707,558	\$ 0	\$ 7,707,558
Deferred Delinquent Property Taxes	196,777	0	196,777
Other Deferred/Unavailable Revenue	203,430	0	203,430
Total Deferred Inflows of Resources	<u>\$ 8,107,765</u>	<u>\$ 0</u>	<u>\$ 8,107,765</u>
<u>FUND BALANCES</u>			
Restricted:			
Restricted for Education	\$ 26,517	\$ 912,319	\$ 938,836
Restricted for Capital Projects	0	111,283	111,283
Committed:			
Committed for Education	0	150,000	150,000
Assigned:			
Assigned for Education	1,926,141	0	1,926,141
Unassigned	7,117,782	0	7,117,782
Total Fund Balances	<u>\$ 9,070,440</u>	<u>\$ 1,173,602</u>	<u>\$ 10,244,042</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 17,391,548</u>	<u>\$ 1,179,156</u>	<u>\$ 18,570,704</u>

Exhibit I-3

Cheatham County, Tennessee
Reconciliation of the Balance Sheet of Governmental Funds to the Statement of Net Position
Discretely Presented Cheatham 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 I-2)		\$ 10,244,042
(1) Capital assets used in governmental activities are not financial resources and therefore are not reported in the governmental funds.		
Add: land	\$ 781,997	
Add: construction in progress	1,229,920	
Add: buildings and improvements net of accumulated depreciation	54,526,401	
Add: other capital assets net of accumulated depreciation	<u>4,273,986</u>	60,812,304
(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	\$ (5,328,736)	
Less: contributions due on primary government debt for other loans	(4,187,980)	
Less: compensated absences payable	<u>(11,629)</u>	(9,528,345)
(3) Other long-term assets are not available to pay for current-period expenditures and therefore are deferred in the governmental funds.		<u>400,207</u>
Net position of governmental activities (Exhibit A)		<u>\$ 61,928,208</u>

Exhibit I-4

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

	<u>Major Fund</u>	<u>Nonmajor Funds</u>	
	General Purpose School	Other Govern- mental Funds	Total Governmental Funds
<u>Revenues</u>			
Local Taxes	\$ 10,967,757	\$ 0	\$ 10,967,757
Licenses and Permits	3,439	0	3,439
Charges for Current Services	1,243,991	1,215,260	2,459,251
Other Local Revenues	142,204	2,138	144,342
State of Tennessee	33,551,798	33,161	33,584,959
Federal Government	652,864	4,557,256	5,210,120
Other Governments and Citizens Groups	1,004,544	0	1,004,544
Total Revenues	<u>\$ 47,566,597</u>	<u>\$ 5,807,815</u>	<u>\$ 53,374,412</u>
<u>Expenditures</u>			
Current:			
Instruction	\$ 27,008,454	\$ 1,519,642	\$ 28,528,096
Support Services	15,050,283	1,009,875	16,060,158
Operation of Non-instructional Services	1,348,823	3,416,577	4,765,400
Capital Outlay	2,054,261	0	2,054,261
Debt Service:			
Other Debt Service	438,348	0	438,348
Total Expenditures	<u>\$ 45,900,169</u>	<u>\$ 5,946,094</u>	<u>\$ 51,846,263</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ 1,666,428</u>	<u>\$ (138,279)</u>	<u>\$ 1,528,149</u>
<u>Other Financing Sources (Uses)</u>			
Insurance Recovery	\$ 19,194	\$ 0	\$ 19,194
Transfers In	1,108	0	1,108
Transfers Out	0	(1,108)	(1,108)
Total Other Financing Sources (Uses)	<u>\$ 20,302</u>	<u>\$ (1,108)</u>	<u>\$ 19,194</u>
Net Change in Fund Balances	\$ 1,686,730	\$ (139,387)	\$ 1,547,343
Fund Balance, July 1, 2013	<u>7,383,710</u>	<u>1,312,989</u>	<u>8,696,699</u>
Fund Balance, June 30, 2014	<u>\$ 9,070,440</u>	<u>\$ 1,173,602</u>	<u>\$ 10,244,042</u>

Exhibit I-5

Cheatham County, Tennessee
Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances
of Governmental Funds to the Statement of Activities
Discretely Presented Cheatham 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 I-4)		\$ 1,547,343
(1) Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of these assets is allocated over their useful lives and reported as depreciation expense. The difference between capital outlays and depreciation is itemized as follows:		
Add: capital assets purchased in the current period	\$ 3,690,718	
Less: current-year depreciation expense	<u>(2,825,160)</u>	865,558
(2) The net effect of various miscellaneous transactions involving capital assets (sales, trade-ins, and donations) is to decrease net position.		(18,638)
(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	\$ 400,207	
Less: deferred delinquent property taxes and other deferred June 30, 2013	<u>(372,734)</u>	27,473
(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 payments on loans for primary government		405,288
(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	\$ (1,503)	
Change in other postemployment benefits liability	<u>(622,590)</u>	<u>(624,093)</u>
Change in net position of governmental activities (Exhibit B)		<u>\$ 2,202,931</u>

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

	Special Revenue Funds			Capital Projects Fund		Total Nonmajor Governmental Funds
	School Federal Projects	Central Cafeteria	Total	Education Capital Projects		
Cash	\$ 0	\$ 1,000	\$ 1,000	\$ 0	\$ 0	\$ 1,000
Equity in Pooled Cash and Investments	115,975	911,296	1,027,271	111,283		1,138,554
Due from Other Governments	39,579	23	39,602	0		39,602
Total Assets	\$ 155,554	\$ 912,319	\$ 1,067,873	\$ 111,283	\$ 0	\$ 1,179,156
Due to Other Funds	\$ 5,554	0	5,554	0	0	5,554
Total Liabilities	\$ 5,554	0	5,554	0	0	5,554
<u>FUND BALANCES</u>						
Restricted:						
Restricted for Education	\$ 0	\$ 912,319	\$ 912,319	\$ 0	\$ 0	\$ 912,319
Restricted for Capital Projects	0	0	0	111,283		111,283
Committed:						
Committed for Education	150,000	0	150,000	0	0	150,000
Total Fund Balances	\$ 150,000	\$ 912,319	\$ 1,062,319	\$ 111,283	\$ 0	\$ 1,173,602
Total Liabilities and Fund Balances	\$ 155,554	\$ 912,319	\$ 1,067,873	\$ 111,283	\$ 0	\$ 1,179,156

Exhibit I-7

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

	Special Revenue Funds			Capital	Total	
	School Federal Projects	Central Cafeteria	Total	Projects Fund Education Capital Projects		Nonmajor Governmental Funds
<u>Revenues</u>						
Charges for Current Services	\$ 0	\$ 1,215,260	\$ 1,215,260	\$ 0	\$ 1,215,260	
Other Local Revenues	0	2,138	2,138	0	2,138	
State of Tennessee	0	33,161	33,161	0	33,161	
Federal Government	2,530,625	2,026,631	4,557,256	0	4,557,256	
Total Revenues	\$ 2,530,625	\$ 3,277,190	\$ 5,807,815	\$ 0	\$ 5,807,815	
<u>Expenditures</u>						
Current:						
Instruction	\$ 1,519,642	\$ 0	\$ 1,519,642	\$ 0	\$ 1,519,642	
Support Services	1,009,875	0	1,009,875	0	1,009,875	
Operation of Non-instructional Services	0	3,416,577	3,416,577	0	3,416,577	
Total Expenditures	\$ 2,529,517	\$ 3,416,577	\$ 5,946,094	\$ 0	\$ 5,946,094	
Excess (Deficiency) of Revenues Over Expenditures	\$ 1,108	\$ (139,387)	\$ (138,279)	\$ 0	\$ (138,279)	
<u>Other Financing Sources (Uses)</u>						
Transfers Out	\$ (1,108)	\$ 0	\$ (1,108)	\$ 0	\$ (1,108)	
Total Other Financing Sources (Uses)	\$ (1,108)	\$ 0	\$ (1,108)	\$ 0	\$ (1,108)	
Net Change in Fund Balances	\$ 0	\$ (139,387)	\$ (139,387)	\$ 0	\$ (139,387)	
Fund Balance, July 1, 2013	150,000	1,051,706	1,201,706	111,283	1,312,989	
Fund Balance, June 30, 2014	\$ 150,000	\$ 912,319	\$ 1,062,319	\$ 111,283	\$ 1,173,602	

Exhibit I-8

Cheatham County, Tennessee
 Schedule of Revenues, Expenditures, and Changes
 in Fund Balance - Actual (Budgetary Basis) and Budget
 Discretely Presented Cheatham 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	
Revenues							
Local Taxes	\$ 10,967,757	\$ 0	\$ 0	\$ 10,967,757	\$ 10,258,442	\$ 10,423,976	\$ 543,781
Licenses and Permits	3,439	0	0	3,439	3,200	3,200	239
Charges for Current Services	1,243,991	0	0	1,243,991	1,147,600	1,147,600	96,391
Other Local Revenues	142,204	0	0	142,204	60,300	60,300	81,904
State of Tennessee	33,551,798	0	0	33,551,798	33,321,162	33,515,848	35,950
Federal Government	652,864	0	0	652,864	450,590	689,874	(37,010)
Other Governments and Citizens Groups	1,004,544	0	0	1,004,544	0	1,004,544	0
Total Revenues	\$ 47,566,597	\$ 0	\$ 0	\$ 47,566,597	\$ 45,241,294	\$ 46,845,342	\$ 721,255
Expenditures							
Instruction							
Regular Instruction Program	\$ 22,347,549	\$ 0	\$ 575	\$ 22,348,124	\$ 23,578,486	\$ 23,591,555	\$ 1,243,431
Alternative Instruction Program	121,424	0	0	121,424	173,690	173,690	52,266
Special Education Program	3,350,289	0	0	3,350,289	3,354,182	3,522,965	172,676
Vocational Education Program	1,105,953	0	0	1,105,953	1,249,890	1,254,090	148,137
Adult Education Program	83,239	0	0	83,239	98,085	98,085	14,846
Support Services							
Attendance	51,422	0	0	51,422	54,384	54,384	2,962
Health Services	845,003	0	10,997	856,000	862,917	912,253	56,253
Other Student Support	1,298,069	0	16,829	1,314,898	1,415,167	1,416,098	101,200
Regular Instruction Program	1,479,683	(10,560)	1,819	1,470,942	1,610,666	1,599,380	128,438
Alternative Instruction Program	32,743	0	0	32,743	41,045	41,045	8,302
Special Education Program	425,568	0	0	425,568	470,530	480,208	54,640
Vocational Education Program	74,906	0	0	74,906	78,450	78,450	3,544
Adult Programs	33,343	0	0	33,343	44,053	44,053	10,710
Other Programs	181,488	0	0	181,488	0	181,488	0
Board of Education	614,787	0	1,034	615,821	816,044	816,044	200,223
Director of Schools	273,500	(1,173)	1,761	274,088	310,210	299,266	25,178
Office of the Principal	2,355,349	0	6,784	2,362,133	2,465,584	2,465,584	103,451
Fiscal Services	308,406	0	1,894	310,300	347,050	369,380	59,080

(Continued)

Exhibit I-8

Cheatham County, Tennessee
Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Actual (Budgetary Basis) and Budget
Discretely Presented Cheatham 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>							
Human Services/Personnel	\$ 97,290	\$ 0	\$ 0	\$ 97,290	\$ 110,655	\$ 110,655	\$ 13,365
Operation of Plant	3,226,675	0	0	3,226,675	3,352,274	3,355,574	128,899
Maintenance of Plant	1,260,991	(20,426)	3,252	1,243,817	1,224,850	1,271,852	28,035
Transportation	2,491,060	(43,569)	138,525	2,586,016	1,816,894	2,757,206	171,190
<u>Operation of Non-instructional Services</u>							
Community Services	851,801	(6,850)	9,500	854,451	1,024,000	1,077,909	223,458
Early Childhood Education	497,022	0	0	497,022	497,023	497,025	3
<u>Capital Outlay</u>							
Regular Capital Outlay	2,054,261	(1,725,470)	781,885	1,110,676	199,400	1,494,960	384,284
<u>Principal on Debt</u>							
Education	0	0	0	0	405,288	0	0
Interest on Debt	0	0	0	0	33,060	0	0
<u>Other Debt Service</u>							
Education	438,348	0	0	438,348	0	438,348	0
Total Expenditures	\$ 45,900,169	\$ (1,808,048)	\$ 974,855	\$ 45,066,976	\$ 45,633,877	\$ 48,401,547	\$ 3,334,571
<u>Excess (Deficiency) of Revenues</u>							
Over Expenditures	\$ 1,666,428	\$ 1,808,048	\$ (974,855)	\$ 2,499,621	\$ (392,583)	\$ (1,556,205)	\$ 4,055,826
<u>Other Financing Sources (Uses)</u>							
Insurance Recovery	\$ 19,194	\$ 0	\$ 0	\$ 19,194	\$ 0	\$ 0	\$ 19,194
Transfers In	1,108	0	0	1,108	20,000	20,000	(18,892)
Total Other Financing Sources	\$ 20,302	\$ 0	\$ 0	\$ 20,302	\$ 20,000	\$ 20,000	\$ 302
Net Change in Fund Balance	\$ 1,686,730	\$ 1,808,048	\$ (974,855)	\$ 2,519,923	\$ (372,583)	\$ (1,536,205)	\$ 4,056,128
Fund Balance, July 1, 2013	7,383,710	(1,808,048)	0	5,575,662	5,370,916	5,370,916	204,746
Fund Balance, June 30, 2014	\$ 9,070,440	\$ 0	\$ (974,855)	\$ 8,095,585	\$ 4,998,333	\$ 3,834,711	\$ 4,260,874

Exhibit I-9

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

	Actual	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
		Original	Final	
<u>Revenues</u>				
Federal Government	\$ 2,530,625	\$ 2,314,368	\$ 2,862,370	\$ (331,745)
Total Revenues	\$ 2,530,625	\$ 2,314,368	\$ 2,862,370	\$ (331,745)
<u>Expenditures</u>				
<u>Instruction</u>				
Regular Instruction Program	\$ 509,921	\$ 556,603	\$ 545,901	\$ 35,980
Special Education Program	946,685	959,125	953,840	7,155
Vocational Education Program	63,036	59,713	63,037	1
<u>Support Services</u>				
Other Student Support	339,676	109,565	359,831	20,155
Regular Instruction Program	390,531	336,837	617,304	226,773
Special Education Program	262,056	241,137	266,795	4,739
Vocational Education Program	595	1,700	595	0
Transportation	17,017	36,459	41,459	24,442
Total Expenditures	\$ 2,529,517	\$ 2,301,139	\$ 2,848,762	\$ 319,245
Excess (Deficiency) of Revenues Over Expenditures	\$ 1,108	\$ 13,229	\$ 13,608	\$ (12,500)
<u>Other Financing Sources (Uses)</u>				
Transfers Out	\$ (1,108)	\$ (16,260)	\$ (17,883)	\$ 16,775
Total Other Financing Sources	\$ (1,108)	\$ (16,260)	\$ (17,883)	\$ 16,775
Net Change in Fund Balance	\$ 0	\$ (3,031)	\$ (4,275)	\$ 4,275
Fund Balance, July 1, 2013	150,000	150,000	150,000	0
Fund Balance, June 30, 2014	\$ 150,000	\$ 146,969	\$ 145,725	\$ 4,275

Exhibit I-10

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

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2013	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
				Original	Final	
<u>Revenues</u>						
Charges for Current Services	\$ 1,215,260	\$ 0	\$ 1,215,260	\$ 1,489,976	\$ 1,489,976	\$ (274,716)
Other Local Revenues	2,138	0	2,138	3,500	3,500	(1,362)
State of Tennessee	33,161	0	33,161	35,600	35,600	(2,439)
Federal Government	2,026,631	0	2,026,631	2,078,300	2,078,300	(51,669)
Total Revenues	\$ 3,277,190	\$ 0	\$ 3,277,190	\$ 3,607,376	\$ 3,607,376	\$ (330,186)
<u>Expenditures</u>						
<u>Operation of Non-instructional Services</u>						
Food Service	\$ 3,416,577	(123,502)	\$ 3,293,075	\$ 3,607,376	\$ 3,747,501	\$ 454,426
Total Expenditures	\$ 3,416,577	(123,502)	\$ 3,293,075	\$ 3,607,376	\$ 3,747,501	\$ 454,426
Excess (Deficiency) of Revenues Over Expenditures	\$ (139,387)	123,502	(15,885)	0	(140,125)	124,240
Net Change in Fund Balance Fund Balance, July 1, 2013	\$ (139,387)	123,502	(15,885)	0	(140,125)	124,240
	1,051,706	(123,502)	928,204	917,858	917,858	10,346
Fund Balance, June 30, 2014	\$ 912,319	0	\$ 912,319	\$ 917,858	\$ 777,733	\$ 134,586

MISCELLANEOUS SCHEDULES

Exhibit J-1

Cheatham County, Tennessee
 Schedule of Changes in Long-term Notes, Line of Credit, Other Loans, 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	Issued During Period	Paid and/or Matured During Period	Debt Refunded	Outstanding 6-30-14
NOTES PAYABLE									
Payable through General Debt Service Fund									
Sewer System	\$ 966,000	3.04	8-29-12	8-1-24	\$ 966,000	0	66,000	0	900,000
Tucker Empson Roof	650,000	4.5625	12-15-12	12-15-15	650,000	0	0	0	650,000
Waterlines	910,000	2.68	6-19-13	6-1-25	910,000	0	65,000	0	845,000
Various Equipment	163,109	4.5	7-1-13	6-25-14	0	163,109	163,109	0	0
Fire Station and Equipment	995,000	2.79	8-29-13	8-1-23	0	995,000	0	0	995,000
EMS Vehicles	93,766	Variable	6-25-14	6-25-17	0	93,766	0	0	93,766
Total Payable through General Debt Service Fund					\$ 2,526,000	\$ 1,251,875	\$ 294,109	\$ 0	\$ 3,483,766
Payable through Education Debt Service Fund									
Asphalt Repairs	299,000	4.5	6-27-13	6-25-14	\$ 299,000	0	299,000	0	0
HVAC Units	404,183	4.5	7-1-13	6-25-14	0	404,183	404,183	0	0
School Buses	600,361	4.5	6-25-14	6-25-17	0	600,361	0	0	600,361
Total Payable through Education Debt Service Fund					\$ 299,000	\$ 1,004,544	\$ 703,183	\$ 0	\$ 600,361
Total Notes Payable					\$ 2,825,000	\$ 2,256,419	\$ 997,292	\$ 0	\$ 4,084,127
LINE OF CREDIT									
Payable through Education Debt Service Fund	(1)	Variable	11-19-12	6-25-14	\$ 92,555	52,917	145,472	0	0
Old Clarksville Highway/Highway 49 Intersection					\$ 92,555	\$ 52,917	\$ 145,472	\$ 0	\$ 0
Total Line of Credit					\$ 92,555	\$ 52,917	\$ 145,472	\$ 0	\$ 0

(Continued)

Exhibit J-1

Cheatham County, Tennessee
Schedule of Changes in Long-term Notes, Line of Credit, Other Loans, and Bonds (Cont.)

Description of Indebtedness	Original Amount of Issue	Interest Rate	Date of Issue	Last Maturity Date	Outstanding 7-1-13	Issued During Period	Paid and/or Matured During Period	Debt Refunded	Outstanding 6-30-14
OTHER LOANS PAYABLE									
<u>Payable through General Debt Service Fund</u>									
A.O. Smith Property	\$ 2,575,000	Variable	12-22-10	5-25-17	\$ 1,617,000	0	\$ 384,000	0	\$ 1,233,000
Total Payable through General Debt Service Fund					\$ 1,617,000	0	\$ 384,000	0	\$ 1,233,000
<u>Payable through Education Debt Service Fund</u>									
Public Works Projects	7,040,703	Variable	11-1-1999	5-25-19	\$ 2,591,975	0	\$ 448,043	0	\$ 2,143,932
Public Works Projects	2,262,948	Variable	6-14-00	5-25-19	949,280	0	148,215	0	801,065
Public Works Projects	1,613,634	Variable	6-28-07	5-25-14	1,613,634	0	1,613,634	0	0
<u>Contributions Due by the School Department from the General Purpose School Fund to the Education Debt Service Fund</u>									
Energy Efficient Schools Initiative	5,028,918	.75 %	5-31-11	5-1-24	4,593,268	0	405,288	0	4,187,980
Total Payable through Education Debt Service Fund					\$ 9,748,157	0	\$ 2,615,180	0	\$ 7,132,977
Total Other Loans Payable					\$ 11,365,157	0	\$ 2,999,180	0	\$ 8,365,977
BONDS PAYABLE									
<u>Payable through Education Debt Service Fund</u>									
Refunding	9,605,000	2 to 4	9-15-04	6-1-14	\$ 5,645,000	0	\$ 840,000	4,805,000	\$ 0
Refunding	7,894,500	3.14	4-29-09	6-1-22	5,483,500	0	531,000	0	4,952,500
Refunding	4,805,000	1.97	5-30-14	6-1-19	0	4,805,000	0	0	4,805,000
Total Payable through Education Debt Service Fund					\$ 11,128,500	\$ 4,805,000	\$ 1,371,000	\$ 4,805,000	\$ 9,757,500
Total Bonds Payable					\$ 11,128,500	\$ 4,805,000	\$ 1,371,000	\$ 4,805,000	\$ 9,757,500

(1) Total amount approved was \$390,352, of which \$244,880 remains available for draws as of June 30, 2014.

Exhibit J-2

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

Year Ending June 30	Notes		Total
	Principal	Interest	
2015	\$ 224,000	\$ 134,732	\$ 358,732
2016	881,000	130,479	1,011,479
2017	932,127	96,196	1,028,323
2018	245,000	55,624	300,624
2019	252,000	48,604	300,604
2020	258,000	41,385	299,385
2021	266,000	33,981	299,981
2022	274,000	26,363	300,363
2023	281,000	18,516	299,516
2024	289,000	10,458	299,458
2025	182,000	3,776	185,776
Total	\$ 4,084,127	\$ 600,114	\$ 4,684,241

Year Ending June 30	Other Loans			Total
	Principal	Interest	Other Fees	
2015	\$ 1,431,408	\$ 38,918	\$ 23,606	\$ 1,493,932
2016	1,479,783	33,871	18,950	1,532,604
2017	1,529,747	28,703	14,070	1,572,520
2018	1,142,379	23,412	7,754	1,173,545
2019	667,320	18,258	3,043	688,621
2020	423,936	14,412	0	438,348
2021	427,128	11,220	0	438,348
2022	430,344	8,004	0	438,348
2023	433,584	4,764	0	438,348
2024	400,348	1,479	0	401,827
Total	\$ 8,365,977	\$ 183,041	\$ 67,423	\$ 8,616,441

(Continued)

Exhibit J-2

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

Year Ending June 30	Bonds		
	Principal	Interest	Total
2015	\$ 1,438,000	\$ 252,589	\$ 1,690,589
2016	1,500,000	217,609	1,717,609
2017	1,558,000	180,637	1,738,637
2018	1,637,210	142,628	1,779,838
2019	1,768,000	102,580	1,870,580
2020	724,000	59,258	783,258
2021	713,590	36,047	749,637
2022	418,700	13,330	432,030
Total	<u>\$ 9,757,500</u>	<u>\$ 1,004,678</u>	<u>\$ 10,762,178</u>

Exhibit J-3

Cheatham County, Tennessee
Schedule of Transfers
Primary Government and Discretely Presented Cheatham County School Department
For the Year Ended June 30, 2014

<u>From Fund</u>	<u>To Fund</u>	<u>Purpose</u>	<u>Amount</u>
<u>PRIMARY GOVERNMENT</u>			
General	Education Debt Service	Development Tax	\$ 9,353
Drug Control	General	DICE Officer Salary Reimbursement	53,563
Total Transfers Primary Government			<u>\$ 62,916</u>
<u>DISCRETELY PRESENTED CHEATHAM</u> <u>COUNTY SCHOOL DEPARTMENT</u>			
School Federal Projects	General Purpose School	Indirect Costs	\$ 1,108
			<u>\$ 1,108</u>

Exhibit J-4

Cheatham County, Tennessee
Schedule of Salaries and Official Bonds of Principal Officials
Primary Government and Discretely Presented Cheatham 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	\$ 78,508	\$ 50,000	RLI Insurance Company
Road Superintendent	Section 8-24-102, TCA	74,770	100,000	Western Surety Company
Director of Schools	State Board of Education and Local Board of Education	126,025 (1)	(2)	
Trustee	Section 8-24-102, TCA	67,973	1,662,300	RLI Insurance Company
Assessor of Property	Section 8-24-102, TCA	67,973	10,000	Western Surety Company
Director of Accounts and Budgets	Section 8-24-102, TCA	77,837 (3)	25,000	RLI Insurance Company
County Clerk	County Commission	67,973	50,000	"
Circuit and General Sessions Courts Clerk	Section 8-24-102, TCA	67,973	50,000	"
Clerk and Master	Section 8-24-102, TCA	67,973 (4)	50,000	"
Register of Deeds	Section 8-24-102, TCA	67,973	25,000	"
Sheriff	Section 8-24-102, TCA	74,770 (5)	50,000	"
<u>Employee Bonds</u>				
General Employee Blanket Bond			150,000	Local Government Property and Tennessee Risk Management Trust
School Employee Blanket Bond			150,000	
Director of Emergency Medical Services and Coroner			25,000	RLI Insurance Company
Emergency Management Coordinator			25,000	"

(1) Includes a \$1,000 career ladder supplement, a \$400 bonus, and \$6,000 as reimbursement for business travel in a personal vehicle.

(2) Covered under the school employee blanket bond.

(3) Includes \$9,639 for serving as purchasing director.

(4) Does not include special commissioner fees totaling \$44,000

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

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

	Special Revenue Funds					Constitu- tional Officers - Fees
	General	Courthouse and Jail Maintenance	Solid Waste / Sanitation	Drug Control		
<u>Local Taxes</u>						
<u>County Property Taxes</u>						
Current Property Tax	\$ 8,421,924	\$ 0	\$ 874,752	\$ 0	\$ 0	0
Trustee's Collections - Prior Year	174,049	0	17,721	0	0	0
Circuit/Clerk and Master Collections - Prior Years	110,678	0	11,707	0	0	0
Interest and Penalty	87,549	0	8,548	0	0	0
Payments in-Lieu-of Taxes - Local Utilities	77,807	0	8,130	0	0	0
Payments in-Lieu-of Taxes - Other	5,134	0	533	0	0	0
<u>County Local Option Taxes</u>						
Local Option Sales Tax	6,162	0	0	0	0	0
Hotel/Motel Tax	47,849	0	0	0	0	0
Wheel Tax	0	0	0	0	0	0
Litigation Tax - General	98,919	7,824	0	0	0	0
Litigation Tax - Jail, Workhouse, or Courthouse	34,117	0	0	0	0	0
Business Tax	18,403	0	0	0	0	0
Mixed Drink Tax	476	0	0	0	0	0
Adequate Facilities/Development Tax	14,029	0	0	0	0	0
Other County Local Option Taxes	928,271	0	0	0	0	0
<u>Statutory Local Taxes</u>						
Bank Excise Tax	6,257	0	650	0	0	0
Wholesale Beer Tax	307,951	0	0	0	0	0
Beer Privilege Tax	1,598	0	0	0	0	0
Interstate Telecommunications Tax	2,605	0	0	0	0	0
Total Local Taxes	\$ 10,343,778	\$ 7,824	\$ 922,041	\$ 0	\$ 0	0

(Continued)

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

	Special Revenue Funds					Constituti - tional Officers - Fees
	General	Courthouse and Jail Maintenance	Solid Waste / Sanitation	Drug Control		
<u>Licenses and Permits</u>						
<u>Licenses</u>						
Animal Registration	2,120 \$	0 \$	0 \$	0 \$	0 \$	0
Animal Vaccination	7,400	0	0	0	0	0
Cable TV Franchise	197,781	0	0	0	0	0
<u>Permits</u>						
Beer Permits	1,507	0	0	0	0	0
Building Permits	156,521	0	0	0	0	0
Other Permits	13,485	0	0	0	0	0
Total Licenses and Permits	378,814 \$	0 \$	0 \$	0 \$	0 \$	0
<u>Fines, Forfeitures, and Penalties</u>						
<u>Circuit Court</u>						
Fines	5,572 \$	0 \$	0 \$	0 \$	0 \$	0
Officers Costs	7,961	0	0	0	0	0
Data Entry Fee - Circuit Court	2,512	0	0	0	0	0
<u>General Sessions Court</u>						
Fines	26,087	0	0	0	0	0
Officers Costs	61,502	0	0	0	0	0
Game and Fish Fines	515	0	0	0	0	0
Jail Fees	38,998	0	0	0	0	0
Judicial Commissioner Fees	171	0	0	0	0	0
DUI Treatment Fines	9,172	0	0	0	0	0
Data Entry Fee - General Sessions Court	12,081	0	0	0	0	0
Courtroom Security Fee	112	0	0	0	0	0
<u>Juvenile Court</u>						
Fines	998	0	0	0	0	0
Drug Control Fines	45	0	0	0	0	0

(Continued)

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

	Special Revenue Funds					Constitutional Officers - Fees
	General	Courthouse and Jail Maintenance	Solid Waste / Sanitation	Drug Control		
<u>Fines, Forfeitures, and Penalties (Cont.)</u>						
<u>Chancery Court</u>						
Officers Costs	81 \$	0 \$	0 \$	0 \$	0 \$	0
Data Entry Fee - Chancery Court	3,942	0	0	0	0	0
<u>Other Courts - In-county</u>						
Drug Control Fines	0	0	0	13,906	0	0
<u>Judicial District Drug Program</u>						
Drug Task Force Forfeitures and Seizures	0	0	0	112,177	0	0
Data Entry Fee - Other Courts	70	0	0	0	0	0
<u>Other Fines, Forfeitures, and Penalties</u>						
Other Fines, Forfeitures, and Penalties	1,418	0	0	0	0	0
Total Fines, Forfeitures, and Penalties	\$ 171,237	\$ 0	\$ 0	\$ 126,083	\$ 0	0
<u>Charges for Current Services</u>						
<u>General Service Charges</u>						
Self-insurance Premiums/Contributions	0 \$	0 \$	0 \$	0 \$	0 \$	0
Tipping Fees	0	0	131,535	0	0	0
Patient Charges	963,061	0	0	0	0	0
Other General Service Charges	17,888	0	0	0	0	0
<u>Fees</u>						
Engineer Review Fees	5,820	0	0	0	0	0
Copy Fees	1,301	0	0	0	0	0
Library Fees	10,248	0	0	0	0	0
Archives and Records Management Fee - County Clerk	14,574	0	0	0	0	0
Greenbelt Late Application Fee	250	0	0	0	0	0
Telephone Commissions	24,459	0	0	0	0	0
Constitutional Officers' Fees and Commissions	24,796	0	0	0	0	0

(Continued)

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

	Special Revenue Funds					Constitutional Officers - Fees
	General	Courthouse and Jail Maintenance	Solid Waste / Sanitation	Drug Control		
<u>Charges for Current Services (Cont.)</u>						
<u>Fees (Cont.)</u>						
Special Commissioner Fees/Special Master Fees	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 44,000
Data Processing Fee - Register	18,637	0	0	0	0	0
Probation Fees	54,854	0	0	0	0	0
Data Processing Fee - Sheriff	4,832	0	0	0	0	0
Sexual Offender Registration Fee - Sheriff	7,350	0	0	0	0	0
Data Processing Fee - County Clerk	9,946	0	0	0	0	0
Total Charges for Current Services	\$ 1,158,016	\$ 0	\$ 131,535	\$ 0	\$ 0	\$ 44,000
<u>Other Local Revenues</u>						
<u>Recurring Items</u>						
Investment Income	\$ 98,438	\$ 0	\$ 12	\$ 0	\$ 0	\$ 0
Lease/Rentals	51,908	0	0	0	0	0
Commissary Sales	11,374	0	0	0	0	0
Sale of Recycled Materials	0	0	15,820	0	0	0
E-Rate Funding	153	0	0	0	0	0
Miscellaneous Refunds	2,022	0	0	0	0	0
Expenditure Credits	33	0	0	0	0	0
<u>Nonrecurring Items</u>						
Contributions and Gifts	11,051	0	0	0	0	0
Performance Bond Forfeitures	258	0	0	0	0	0
<u>Other Local Revenues</u>						
Other Local Revenues	12,033	0	0	0	0	0
Total Other Local Revenues	\$ 187,270	\$ 0	\$ 15,832	\$ 0	\$ 0	\$ 0

(Continued)

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

	Special Revenue Funds					Constitutional Officers - Fees
	General	Courthouse and Jail Maintenance	Solid Waste / Sanitation	Drug Control		
<u>Fees Received from County Officials</u>						
<u>Fees in-Lieu-of Salary</u>						
County Clerk	\$ 380,528	\$ 0	\$ 0	\$ 0	\$ 0	0
Circuit Court Clerk	310,493	0	0	0	0	0
Clerk and Master	135,334	0	0	0	0	0
Register	185,879	0	0	0	0	0
Sheriff	30,152	0	0	0	0	0
Trustee	644,889	0	0	0	0	0
Total Fees Received from County Officials	\$ 1,687,275	\$ 0	\$ 0	\$ 0	\$ 0	0

<u>State of Tennessee</u>						
<u>General Government Grants</u>						
Solid Waste Grants	\$ 0	\$ 0	\$ 9,699	\$ 0	\$ 0	0
<u>Health and Welfare Grants</u>						
Health Department Programs	16,421	0	0	0	0	0
Other Health and Welfare Grants	38,437	0	0	0	0	0
<u>Public Works Grants</u>						
State Aid Program	0	0	0	0	0	0
Litter Program	39,230	0	0	0	0	0
<u>Other State Revenues</u>						
Flood Control	70,380	0	0	0	0	0
Income Tax	87,716	0	0	0	0	0
Beer Tax	17,806	0	0	0	0	0
Vehicle Certificate of Title Fees	13,545	0	0	0	0	0
Alcoholic Beverage Tax	75,815	0	0	0	0	0
State Revenue Sharing - T.V.A.	230,131	0	23,904	0	0	0
Emergency Hospital - Prisoners	11,341	0	0	0	0	0

(Continued)

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

	Special Revenue Funds					Constituti- onal Officers - Fees
	General	Courthouse and Jail Maintenance	Solid Waste / Sanitation	Drug Control		
<u>State of Tennessee (Cont.)</u>						
<u>Other State Revenues (Cont.)</u>						
Prisoner Transportation	1,267 \$	0 \$	0 \$	0 \$	0 \$	0
Contracted Prisoner Boarding	312,280	0	0	0	0	0
Gasoline and Motor Fuel Tax	0	0	0	0	0	0
Petroleum Special Tax	0	0	0	0	0	0
Registrar's Salary Supplement	15,164	0	0	0	0	0
Other State Grants	2,386	0	0	0	0	0
Other State Revenues	7,133	0	0	0	0	0
Total State of Tennessee	939,052 \$	0 \$	33,603 \$	0 \$	0 \$	0
<u>Federal Government</u>						
<u>Federal Through State</u>						
Civil Defense Reimbursement	30,350 \$	0 \$	0 \$	0 \$	0 \$	0
Disaster Relief	932,961	0	0	0	0	0
Homeland Security Grants	1,500	0	0	0	0	0
Other Federal through State	51,941	0	0	0	0	0
Direct Federal Revenue						
Police Service (Lake Area)	34,840	0	0	0	0	0
Total Federal Government	1,051,592 \$	0 \$	0 \$	0 \$	0 \$	0
<u>Other Governments and Citizens Groups</u>						
<u>Other Governments</u>						
Contributions	475,048 \$	0 \$	0 \$	0 \$	0 \$	0
Total Other Governments and Citizens Groups	475,048 \$	0 \$	0 \$	0 \$	0 \$	0
Total	16,392,082 \$	7,824 \$	1,103,011 \$	126,083 \$	44,000	

(Continued)

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

	Special Revenue Funds (Cont.)			Debt Service Funds			Capital Projects Funds
	Unemployment Compensation	Highway / Public Works	General Debt Service	Education Debt Service	General Capital Projects		
<u>Local Taxes</u>							
County Property Taxes							
Current Property Tax	\$ 0	\$ 529,184	\$ 317,861	\$ 983,983	\$ 0		0
Trustee's Collections - Prior Year	0	12,190	12,160	47,972	7		7
Circuit/Clerk and Master Collections - Prior Years	0	7,477	2,991	29,412	247		247
Interest and Penalty	0	5,564	3,565	20,345	95		95
Payments in-Lieu-of Taxes - Local Utilities	0	4,978	3,112	11,284	30		30
Payments in-Lieu-of Taxes - Other	0	323	194	599	0		0
County Local Option Taxes							
Local Option Sales Tax	0	0	0	1,535,870	0		0
Hotel/Motel Tax	0	0	0	0	0		0
Wheel Tax	0	414,864	0	1,244,593	0		0
Litigation Tax - General	0	0	0	0	0		0
Litigation Tax - Jail, Workhouse, or Courthouse	0	0	0	0	0		0
Business Tax	0	0	209,874	0	0		0
Mixed Drink Tax	0	0	0	0	0		0
Adequate Facilities/Development Tax	0	0	0	19,145	0		0
Other County Local Option Taxes	0	0	0	0	0		0
Statutory Local Taxes							
Bank Excise Tax	0	393	236	730	0		0
Wholesale Beer Tax	0	0	0	0	0		0
Beer Privilege Tax	0	0	0	0	0		0
Interstate Telecommunications Tax	0	0	0	0	0		0
Total Local Taxes	\$ 0	\$ 974,973	\$ 549,993	\$ 3,893,933	\$ 379		379

(Continued)

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

	Special Revenue Funds (Cont.)			Debt Service Funds			Capital Projects Funds
	Unemployment Compensation	Highway / Public Works	General Debt Service	Education Debt Service	General Capital Projects		
<u>Licenses and Permits</u>							
<u>Licenses</u>							
Animal Registration	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	0
Animal Vaccination	0	0	0	0	0	0	0
Cable TV Franchise	0	0	0	0	0	0	0
<u>Permits</u>							
Beer Permits	0	0	0	0	0	0	0
Building Permits	0	0	0	0	0	0	0
Other Permits	0	0	0	0	0	0	0
Total Licenses and Permits	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	0
<u>Fines, Forfeitures, and Penalties</u>							
<u>Circuit Court</u>							
Fines	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	0
Officers Costs	0	0	0	0	0	0	0
Data Entry Fee - Circuit Court	0	0	0	0	0	0	0
<u>General Sessions Court</u>							
Fines	0	0	0	0	0	0	0
Officers Costs	0	0	0	0	0	0	0
Game and Fish Fines	0	0	0	0	0	0	0
Jail Fees	0	0	0	0	0	0	0
Judicial Commissioner Fees	0	0	0	0	0	0	0
DUI Treatment Fines	0	0	0	0	0	0	0
Data Entry Fee - General Sessions Court	0	0	0	0	0	0	0
Courtroom Security Fee	0	0	0	0	0	0	0
<u>Juvenile Court</u>							
Fines	0	0	0	0	0	0	0
Drug Control Fines	0	0	0	0	0	0	0

(Continued)

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

	Special Revenue Funds (Cont.)			Debt Service Funds			Capital Projects Funds
	Unemployment Compensation	Highway / Public Works	General Debt Service	Education Debt Service	General Capital Projects		
<u>Fines, Forfeitures, and Penalties (Cont.)</u>							
<u>Chancery Court</u>							
Officers Costs	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	0
Data Entry Fee - Chancery Court	0	0	0	0	0	0	0
Other Courts - In-county							
<u>Drug Control Fines</u>	0	0	0	0	0	0	0
<u>Judicial District Drug Program</u>							
Drug Task Force Forfeitures and Seizures	0	0	0	0	0	0	0
Data Entry Fee - Other Courts	0	0	0	0	0	0	0
<u>Other Fines, Forfeitures, and Penalties</u>							
Other Fines, Forfeitures, and Penalties	0	0	0	0	0	0	0
Total Fines, Forfeitures, and Penalties	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
	\$	\$	\$	\$	\$	\$	
<u>Charges for Current Services</u>							
<u>General Service Charges</u>							
Self-insurance Premiums/Contributions	\$ 34,862	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	0
Tipping Fees	0	0	0	0	0	0	0
Patient Charges	0	0	0	0	0	0	0
Other General Service Charges	0	0	0	0	0	0	0
<u>Fees</u>							
Engineer Review Fees	0	0	0	0	0	0	0
Copy Fees	0	0	0	0	0	0	0
Library Fees	0	0	0	0	0	0	0
Archives and Records Management Fee - County Clerk	0	0	0	0	0	0	0
Greenbelt Late Application Fee	0	0	0	0	0	0	0
Telephone Commissions	0	0	0	0	0	0	0
Constitutional Officers' Fees and Commissions	0	0	0	0	0	0	0

(Continued)

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

	Special Revenue Funds (Cont.)			Debt Service Funds			Capital Projects Funds
	Unemployment Compensation	Highway / Public Works	General Debt Service	Education Debt Service	General Capital Projects		
<u>Charges for Current Services (Cont.)</u>							
<u>Fees (Cont.)</u>							
Special Commissioner Fees/Special Master Fees	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	0
Data Processing Fee - Register	0	0	0	0	0	0	0
Probation Fees	0	0	0	0	0	0	0
Data Processing Fee - Sheriff	0	0	0	0	0	0	0
Sexual Offender Registration Fee - Sheriff	0	0	0	0	0	0	0
Data Processing Fee - County Clerk	0	0	0	0	0	0	0
Total Charges for Current Services	\$ 34,862	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	0
<u>Other Local Revenues</u>							
<u>Recurring Items</u>							
Investment Income	\$ 0	\$ 6	\$ 0	\$ 0	\$ 0	\$ 0	0
Lease/Rentals	0	0	0	0	0	0	0
Commissary Sales	0	0	0	0	0	0	0
Sale of Recycled Materials	0	1,981	0	0	0	0	0
E-Rate Funding	0	0	0	0	0	0	0
Miscellaneous Refunds	0	8,628	0	0	57	0	10,358
Expenditure Credits	0	0	0	0	0	0	0
<u>Nonrecurring Items</u>							
Contributions and Gifts	0	0	0	0	0	0	0
Performance Bond Forfeitures	0	0	0	0	0	0	0
<u>Other Local Revenues</u>							
Other Local Revenues	0	0	0	0	0	0	0
Total Other Local Revenues	\$ 0	\$ 10,615	\$ 0	\$ 57	\$ 0	\$ 0	10,358

(Continued)

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

	Special Revenue Funds (Cont.)			Debt Service Funds			Capital Projects Funds
	Unemployment Compensation	Highway / Public Works	General Debt Service	Education Debt Service	General Capital Projects		
<u>Fees Received from County Officials</u>							
<u>Fees in-Lieu-of Salary</u>							
County Clerk	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	0
Circuit Court Clerk	0	0	0	0	0	0	0
Clerk and Master	0	0	0	0	0	0	0
Register	0	0	0	0	0	0	0
Sheriff	0	0	0	0	0	0	0
Trustee	0	0	0	0	0	0	0
Total Fees Received from County Officials	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	0
<u>State of Tennessee</u>							
<u>General Government Grants</u>							
Solid Waste Grants	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	0
Health and Welfare Grants	0	0	0	0	0	0	0
Health Department Programs	0	0	0	0	0	0	0
Other Health and Welfare Grants							
<u>Public Works Grants</u>							
State Aid Program	0	33,030	0	0	0	0	0
Litter Program	0	0	0	0	0	0	0
<u>Other State Revenues</u>							
Flood Control	0	0	0	0	0	0	0
Income Tax	0	0	0	0	0	0	0
Beer Tax	0	0	0	0	0	0	0
Vehicle Certificate of Title Fees	0	0	0	0	0	0	0
Alcoholic Beverage Tax	0	0	0	0	0	0	0
State Revenue Sharing - T.V.A.	0	14,458	8,675	26,834	0	0	0
Emergency Hospital - Prisoners	0	0	0	0	0	0	0

(Continued)

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

	Special Revenue Funds (Cont.)			Debt Service Funds			Capital Projects Funds
	Unemployment Compensation	Highway / Public Works	General Debt Service	Education Debt Service	General Capital Projects		
<u>State of Tennessee (Cont.)</u>							
<u>Other State Revenues (Cont.)</u>							
Prisoner Transportation	0 \$	0 \$	0 \$	0 \$	0 \$	0	0
Contracted Prisoner Boarding	0	0	0	0	0	0	0
Gasoline and Motor Fuel Tax	0	1,605,273	0	0	0	0	0
Petroleum Special Tax	0	28,216	0	0	0	0	0
Registrar's Salary Supplement	0	0	0	0	0	0	0
Other State Grants	0	0	0	0	0	0	0
Other State Revenues	0	0	0	0	0	0	0
Total State of Tennessee	0 \$	1,680,977 \$	8,675 \$	26,834 \$	0	0	0
<u>Federal Government</u>							
<u>Federal Through State</u>							
Civil Defense Reimbursement	0 \$	0 \$	0 \$	0 \$	0 \$	0	0
Disaster Relief	0	0	0	0	0	0	0
Homeland Security Grants	0	0	0	0	0	0	0
Other Federal through State	0	0	0	0	0	0	0
Direct Federal Revenue	0	0	0	0	0	0	0
Police Service (Lake Area)	0	0	0	0	0	0	0
Total Federal Government	0 \$	0 \$	0 \$	0 \$	0 \$	0	0
<u>Other Governments and Citizens Groups</u>							
<u>Other Governments</u>							
Contributions	0 \$	0 \$	0 \$	438,348 \$	0	0	0
Total Other Governments and Citizens Groups	0 \$	0 \$	0 \$	438,348 \$	0	0	0
Total	34,862 \$	2,666,565 \$	558,668 \$	4,359,172 \$	10,737	0	0

(Continued)

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

	Capital Projects Fund (Cont.)	Capital Projects	Total
<u>Local Taxes</u>			
<u>County Property Taxes</u>			
Current Property Tax	\$ 408,682	\$ 11,536,386	
Trustee's Collections - Prior Year	1,630	265,729	
Circuit/Clerk and Master Collections - Prior Years	499	163,011	
Interest and Penalty	1,044	126,710	
Payments in-Lieu-of Taxes - Local Utilities	3,108	108,449	
Payments in-Lieu-of Taxes - Other	332	7,115	
<u>County Local Option Taxes</u>			
Local Option Sales Tax	0	1,542,032	
Hotel/Motel Tax	0	47,849	
Wheel Tax	0	1,659,457	
Litigation Tax - General	0	106,743	
Litigation Tax - Jail, Workhouse, or Courthouse	0	34,117	
Business Tax	0	228,277	
Mixed Drink Tax	0	476	
Adequate Facilities/Development Tax	0	33,174	
Other County Local Option Taxes	0	928,271	
<u>Statutory Local Taxes</u>			
Bank Excise Tax	304	8,570	
Wholesale Beer Tax	0	307,951	
Beer Privilege Tax	0	1,598	
Interstate Telecommunications Tax	0	2,605	
Total Local Taxes	\$ 415,599	\$ 17,108,520	

(Continued)

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

	Capital Projects Fund (Cont.)	Other Capital Projects	Total
<u>Licenses and Permits</u>			
<u>Licenses</u>			
Animal Registration	0 \$	0	2,120
Animal Vaccination	0	0	7,400
Cable TV Franchise	0	0	197,781
<u>Permits</u>			
Beer Permits	0	0	1,507
Building Permits	0	0	156,521
Other Permits	0	0	13,485
Total Licenses and Permits	0 \$	0 \$	378,814
<u>Fines, Forfeitures, and Penalties</u>			
<u>Circuit Court</u>			
Fines	0 \$	0	5,572
Officers Costs	0	0	7,961
Data Entry Fee - Circuit Court	0	0	2,512
<u>General Sessions Court</u>			
Fines	0	0	26,087
Officers Costs	0	0	61,502
Game and Fish Fines	0	0	515
Jail Fees	0	0	38,998
Judicial Commissioner Fees	0	0	171
DUI Treatment Fines	0	0	9,172
Data Entry Fee - General Sessions Court	0	0	12,081
Courtroom Security Fee	0	0	112
<u>Juvenile Court</u>			
Fines	0	0	998
Drug Control Fines	0	0	45

(Continued)

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

	Capital Projects Fund (Cont.)	Other Capital Projects	Total
<u>Fines, Forfeitures, and Penalties (Cont.)</u>			
<u>Chancery Court</u>			
Officers Costs	0 \$		81
Data Entry Fee - Chancery Court	0		3,942
Other Courts - In-county			
<u>Drug Control Fines</u>			
Judicial District Drug Program	0		13,906
<u>Drug Task Force Forfeitures and Seizures</u>			
Data Entry Fee - Other Courts	0		112,177
Other Fines, Forfeitures, and Penalties	0		70
Other Fines, Forfeitures, and Penalties	0		1,418
Total Fines, Forfeitures, and Penalties	0 \$		297,320
<u>Charges for Current Services</u>			
<u>General Service Charges</u>			
Self-insurance Premiums/Contributions	0 \$		34,862
Tipping Fees	0		131,535
Patient Charges	0		963,061
Other General Service Charges	0		17,888
<u>Fees</u>			
Engineer Review Fees	0		5,820
Copy Fees	0		1,301
Library Fees	0		10,248
Archives and Records Management Fee - County Clerk	0		14,574
Greenbelt Late Application Fee	0		250
Telephone Commissions	0		24,459
Constitutional Officers' Fees and Commissions	0		24,796

(Continued)

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

	Capital Projects Fund (Cont.)	Other Capital Projects	Total
<u>Charges for Current Services (Cont.)</u>			
<u>Fees (Cont.)</u>			
Special Commissioner Fees/Special Master Fees	0 \$		44,000
Data Processing Fee - Register	0		18,637
Probation Fees	0		54,854
Data Processing Fee - Sheriff	0		4,832
Sexual Offender Registration Fee - Sheriff	0		7,350
Data Processing Fee - County Clerk	0		9,946
Total Charges for Current Services	<u>0 \$</u>		<u>1,368,413</u>
<u>Other Local Revenues</u>			
<u>Recurring Items</u>			
Investment Income	0 \$		98,456
Lease/Rentals	0		51,908
Commissary Sales	0		11,374
Sale of Recycled Materials	0		17,801
E-Rate Funding	0		153
Miscellaneous Refunds	0		21,065
Expenditure Credits	0		33
<u>Nonrecurring Items</u>			
Contributions and Gifts	0		11,051
Performance Bond Forfeitures	0		258
<u>Other Local Revenues</u>			
Other Local Revenues	0		12,033
Total Other Local Revenues	<u>0 \$</u>		<u>224,132</u>

(Continued)

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

	Capital Projects Fund (Cont.)	Other Capital Projects	Total
<u>Fees Received from County Officials</u>			
<u>Fees in-Lieu-of Salary</u>			
County Clerk	0 \$		380,528
Circuit Court Clerk	0		310,493
Clerk and Master	0		135,334
Register	0		185,879
Sheriff	0		30,152
Trustee	0		644,889
Total Fees Received from County Officials	0 \$		1,687,275
<u>State of Tennessee</u>			
<u>General Government Grants</u>			
Solid Waste Grants	0 \$		9,699
Health and Welfare Grants	0		16,421
Other Health and Welfare Grants	0		38,437
<u>Public Works Grants</u>			
State Aid Program	0		33,030
Litter Program	0		39,230
<u>Other State Revenues</u>			
Flood Control	0		70,380
Income Tax	0		87,716
Beer Tax	0		17,806
Vehicle Certificate of Title Fees	0		13,545
Alcoholic Beverage Tax	0		75,815
State Revenue Sharing - T.V.A.	11,180		315,182
Emergency Hospital - Prisoners	0		11,341

(Continued)

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

	Capital Projects Fund (Cont.)	Other Capital Projects	Total
<u>State of Tennessee (Cont.)</u>			
<u>Other State Revenues (Cont.)</u>			
Prisoner Transportation	0 \$	1,267	
Contracted Prisoner Boarding	0	312,280	
Gasoline and Motor Fuel Tax	0	1,605,273	
Petroleum Special Tax	0	28,216	
Registrar's Salary Supplement	0	15,164	
Other State Grants	0	2,386	
Other State Revenues	0	7,133	
Total State of Tennessee	\$ 11,180	\$ 2,700,321	
<u>Federal Government</u>			
<u>Federal Through State</u>			
Civil Defense Reimbursement	0 \$	30,350	
Disaster Relief	0	932,961	
Homeland Security Grants	0	1,500	
Other Federal through State	0	51,941	
Direct Federal Revenue			
Police Service (Lake Area)	0	34,840	
Total Federal Government	\$ 0	\$ 1,051,592	
<u>Other Governments and Citizens Groups</u>			
<u>Other Governments</u>			
Contributions	0 \$	913,396	
Total Other Governments and Citizens Groups	\$ 0	\$ 913,396	
Total	\$ 426,779	\$ 25,729,783	

Exhibit J-6

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

	General Purpose School	Special Revenue Funds			Total
		School Federal Projects	Central Cafeteria		
<u>Local Taxes</u>					
<u>County Property Taxes</u>					
Current Property Tax	\$ 8,122,673	\$ 0	\$ 0	\$ 0	\$ 8,122,673
Trustee's Collections - Prior Year	142,490	0	0	0	142,490
Circuit/Clerk and Master Collections - Prior Years	116,764	0	0	0	116,764
Interest and Penalty	85,574	0	0	0	85,574
Payments in-Lieu-of Taxes - Local Utilities	67,582	0	0	0	67,582
Payments in-Lieu-of Taxes - Other	4,924	0	0	0	4,924
<u>County Local Option Taxes</u>					
Local Option Sales Tax	1,919,838	0	0	0	1,919,838
Wheel Tax	415,643	0	0	0	415,643
Mixed Drink Tax	82,317	0	0	0	82,317
<u>Statutory Local Taxes</u>					
Bank Excise Tax	6,002	0	0	0	6,002
Interstate Telecommunications Tax	3,950	0	0	0	3,950
Total Local Taxes	\$ 10,967,757	\$ 0	\$ 0	\$ 0	\$ 10,967,757
<u>Licenses and Permits</u>					
<u>Licenses</u>					
Marriage Licenses	3,439	0	0	0	3,439
Total Licenses and Permits	\$ 3,439	\$ 0	\$ 0	\$ 0	\$ 3,439
<u>Charges for Current Services</u>					
<u>Education Charges</u>					
Tuition - Summer School	3,950	0	0	0	3,950
Lunch Payments - Children	0	0	672,170	0	672,170

(Continued)

Exhibit J-6

Cheatham County, Tennessee
 Schedule of Detailed Revenues -
 All Governmental Fund Types
 Discretely Presented Cheatham 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	\$ 39,245	\$ 39,245	
Income from Breakfast	0	0	89,544	89,544	
A la carte Sales	0	0	376,417	376,417	
Receipts from Individual Schools	90,353	0	0	90,353	
Community Service Fees - Children	1,149,688	0	0	1,149,688	
<u>Other Charges for Services</u>					
Other Charges for Services	0	0	37,884	37,884	
Total Charges for Current Services	\$ 1,243,991	\$ 0	\$ 1,215,260	\$ 2,459,251	
<u>Other Local Revenues</u>					
<u>Recurring Items</u>					
Investment Income	239	0	418	657	
E-Rate Funding	56,975	0	0	56,975	
Miscellaneous Refunds	1,627	0	1,720	3,347	
<u>Nonrecurring Items</u>					
Sale of Equipment	26,180	0	0	26,180	
Sale of Property	15,950	0	0	15,950	
Damages Recovered from Individuals	4	0	0	4	
Contributions and Gifts	12,443	0	0	12,443	
<u>Other Local Revenues</u>					
Other Local Revenues	28,786	0	0	28,786	
Total Other Local Revenues	\$ 142,204	\$ 0	\$ 2,138	\$ 144,342	

(Continued)

Exhibit J-6

Cheatham County, Tennessee
Schedule of Detailed Revenues -
All Governmental Fund Types
Discretely Presented Cheatham 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	\$ 181,488	\$ 0	\$ 0	\$ 0	181,488
<u>State Education Funds</u>					
Basic Education Program	31,820,001	0	0	0	31,820,001
Early Childhood Education	497,023	0	0	0	497,023
School Food Service	0	0	33,161	0	33,161
Other State Education Funds	514,272	0	0	0	514,272
Career Ladder Program	137,918	0	0	0	137,918
Career Ladder - Extended Contract	29,470	0	0	0	29,470
<u>Other State Revenues</u>					
State Revenue Sharing - T.V.A.	220,724	0	0	0	220,724
Other State Grants	150,902	0	0	0	150,902
Total State of Tennessee	\$ 33,551,798	\$ 0	\$ 33,161	\$ 0	\$ 33,584,959

<u>Federal Government</u>					
<u>Federal Through State</u>					
USDA School Lunch Program	\$ 0	\$ 0	\$ 1,334,320	\$ 0	1,334,320
USDA - Commodities	0	0	214,289	0	214,289
Breakfast	0	0	450,052	0	450,052
USDA - Other	0	0	27,970	0	27,970
Vocational Education - Basic Grants to States	0	77,234	0	0	77,234
Title I Grants to Local Education Agencies	0	958,823	0	0	958,823
Special Education - Grants to States	176,561	1,173,227	0	0	1,349,788
Special Education Preschool Grants	0	49,862	0	0	49,862
Eisenhower Professional Development State Grants	0	197,641	0	0	197,641

(Continued)

Exhibit J-6

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

	General Purpose School	Special Revenue Funds			Total
		School Federal Projects	Central Cafeteria		
<u>Federal Government (Cont.)</u>					
<u>Federal Through State (Cont.)</u>					
Race-to-the-Top - ARRA	\$ 0	\$ 73,838	\$ 0	\$ 0	\$ 73,838
Other Federal through State	13,387	0	0	0	13,387
<u>Direct Federal Revenue</u>	462,916	0	0	0	462,916
Other Direct Federal Revenue	652,864	2,530,625	2,026,631	\$	5,210,120
<u>Total Federal Government</u>					
<u>Other Governments and Citizens Groups</u>					
<u>Other Governments</u>					
Contributions	\$ 1,004,544	\$ 0	\$ 0	\$ 0	\$ 1,004,544
<u>Total Other Governments and Citizens Groups</u>	\$ 1,004,544	\$ 0	\$ 0	\$ 0	\$ 1,004,544
<u>Total</u>	\$ 47,566,597	\$ 2,530,625	\$ 3,277,190	\$	\$ 53,374,412

Exhibit J-7

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

General Fund

General Government

County Commission

Other Salaries and Wages	\$	5,591	
Board and Committee Members Fees		61,933	
Social Security		5,132	
Audit Services		11,732	
Dues and Memberships		1,550	
Legal Services		18,494	
Other Supplies and Materials		177	
Total County Commission			\$ 104,609

County Mayor/Executive

County Official/Administrative Officer	\$	78,508	
Secretary(ies)		37,384	
In-service Training		437	
Social Security		8,776	
State Retirement		6,652	
Communication		8,993	
Consultants		1,657	
Dues and Memberships		12,181	
Legal Services		7,350	
Maintenance and Repair Services - Office Equipment		195	
Maintenance and Repair Services - Vehicles		1,968	
Travel		653	
Gasoline		1,320	
Office Supplies		1,312	
Building Improvements		10,331	
Office Equipment		725	
Total County Mayor/Executive			178,442

Personnel Office

Supervisor/Director	\$	57,741	
Social Security		4,365	
State Retirement		3,314	
Contracts with Private Agencies		2,785	
Office Supplies		305	
Office Equipment		462	
Total Personnel Office			68,972

Election Commission

County Official/Administrative Officer	\$	61,175	
Attendants		32,676	
Board and Committee Members Fees		2,530	
In-service Training		975	
Social Security		7,203	
State Retirement		5,287	
Advertising		1,115	
Communication		2,257	
Dues and Memberships		150	

(Continued)

Exhibit J-7

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

General Fund (Cont.)

General Government (Cont.)

Election Commission (Cont.)

Maintenance and Repair Services - Equipment	\$	6,102	
Printing, Stationery, and Forms		655	
Travel		156	
Office Supplies		1,641	
Office Equipment		32,521	
Total Election Commission			\$ 154,443

Register of Deeds

County Official/Administrative Officer	\$	67,973	
Deputy(ies)		61,166	
Part-time Personnel		7,402	
Social Security		10,230	
State Retirement		6,713	
Communication		1,932	
Data Processing Services		12,921	
Dues and Memberships		872	
Legal Services		1,242	
Maintenance and Repair Services - Equipment		90	
Maintenance and Repair Services - Office Equipment		278	
Travel		1,209	
Office Supplies		4,731	
Total Register of Deeds			176,759

Building

County Official/Administrative Officer	\$	53,262	
Investigator(s)		44,886	
Secretary(ies)		32,040	
Board and Committee Members Fees		2,725	
In-service Training		472	
Social Security		9,867	
State Retirement		7,473	
Communication		2,977	
Consultants		18,648	
Data Processing Services		5,283	
Dues and Memberships		350	
Engineering Services		4,334	
Legal Services		13,738	
Maintenance and Repair Services - Equipment		3,119	
Maintenance and Repair Services - Vehicles		2,752	
Printing, Stationery, and Forms		820	
Gasoline		3,110	
Office Supplies		1,418	
Office Equipment		72	
Total Building			207,346

County Buildings

Assistant(s)	\$	29,808	
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(Continued)

Exhibit J-7

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

General Fund (Cont.)

General Government (Cont.)

County Buildings (Cont.)

Supervisor/Director	\$	37,325	
Custodial Personnel		42,600	
Social Security		8,205	
State Retirement		6,299	
Maintenance and Repair Services - Buildings		64,705	
Maintenance and Repair Services - Office Equipment		3,304	
Maintenance and Repair Services - Vehicles		2,693	
Pest Control		3,515	
Custodial Supplies		10,697	
Electricity		194,372	
Fertilizer, Lime, and Seed		2,236	
Gasoline		5,503	
Natural Gas		29,445	
Propane Gas		9,269	
Tires and Tubes		1,230	
Water and Sewer		61,424	
Other Supplies and Materials		3,957	
Building Improvements		17,544	
Heating and Air Conditioning Equipment		19,157	
Maintenance Equipment		5,000	
Total County Buildings			\$ 558,288

Finance

Accounting and Budgeting

County Official/Administrative Officer	\$	68,198	
Assistant(s)		54,779	
Data Processing Personnel		29,075	
Salary Supplements		9,639	
Clerical Personnel		37,623	
In-service Training		425	
Social Security		14,834	
State Retirement		11,441	
Advertising		13,239	
Data Processing Services		8,131	
Postal Charges		34,165	
Printing, Stationery, and Forms		1,491	
Travel		683	
Office Supplies		2,505	
Office Equipment		6,363	
Total Accounting and Budgeting			292,591

Property Assessor's Office

County Official/Administrative Officer	\$	67,973	
Deputy(ies)		42,652	
Assessment Personnel		76,582	
Part-time Personnel		11,007	
Board and Committee Members Fees		3,490	

(Continued)

Exhibit J-7

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

General Fund (Cont.)

Finance (Cont.)

Property Assessor's Office (Cont.)

Social Security	\$	14,177	
State Retirement		10,746	
Communication		1,602	
Contracts with Private Agencies		7,775	
Data Processing Services		15,597	
Dues and Memberships		1,050	
Maintenance and Repair Services - Office Equipment		184	
Maintenance and Repair Services - Vehicles		98	
Printing, Stationery, and Forms		194	
Gasoline		1,927	
Office Supplies		778	
Office Equipment		574	
Total Property Assessor's Office			\$ 256,406

Reappraisal Program

Deputy(ies)	\$	42,652	
Social Security		3,029	
State Retirement		2,448	
Total Reappraisal Program			48,129

County Trustee's Office

County Official/Administrative Officer	\$	67,973	
Deputy(ies)		101,886	
Part-time Personnel		8,592	
In-service Training		575	
Social Security		12,209	
State Retirement		9,750	
Communication		1,676	
Data Processing Services		9,110	
Dues and Memberships		647	
Maintenance and Repair Services - Office Equipment		148	
Printing, Stationery, and Forms		12,188	
Travel		1,399	
Office Supplies		3,252	
Office Equipment		3,626	
Total County Trustee's Office			233,031

County Clerk's Office

County Official/Administrative Officer	\$	67,973	
Deputy(ies)		148,667	
Internal Audit Personnel		29,932	
Part-time Personnel		37,145	
Other Salaries and Wages		11,000	
In-service Training		30	
Social Security		20,547	
State Retirement		12,369	
Communication		4,712	

(Continued)

Exhibit J-7

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

General Fund (Cont.)

Finance (Cont.)

County Clerk's Office (Cont.)

Data Processing Services	\$	17,926	
Dues and Memberships		939	
Maintenance and Repair Services - Office Equipment		1,732	
Printing, Stationery, and Forms		5,110	
Travel		1,042	
Office Supplies		7,213	
Office Equipment		20,479	
Total County Clerk's Office	\$		386,816

Administration of Justice

Circuit Court

County Official/Administrative Officer	\$	67,973	
Deputy(ies)		244,662	
Jury and Witness Expense		7,688	
Social Security		23,097	
State Retirement		17,511	
Communication		1,895	
Contracts with Government Agencies		3,000	
Data Processing Services		10,668	
Dues and Memberships		90	
Maintenance and Repair Services - Office Equipment		1,861	
Office Supplies		8,187	
Total Circuit Court			386,632

General Sessions Court

Judge(s)	\$	101,248	
Salary Supplements		17,695	
Social Security		7,718	
State Retirement		5,812	
Dues and Memberships		835	
Evaluation and Testing		600	
Travel		720	
Total General Sessions Court			134,628

Chancery Court

County Official/Administrative Officer	\$	67,973	
Deputy(ies)		125,365	
Social Security		13,871	
State Retirement		11,098	
Communication		2,087	
Data Processing Services		7,043	
Dues and Memberships		692	
Maintenance and Repair Services - Office Equipment		508	
Office Supplies		5,382	
Data Processing Equipment		3,445	
Office Equipment		76	
Total Chancery Court			237,540

(Continued)

Exhibit J-7

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

General Fund (Cont.)

Administration of Justice (Cont.)

Juvenile Court

Judge(s)	\$	47,353	
Probation Officer(s)		102,406	
Social Workers		50,399	
Salary Supplements		17,695	
Secretary(ies)		28,218	
Other Salaries and Wages		8,210	
Social Security		18,389	
State Retirement		12,664	
Communication		3,499	
Contracts with Government Agencies		125	
Data Processing Services		2,250	
Dues and Memberships		520	
Maintenance and Repair Services - Office Equipment		426	
Maintenance and Repair Services - Vehicles		30	
Travel		2,780	
Remittance of Revenue Collected		374	
Drugs and Medical Supplies		50	
Gasoline		946	
Library Books/Media		44	
Office Supplies		1,747	
Office Equipment		341	
Total Juvenile Court			\$ 298,466

District Attorney General

Contributions	\$	13,500	
Total District Attorney General			13,500

Probation Services

Probation Officer(s)	\$	79,711	
Attendants		30,924	
Social Security		8,264	
State Retirement		6,350	
Communication		1,837	
Maintenance and Repair Services - Office Equipment		424	
Printing, Stationery, and Forms		978	
Remittance of Revenue Collected		4,946	
Drugs and Medical Supplies		2,477	
Office Supplies		677	
Total Probation Services			136,588

Courtroom Security

Supervisor/Director	\$	51,036	
Guards		35,805	
Part-time Personnel		53,600	
In-service Training		400	
Social Security		10,639	
State Retirement		4,985	

(Continued)

Exhibit J-7

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

General Fund (Cont.)

Administration of Justice (Cont.)

Courtroom Security (Cont.)

Uniforms	\$	1,690	
Law Enforcement Equipment		4,437	
Total Courtroom Security			\$ 162,592

Public Safety

Sheriff's Department

County Official/Administrative Officer	\$	74,770	
Assistant(s)		35,949	
Supervisor/Director		59,418	
Deputy(ies)		963,770	
Detective(s)		51,036	
Investigator(s)		132,988	
Sergeant(s)		171,341	
Clerical Personnel		63,308	
Overtime Pay		6,274	
Other Salaries and Wages		23,661	
In-service Training		1,012	
Social Security		117,573	
State Retirement		89,048	
Communication		24,504	
Data Processing Services		175	
Dues and Memberships		2,300	
Legal Services		21,791	
Maintenance and Repair Services - Equipment		17,773	
Maintenance and Repair Services - Office Equipment		22,869	
Maintenance and Repair Services - Vehicles		33,804	
Travel		11,087	
Gasoline		156,583	
Instructional Supplies and Materials		7,043	
Law Enforcement Supplies		6,469	
Office Supplies		7,451	
Tires and Tubes		9,734	
Uniforms		5,678	
Other Supplies and Materials		424	
Liability Insurance		30,360	
Vehicle and Equipment Insurance		16,000	
Workers' Compensation Insurance		31,545	
Other Charges		3,670	
Law Enforcement Equipment		7,327	
Office Equipment		19,445	
Total Sheriff's Department			2,226,180

Jail

Supervisor/Director	\$	48,653
Sergeant(s)		165,711
Foremen		55,650
Guards		665,237

(Continued)

Exhibit J-7

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

General Fund (Cont.)

Public Safety (Cont.)

Jail (Cont.)

Clerical Personnel	\$	23,819	
Social Security		68,585	
State Retirement		49,771	
Maintenance and Repair Services - Equipment		3,670	
Medical and Dental Services		209,861	
Custodial Supplies		17,375	
Food Supplies		102,308	
Law Enforcement Supplies		252	
Prisoners Clothing		4,789	
Uniforms		3,068	
Other Supplies and Materials		1,566	
Other Equipment		2,709	
Total Jail			\$ 1,423,024

Rural Fire Protection

Remittance of Revenue Collected	\$	838,751	
Total Rural Fire Protection			838,751

Other Emergency Management

Assistant(s)	\$	42,652	
Supervisor/Director		47,682	
Salary Supplements		6,000	
In-service Training		400	
Social Security		7,257	
State Retirement		5,530	
Communication		5,268	
Contracts with Government Agencies		3,500	
Maintenance and Repair Services - Equipment		98	
Maintenance and Repair Services - Vehicles		2,097	
Travel		886	
Gasoline		3,771	
Office Supplies		588	
Other Supplies and Materials		3,385	
Other Charges		2,090	
Communication Equipment		468	
Other Equipment		4,168	
Total Other Emergency Management			135,840

County Coroner/Medical Examiner

County Official/Administrative Officer	\$	64,700	
Total County Coroner/Medical Examiner			64,700

Other Public Safety

Assistant(s)	\$	42,605	
Supervisor/Director		54,359	
Assessment Personnel		39,358	
Dispatchers/Radio Operators		413,340	

(Continued)

Exhibit J-7

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

General Fund (Cont.)

Public Safety (Cont.)

Other Public Safety (Cont.)

Part-time Personnel	\$	14,473	
Social Security		42,303	
State Retirement		28,750	
Total Other Public Safety			\$ 635,188

Public Health and Welfare

Local Health Center

Clerical Personnel	\$	13,677	
Social Security		1,078	
Communication		2,387	
Dues and Memberships		200	
Janitorial Services		9,900	
Travel		966	
Custodial Supplies		454	
Drugs and Medical Supplies		4	
Office Supplies		462	
Other Supplies and Materials		178	
Other Charges		4,651	
Site Development		16,422	
Total Local Health Center			50,379

Rabies and Animal Control

Supervisor/Director	\$	39,282	
Deputy(ies)		51,820	
Attendants		24,808	
In-service Training		1,605	
Social Security		8,651	
State Retirement		5,251	
Communication		7,477	
Licenses		630	
Maintenance and Repair Services - Equipment		944	
Maintenance and Repair Services - Vehicles		5,787	
Printing, Stationery, and Forms		89	
Veterinary Services		7,487	
Animal Food and Supplies		7,559	
Custodial Supplies		2,800	
Drugs and Medical Supplies		10,519	
Gasoline		10,338	
Office Supplies		691	
Uniforms		2,442	
Other Supplies and Materials		296	
Office Equipment		1,901	
Other Equipment		14,115	
Total Rabies and Animal Control			204,492

Ambulance/Emergency Medical Services

Assistant(s)	\$	57,006	
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(Continued)

Exhibit J-7

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

General Fund (Cont.)

Public Health and Welfare (Cont.)

Ambulance/Emergency Medical Services (Cont.)

Supervisor/Director	\$	53,630	
Salary Supplements		4,100	
Clerical Personnel		27,004	
Attendants		1,060,835	
Part-time Personnel		61,452	
In-service Training		9,878	
Social Security		93,042	
State Retirement		62,733	
Communication		9,496	
Consultants		2,755	
Contracts with Private Agencies		3,903	
Dues and Memberships		320	
Licenses		2,250	
Maintenance and Repair Services - Equipment		4,945	
Maintenance and Repair Services - Office Equipment		539	
Maintenance and Repair Services - Vehicles		37,895	
Rentals		16,250	
Travel		281	
Remittance of Revenue Collected		61,229	
Disposal Fees		2,591	
Custodial Supplies		23	
Drugs and Medical Supplies		166,732	
Gasoline		53,730	
Office Supplies		2,859	
Tires and Tubes		5,441	
Uniforms		114,653	
Other Supplies and Materials		11,393	
Liability Insurance		2,800	
Vehicle and Equipment Insurance		7,600	
Workers' Compensation Insurance		31,545	
Communication Equipment		4,589	
Furniture and Fixtures		9,161	
Heating and Air Conditioning Equipment		2,493	
Maintenance Equipment		9,860	
Office Equipment		5,773	
Total Ambulance/Emergency Medical Services			\$ 2,000,786

Other Local Health Services

Secretary(ies)	\$	32,595	
Social Security		2,442	
State Retirement		1,871	
Total Other Local Health Services			36,908

General Welfare Assistance

Contracts with Government Agencies	\$	16,599	
Total General Welfare Assistance			16,599

(Continued)

Exhibit J-7

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

General Fund (Cont.)

Public Health and Welfare (Cont.)

Sanitation Education/Information

Foremen	\$	27,527	
Social Security		2,106	
State Retirement		1,580	
Maintenance and Repair Services - Vehicles		851	
Gasoline		3,879	
Instructional Supplies and Materials		7,300	
Other Supplies and Materials		614	
Total Sanitation Education/Information	\$		43,857

Social, Cultural, and Recreational Services

Senior Citizens Assistance

Matching Share	\$	93,703	
Total Senior Citizens Assistance			93,703

Libraries

Supervisor/Director	\$	66,667	
Part-time Personnel		81,776	
In-service Training		290	
Social Security		11,206	
State Retirement		3,827	
Communication		3,438	
Dues and Memberships		860	
Maintenance and Repair Services - Equipment		407	
Travel		963	
Library Books/Media		31,918	
Office Supplies		8,737	
Office Equipment		8,424	
Total Libraries			218,513

Parks and Fair Boards

Contributions	\$	4,394	
Total Parks and Fair Boards			4,394

Agriculture and Natural Resources

Agricultural Extension Service

Salary Supplements	\$	35,014	
Educational Assistants		32,595	
Board and Committee Members Fees		200	
In-service Training		145	
Social Security		5,012	
State Retirement		7,405	
Communication		2,495	
Travel		1,828	
Office Supplies		1,822	
Office Equipment		2,749	
Total Agricultural Extension Service			89,265

(Continued)

Exhibit J-7

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

General Fund (Cont.)

Agriculture and Natural Resources (Cont.)

Soil Conservation

Secretary(ies)	\$	32,595	
Social Security		2,150	
State Retirement		1,871	
Dues and Memberships		800	
Travel		2,704	
Other Contracted Services		785	
Office Supplies		140	
Office Equipment		1,617	
Total Soil Conservation			\$ 42,662

Other Operations

Other Economic and Community Development

Supervisor/Director	\$	58,062	
Social Security		4,442	
State Retirement		3,333	
Total Other Economic and Community Development			65,837

Veterans' Services

Supervisor/Director	\$	13,237	
Social Security		1,013	
Communication		1,657	
Data Processing Services		24	
Maintenance and Repair Services - Office Equipment		368	
Printing, Stationery, and Forms		58	
Travel		460	
Office Supplies		1,108	
Office Equipment		1,095	
Total Veterans' Services			19,020

Other Charges

Trustee's Commission	\$	235,597	
Total Other Charges			235,597

Contributions to Other Agencies

Contributions	\$	423,296	
Total Contributions to Other Agencies			423,296

Employee Benefits

Life Insurance	\$	11,450	
Medical Insurance		1,137,482	
Total Employee Benefits			1,148,932

Miscellaneous

Longevity Pay	\$	110,013	
State Retirement		1	
Disability Insurance		22,636	
Boiler Insurance		1,500	

(Continued)

Exhibit J-7

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

General Fund (Cont.)

Other Operations (Cont.)

Miscellaneous (Cont.)

Building and Contents Insurance	\$ 53,326	
Liability Insurance	40,364	
Premiums on Corporate Surety Bonds	7,038	
Vehicle and Equipment Insurance	6,200	
Workers' Compensation Insurance	32,516	
Total Miscellaneous		\$ 273,594

Capital Projects

Public Safety Projects

Other Equipment	\$ 18,629	
Total Public Safety Projects		18,629

Public Utility Projects

Other Construction	\$ 1,133,924	
Total Public Utility Projects		1,133,924

Total General Fund \$ 15,479,848

Courthouse and Jail Maintenance Fund

General Government

County Buildings

Building Improvements	\$ 6,250	
Total County Buildings		\$ 6,250

Other General Administration

Trustee's Commission	\$ 75	
Total Other General Administration		75

Total Courthouse and Jail Maintenance Fund 6,325

Solid Waste/Sanitation Fund

General Government

Other General Administration

Trustee's Commission	\$ 19,921	
Total Other General Administration		\$ 19,921

Public Health and Welfare

Sanitation Management

Assistant(s)	\$ 30,499
Supervisor/Director	47,510
Equipment Operators	33,736
Truck Drivers	31,724
Social Security	10,870
State Retirement	8,103
Advertising	1,474
Communication	2,106
Legal Services	10,472

(Continued)

Exhibit J-7

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

Solid Waste/Sanitation Fund (Cont.)

Public Health and Welfare (Cont.)

Sanitation Management (Cont.)

Electricity	\$	5,444	
Office Supplies		1,271	
Water and Sewer		3,488	
Premiums on Corporate Surety Bonds		75	
Vehicle and Equipment Insurance		6,800	
Workers' Compensation Insurance		10,000	
Motor Vehicles		131,018	
Solid Waste Equipment		140,968	
Total Sanitation Management			\$ 475,558

Convenience Centers

Laborers	\$	90,727	
In-service Training		200	
Social Security		6,941	
Communication		3,958	
Contracts with Government Agencies		398,227	
Contracts with Private Agencies		12,481	
Maintenance and Repair Services - Equipment		1,771	
Rentals		3,600	
Diesel Fuel		25,101	
Electricity		5,312	
Equipment and Machinery Parts		5,537	
Tires and Tubes		7,926	
Site Development		13,798	
Other Equipment		17,135	
Total Convenience Centers			592,714

Landfill Operation and Maintenance

Contracts with Private Agencies	\$	2,500	
Evaluation and Testing		21,000	
Maintenance Agreements		365	
Maintenance and Repair Services - Equipment		6,605	
Crushed Stone		3,215	
Equipment and Machinery Parts		712	
Other Supplies and Materials		5,006	
Total Landfill Operation and Maintenance			39,403

Other Operations

Employee Benefits

Life Insurance	\$	188	
Medical Insurance		30,231	
Disability Insurance		505	
Total Employee Benefits			30,924

Miscellaneous

Disability Insurance	\$	40	
Total Miscellaneous			40

Total Solid Waste/Sanitation Fund \$ 1,158,560

(Continued)

Exhibit J-7

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

Drug Control Fund

General Government

Other General Administration

Trustee's Commission	\$	2,164	
Total Other General Administration			\$ 2,164

Public Safety

Special Patrols

In-service Training	\$	325	
Communication		754	
Maintenance and Repair Services - Vehicles		440	
Gasoline		6,930	
Tires and Tubes		2,213	
Uniforms		135	
Other Supplies and Materials		207	
Law Enforcement Equipment		4,412	
Total Special Patrols			15,416

Drug Enforcement

Maintenance and Repair Services - Equipment	\$	2,577	
Law Enforcement Supplies		188	
Other Supplies and Materials		879	
Law Enforcement Equipment		42,714	
Office Equipment		9,357	
Total Drug Enforcement			55,715

Total Drug Control Fund \$ 73,295

Constitutional Officers - Fees Fund

Administration of Justice

Chancery Court

Special Commissioner Fees/Special Master Fees	\$	44,000	
Total Chancery Court			\$ 44,000

Total Constitutional Officers - Fees Fund 44,000

Unemployment Compensation Fund

General Government

Other General Administration

Unemployment Compensation	\$	31,868	
Total Other General Administration			\$ 31,868

Total Unemployment Compensation Fund 31,868

Highway/Public Works Fund

Highways

Administration

County Official/Administrative Officer	\$	74,770	
Assistant(s)		36,934	
Clerical Personnel		50,717	

(Continued)

Exhibit J-7

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

Highway/Public Works Fund (Cont.)

Highways (Cont.)

Administration (Cont.)

Advertising	\$	615	
Contracts with Private Agencies		6,650	
Data Processing Services		166	
Dues and Memberships		2,715	
Legal Services		976	
Licenses		18	
Printing, Stationery, and Forms		95	
Rentals		47	
Travel		972	
Custodial Supplies		250	
Data Processing Supplies		143	
Office Supplies		323	
Other Supplies and Materials		2,273	
Furniture and Fixtures		195	
Office Equipment		302	
Total Administration			\$ 178,161

Highway and Bridge Maintenance

Foremen	\$	161,959	
Equipment Operators - Heavy		491,724	
Truck Drivers		229,905	
Laborers		39,245	
Overtime Pay		6,545	
Other Contracted Services		8,408	
Asphalt - Cold Mix		4,939	
Asphalt - Hot Mix		271,475	
Asphalt - Liquid		138,108	
Crushed Stone		55,382	
Other Road Materials		15	
Pipe - Metal		24,482	
Road Signs		6,224	
Salt		1,215	
Fencing		2,500	
Other Supplies and Materials		5,996	
Bridge Construction		12,836	
Total Highway and Bridge Maintenance			1,460,958

Operation and Maintenance of Equipment

Foremen	\$	52,274	
Mechanic(s)		103,353	
Overtime Pay		1,778	
Rentals		1,310	
Diesel Fuel		95,321	
Equipment Parts - Light		33,198	
Equipment and Machinery Parts		60,039	
Garage Supplies		4,044	
Gasoline		24,610	

(Continued)

Exhibit J-7

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

Highway/Public Works Fund (Cont.)

Highways (Cont.)

Operation and Maintenance of Equipment (Cont.)

Lubricants	\$	2,420	
Propane Gas		785	
Small Tools		2,116	
Tires and Tubes		24,129	
Uniforms		8,370	
Total Operation and Maintenance of Equipment			\$ 413,747

Other Charges

Communication	\$	5,377	
Maintenance and Repair Services - Buildings		19	
Maintenance and Repair Services - Equipment		32	
Electricity		14,113	
Natural Gas		2,882	
Water and Sewer		164	
Premiums on Corporate Surety Bonds		350	
Trustee's Commission		31,622	
Vehicle and Equipment Insurance		32,500	
Workers' Compensation Insurance		34,000	
Total Other Charges			121,059

Employee Benefits

Longevity Pay	\$	27,400	
Social Security		93,127	
State Retirement		68,671	
Life Insurance		1,220	
Medical Insurance		170,119	
Disability Insurance		4,415	
Total Employee Benefits			364,952

Capital Outlay

Contributions	\$	52,917	
Other Equipment		92,225	
Total Capital Outlay			145,142

Total Highway/Public Works Fund \$ 2,684,019

General Debt Service Fund

General Government

Other General Administration

Trustee's Commission	\$	9,200	
Total Other General Administration			\$ 9,200

Principal on Debt

General Government

Principal on Notes	\$	294,109	
Principal on Other Loans		384,000	
Total General Government			678,109

(Continued)

Exhibit J-7

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

General Debt Service Fund (Cont.)

Interest on Debt

General Government

Interest on Notes	\$ 100,229	
Interest on Other Loans	17,601	
Total General Government	\$ 117,830	

Other Debt Service

General Government

Other Debt Issuance Charges	\$ 1,000	
Other Debt Service	4,871	
Total General Government	5,871	

Total General Debt Service Fund \$ 811,010

Education Debt Service Fund

General Government

Other General Administration

Trustee's Commission	\$ 49,805	
Total Other General Administration	\$ 49,805	

Principal on Debt

Education

Principal on Bonds	\$ 1,371,000	
Principal on Notes	703,183	
Principal on Other Loans	2,760,652	
Total Education	4,834,835	

Interest on Debt

Education

Interest on Bonds	\$ 387,829	
Interest on Notes	31,705	
Interest on Other Loans	48,708	
Total Education	468,242	

Other Debt Service

Education

Legal Services	\$ 18	
Other Debt Issuance Charges	28,830	
Other Debt Service	35,079	
Total Education	63,927	

Total Education Debt Service Fund 5,416,809

General Capital Projects Fund

General Government

Other General Administration

Trustee's Commission	\$ 6	
Total Other General Administration	\$ 6	

(Continued)

Exhibit J-7

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

<u>General Capital Projects Fund (Cont.)</u>			
<u>Capital Projects</u>			
<u>Other General Government Projects</u>			
Building Improvements	\$	327	
Total Other General Government Projects			\$ 327
Total General Capital Projects Fund			\$ 333
<u>Education Capital Projects Fund</u>			
<u>Capital Projects</u>			
<u>Education Capital Projects</u>			
Contributions	\$	1,004,544	
Total Education Capital Projects			\$ 1,004,544
Total Education Capital Projects Fund			1,004,544
<u>Other Capital Projects Fund</u>			
<u>General Government</u>			
<u>Other General Administration</u>			
Trustee's Commission	\$	8,363	
Total Other General Administration			\$ 8,363
<u>Capital Projects</u>			
<u>Other General Government Projects</u>			
Motor Vehicles	\$	443,671	
Total Other General Government Projects			443,671
Total Other Capital Projects Fund			452,034
Total Governmental Funds - Primary Government			<u>\$ 27,162,645</u>

Exhibit J-8

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

General Purpose School Fund

Instruction

Regular Instruction Program

Teachers	\$ 14,219,653	
Career Ladder Program	80,515	
Career Ladder Extended Contracts	25,700	
Homebound Teachers	121,533	
Salary Supplements	244,583	
Educational Assistants	690,327	
Bonus Payments	135,403	
Certified Substitute Teachers	63,930	
Non-certified Substitute Teachers	153,963	
Social Security	914,613	
State Retirement	1,344,591	
Life Insurance	11,362	
Medical Insurance	2,815,159	
Dental Insurance	40,902	
Disability Insurance	45,670	
Employer Medicare	214,746	
Other Fringe Benefits	8,234	
Licenses	141,327	
Tuition	12,956	
Other Contracted Services	198,201	
Data Processing Supplies	32,285	
Instructional Supplies and Materials	112,344	
Textbooks	117,405	
Other Supplies and Materials	1,000	
In Service/Staff Development	253	
Fee Waivers	111,714	
Other Charges	1,833	
Regular Instruction Equipment	487,347	
Total Regular Instruction Program		\$ 22,347,549

Alternative Instruction Program

Teachers	\$ 85,604	
Career Ladder Program	1,000	
Educational Assistants	6,230	
Bonus Payments	800	
Social Security	5,521	
State Retirement	7,762	
Medical Insurance	11,443	
Dental Insurance	1,434	
Employer Medicare	1,291	
Other Fringe Benefits	339	
Total Alternative Instruction Program		121,424

Special Education Program

Teachers	\$ 1,785,947
Career Ladder Program	11,500

(Continued)

Exhibit J-8

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

General Purpose School Fund (Cont.)

Instruction (Cont.)

Special Education Program (Cont.)

Educational Assistants	\$	211,292	
Speech Pathologist		345,170	
Bonus Payments		19,053	
Other Salaries and Wages		42,662	
Certified Substitute Teachers		540	
Non-certified Substitute Teachers		5,215	
Social Security		140,384	
State Retirement		203,405	
Medical Insurance		398,330	
Dental Insurance		4,078	
Employer Medicare		33,208	
Other Fringe Benefits		1,164	
Contracts with Private Agencies		132,255	
Maintenance and Repair Services - Equipment		3,454	
Other Contracted Services		5,220	
Instructional Supplies and Materials		227	
Other Supplies and Materials		7,185	
Total Special Education Program	\$		3,350,289

Vocational Education Program

Teachers	\$	815,901	
Career Ladder Program		2,000	
Bonus Payments		7,816	
Certified Substitute Teachers		330	
Non-certified Substitute Teachers		1,310	
Social Security		47,765	
State Retirement		73,202	
Medical Insurance		139,773	
Dental Insurance		623	
Employer Medicare		11,179	
Other Fringe Benefits		84	
Instructional Supplies and Materials		5,521	
Vocational Instruction Equipment		449	
Total Vocational Education Program			1,105,953

Adult Education Program

Teachers	\$	60,568	
Educational Assistants		6,333	
Bonus Payments		400	
Social Security		4,096	
State Retirement		5,396	
Medical Insurance		5,488	
Employer Medicare		958	
Total Adult Education Program			83,239

(Continued)

Exhibit J-8

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

General Purpose School Fund (Cont.)

Support Services

Attendance

Supervisor/Director	\$	27,918	
Career Ladder Program		400	
Secretary(ies)		7,381	
Bonus Payments		160	
Social Security		2,150	
State Retirement		2,953	
Medical Insurance		9,250	
Employer Medicare		503	
Travel		115	
In Service/Staff Development		592	
Total Attendance			\$ 51,422

Health Services

Supervisor/Director	\$	46,185	
Medical Personnel		196,916	
Social Security		13,953	
State Retirement		11,943	
Medical Insurance		51,555	
Employer Medicare		3,263	
Communication		603	
Dues and Memberships		376	
Maintenance and Repair Services - Equipment		416	
Travel		5,626	
Other Contracted Services		2,500	
Drugs and Medical Supplies		1,387	
Other Supplies and Materials		25,797	
In Service/Staff Development		3,740	
Other Equipment		480,743	
Total Health Services			845,003

Other Student Support

Career Ladder Program	\$	1,600	
Guidance Personnel		803,644	
Bonus Payments		7,179	
Other Salaries and Wages		80	
Social Security		45,119	
State Retirement		69,066	
Medical Insurance		136,216	
Dental Insurance		996	
Employer Medicare		10,965	
Other Fringe Benefits		303	
Contracts with Government Agencies		152,368	
Licenses		48,160	
Other Contracted Services		141	
Other Supplies and Materials		13,298	
In Service/Staff Development		6,716	
Furniture and Fixtures		2,218	
Total Other Student Support			1,298,069

(Continued)

Exhibit J-8

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

General Purpose School Fund (Cont.)

Support Services (Cont.)

Regular Instruction Program

Supervisor/Director	\$	174,154	
Career Ladder Program		12,900	
Librarians		547,964	
Materials Supervisor		19,721	
Secretary(ies)		93,341	
Bonus Payments		5,588	
Other Salaries and Wages		192,031	
Social Security		61,236	
State Retirement		80,279	
Medical Insurance		137,765	
Dental Insurance		3,294	
Employer Medicare		14,374	
Other Fringe Benefits		771	
Dues and Memberships		50	
Licenses		13,980	
Travel		18,296	
Other Contracted Services		12,309	
Data Processing Supplies		10,214	
Food Supplies		232	
Library Books/Media		29,702	
Other Supplies and Materials		2,202	
In Service/Staff Development		17,201	
Other Charges		520	
Regular Instruction Equipment		26,960	
Other Equipment		4,599	
Total Regular Instruction Program			\$ 1,479,683

Alternative Instruction Program

Supervisor/Director	\$	20,938	
Career Ladder Program		300	
Clerical Personnel		5,536	
Bonus Payments		120	
Social Security		1,612	
State Retirement		2,214	
Medical Insurance		1,646	
Employer Medicare		377	
Total Alternative Instruction Program			32,743

Special Education Program

Supervisor/Director	\$	70,623	
Psychological Personnel		200,496	
Secretary(ies)		34,159	
Bonus Payments		1,830	
Social Security		18,408	
State Retirement		26,199	
Medical Insurance		37,028	

(Continued)

Exhibit J-8

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

General Purpose School Fund (Cont.)

Support Services (Cont.)

Special Education Program (Cont.)

Dental Insurance	\$	832	
Employer Medicare		4,305	
Other Fringe Benefits		185	
Licenses		70	
Travel		8,108	
Other Contracted Services		6,942	
Data Processing Supplies		8,178	
Other Supplies and Materials		4,721	
In Service/Staff Development		3,484	
Total Special Education Program			\$ 425,568

Vocational Education Program

Supervisor/Director	\$	59,589	
Bonus Payments		280	
Social Security		3,703	
State Retirement		5,316	
Medical Insurance		4,106	
Employer Medicare		866	
Travel		270	
Other Contracted Services		586	
Administration Equipment		190	
Total Vocational Education Program			74,906

Adult Programs

Supervisor/Director	\$	20,938	
Career Ladder Program		300	
Clerical Personnel		5,536	
Bonus Payments		120	
Social Security		1,612	
State Retirement		2,214	
Medical Insurance		1,646	
Employer Medicare		377	
Other Contracted Services		600	
Total Adult Programs			33,343

Other Programs

On-behalf Payments to OPEB	\$	181,488	
Total Other Programs			181,488

Board of Education

Other Salaries and Wages	\$	325	
Board and Committee Members Fees		15,300	
Social Security		965	
State Retirement		19	
Unemployment Compensation		25,000	
Employer Medicare		226	

(Continued)

Exhibit J-8

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

General Purpose School Fund (Cont.)

Support Services (Cont.)

Board of Education (Cont.)

Audit Services	\$	11,315	
Dues and Memberships		6,814	
Legal Services		24,242	
Other Contracted Services		550	
Food Supplies		1,009	
Office Supplies		441	
Other Supplies and Materials		17	
Liability Insurance		85,896	
Trustee's Commission		264,003	
Workers' Compensation Insurance		167,196	
Liability Claims		998	
Fines, Assessments, and Penalties		2,611	
Criminal Investigation of Applicants - TBI		1,776	
Other Charges		6,084	
Total Board of Education			\$ 614,787

Director of Schools

County Official/Administrative Officer	\$	120,025	
Secretary(ies)		36,230	
Social Security		8,883	
State Retirement		18,691	
Life Insurance		412	
Medical Insurance		23,831	
Dental Insurance		1,097	
Employer Medicare		2,183	
Other Fringe Benefits		256	
Advertising		4,832	
Communication		18,655	
Dues and Memberships		3,268	
Maintenance and Repair Services - Equipment		1,715	
Postal Charges		4,616	
Travel		6,127	
Other Contracted Services		3,443	
Food Supplies		1,477	
Office Supplies		6,587	
Other Supplies and Materials		61	
In Service/Staff Development		1,965	
Other Charges		622	
Administration Equipment		8,524	
Total Director of Schools			273,500

Office of the Principal

Principals	\$	865,370	
Career Ladder Program		8,000	
Assistant Principals		378,611	
Secretary(ies)		478,601	

(Continued)

Exhibit J-8

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

General Purpose School Fund (Cont.)

Support Services (Cont.)

Office of the Principal (Cont.)

Bonus Payments	\$	7,160	
Social Security		100,266	
State Retirement		137,970	
Medical Insurance		232,414	
Dental Insurance		3,412	
Employer Medicare		23,450	
Other Fringe Benefits		943	
Communication		87,635	
Licenses		4,752	
Travel		1,692	
Food Supplies		5,381	
Office Supplies		12,402	
In Service/Staff Development		4,812	
Other Charges		2,478	
Total Office of the Principal			\$ 2,355,349

Fiscal Services

Supervisor/Director	\$	58,435	
Accountants/Bookkeepers		160,173	
Other Salaries and Wages		8,506	
Social Security		13,193	
State Retirement		11,617	
Medical Insurance		26,611	
Dental Insurance		1,642	
Employer Medicare		3,085	
Other Fringe Benefits		258	
Data Processing Services		9,195	
Travel		475	
Other Contracted Services		4,731	
Data Processing Supplies		6,885	
Office Supplies		629	
In Service/Staff Development		2,628	
Administration Equipment		343	
Total Fiscal Services			308,406

Human Services/Personnel

Supervisor/Director	\$	57,351	
Career Ladder Program		700	
Secretary(ies)		17,019	
Bonus Payments		280	
Social Security		4,501	
State Retirement		6,157	
Medical Insurance		5,948	
Employer Medicare		1,053	
Other Contracted Services		3,377	
Office Supplies		99	

(Continued)

Exhibit J-8

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

General Purpose School Fund (Cont.)

Support Services (Cont.)

Human Services/Personnel (Cont.)

In Service/Staff Development	\$	384	
Administration Equipment		421	
Total Human Services/Personnel			\$ 97,290

Operation of Plant

Janitorial Services	\$	1,358,498	
Disposal Fees		33,273	
Other Contracted Services		18,798	
Electricity		1,195,194	
Natural Gas		142,266	
Water and Sewer		226,889	
Building and Contents Insurance		251,757	
Total Operation of Plant			3,226,675

Maintenance of Plant

Supervisor/Director	\$	37,851	
Secretary(ies)		30,921	
Social Security		4,068	
State Retirement		3,948	
Medical Insurance		7,920	
Dental Insurance		43	
Employer Medicare		952	
Other Fringe Benefits		13	
Communication		1,836	
Maintenance Agreements		738,870	
Maintenance and Repair Services - Buildings		117,751	
Maintenance and Repair Services - Equipment		16,753	
Maintenance and Repair Services - Vehicles		1,372	
Pest Control		23,230	
Disposal Fees		2,870	
Permits		3,358	
Other Contracted Services		112,814	
Equipment and Machinery Parts		34,625	
Gasoline		20,469	
General Construction Materials		60,082	
Other Supplies and Materials		4,956	
Vehicle and Equipment Insurance		13,310	
Other Charges		2,297	
Maintenance Equipment		675	
Other Equipment		20,007	
Total Maintenance of Plant			1,260,991

Transportation

Supervisor/Director	\$	37,851	
Mechanic(s)		149,470	
Bus Drivers		764,005	

(Continued)

Exhibit J-8

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

General Purpose School Fund (Cont.)

Support Services (Cont.)

Transportation (Cont.)

Guards	\$	16,218	
Secretary(ies)		30,921	
Other Salaries and Wages		93,753	
In-service Training		6,295	
Social Security		62,109	
State Retirement		51,644	
Medical Insurance		35,043	
Dental Insurance		386	
Employer Medicare		15,719	
Other Fringe Benefits		117	
Communication		15,648	
Contracts with Parents		8,093	
Laundry Service		6,028	
Licenses		605	
Maintenance and Repair Services - Equipment		885	
Maintenance and Repair Services - Vehicles		56,432	
Medical and Dental Services		3,105	
Disposal Fees		426	
Other Contracted Services		15,589	
Crushed Stone		433	
Diesel Fuel		299,031	
Equipment and Machinery Parts		59	
Gasoline		13,728	
Lubricants		1,395	
Office Supplies		202	
Tires and Tubes		78,327	
Vehicle Parts		121,274	
Other Supplies and Materials		1,137	
Vehicle and Equipment Insurance		74,870	
In Service/Staff Development		1,848	
Other Charges		2,164	
Transportation Equipment		526,250	
Total Transportation			\$ 2,491,060

Operation of Non-instructional Services

Community Services

Supervisor/Director	\$	32,690	
Secretary(ies)		17,012	
Bonus Payments		200	
Other Salaries and Wages		580,627	
Social Security		37,816	
State Retirement		26,151	
Medical Insurance		48,655	
Dental Insurance		2,983	
Employer Medicare		8,167	
Other Fringe Benefits		689	

(Continued)

Exhibit J-8

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

General Purpose School Fund (Cont.)

Operation of Non-instructional Services (Cont.)

Community Services (Cont.)

Communication	\$	6,342	
Dues and Memberships		45	
Travel		1,041	
Permits		50	
Other Contracted Services		300	
Food Supplies		33,713	
Other Supplies and Materials		18,121	
In Service/Staff Development		49	
Other Charges		11,178	
Other Equipment		25,972	
Total Community Services			\$ 851,801

Early Childhood Education

Supervisor/Director	\$	32,690	
Teachers		225,308	
Secretary(ies)		8,506	
Educational Assistants		71,423	
Bonus Payments		2,200	
Certified Substitute Teachers		1,800	
Non-certified Substitute Teachers		3,822	
Social Security		20,098	
State Retirement		27,689	
Medical Insurance		51,326	
Dental Insurance		2,794	
Employer Medicare		4,722	
Other Fringe Benefits		597	
Communication		230	
Travel		63	
Food Supplies		5,610	
Instructional Supplies and Materials		9,556	
Other Supplies and Materials		3,982	
In Service/Staff Development		2,000	
Other Charges		4,995	
Other Equipment		17,611	
Total Early Childhood Education			497,022

Capital Outlay

Regular Capital Outlay

Architects	\$	18,019	
Building Improvements		88,000	
Furniture and Fixtures		4,000	
Heating and Air Conditioning Equipment		1,453,162	
Other Capital Outlay		491,080	
Total Regular Capital Outlay			2,054,261

(Continued)

Exhibit J-8

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

General Purpose School Fund (Cont.)

Other Debt Service

Education

Debt Service Contribution to Primary Government	\$	438,348	
Total Education			\$ 438,348

Total General Purpose School Fund \$ 45,900,169

School Federal Projects Fund

Instruction

Regular Instruction Program

Educational Assistants	\$	85,569	
Other Salaries and Wages		12,506	
Certified Substitute Teachers		1,710	
Non-certified Substitute Teachers		8,730	
Social Security		5,914	
State Retirement		5,211	
Medical Insurance		26,012	
Dental Insurance		600	
Employer Medicare		1,383	
Other Fringe Benefits		185	
Instructional Supplies and Materials		138,914	
Regular Instruction Equipment		223,187	
Total Regular Instruction Program			\$ 509,921

Special Education Program

Teachers	\$	3,815	
Educational Assistants		617,344	
Speech Pathologist		36,123	
Social Security		37,609	
State Retirement		34,625	
Medical Insurance		139,782	
Dental Insurance		9,743	
Employer Medicare		8,795	
Other Fringe Benefits		2,178	
Other Contracted Services		54,900	
Instructional Supplies and Materials		1,771	
Total Special Education Program			946,685

Vocational Education Program

Instructional Supplies and Materials	\$	19,721	
Vocational Instruction Equipment		43,315	
Total Vocational Education Program			63,036

Support Services

Other Student Support

Bonus Payments	\$	1,952	
Other Salaries and Wages		237,511	
Social Security		14,329	

(Continued)

Exhibit J-8

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

School Federal Projects Fund (Cont.)

Support Services (Cont.)

Other Student Support (Cont.)

State Retirement	\$	21,264	
Medical Insurance		23,614	
Dental Insurance		1,664	
Employer Medicare		3,351	
Other Fringe Benefits		371	
Communication		451	
Postal Charges		386	
Travel		14,394	
Other Supplies and Materials		20,323	
Other Charges		66	
Total Other Student Support			\$ 339,676

Regular Instruction Program

Supervisor/Director	\$	59,163	
Secretary(ies)		25,585	
Bonus Payments		300	
Other Salaries and Wages		153,109	
Social Security		8,238	
State Retirement		11,411	
Medical Insurance		15,404	
Employer Medicare		3,367	
Travel		552	
Other Supplies and Materials		4,361	
In Service/Staff Development		107,610	
Other Equipment		1,431	
Total Regular Instruction Program			390,531

Special Education Program

Psychological Personnel	\$	51,921	
Other Salaries and Wages		130,133	
Social Security		10,728	
State Retirement		12,564	
Medical Insurance		8,301	
Dental Insurance		2,259	
Employer Medicare		2,509	
Other Fringe Benefits		324	
Other Supplies and Materials		41,597	
In Service/Staff Development		1,720	
Total Special Education Program			262,056

Vocational Education Program

Travel	\$	25	
In Service/Staff Development		570	
Total Vocational Education Program			595

(Continued)

Exhibit J-8

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

School Federal Projects Fund (Cont.)

Support Services (Cont.)

Transportation

Bus Drivers	\$	14,643	
Social Security		569	
State Retirement		422	
Employer Medicare		212	
Diesel Fuel		1,171	
Total Transportation			<u>\$ 17,017</u>

Total School Federal Projects Fund \$ 2,529,517

Central Cafeteria Fund

Operation of Non-instructional Services

Food Service

Supervisor/Director	\$	54,893	
Clerical Personnel		59,575	
Cafeteria Personnel		957,599	
Social Security		63,415	
State Retirement		34,676	
Life Insurance		1,195	
Medical Insurance		124,119	
Dental Insurance		5,692	
Disability Insurance		1,788	
Unemployment Compensation		2,500	
Employer Medicare		14,959	
Other Fringe Benefits		678	
Advertising		341	
Communication		13,638	
Dues and Memberships		733	
Licenses		960	
Maintenance and Repair Services - Equipment		75,321	
Transportation - Other than Students		23,868	
Travel		2,556	
Other Contracted Services		52,681	
Equipment and Machinery Parts		1,424	
Food Preparation Supplies		107,884	
Food Supplies		1,172,536	
Office Supplies		12,275	
Uniforms		7,536	
Utilities		100,223	
USDA - Commodities		214,289	
Other Supplies and Materials		2,094	
In Service/Staff Development		552	
Other Charges		328	
Food Service Equipment		306,249	
Total Food Service			<u>\$ 3,416,577</u>

Total Central Cafeteria Fund 3,416,577

Total Governmental Funds - Cheatham County School Department \$ 51,846,263

Exhibit J-9

Cheatham 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	\$ 2,413,156
Total Cash Receipts	<u>\$ 2,413,156</u>
 <u>Cash Disbursements</u>	
Remittance of Revenues Collected	\$ 2,389,024
Trustee's Commission	24,132
Total Cash Disbursements	<u>\$ 2,413,156</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>

SINGLE AUDIT SECTION



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

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

Independent Auditor's Report

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

To the County Mayor and Board of County Commissioners:

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Cheatham County, Tennessee, as of and for the year ended June 30, 2014, and the related notes to the financial statements, which collectively comprise Cheatham County's basic financial statements, and have issued our report thereon dated February 23, 2015. Our report includes a reference to other auditors who audited the financial statements of the discretely presented Cheatham County Emergency Communications District, as described in our report on Cheatham 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 Cheatham 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 Cheatham County's internal control. Accordingly, we do not express an opinion on the effectiveness of Cheatham 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 these deficiencies described in the accompanying Schedule of Findings and Questioned Costs to be material weaknesses: 2014-001 and 2014-004.

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: 2014-002 and 2014-003.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether Cheatham 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: 2014-005 and 2014-006.

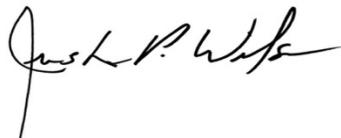
Cheatham County's Responses to Findings

Cheatham County's responses to the findings identified in our audit are described in the accompanying Schedule of Findings and Questioned Costs. Cheatham County's responses were not subjected to the auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on them.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the 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 Cheatham County's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Very truly yours,



Justin P. Wilson
Comptroller of the Treasury
Nashville, Tennessee

February 23, 2015

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
NASHVILLE, TENNESSEE 37243-1402
PHONE (615) 401-7841

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

Independent Auditor's Report

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

To the County Mayor and Board of County Commissioners:

Report on Compliance for Each Major Federal Program

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

Opinion on Each Major Federal Program

In our opinion, Cheatham 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.

Report on Internal Control Over Compliance

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

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

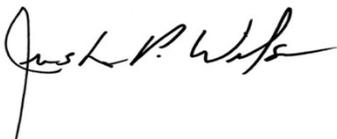
Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

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

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

We have audited the financial statements of the governmental activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Cheatham County, Tennessee, as of and for the year ended June 30, 2014, and the related notes to the financial statements, which collectively comprise Cheatham County's basic financial statements. We issued our report thereon dated February 23, 2015, which contained unmodified opinions on those financial statements. Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the basic financial statements. The accompanying Schedule of Expenditures of Federal Awards is presented for purposes of additional analysis as required by OMB Circular A-133 and is not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the Schedule of Expenditures of Federal Awards is fairly stated in all material respects in relation to the basic financial statements as a whole.

Very truly yours,



Justin P. Wilson
Comptroller of the Treasury
Nashville, Tennessee

February 23, 2015

JPW/yu

Cheatham 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	N/A	\$ 214,289 (3)
Passed-through State Department of Education:			
Child Nutrition Cluster:			
School Breakfast Program	10.553	N/A	450,052
National School Lunch Program	10.555	N/A	1,334,320 (3)
Fresh Fruit and Vegetable Program	10.582	N/A	27,970
Total U.S. Department of Agriculture			<u>\$ 2,026,631</u>
U.S. Department of the Interior:			
Direct Program:			
Payments in-Lieu-of Taxes	15.226	N/A	\$ 11,182
Total U.S. Department of the Interior			<u>\$ 11,182</u>
U.S. Election Assistance Commission			
Passed-through Tennessee Secretary of State:			
Help America Vote Act Requirements Payments	19.401	(2)	\$ 29,963
Total U.S. Election Assistance Commission			<u>\$ 29,963</u>
U.S. Department of Transportation:			
Passed-through State Department of Transportation:			
Alcohol Open Container Requirements	20.607	(2)	\$ 21,978
National Priority Safety Programs	20.616	N/A	13,387
Total U.S. Department of Transportation			<u>\$ 35,365</u>
U.S. Department of Education:			
Passed-through State Department of Education:			
Title I Grants to Local Educational Agencies	84.010	N/A	\$ 958,823
Special Education Cluster:			
Special Education - Grants to States	84.027	N/A	1,349,788
Special Education - Preschool Grants	84.173	N/A	49,862
Career and Technical Education - Basic Grants to States	84.048	N/A	77,234
Improving Teacher Quality State Grants	84.367	N/A	197,641
State Fiscal Stabilization Fund - Race-to-the-Top Incentive Grants, Recovery Act	84.395	N/A	73,838
Total U.S. Department of Education			<u>\$ 2,707,186</u>
U.S. Department of Health and Human Services:			
Direct Program:			
Affordable Care Act (ACA) Grants for School-Based Health Center Capital Expenditures	93.501	N/A	\$ 462,916
Total U.S. Department of Health and Human Services			<u>\$ 462,916</u>
U.S. Department of Homeland Security:			
Passed-through State Department of Military:			
Disaster Grants - Public Assistance (Presidentially Declared Disasters)	97.036	(2)	\$ 932,961
Emergency Management Performance Grants	97.042	(2)	30,350
Homeland Security Grant Program	97.067	(2)	1,500
Total U.S. Department of Homeland Security			<u>\$ 964,811</u>
Total Expenditure of Federal Awards			<u>\$ 6,238,054</u>

(Continued)

Cheatham 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	Contract Number	Expenditures
<u>State Grants</u>			
Disaster Relief - State Department of Military	N/A	(2)	\$ 1,185
ALERT! Arts Student Ticket Subsidy - Tennessee Arts Commission	N/A	(2)	2,478
Early Childhood Education - State Department of Education	N/A	(2)	497,023
Safe Schools Act - State Department of Education	N/A	(2)	23,160
Coordinated School Health - State Department of Health	N/A	(2)	104,965
Internet Connectivity Grant - State Department of Education	N/A	(2)	19,114
Waste Tire Grant - State Department of Environment and Conservation	N/A	(2)	9,699
Litter Program - State Department of Transportation	N/A	(2)	39,230
Help America Vote - Tennessee Secretary of State	N/A	(2)	1,577
Disaster Grant - State Department of Military	N/A	(2)	70,380
Technology Grant - State Library and Archives	N/A	(2)	809
Rural Local Health Services - State Department of Health	N/A	(2)	16,421
			<u>\$ 786,041</u>

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

- (1) Presented in conformity with generally accepted accounting principles using the modified accrual basis of accounting.
- (2) Information not available.
- (3) Total for CFDA No. 10.555 is \$1,548,609.

Cheatham 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 Cheatham County, Tennessee, for the year ended June 30, 2013, which have not been corrected.

PROBATION DEPARTMENT

<u>Finding Number</u>	<u>Page Number</u>	<u>Subject</u>
2013-003	165	Some probation funds were not deposited within three days of collection.

OFFICE OF ROAD SUPERINTENDENT

<u>Finding Number</u>	<u>Page Number</u>	<u>Subject</u>
2013-005	167	Several deficiencies were noted concerning employees' leave.

OFFICE OF DIRECTOR OF SCHOOLS

<u>Finding Number</u>	<u>Page Number</u>	<u>Subject</u>
2013-007	168	Material audit adjustments were required for proper financial statement presentation.

CHEATHAM COUNTY, TENNESSEE

SCHEDULE OF FINDINGS AND QUESTIONED COSTS

For the Year Ended June 30, 2014

PART I, SUMMARY OF AUDITOR'S RESULTS

1. Our report on the financial statements of Cheatham County is unmodified.
2. The audit of the financial statements of Cheatham County disclosed significant deficiencies in internal control. Two of these deficiencies were considered to be material weaknesses.
3. The audit disclosed no instances of noncompliance that are material to the financial statements of Cheatham County.
4. The audit disclosed no significant deficiencies in internal control over major programs.
5. An unmodified opinion was issued on compliance for major programs.
6. The audit revealed no findings that are required to be reported under Section 510(a) of OMB Circular A-133.
7. The Child Nutrition Cluster: School Breakfast Program and National School Lunch Program (CFDA Nos. 10.553 and 10.555), the Affordable Care Act Grants for School-Based Health Center Capital Expenditures (CFDA No. 93.501), and Disaster Grants – Public Assistance (Presidentially Declared Disasters (CFDA No. 97.036) were determined to be major programs.
8. A \$300,000 threshold was used to distinguish between Type A and Type B federal programs.
9. Cheatham County did not qualify as a low-risk auditee.

PART II, FINDINGS RELATING TO THE FINANCIAL STATEMENTS

Findings and recommendations, as a result of our examination, are presented below. We reviewed these findings and recommendations with management to provide an opportunity for their response. The county mayor's and director of accounts and budget's written responses are paraphrased in this report. Other management officials did not provide responses for inclusion in this report.

OFFICES OF COUNTY MAYOR AND DIRECTOR OF ACCOUNTS AND BUDGETS

FINDING 2014-001

MATERIAL AUDIT ADJUSTMENTS WERE REQUIRED FOR PROPER FINANCIAL STATEMENT PRESENTATION FOR THE GENERAL AND HIGHWAY/PUBLIC WORKS FUNDS

(Internal Control – Material Weakness Under Government Auditing Standards)

At June 30, 2014, certain general ledger account balances in the General and Highway/Public Works 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 increase receivables (\$350,742), the allowance for uncollectible receivables (\$129,758), and deferred revenues (\$220,633) in the General Fund and to decrease receivables (\$142,402) and fund equity (\$145,848) in the Highway/Public Works Fund. Generally accepted accounting principles require Cheatham 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

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

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

Auditors gave the director of accounts and budgets adjustments to correctly reflect the General and Highway/Public Works funds' receivables. The Ambulance Service vendor provided the director of accounts and budgets with reports that did not have correct beginning balances. This, as well as using incorrect data from the report, caused the ambulance receivables to be incorrect. Additionally, the director of accounts and budgets did not properly defer the local option and petroleum/gas taxes in the Highway/Public Works Fund. Management has discussed these issues with the auditor to fully understand the closing entries for the deferred revenue to ensure there is no repeat finding.

FINDING 2014-002

THE PAYROLL TAX BANK ACCOUNT WAS NOT RECONCILED WITH THE GENERAL LEDGER

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

Cheatham County maintains a payroll tax clearing account with the bank to deposit employee payroll taxes due the Internal Revenue Service (IRS) and notifies the IRS of these deposits so withdrawals can be made from the county's account. The county receives monthly bank statements for this account; however, during the year, these bank statements were not reconciled with the general ledger. Since errors were not identified and corrected, the payroll tax bank account did not reconcile with the general ledger account by \$1,785 at June 30, 2014. We provided audit adjustments that management accepted to properly reflect the bank balance in the financial statements of this report.

RECOMMENDATION

Management should reconcile bank statements with the general ledger monthly and any errors discovered should be corrected promptly.

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

Management has discussed with the payroll clerk the importance of balancing the payroll tax bank account on a monthly basis. Management has plans to meet with the payroll clerk on a monthly basis to ensure the bank account is being reconciled.

OFFICE OF ROAD SUPERINTENDENT

FINDING 2014-003

SEVERAL DEFICIENCIES WERE NOTED CONCERNING EMPLOYEES' LEAVE

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

Our examination of the employees' leave records revealed the following deficiencies that are the result of management's failure to correct the finding noted in the prior-year audit report:

- A. In several instances, county leave records differed from employees time cards for compensatory time earned and sick leave taken.
- B. Several employees' yearly totals for annual and sick leave earned exceeded the maximum amount authorized by county policy.
- C. Sick leave totals for eligible retirees at June 30, 2014, were not properly calculated based on our interpretation of the county's policy.

- D. The wording of the leave policy is unclear on the proper way to account for workers' compensatory leave and on the payout of retirees' sick leave.

RECOMMENDATION

The county's leave records should agree with employees' time cards. Accumulated amounts for annual and sick leave earned should be in compliance with the department's policy. Sick leave balances for eligible retirees should be calculated accurately in accordance with department policy. The wording of the department's leave policies should be clarified to clearly state how to calculate and account for various leave benefits.

OFFICE OF DIRECTOR OF SCHOOLS

FINDING 2014-004

MATERIAL AUDIT ADJUSTMENTS WERE REQUIRED FOR PROPER FINANCIAL STATEMENT PRESENTATION FOR THE GENERAL PURPOSE SCHOOL FUND

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

At June 30, 2014, certain general ledger account balances in the General Purpose School Fund 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 increase property taxes receivable (\$120,385), decrease the allowance for uncollectible property taxes (\$76,769), increase other receivables (\$368,964), and to increase deferred property tax revenue (\$172,973). Generally accepted accounting principles require the School Department to have adequate internal controls over the maintenance of its accounting records. Material audit adjustments were required because the department'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 department 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 management's failure to correct the finding noted in the prior-year audit report. We presented audit adjustments to management that they approved and posted to properly present the financial statements in this report.

RECOMMENDATION

The School Department should have appropriate processes in place to ensure that its general ledgers are materially correct.

MANAGEMENT'S RESPONSE – DIRECTOR OF SCHOOLS

I concur. The auditors took time to consult with us concerning estimation options, and we have selected a method that will enable us to book deferred revenues appropriately. This process should eliminate any future material audit adjustments.

PROBATION DEPARTMENT

FINDING 2014-005

SOME FUNDS WERE NOT DEPOSITED WITHIN THREE DAYS OF COLLECTION

(Noncompliance Under *Government Auditing Standards*)

As part of our audit procedures for obtaining reasonable assurance that funds collected were deposited with the county trustee within three days of collection as required by Section 5-8-207, *Tennessee Code Annotated (TCA)*, we judgmentally selected the months of November 2013 and May 2014 to examine receipts and deposits. Our examination discovered that in seven instances, funds were not deposited with the county trustee within three days of collection. This deficiency can be attributed to the failure of management to correct the finding noted in the prior-year audit report. This deficiency in internal controls increases the risk of fraud and abuse.

RECOMMENDATION

Probation Office funds should be deposited with the county trustee within three days of collection as required by state statute.

FINDING 2014-006

A CASH SHORTAGE OF \$25 EXISTED AT JUNE 30, 2014

(Noncompliance Under *Government Auditing Standards*)

While sampling receipts and deposits, we noted that one receipt for \$25 dated November 26, 2013, had not been deposited with the county trustee. We subsequently expanded our test work to include December 2013 but no other discrepancies were discovered. An employee of the Probation Office filed a Fraud Reporting Form concerning the missing funds with the state Comptroller's Office on June 20, 2014. At June 30, 2014, a cash shortage of \$25 is reflected in the county's financial statements.

RECOMMENDATION

Officials should take steps to recover the cash shortage, and should reconcile receipts with deposits on a current basis.

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

There were no findings and questioned costs for federal awards.

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 Cheatham County.

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

Cheatham 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 Cheatham 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.

**CHEATHAM 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- or current-years' Schedules of Findings and Questioned Costs.