

ANNUAL FINANCIAL REPORT
PUTNAM COUNTY, TENNESSEE

FOR THE YEAR ENDED JUNE 30, 2017



DIVISION OF LOCAL GOVERNMENT AUDIT



**ANNUAL FINANCIAL REPORT
PUTNAM COUNTY, TENNESSEE
FOR THE YEAR ENDED JUNE 30, 2017**

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

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

PUTNAM COUNTY, TENNESSEE
TABLE OF CONTENTS

	Exhibit	Page(s)
Summary of Audit Findings		6
<u>INTRODUCTORY SECTION</u>		7
Putnam County Officials		8
<u>FINANCIAL SECTION</u>		9
Independent Auditor's Report		10-12
BASIC FINANCIAL STATEMENTS:		13
Government-wide Financial Statements:		
Statement of Net Position	A	14-15
Statement of Activities	B	16-17
Fund Financial Statements:		
Governmental Funds:		
Balance Sheet	C-1	18-20
Reconciliation of the Balance Sheet of Governmental Funds to the Statement of Net Position	C-2	21
Statement of Revenues, Expenditures, and Changes in Fund Balances	C-3	22-23
Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances of Governmental Funds to the Statement of Activities	C-4	24
Statement of Revenues, Expenditures, and Changes in Fund Balance – Actual (Budgetary Basis) and Budget: General Fund	C-5	25-27
Proprietary Fund:		
Statement of Net Position	D-1	28
Statement of Revenues, Expenses, and Changes in Net Position	D-2	29
Statement of Cash Flows	D-3	30
Fiduciary Funds:		
Statement of Fiduciary Assets and Liabilities	E	31
Index and Notes to the Financial Statements		32-88
REQUIRED SUPPLEMENTARY INFORMATION:		89
Schedule of Changes in Net Pension Liability (Asset) and Related Ratios Based on Participation in the Public Employee Pension Plan of TCRS – Primary Government	F-1	90
Schedule of Contributions Based on Participation in the Public Employee Pension Plan of TCRS – Primary Government	F-2	91
Schedule of Contributions Based on Participation in the Teacher Retirement Plan of TCRS – Discretely Presented Putnam County School Department	F-3	92
Schedule of Contributions Based on Participation in the Teacher Legacy Pension Plan of TCRS – Discretely Presented Putnam County School Department	F-4	93

	Exhibit	Page(s)
Schedule of Proportionate Share of the Net Pension Asset in the Teacher Pension Plan of TCRS – Discretely Presented Putnam County School Department	F-5	94
Schedule of Proportionate Share of the Net Pension Asset in the Teacher Legacy Pension Plan of TCRS – Discretely Presented Putnam County School Department	F-6	95
Schedule of Funding Progress – Other Postemployment Benefits Plans – Primary Government and Discretely Presented Putnam County School Department	F-7	96
Notes to the Required Supplementary Information		97
COMBINING AND INDIVIDUAL FUND FINANCIAL STATEMENTS AND SCHEDULES:		98
Nonmajor Governmental Funds:		99-100
Combining Balance Sheet	G-1	101-104
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances	G-2	105-108
Schedules of Revenues, Expenditures, and Changes in Fund Balances – Actual (Budgetary Basis) and Budget:		
Solid Waste/Sanitation Fund	G-3	109
Industrial/Economic Development Fund	G-4	110
Special Purpose Fund	G-5	111
Drug Control Fund	G-6	112
Sports and Recreation Fund	G-7	113
Highway/Public Works Fund	G-8	114
General Capital Projects Fund	G-9	115
Major Governmental Fund:		116
Schedule of Revenues, Expenditures, and Changes in Fund Balance – Actual and Budget:		
General Debt Service Fund	H	117
Fiduciary Funds:		118
Combining Statement of Fiduciary Assets and Liabilities	I-1	119
Combining Statement of Changes in Assets and Liabilities – All Agency Funds	I-2	120-121
Component Unit:		
Discretely Presented Putnam County School Department:		122
Statement of Activities	J-1	123
Balance Sheet – Governmental Funds	J-2	124
Reconciliation of the Balance Sheet of Governmental Funds to the Statement of Net Position	J-3	125
Statement of Revenues, Expenditures, and Changes in Fund Balances – Governmental Funds	J-4	126
Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances of Governmental Funds to the Statement of Activities	J-5	127
Combining Balance Sheet – Nonmajor Governmental Funds	J-6	128
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances – Nonmajor Governmental Funds	J-7	129-130
Schedules of Revenues, Expenditures, and Changes in Fund Balances – Actual (Budgetary Basis) and Budget:		
General Purpose School Fund	J-8	131-132
School Federal Projects Fund	J-9	133
Central Cafeteria Fund	J-10	134
Extended School Program Fund	J-11	135

	Exhibit	Page(s)
Miscellaneous Schedules:		136
Schedule of Changes in Long-term Bonds and Capital Leases	K-1	137
Schedule of Long-term Debt Requirements by Year	K-2	138
Schedule of Notes Receivable	K-3	139
Schedule of Transfers – Primary Government and Discretely Presented Putnam County School Department	K-4	140
Schedule of Salaries and Official Bonds of Principal Officials – Primary Government and Discretely Presented Putnam County School Department	K-5	141
Schedule of Detailed Revenues – All Governmental Fund Types	K-6	142-155
Schedule of Detailed Revenues – All Governmental Fund Types – Discretely Presented Putnam County School Department	K-7	156-159
Schedule of Detailed Expenditures – All Governmental Fund Types	K-8	160-184
Schedule of Detailed Expenditures – All Governmental Fund Types – Discretely Presented Putnam County School Department	K-9	185-200
Schedule of Detailed Revenues and Expenses – Self Insurance Fund (Internal Service Fund)	K-10	201-203
Schedule of Detailed Receipts, Disbursements, and Changes in Cash Balance – City Agency Fund	K-11	204
 <u>SINGLE AUDIT SECTION</u>		 205
Independent Auditor's Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance With <i>Government Auditing Standards</i>		206-207
Independent Auditor's Report on Compliance for Each Major Program and on Internal Control Over Compliance and on the Schedule of Expenditures of Federal Awards Required by the Uniform Guidance		208-210
Schedule of Expenditures of Federal Awards and State Grants		211-213
Summary Schedule of Prior-year Findings		214
Schedule of Findings and Questioned Costs		215-217
Management's Corrective Action Plan		218
Best Practice		219

Summary of Audit Findings

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

Scope

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

Results

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

Our audit resulted in no findings.

INTRODUCTORY SECTION

Putnam County Officials
June 30, 2017

Officials

Randy Porter, County Executive
Randy Jones, Road Supervisor
Jerry Boyd, Director of Schools
Freddie Nelson, Trustee
Steve Pierce, Assessor of Property
Wayne Nabors, County Clerk
Marcia Borys, Circuit, General Sessions, and Juvenile Courts Clerk
Linda Reeder, Clerk and Master
Harold Burris, Register of Deeds
Eddie Farris, Sheriff

Board of County Commissioners

Mike Atwood, Chairman	Michael Medley
Cindy Adams	Jimmy Neal
Larry Bennett	Larry Redwine
Marsha Bowman	Cathy Reel
Kim Bradford	Jerry Roberson
Donny Buttram	Ben Rodgers
Scott Ebersole	Chris Savage
Jerry Ford	Reginald Shanks
Danny Holmes	Tom Short
Tony Honeycutt	Scott Stevens
Jordan Iwanyszyn	Bobby Williams
Jim Martin	Benton Young

Board of Education

Kim Cravens, Chairman	Jerry Maynard
Dr. Dawn Fry	David McCormick
Celeste Gammon	Lynn McHenry

Audit Committee

Robert Duncan, Chairman	
Mike Atwood	Jim Martin
Danny Brooks	Ben Rodgers
William Clark	Sam Sandlin

FINANCIAL SECTION



JUSTIN P. WILSON
Comptroller

JASON E. MUMPOWER
Chief of Staff

Independent Auditor's Report

Putnam County Executive and
Board of County Commissioners
Putnam County, Tennessee

To the County Executive and Board of County Commissioners:

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Putnam County, Tennessee, as of and for the year ended June 30, 2017, and the related notes to the financial statements, which collectively comprise the county's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

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

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

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Putnam County, Tennessee, as of June 30, 2017, and the respective changes in financial position and, where applicable, cash flows thereof and the respective budgetary comparison for the General Fund for the year then ended in accordance with accounting principles generally accepted in the United States of America.

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 schedule of changes in the county's net pension liability (asset) and related ratios, schedule of county and school contributions, schedule of school's proportionate share of the net pension liability, and schedule of funding progress - other postemployment benefits plans on pages 90-97 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 Putnam County's basic financial statements. The introductory section, combining and individual nonmajor fund financial statements, budgetary comparison schedules of nonmajor governmental funds and the General Debt Service Fund, combining and individual fund financial statements of the Putnam County School Department (a discretely presented component unit), and miscellaneous schedules are presented for purposes of additional analysis and are not a required part of the basic financial statements. The schedule of expenditures of federal awards is presented for purposes of additional analysis as required by *Title 2 U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, and is also not a required part of the basic financial statements.

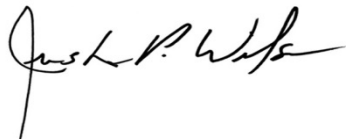
The combining and individual nonmajor fund financial statements, budgetary comparison schedules of nonmajor governmental funds and the General Debt Service Fund, combining and individual fund financial statements of the Putnam County School Department (a discretely presented component unit), miscellaneous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

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

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated February 23, 2018, on our consideration of Putnam County's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of Putnam County's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering Putnam County's internal control over financial reporting and compliance.

Very truly yours,



Justin P. Wilson
Comptroller of the Treasury
Nashville, Tennessee

February 23, 2018

JPW/yu

BASIC FINANCIAL STATEMENTS

Exhibit A

Putnam County, Tennessee
Statement of Net Position
June 30, 2017

	Primary Government <u>Governmental</u> <u>Activities</u>	<u>Component Unit</u> Putnam County School <u>Department</u>
<u>ASSETS</u>		
Cash	\$ 3,240	\$ 0
Equity in Pooled Cash and Investments	31,155,556	10,087,706
Inventories	0	24,637
Accounts Receivable	2,886,642	63,458
Allowance for Uncollectibles	(818,305)	0
Due from Other Governments	3,107,492	5,773,437
Due From Component Units	160,675	0
Due From Primary Government	0	39,678
Property Taxes Receivable	29,466,034	14,733,017
Allowance for Uncollectible Property Taxes	(553,055)	(276,528)
Prepaid Items	1,194	0
Net Pension Asset - Teacher Retirement Plan	0	64,944
Assets Not Depreciated:		
Land	5,783,833	5,129,273
Intangibles - Indefinite Life	4,840,504	0
Assets Net of Accumulated Depreciation:		
Buildings and Improvements	24,166,092	161,616,553
Infrastructure	27,317,393	0
Other Capital Assets	5,383,769	2,851,093
Total Assets	<u>\$ 132,901,064</u>	<u>\$ 200,107,268</u>
<u>DEFERRED OUTFLOWS OF RESOURCES</u>		
Deferred Amount on Refunding	\$ 1,029,824	\$ 0
Pension Changes in Experience	674,300	727,745
Pension Changes in Investment Earnings	1,733,393	8,589,756
Pension Changes in Contributions after Measurement Date	1,944,391	4,862,733
Pension Changes in Other Deferrals	0	524,557
Total Deferred Outflows of Resources	<u>\$ 5,381,908</u>	<u>\$ 14,704,791</u>

(Continued)

Exhibit A

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

	<u>Primary Government Governmental Activities</u>	<u>Component Unit Putnam County School Department</u>
<u>LIABILITIES</u>		
Accounts Payable	\$ 207,398	\$ 340,437
Accrued Payroll	0	626,335
Payroll Deductions Payable	27	1,029,957
Contracts Payable	149,177	0
Retainage Payable	22,302	
Due to Primary Government	0	160,675
Due to Component Units	25,228	0
Due to State of Tennessee	11,795	0
Due to Litigants, Heirs, and Others	51,382	0
Claims and Judgments Payable	823,743	0
Accrued Interest Payable	1,293,276	0
Matured Bonds Payable	15,000	0
Other Current Liabilities	0	223
Noncurrent Liabilities:		
Due Within One Year	8,023,129	232,574
Due in More Than One Year	140,620,329	9,612,658
Total Liabilities	<u>\$ 151,242,786</u>	<u>\$ 12,002,859</u>
<u>DEFERRED INFLOWS OF RESOURCES</u>		
Deferred Revenue - Current Property Taxes	\$ 28,389,358	\$ 14,194,679
Pension Changes in Experience	428,538	8,361,526
Pension Changes in Other Deferrals	0	188,809
Total Deferred Inflows of Resources	<u>\$ 28,817,896</u>	<u>\$ 22,745,014</u>
<u>NET POSITION</u>		
Net Investment in Capital Assets	\$ 46,058,042	\$ 169,596,919
Restricted for:		
General Government	321,108	0
Finance	51,608	0
Administration of Justice	410,570	0
Public Safety	210,088	0
Highways/Public Works	1,533,647	0
Education	0	1,658,474
Pensions	0	64,944
Unrestricted	<u>(90,362,773)</u>	<u>8,743,849</u>
Total Net Position	<u>\$ (41,777,710)</u>	<u>\$ 180,064,186</u>

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

Exhibit B

Putnam County, Tennessee
Statement of Activities
For the Year Ended June 30, 2017

Functions/Programs	Expenses	Program Revenues			Total Governmental Activities	Net (Expense) Revenue and Changes in Net Position
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions		Component Unit
						Putnam County School Department
Primary Government:						
Governmental Activities:						
General Government	\$ 9,707,865	\$ 1,724,912	\$ 265,348	\$ 0	\$ (7,717,605)	\$ 0
Finance	2,007,538	2,386,745	0	0	379,207	0
Administration of Justice	3,246,327	2,560,179	353,508	0	(332,640)	0
Public Safety	11,503,260	2,239,940	671,768	0	(8,591,552)	0
Public Health and Welfare	11,050,980	6,750,277	1,757,706	0	(2,542,997)	0
Social, Cultural, and Recreational Services	1,804,640	71,863	28,000	0	(1,704,777)	0
Agriculture and Natural Resources	684,420	0	9,000	0	(675,420)	0
Highways/Public Works	4,935,531	1,876	2,478,001	1,174,330	(1,281,324)	0
Education	788,370	743,696	3,604	0	(41,070)	0
Interest on Long-term Debt	4,650,816	0	0	0	(4,650,816)	0
Total Primary Government	\$ 50,379,747	\$ 16,479,488	\$ 5,566,935	\$ 1,174,330	\$ (27,158,994)	\$ 0
Component Units:						
School Department	\$ 97,639,210	\$ 2,544,724	\$ 11,586,329	\$ 485,134	\$ 0	\$ (83,023,023)
Total Component Unit	\$ 97,639,210	\$ 2,544,724	\$ 11,586,329	\$ 485,134	\$ 0	\$ (83,023,023)

(Continued)

Exhibit B

Putnam County, Tennessee
Statement of Activities (Cont.)

Functions/Programs	Expenses	Program Revenues			Total Governmental Activities	Net (Expense) Revenue and Changes in Net Position
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions		Putnam County School Department
General Revenues:						
Taxes:						
Property Taxes Levied for General Purposes					\$ 19,508,097	\$ 14,607,762
Property Taxes Levied for Debt Service					9,722,536	0
Local Option Sales Taxes					6,314,985	16,999,992
Hotel/Motel Tax					1,473,629	0
Litigation Taxes					303,099	0
Business Tax					1,309,593	0
Mineral Severance Tax					177,798	0
Wholesale Beer Tax					202,648	0
Mixed Drink Tax					0	168,810
Other Local Taxes					6,564	3,125
Grants and Contributions Not Restricted to Specific Programs					1,682,857	53,099,474
Unrestricted Investment Earnings					304,279	8,963
Miscellaneous					230,198	55,802
Amortized Premium					386,463	0
Total General Revenues					<u>\$ 41,622,746</u>	<u>\$ 84,943,928</u>
Transfers to Fiduciary Funds					\$ (34,748)	\$ 0
Change in Net Position					\$ 14,429,004	\$ 1,920,905
Net Position, July 1, 2016					(56,206,714)	178,143,281
Net Position, June 30, 2017					<u>\$ (41,777,710)</u>	<u>\$ 180,064,186</u>

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

Exhibit C-1

Putnam County, Tennessee
Balance Sheet
Governmental Funds
June 30, 2017

	Major Funds		Nonmajor Funds	Total Governmental Funds
	General	General Debt Service	Other Govern- mental Funds	
<u>ASSETS</u>				
Cash	\$ 100	\$ 0	\$ 3,140	\$ 3,240
Equity in Pooled Cash and Investments	13,618,107	10,115,106	6,518,947	30,252,160
Accounts Receivable	2,557,932	100,005	228,705	2,886,642
Allowance for Uncollectibles	(780,963)	0	(37,342)	(818,305)
Due from Other Governments	982,021	1,166,864	958,607	3,107,492
Due from Other Funds	3,140	162,666	0	165,806
Property Taxes Receivable	13,680,659	9,795,028	5,990,347	29,466,034
Allowance for Uncollectible Property Taxes	(256,776)	(183,846)	(112,433)	(553,055)
Prepaid Items	1,194	0	0	1,194
Total Assets	<u>\$ 29,805,414</u>	<u>\$ 21,155,823</u>	<u>\$ 13,549,971</u>	<u>\$ 64,511,208</u>
<u>LIABILITIES</u>				
Accounts Payable	\$ 72,738	\$ 0	\$ 134,660	\$ 207,398
Payroll Deductions Payable	27	0	0	27
Contracts Payable	0	0	149,177	149,177
Retainage Payable	0	0	22,302	22,302
Due to Other Funds	162,666	0	3,140	165,806
Due to Component Units	25,228	0	0	25,228
Due to State of Tennessee	11,795	0	0	11,795
Due to Litigants, Heirs, and Others	0	0	51,382	51,382
Matured Bonds Payable	0	15,000	0	15,000
Total Liabilities	<u>\$ 272,454</u>	<u>\$ 15,000</u>	<u>\$ 360,661</u>	<u>\$ 648,115</u>

(Continued)

Exhibit C-1

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

	Major Funds		Nonmajor	Total
	General	General Debt Service	Other Govern- mental Funds	
<u>DEFERRED INFLOWS OF RESOURCES</u>				
Deferred Current Property Taxes	\$ 13,180,773	\$ 9,437,121	\$ 5,771,464	\$ 28,389,358
Deferred Delinquent Property Taxes	224,469	160,346	99,481	484,296
Other Deferred/Unavailable Revenue	1,299,701	608,751	222,456	2,130,908
Total Deferred Inflows of Resources	<u>\$ 14,704,943</u>	<u>\$ 10,206,218</u>	<u>\$ 6,093,401</u>	<u>\$ 31,004,562</u>
<u>FUND BALANCES</u>				
Restricted:				
Restricted for General Government	\$ 100,716	\$ 0	\$ 220,392	\$ 321,108
Restricted for Finance	51,608	0	0	51,608
Restricted for Administration of Justice	410,570	0	0	410,570
Restricted for Public Safety	53,448	0	156,640	210,088
Restricted for Highways/Public Works	0	0	1,386,509	1,386,509
Committed:				
Committed for Public Health and Welfare	0	0	1,461,667	1,461,667
Committed for Social, Cultural, and Recreational Services	119,762	0	355,479	475,241
Committed for Other Operations	0	0	589,220	589,220
Committed for Capital Outlay	0	0	1,213,036	1,213,036
Committed for Debt Service	0	10,934,605	0	10,934,605
Committed for Capital Projects	0	0	1,067,915	1,067,915
Committed for Other Purposes	20,000	0	0	20,000
Assigned:				
Assigned for General Government	41,886	0	0	41,886
Assigned for Finance	583	0	0	583
Assigned for Administration of Justice	14,063	0	0	14,063
Assigned for Public Safety	283,513	0	0	283,513

(Continued)

Exhibit C-1

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

	<u>Major Funds</u>		<u>Nonmajor</u>	
			<u>Funds</u>	
			<u>Other</u>	
			<u>Govern-</u>	<u>Total</u>
	<u>General</u>	<u>Debt</u>	<u>mental</u>	<u>Governmental</u>
		<u>Service</u>	<u>Funds</u>	<u>Funds</u>
<u>FUND BALANCES (Cont.)</u>				
Assigned (Cont.):				
Assigned for Public Health and Welfare	\$ 274,555	\$ 0	\$ 103,028	\$ 377,583
Assigned for Social, Cultural, and Recreational Services	0	0	23,641	23,641
Assigned for Other Operations	6,527	0	0	6,527
Assigned for Capital Projects	0	0	518,382	518,382
Unassigned	13,450,786	0	0	13,450,786
Total Fund Balances	<u>\$ 14,828,017</u>	<u>\$ 10,934,605</u>	<u>\$ 7,095,909</u>	<u>\$ 32,858,531</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 29,805,414</u>	<u>\$ 21,155,823</u>	<u>\$ 13,549,971</u>	<u>\$ 64,511,208</u>

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

Exhibit C-2

Putnam County, Tennessee
Reconciliation of the Balance Sheet of Governmental
Funds to the Statement of Net Position
June 30, 2017

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

Total fund balances - balance sheet - governmental funds (Exhibit C-1)		\$ 32,858,531
(1) Capital assets used in governmental activities are not financial resources and therefore are not reported in the governmental funds.		
Add: land	\$ 5,783,833	
Add: intangible assets	4,840,504	
Add: buildings and improvements net of accumulated depreciation	24,166,092	
Add: infrastructure net of accumulated depreciation	27,317,393	
Add: other capital assets net of accumulated depreciation	<u>5,383,769</u>	67,491,591
(2) The internal service fund is used by management to charge the cost of liability and workers' compensation insurance to individual funds. The assets and liabilities of the internal service fund are included in governmental activities in the statement of net position.		79,653
(3) Long-term liabilities are not due and payable in the current period and therefore are not reported in the governmental funds.		
Less: bonds payable	\$ (133,410,000)	
Less: capital leases payable	(160,675)	
Add: debt to be contributed by the School Department	160,675	
Less: landfill postclosure care costs	(279,099)	
Less: compensated absences payable	(810,845)	
Less: accrued interest on bonds	(1,292,974)	
Less: accrued interest on capital lease	(302)	
Less: unamortized premium on debt	(8,635,752)	
Add: deferred amount on refunding	1,029,824	
Less: other postemployment benefits liability	(863,246)	
Less: net pension liability	<u>(4,483,841)</u>	(148,746,235)
(4) Amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be amortized and recognized as components of pension expense in future years.		
Add: deferred outflows of resources related to pensions	\$ 4,352,084	
Less: deferred inflows of resources related to pensions	<u>(428,538)</u>	3,923,546
(5) Other long-term assets are not available to pay for current-period expenditures and therefore are deferred in the governmental funds.		<u>2,615,204</u>
Net position of governmental activities (Exhibit A)		<u>\$ (41,777,710)</u>

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

Exhibit C-3

Putnam County, Tennessee
Statement of Revenues, Expenditures,
and Changes in Fund Balances
Governmental Funds
For the Year Ended June 30, 2017

	Major Funds		Nonmajor Funds	Total Governmental Funds
	General	General Debt Service	Other Govern- mental Funds	
<u>Revenues</u>				
Local Taxes	\$ 15,595,545	\$ 16,956,154	\$ 6,822,604	\$ 39,374,303
Licenses and Permits	516,899	0	0	516,899
Fines, Forfeitures, and Penalties	930,072	0	4,750	934,822
Charges for Current Services	4,621,961	0	1,534,361	6,156,322
Other Local Revenues	1,720,573	5,204	426,103	2,151,880
Fees Received From County Officials	4,235,349	0	0	4,235,349
State of Tennessee	4,859,819	0	2,737,164	7,596,983
Federal Government	597,009	0	70,738	667,747
Other Governments and Citizens Groups	597,571	322,799	8,681	929,051
Total Revenues	\$ 33,674,798	\$ 17,284,157	\$ 11,604,401	\$ 62,563,356
<u>Expenditures</u>				
Current:				
General Government	\$ 4,753,012	\$ 0	\$ 1,945,716	\$ 6,698,728
Finance	2,086,062	0	110	2,086,172
Administration of Justice	3,132,040	0	25,875	3,157,915
Public Safety	11,852,306	0	53,141	11,905,447
Public Health and Welfare	7,247,318	0	4,246,626	11,493,944
Social, Cultural, and Recreational Services	568,126	0	1,071,083	1,639,209
Agriculture and Natural Resources	686,820	0	0	686,820
Other Operations	1,437,582	0	463,795	1,901,377
Highways	0	0	3,855,342	3,855,342
Debt Service:				
Principal on Debt	0	7,934,195	0	7,934,195
Interest on Debt	0	4,967,976	0	4,967,976
Other Debt Service	0	513,687	0	513,687

(Continued)

Exhibit C-3

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

	Major Funds		Nonmajor Funds	Total Governmental Funds
	General	General Debt Service	Other Govern- mental Funds	
<u>Expenditures (Cont.)</u>				
Capital Projects - Donated	\$ 0	\$ 0	\$ 485,134	\$ 485,134
Total Expenditures	\$ 31,763,266	\$ 13,415,858	\$ 12,146,822	\$ 57,325,946
Excess (Deficiency) of Revenues Over Expenditures	\$ 1,911,532	\$ 3,868,299	\$ (542,421)	\$ 5,237,410
<u>Other Financing Sources (Uses)</u>				
Refunding Debt Issued	\$ 0	\$ 44,260,000	\$ 0	\$ 44,260,000
Premiums on Debt Sold	0	7,363,698	0	7,363,698
Transfers In	6,637	0	4,000,000	4,006,637
Transfers Out	(300,000)	(3,500,000)	(241,385)	(4,041,385)
Payments to Refunded Debt Escrow Agent	0	(52,603,404)	0	(52,603,404)
Total Other Financing Sources (Uses)	\$ (293,363)	\$ (4,479,706)	\$ 3,758,615	\$ (1,014,454)
Net Change in Fund Balances	\$ 1,618,169	\$ (611,407)	\$ 3,216,194	\$ 4,222,956
Fund Balance, July 1, 2016	13,209,848	11,546,012	3,879,715	28,635,575
Fund Balance, June 30, 2017	\$ 14,828,017	\$ 10,934,605	\$ 7,095,909	\$ 32,858,531

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

Exhibit C-4

Putnam County, Tennessee
Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances
of Governmental Funds to the Statement of Activities
For the Year Ended June 30, 2017

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

Net change in fund balances - total governmental funds (Exhibit C-3)	\$	4,222,956
(1) Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of these assets is allocated over their useful lives and reported as depreciation expense. The difference between capital outlays and depreciation is itemized as follows:		
Add: capital assets purchased in the current period	\$	1,916,438
Less: current-year depreciation expense		<u>(2,525,295)</u>
		(608,857)
(2) The net effect of various miscellaneous transactions involving capital assets (sales, trade-ins, and donations) is to decrease net position.		
Add: assets donated and capitalized		622,169
Less: book value of capital assets disposed		<u>(133,465)</u>
		488,704
(3) Revenues in the statement of activities that do not provide current financial resources are not reported in the funds.		
Add: deferred delinquent property taxes and other deferred June 30, 2017	\$	2,615,204
Less: deferred delinquent property taxes and other deferred June 30, 2016		<u>(1,809,250)</u>
		805,954
(4) The issuance of long-term debt (e.g., bonds, notes, other loans, leases) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net position. Also, governmental funds report the effect of premiums, discounts, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities. This amount is the net effect of these differences in the treatment of long-term debt and related items:		
Less: refunding bond proceeds	\$	(44,260,000)
Add: bonds refunded		51,400,000
Less: change in premium on debt issuances		(6,803,655)
Add: change in deferred amount on refunding		1,029,824
Less: principal contribution on capital leases by the School Department		(319,195)
Add: principal payments on bonds		7,615,000
Add: principal payments on capital leases		<u>319,195</u>
		8,981,169
(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 governmental funds.		
Change in accrued interest payable	\$	317,160
Change in landfill postclosure care costs		12,571
Change in compensated absences payable		(19,718)
Change in other postemployment benefits liability		(123,494)
Change in net pension asset - agent plan		(1,386,037)
Change in deferred outflows related to pensions		1,665,769
Change in deferred inflows related to pensions		<u>569,537</u>
		1,035,788
(6) The internal service fund is used by management to charge the cost of liability and workers' compensation insurance to individual funds. The net revenue of certain activities of the internal service fund is reported with governmental activities in the statement of activities.		<u>(496,710)</u>
Change in net position of governmental activities (Exhibit B)	\$	<u>14,429,004</u>

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

Exhibit C-5

Putnam County, Tennessee
Statement of Revenues, Expenditures, and Changes
in Fund Balance - Actual (Budgetary Basis) and Budget
General Fund
For the Year Ended June 30, 2017

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2016	Add: Encumbrances 6/30/2017	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
<u>Revenues</u>							
Local Taxes	\$ 15,595,545	\$ 0	\$ 0	\$ 15,595,545	\$ 15,217,479	\$ 15,232,204	\$ 363,341
Licenses and Permits	516,899	0	0	516,899	450,000	450,000	66,899
Fines, Forfeitures, and Penalties	930,072	0	0	930,072	502,500	502,500	427,572
Charges for Current Services	4,621,961	0	0	4,621,961	4,102,500	4,133,120	488,841
Other Local Revenues	1,720,573	0	0	1,720,573	1,630,000	1,676,872	43,701
Fees Received From County Officials	4,235,349	0	0	4,235,349	3,910,000	3,910,000	325,349
State of Tennessee	4,859,819	0	0	4,859,819	4,959,537	5,074,781	(214,962)
Federal Government	597,009	0	0	597,009	595,687	963,380	(366,371)
Other Governments and Citizens Groups	597,571	0	0	597,571	467,500	467,500	130,071
Total Revenues	\$ 33,674,798	\$ 0	\$ 0	\$ 33,674,798	\$ 31,835,203	\$ 32,410,357	\$ 1,264,441
<u>Expenditures</u>							
<u>General Government</u>							
County Commission	\$ 147,481	\$ 0	\$ 0	\$ 147,481	\$ 155,600	\$ 163,942	\$ 16,461
Beer Board	1,081	0	0	1,081	1,940	2,023	942
County Mayor/Executive	415,101	(1,040)	0	414,061	328,206	423,304	9,243
County Attorney	178,886	0	0	178,886	167,000	190,000	11,114
Election Commission	522,080	(566)	820	522,334	451,244	534,796	12,462
Register of Deeds	255,692	0	0	255,692	216,714	279,334	23,642
Codes Compliance	218,327	0	0	218,327	213,050	251,977	33,650
Geographical Information Systems	5,952	(158)	158	5,952	25,900	25,900	19,948
County Buildings	2,753,015	(53,262)	25,672	2,725,425	2,511,165	2,798,257	72,832
Other Facilities	255,397	(1,724)	15,236	268,909	243,000	277,294	8,385
<u>Finance</u>							
Property Assessor's Office	469,993	(787)	27	469,233	379,498	490,162	20,929
County Trustee's Office	476,435	0	0	476,435	362,895	475,104	(1,331)
County Clerk's Office	905,300	(106)	200	905,394	669,089	933,204	27,810
Other Finance	234,334	(909)	357	233,782	206,200	268,832	35,050
<u>Administration of Justice</u>							
Circuit Court	1,496,717	0	11,897	1,508,614	1,156,404	1,536,358	27,744

(Continued)

Exhibit C-5

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

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2016	Add: Encumbrances 6/30/2017	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
<u>Expenditures (Cont.)</u>							
<u>Administration of Justice (Cont.)</u>							
General Sessions Court	\$ 471,885	\$ 0	\$ 80	\$ 471,965	\$ 422,278	\$ 502,459	\$ 30,494
Drug Court	178,446	0	580	179,026	130,603	203,688	24,662
Chancery Court	381,137	0	468	381,605	297,594	393,898	12,293
Juvenile Court	329,055	(1,122)	902	328,835	253,450	338,904	10,069
District Attorney General	70,064	0	137	70,201	34,700	82,742	12,541
Judicial Commissioners	96,395	0	0	96,395	78,460	98,526	2,131
Other Administration of Justice	20,837	0	0	20,837	19,400	21,075	238
Courtroom Security	2,895	0	0	2,895	3,700	3,700	805
Victim Assistance Programs	84,609	0	0	84,609	79,300	95,778	11,169
<u>Public Safety</u>							
Sheriff's Department	6,054,708	(5,720)	19,850	6,068,838	4,752,793	6,339,059	270,221
Jail	3,537,813	(7,115)	14,330	3,545,028	2,954,500	3,626,967	81,939
Workhouse	116,637	0	500	117,137	86,106	119,134	1,997
Juvenile Services	720,950	(624)	0	720,326	547,572	728,698	8,372
Commissary	205,555	(160)	3,065	208,460	220,000	220,000	11,540
Fire Prevention and Control	776,980	(75,161)	87,711	789,530	650,003	812,619	23,089
Civil Defense	289,078	(480)	0	288,598	234,488	290,700	2,102
Other Emergency Management	40,532	(1,000)	103,382	142,914	143,000	143,000	86
County Coroner/Medical Examiner	110,053	(25,487)	54,674	139,240	138,600	140,803	1,563
<u>Public Health and Welfare</u>							
Local Health Center	269,060	(12,313)	106,175	362,922	357,046	480,530	117,608
Ambulance/Emergency Medical Services	5,195,702	(75,332)	162,714	5,283,084	4,100,050	5,365,125	82,041
Other Local Health Services	55,697	(18,638)	4,514	41,573	49,800	43,276	1,703
Regional Mental Health Center	5,000	0	0	5,000	5,000	5,000	0
General Welfare Assistance	10,000	0	0	10,000	10,000	10,000	0
Aid to Dependent Children	0	0	0	0	8,000	8,000	8,000
Other Public Health and Welfare	1,711,859	(992)	1,151	1,712,018	1,495,500	1,897,139	185,121
<u>Social, Cultural, and Recreational Services</u>							
Senior Citizens Assistance	84,170	0	0	84,170	84,170	84,170	0

(Continued)

Exhibit C-5

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

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2016	Add: Encumbrances 6/30/2017	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
<u>Expenditures (Cont.)</u>							
<u>Social, Cultural, and Recreational Services (Cont.)</u>							
Libraries	\$ 466,602	\$ 0	\$ 0	\$ 466,602	\$ 466,604	\$ 466,604	\$ 2
Parks and Fair Boards	5,354	0	0	5,354	5,354	5,354	0
Other Social, Cultural, and Recreational	12,000	0	0	12,000	12,000	12,000	0
<u>Agriculture and Natural Resources</u>							
Agricultural Extension Service	214,779	0	0	214,779	208,451	239,647	24,868
Forest Service	1,500	0	0	1,500	1,500	1,500	0
Soil Conservation	470,541	0	0	470,541	61,300	539,560	69,019
<u>Other Operations</u>							
Tourism	22,715	0	0	22,715	0	22,715	0
Housing and Urban Development	41,276	0	0	41,276	187,500	187,500	146,224
Airport	38,000	0	0	38,000	38,000	38,000	0
Veterans' Services	71,673	0	0	71,673	75,498	85,298	13,625
Contributions to Other Agencies	343,030	0	0	343,030	309,988	365,497	22,467
Employee Benefits	76,325	0	0	76,325	6,309,000	474,838	398,513
Miscellaneous	844,563	(6,039)	6,527	845,051	1,751,454	1,291,677	446,626
Total Expenditures	\$ 31,763,266	\$ (288,735)	\$ 621,127	\$ 32,095,658	\$ 33,670,667	\$ 34,435,667	\$ 2,340,009
Excess (Deficiency) of Revenues							
Over Expenditures	\$ 1,911,532	\$ 288,735	\$ (621,127)	\$ 1,579,140	\$ (1,835,464)	\$ (2,025,310)	\$ 3,604,450
<u>Other Financing Sources (Uses)</u>							
Transfers In	\$ 6,637	\$ 0	\$ 0	\$ 6,637	\$ 0	\$ 6,637	\$ 0
Transfers Out	(300,000)	0	0	(300,000)	(50,000)	(300,000)	0
Total Other Financing Sources	\$ (293,363)	\$ 0	\$ 0	\$ (293,363)	\$ (50,000)	\$ (293,363)	\$ 0
Net Change in Fund Balance							
Fund Balance, July 1, 2016	\$ 1,618,169	\$ 288,735	\$ (621,127)	\$ 1,285,777	\$ (1,885,464)	\$ (2,318,673)	\$ 3,604,450
	13,209,848	(288,735)	0	12,921,113	12,994,609	12,994,609	(73,496)
Fund Balance, June 30, 2017	\$ 14,828,017	\$ 0	\$ (621,127)	\$ 14,206,890	\$ 11,109,145	\$ 10,675,936	\$ 3,530,954

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

Exhibit D-1

Putnam County, Tennessee
Statement of Net Position
Proprietary Fund
June 30, 2017

Governmental
 Activities -
 Internal Service
 Fund

 Self-
 Insurance
 Fund

ASSETS

Current Assets:

Equity in Pooled Cash and Investments	\$ 903,396
Total Assets	<u>\$ 903,396</u>

LIABILITIES

Current Liabilities:

Claims and Judgments Payable	\$ 823,743
Total Liabilities	<u>\$ 823,743</u>

NET POSITION

Net Position - Unrestricted	<u>\$ 79,653</u>
Total Net Position	<u><u>\$ 79,653</u></u>

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

Exhibit D-2

Putnam County, Tennessee
Statement of Revenues, Expenses, and
Changes in Net Position
Proprietary Fund
For the Year Ended June 30, 2017

	Governmental Activities - Internal Service Fund
	<u>Self-Insurance Insurance Fund</u>
<u>Operating Revenues</u>	
Self-Insurance Premiums/Contributions	\$ 1,405,502
Refunds	95,517
Total Operating Revenues	<u>\$ 1,501,019</u>
<u>Operating Expenses</u>	
Public Safety	\$ 116,984
Public Health and Welfare	241,108
Social, Cultural, and Recreational Services	39,176
Other Operations	494,535
Highways	326,647
Education - Support Services	788,370
Total Operating Expenses	<u>\$ 2,006,820</u>
Operating Income (Loss)	<u>\$ (505,801)</u>
<u>Nonoperating Revenues (Expenses)</u>	
Investment Income	\$ 9,091
Total Nonoperating Revenue	<u>\$ 9,091</u>
Change in Net Position	\$ (496,710)
Net Position, July 1, 2016	<u>576,363</u>
Net Position, June 30, 2017	<u><u>\$ 79,653</u></u>

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

Exhibit D-3

Putnam County, Tennessee
Statement of Cash Flows
Proprietary Fund
For the Year Ended June 30, 2017

	Governmental Activities - Internal Service Fund <hr/> Self-Insurance Insurance Fund <hr/>
<u>Cash Flows from Operating Activities</u>	
Receipts for Self-insurance Premiums	\$ 1,405,502
Receipts for Refunds	95,517
Payments for Administrative Costs and Premiums	(1,453,849)
Payments for Claims	(857,074)
Payments for Legal Costs	(98,119)
Payments for Other Charges	(13,342)
Net Cash Provided By (Used In) Operating Activities	<hr/> <u>\$ (921,365)</u>
<u>Cash Flows from Investing Activities</u>	
Interest on Investments	\$ 9,091
Net Cash Provided By (Used In) Investing Activities	<hr/> <u>\$ 9,091</u>
Net Increase (Decrease) in Cash	\$ (912,274)
Cash, July 1, 2016	<hr/> 1,815,670
Cash, June 30, 2017	<hr/> <u>\$ 903,396</u>
<u>Reconciliation of Net Operating Income to Net Cash</u>	
<u>Provided By (Used In) Operating Activities</u>	
Operating Income (Loss)	\$ (505,801)
Adjustments to Reconcile Net Operating Income to Net Cash Provided By (Used In) Operating Activities:	
Change in Assets and Liabilities:	
Increase (Decrease) in Claims and Judgments Payable	<hr/> (415,564)
Net Cash Provided By (Used In) Operating Activities	<hr/> <u>\$ (921,365)</u>

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

Exhibit E

Putnam County, Tennessee
Statement of Fiduciary Assets and Liabilities
Fiduciary Funds
June 30, 2017

	<u>Agency Funds</u>
<u>ASSETS</u>	
Cash	\$ 2,942,216
Equity in Pooled Cash and Investments	144,178
Due from Other Governments	<u>2,698,542</u>
Total Assets	<u>\$ 5,784,936</u>
<u>LIABILITIES</u>	
Due to Other Taxing Units	\$ 2,678,675
Due to Litigants, Heirs, and Others	3,030,404
Due to Joint Ventures	<u>75,857</u>
Total Liabilities	<u>\$ 5,784,936</u>

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

PUTNAM COUNTY, TENNESSEE
Index of Notes to Financial Statements

Note	Page(s)
I. Summary of Significant Accounting Policies	
A. Reporting Entity	34
B. Government-wide and Fund Financial Statements	35
C. Measurement Focus, Basis of Accounting, and Financial Statement Presentation	36
D. Assets, Liabilities, Deferred Outflows/Inflows of Resources, and Net Position/Fund Balance	
1. Deposits and Investments	39
2. Receivables and Payables	39
3. Inventories	40
4. Capital Assets	40
5. Deferred Outflows/Inflows of Resources	41
6. Compensated Absences	42
7. Long-term Obligations	43
8. Net Position and Fund Balance	43
E. Pension Plans	45
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	46
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	46
III. Stewardship, Compliance, and Accountability	
A. Budgetary Information	47
B. Expenditures Exceeded Appropriations	48
IV. Detailed Notes on All Funds	
A. Deposits and Investments	48
B. Capital Assets	50
C. Interfund Receivables, Payables, and Transfers	53
D. Capital Leases	55
E. Long-term Obligations	55
F. On-Behalf Payments	59
G. Internal Financing	60

PUTNAM COUNTY, TENNESSEE
Index of Notes to Financial Statements (Cont.)

Note	Page(s)
V. Other Information	
A. Risk Management	60
B. Accounting Changes	61
C. Contingent Liabilities	62
D. Landfill Postclosure Care Costs	62
E. Joint Ventures	63
F. Jointly Governed Organization	65
G. Retirement Commitments	65
H. Other Postemployment Benefits (OPEB)	83
I. Purchasing Laws	87
J. Subsequent Events	88

PUTNAM COUNTY, TENNESSEE
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended June 30, 2017

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Putnam 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 Putnam County:

A. Reporting Entity

Putnam County is a public municipal corporation governed by an elected 24-member board. As required by GAAP, these financial statements present Putnam County (the primary government) and its component units. The financial statements of the Putnam County Emergency Communications District, a component unit requiring discrete presentation, were excluded from this report due to materiality calculations; therefore, the effect of their omission did not affect the independent auditor's opinion thereon. The component units discussed below are included in the county's reporting entity because of the significance of their operational or financial relationships with the county.

Discretely Presented Component Units – The following entities meet the criteria for discretely presented component units of the county. They are reported in separate columns in the government-wide financial statements to emphasize that they are legally separate from the county.

The Putnam County School Department operates the public school system in the county, and the voters of Putnam County elect its board. The School Department is fiscally dependent on the county because it may not issue debt without county approval, 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 Putnam County Emergency Communications District provides a simplified means of securing emergency services through a uniform emergency number for the residents of Putnam County, and the Putnam County Commission appoints its governing body. The district is funded primarily through a service charge levied on telephone services. Before the issuance of most debt instruments, the district must obtain the county commission's approval. The financial statements of the Putnam County Emergency Communications District were not material to the component units' opinion unit and therefore have been omitted from this report.

The Putnam County School Department does not issue separate financial statements from those of the county. Therefore, the basic financial statements of the Putnam County School Department are included in this report as listed in the table of contents. Complete financial statements of the Putnam County Emergency Communications District can be obtained from their administrative offices at the following address:

Administrative Offices:

Putnam County Emergency
Communications District
700 County Service Drive
Cookeville, TN 38501

B. Government-wide and Fund Financial Statements

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

Putnam County issues all debt for the discretely presented Putnam County School Department. There were no debt issues contributed by the county to the School Department during the year ended June 30, 2017.

Separate financial statements are provided for governmental funds, proprietary funds (internal service), and fiduciary funds. The internal service fund is reported with the governmental activities in the government-wide financial statements, and the fiduciary funds are excluded from the government-wide financial statements. Major individual governmental funds are reported as separate columns in the fund financial statements.

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

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary fund and fiduciary funds financial statements, except for agency funds, which have no measurement focus. Revenues are recorded when earned, and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Fund financial statements of Putnam 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 inflows of resources, fund equity, revenues, and expenditures/expenses. Funds are organized into three major categories: governmental, proprietary, and fiduciary. An emphasis is placed on major funds within the governmental category. Putnam County reports one proprietary fund, an internal service fund. It has no enterprise funds to report.

Separate financial statements are provided for governmental funds, the proprietary fund, and fiduciary funds. Major individual governmental funds are reported as separate columns in the fund financial statements. All other governmental funds are aggregated into a single column on the fund financial statements. The internal service fund and the fiduciary funds in total are reported in single columns by fund type.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they become both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the county considers revenues 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. Putnam County considers grants and similar revenues to be available if they are collected within 60 days after year-end. Expenditures are generally recognized under the modified accrual basis of accounting when the

related fund liability is incurred. Principal and interest on long-term debt are recognized as fund liabilities when due or when amounts have been accumulated in the General Debt Service Fund for payments to be made early in the following year.

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

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

Putnam County reports the following major governmental funds:

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

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

Additionally, Putnam County reports the following fund types:

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

Capital Projects Funds – The General Capital Projects Fund is used to account for property taxes levied for the construction and renovation of various county buildings and the purchase of capital assets.

Internal Service Fund – The Self-Insurance Fund accounts for the self-insured general liability, automobile liability, property, casualty, and workers’ compensation programs managed by the county for the primary government and the discretely presented Putnam County School Department.

Agency Funds – These funds account for amounts collected in an agency capacity by the constitutional officers; local sales taxes received from the state to be forwarded to the various cities in Putnam County; and federal and state grants and other restricted revenues held for the benefit of the regional planning office, the Judicial District Drug Task Force, and the Office of District Attorney General. Agency funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations. They do, however, use the accrual basis of accounting to recognize receivables and payables.

The discretely presented Putnam 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 Putnam 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.

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

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

Proprietary funds distinguish operating revenues and expenses from nonoperating items. The county has one proprietary fund, an internal service fund, to account for the operations of the county's self-insurance program. Operating revenues and expenses generally result from providing services in connection with the fund's principal ongoing operations. The principal operating revenues of the county's internal service fund are self-insurance premiums/contributions. Operating expenses for the internal service fund include insurance, legal fees, and claims.

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

1. Deposits and Investments

For purposes of the Statement of Cash Flows, cash includes cash with the county trustee.

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

The county trustee maintains a cash and internal investment pool that is used by all Putnam County funds and the Putnam 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 and General Debt Service funds. Putnam County and the School Department have adopted a policy of reporting U.S. Treasury obligations, U.S. agency obligations, and repurchase agreements with maturities of one year or less when purchased on the balance sheet at amortized cost. Certificates of deposit are reported at cost. Investments in the State Treasurer's Investment Pool are reported at amortized cost using a stable net asset value. State statutes require the state treasurer to administer the pool under the same terms and conditions, including collateral requirements, as prescribed for other funds invested by the state treasurer. All other investments are reported at fair value.

2. Receivables and Payables

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

All ambulance service, solid waste collections, and property taxes receivable are shown with an allowance for uncollectibles. Ambulance and solid waste receivables allowance for uncollectibles is based on historical collection data. The allowance for uncollectible property taxes is equal to .96 percent of total taxes levied.

Interfund Notes Receivable/Payable include \$162,666 loaned from the General Debt Service Fund to the General Fund for capital asset

purchases. The amount due to the General Debt Service Fund (\$162,666) is reflected as committed fund balance.

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

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

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

Most payables are disaggregated on the face of the financial statements.

Retainage payable in the primary government's nonmajor governmental funds represents amounts withheld from payments made on construction contracts pending completion of the projects. These amounts are held by the county trustee as Equity in Pooled Cash and Investments in the nonmajor governmental funds.

3. Inventories

Inventories of the discretely presented School Department are recorded at cost, determined on the first-in, first-out method. Inventories are offset in the nonspendable fund balance account in governmental funds.

4. Capital Assets

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

Capital assets, which include property, plant, equipment, and infrastructure assets (e.g., roads, bridges, and similar items), are reported in the governmental column in the government-wide financial statements. Capital assets are defined by the primary government as assets with an initial, individual cost of \$15,000 (infrastructure \$35,000) or more and an estimated useful life of more than one year. Capital assets are defined by the discretely presented Putnam County School Department as assets with an initial, individual cost of \$10,000 or more and an estimated useful life of more than one year. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at acquisition value at the date of donation.

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

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

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

<u>Assets</u>	<u>Years</u>
<u>Primary Government</u>	
Buildings and Improvements	50
Other Capital Assets	5 - 20
Infrastructure:	
Roads	40
Bridges	40
 <u>School Department</u>	
Buildings and Improvements	40

5. Deferred Outflows/Inflows of Resources

In addition to assets, the Statement of Net Position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net position that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then. The government has items that qualify for reporting in this category. Accordingly, the items are reported in the government-wide Statement of Net Position. These items are for pension changes in experience, changes in investment earnings, employer contributions made to the pension plan after the

measurement date, and changes in proportionate share of contributions.

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

6. Compensated Absences

Primary Government

Generally, the policies of the various departments of Putnam County allow for the accumulation of vacation beyond year-end of up to ten days. Sick leave is granted at a rate of one day per month. Employees of the county do not have a limit on the number of sick days that can be accumulated. Upon termination of employment for any purpose other than retirement, all unused sick leave will be forfeited. Upon retirement, employees have the option of applying accumulated sick leave toward retirement in the Tennessee Consolidated Retirement System or receiving a lump sum payment of \$50 per day for all days accumulated up to the limits established by the county commission, based upon years of service. Since the payment of sick leave is at the option of employees as they retire, the amount cannot be reasonably estimated. Accrued leave on the government-wide statements for the primary government includes accumulated vacation and compensatory time.

Discretely Presented Putnam County School Department

The general policy of the School Department does not allow for the accumulation of vacation days beyond year-end with the exception of support staff that earns ten days of vacation per year and can accumulate up to 30 days accrued leave. Support employees also earn compensatory time at a rate of one and one-half hours per additional hour worked. Compensatory time can be accrued to a maximum of 240 hours. Vacation and compensatory pay is accrued when incurred in the government-wide financial statements for the discretely presented

School Department. A liability for vacation and compensatory pay is reported in governmental funds only if amounts have matured, for example, as a result of employee resignations and retirements. All professional personnel (teachers) of the School Department are allowed to accumulate unlimited sick leave days. The granting of sick leave has no guaranteed payment attached unless the employee has accumulated over 200 sick days upon retirement. Retirees with over 200 accrued sick days will be compensated \$50 per day for the sick days in excess of 200 days. Since these days cannot be reasonably estimated, the amount is not accrued or recorded in the financial statements.

7. Long-term Obligations

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

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

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

8. Net Position and Fund Balance

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

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

As of June 30, 2017, Putnam County had \$112,170,675 in outstanding debt for capital purposes for the Putnam County School Department. This debt is a liability of Putnam County, but the capital assets acquired are reported in the financial statements of the Putnam County School Department. Therefore, Putnam 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/Finance 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.

E. Pension Plans

Primary Government

For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of Putnam County’s participation in the Public Employee Retirement Plan of the Tennessee Consolidated Retirement System (TCRS), and additions to/deductions from Putnam County’s fiduciary net position have been determined on the same basis as they are reported by the TCRS for the Public Employee Retirement Plan. For this purpose, benefits (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms of the Public Employee Retirement Plan of TCRS. Investments are reported at fair value.

Discretely Presented Putnam County School Department

For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the Teacher Retirement Plan and the Teacher Legacy Pension Plan in the Tennessee

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

II. RECONCILIATION OF GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS

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

Primary Government

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

Discretely Presented Putnam County School Department

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

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

Primary Government

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

Discretely Presented Putnam County School Department

Exhibit J-5 includes explanations of the nature of individual elements of items required to reconcile the net change in fund balances – total governmental funds with the change in net position or 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 (a special revenue fund), which is not budgeted, and the capital projects funds (except for the General Capital Projects Fund), which adopt project length budgets. All annual appropriations lapse at fiscal year-end.

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

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

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

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

Funds	Description	Amount
Primary Government:		
Major Fund:		
General	Ambulance remount	\$ 114,951
"	Natural gas generator	94,000
	Truck	51,662
	Autopsy services	40,000
Nonmajor Funds:		
Solid Waste/Sanitation	Portable buildings	59,511
"	Storm clean-up	29,000
Highway/Public Works	Mill Creek slide repairs	1,213,036
General Capital Projects	Building repairs	463,742
School Department:		
Major Fund:		
General Purpose School	Network cable	53,610
"	Water heater	9,644
"	Elevator drive	8,210
"	Gyms	19,552
"	Electrical for ball fields	9,365
Nonmajor Fund:		
School Federal Projects	Computers and accessories	82,876
"	Instructional supplies and materials	9,289

B. Expenditures Exceeded Appropriations

Expenditures exceeded appropriations approved by the county commission in the County Trustee's Office (\$1,331) and Miscellaneous (\$150) major appropriations categories (the legal level of control) of the General and Drug Control funds, respectively. Expenditures exceeded total appropriations in the Industrial/Economic Development Fund by \$8,865. Expenditures that exceed appropriations are a violation of state statute. These expenditures in excess of appropriations were funded by amounts not expended in other major categories.

IV. DETAILED NOTES ON ALL FUNDS

A. Deposits and Investments

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

Investment Balances. As of June 30, 2017, Putnam County had the following investments carried at amortized cost. Investments were in the State Treasurer’s Investment Pool. Separate disclosures concerning pooled investments cannot be made for Putnam County and the Putnam County School Department since both pool their deposits and investments through the county trustee.

Investments	Weighted Average Maturity (Days)	Amortized Cost
State Treasurer's Investment Pool	3 to 80	\$ 356,555

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. Putnam 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. Putnam County has no investment policy that would further limit its investment choices. As of June 30, 2017, Putnam County’s investment in the State Treasurer’s Investment pool was unrated.

B. Capital Assets

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

Primary Government

Governmental Activities:

	Balance		Balance	
	7-1-16	Increases	Decreases	6-30-17
Capital Assets Not Depreciated:				
Land	\$ 5,686,873	\$ 96,960	\$ 0	\$ 5,783,833
Intangibles	4,840,504	0	0	4,840,504
Construction in Progress	0	0	0	0
Total Capital Assets Not Depreciated	<u>\$ 10,527,377</u>	<u>\$ 96,960</u>	<u>\$ 0</u>	<u>\$ 10,624,337</u>
Capital Assets Depreciated:				
Buildings and Improvements	\$ 32,755,066	\$ 0	\$ 0	\$ 32,755,066
Roads and Bridges	52,730,366	525,209	0	53,255,575
Other Capital Assets	14,342,659	1,916,438	(552,323)	15,706,774
Total Capital Assets Depreciated	<u>\$ 99,828,091</u>	<u>\$ 2,441,647</u>	<u>\$ (552,323)</u>	<u>\$ 101,717,415</u>
Less Accumulated Depreciation For:				
Buildings and Improvements	\$ 8,062,945	\$ 526,029	\$ 0	\$ 8,588,974
Roads and Bridges	24,795,693	1,142,489	0	25,938,182
Other Capital Assets	9,885,086	856,777	(418,858)	10,323,005
Total Accumulated Depreciation	<u>\$ 42,743,724</u>	<u>\$ 2,525,295</u>	<u>\$ (418,858)</u>	<u>\$ 44,850,161</u>
Total Capital Assets Depreciated, Net	<u>\$ 57,084,367</u>	<u>\$ (83,648)</u>	<u>\$ (133,465)</u>	<u>\$ 56,867,254</u>
Governmental Activities Capital Assets, Net	<u>\$ 67,611,744</u>	<u>\$ 13,312</u>	<u>\$ (133,465)</u>	<u>\$ 67,491,591</u>

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

Governmental Activities:

General Government	\$	109,252
Finance		3,632
Administration of Justice		177,728
Public Safety		337,007
Public Health and Welfare		496,194
Social, Cultural, and Recreational Services		129,866
Agriculture and Natural Resources		5,413
Highways/Public Works		<u>1,266,203</u>
 Total Depreciation Expense - Governmental Activities	 <u>\$</u>	 <u>2,525,295</u>

Discretely Presented Putnam County School Department

Governmental Activities:

	Balance 7-1-16	Increases	Decreases	Balance 6-30-17
Capital Assets Not Depreciated:				
Land	\$ 5,129,273	\$ 0	\$ 0	\$ 5,129,273
Construction in Progress	<u>27,259,154</u>	<u>0</u>	<u>(27,259,154)</u>	<u>0</u>
Total Capital Assets Not Depreciated	<u>\$ 32,388,427</u>	<u>\$ 0</u>	<u>\$ (27,259,154)</u>	<u>\$ 5,129,273</u>
Capital Assets Depreciated:				
Buildings and Improvements	\$ 178,794,839	\$ 27,413,472	\$ 0	\$ 206,208,311
Other Capital Assets	<u>8,416,117</u>	<u>537,662</u>	<u>(10,000)</u>	<u>8,943,779</u>
Total Capital Assets Depreciated	<u>\$ 187,210,956</u>	<u>\$ 27,951,134</u>	<u>\$ (10,000)</u>	<u>\$ 215,152,090</u>
Less Accumulated Depreciation For:				
Buildings and Improvements	\$ 40,897,601	\$ 3,694,157	\$ 0	\$ 44,591,758
Other Capital Assets	<u>5,544,799</u>	<u>556,687</u>	<u>(8,800)</u>	<u>6,092,686</u>
Total Accumulated Depreciation	<u>\$ 46,442,400</u>	<u>\$ 4,250,844</u>	<u>\$ (8,800)</u>	<u>\$ 50,684,444</u>
Total Capital Assets Depreciated, Net	<u>\$ 140,768,556</u>	<u>\$ 23,700,290</u>	<u>\$ (1,200)</u>	<u>\$ 164,467,646</u>
Governmental Activities Capital Assets, Net	<u>\$ 173,156,983</u>	<u>\$ 23,700,290</u>	<u>\$ (27,260,354)</u>	<u>\$ 169,596,919</u>

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

Governmental Activities:

Instruction	\$ 3,881,884
Support Services	320,868
Operation on Non-instructional Services	<u>48,092</u>
 Total Depreciation Expense - Governmental Activities	 <u>\$ 4,250,844</u>

C. Interfund Receivables, Payables, and Transfers

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

Due to/from Other Funds:

<u>Receivable Fund</u>	<u>Payable Fund</u>	<u>Amount</u>
Primary Government:		
General	Nonmajor governmental	\$ 3,140
General Debt Service	General	162,666
Discretely Presented Putnam County School Department:		
General Purpose School	Nonmajor governmental	12,051

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

Due to/from Primary Government and Component Unit:

<u>Receivable</u>	<u>Payable</u>	<u>Amount</u>
	Component Unit:	
Primary Government	School Department	\$ 160,675
Component Unit:		
School Department Fund:	Primary Government Fund:	
General Purpose School	General	25,228
"	Highway/Public Works	14,450

The Due to Primary Government of \$160,675 is the balance of a capital lease issued by the county for the School Department. The School Department has agreed to contribute the funds annually to retire the capital lease. These long-

term obligations are reflected in governmental activities on the Statement of Net Position.

Receivables in the discretely presented General Purpose School Fund of \$14,450 were in transit from the Highway/Public Works Fund at June 30, 2017.

Interfund Transfers:

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

Primary Government

Transfers Out	Transfers In			Purpose
	General Fund	Nonmajor Governmental Funds	Fiduciary Funds	
General Fund	\$ 0	\$ 300,000	\$ 0	Operations
General Debt Service Fund	0	3,500,000	0	"
Nonmajor governmental funds	6,637	200,000	34,748	"
Total	<u>\$ 6,637</u>	<u>\$ 4,000,000</u>	<u>\$ 34,748</u>	

Discretely Presented Putnam County School Department

Transfers Out	Transfers In	
	General Purpose School Fund	Purpose
Nonmajor governmental funds	\$ 102,060	Indirect costs
"	<u>583,748</u>	Reimbursement of direct costs
Total	<u>\$ 685,808</u>	

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. Capital Leases

Discretely Presented Putnam County School Department

On April 15, 2015, the School Department entered into a three-year lease-purchase agreement for 800 laptop computers. The terms of the agreement require total lease payments of \$957,596 plus interest of 0.9 percent. Title to the computers transfers to the School Department at the end of the lease period. The lease payments are made from the General Debt Service Fund from contributions received from the School Department. In the government-wide financial statements, the equipment was expensed in the year of acquisition because the equipment purchased did not meet the criteria set out in the county's capitalization policy.

Future minimum lease payments and the net present value of these minimum lease payments as of June 30, 2017, were as follows:

<u>Year Ending June 30</u>	<u>Governmental Funds</u>
2018	\$ 161,400
Total Minimum Lease Payments	161,400
Less: Amount Representing Interest	\$ (725)
Present Value of Minimum Lease Payments	<u>\$ 160,675</u>

E. Long-term Obligations

Primary Government

General Obligation Bonds

Putnam County issues general obligation bonds 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.

General obligation bonds are direct obligations and pledge the full faith and credit of the government. General obligation bonds outstanding were issued for original terms of up to 21 years. Repayment terms are generally structured with increasing amounts of principal maturing as interest requirements decrease over the term of the debt. The general obligation bonds included in long-term debt as of June 30, 2017, will be retired from the General Debt Service Fund.

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

Type	Interest Rate	Final Maturity	Original Amount of Issue	Balance 6-30-17
General Obligation Bonds	2 to 4.38 %	4-1-33	\$ 75,435,000	\$ 73,235,000
General Obligation Bonds - Refunding	4 to 5.5	4-1-28	89,085,000	60,175,000
Capital Leases	0.9	10-15-17	957,596	160,675

The annual requirements to amortize all general obligation bonds outstanding at June 30, 2017, including interest payments, are presented in the following table:

Year Ending June 30	Bonds		
	Principal	Interest	Total
2018	\$ 7,250,000	\$ 5,799,522	\$ 13,049,522
2019	7,025,000	5,190,750	12,215,750
2020	8,590,000	4,840,104	13,430,104
2021	9,050,000	4,419,238	13,469,238
2022	9,345,000	4,006,838	13,351,838
2023-2027	52,550,000	13,605,577	66,155,577
2028-2032	34,600,000	4,189,450	38,789,450
2033	5,000,000	175,000	5,175,000
Total	\$ 133,410,000	\$ 42,226,479	\$ 175,636,479

There is \$10,934,605 available in the General Debt Service Fund to service long-term debt. Bonded debt per capita totaled \$1,845, based on the 2010 federal census. Total debt per capita, including bonds, capital leases, and unamortized debt premiums, totaled \$1,966, 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 6-30-17</u>
------------------------------------	--------------------------------

Capital Leases

Contributions from the General Purpose School Fund

Computers	\$ 160,675
Total	<u>\$ 160,675</u>

Changes in Long-term Obligations

Long-term obligations activity for the year ended June 30, 2017, was as follows:

	<u>Bonds</u>	<u>Capital Leases</u>	<u>Compensated Absences</u>
Balance, July 1, 2016	\$ 148,165,000	\$ 479,870	\$ 791,127
Additions	44,260,000	0	807,772
Reductions	(59,015,000)	(319,195)	(788,054)
Balance, June 30, 2017	<u>\$ 133,410,000</u>	<u>\$ 160,675</u>	<u>\$ 810,845</u>
Balance Due Within One Year	<u>\$ 7,250,000</u>	<u>\$ 160,675</u>	<u>\$ 579,766</u>

	<u>Net Pension Liability Agent Plan</u>	<u>Other Postemployment Benefits</u>	<u>Landfill Postclosure Care Costs</u>
Balance, July 1, 2016	\$ 3,097,804	\$ 739,752	\$ 291,670
Additions	5,910,959	129,164	3,582
Reductions	(4,524,922)	(5,670)	(16,153)
Balance, June 30, 2017	<u>\$ 4,483,841</u>	<u>\$ 863,246</u>	<u>\$ 279,099</u>
Balance Due Within One Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 32,688</u>

Analysis of Noncurrent Liabilities Presented on Exhibit A:

Total Noncurrent Liabilities, June 30, 2017	\$ 140,007,706
Less: Balance Due Within One Year	(8,023,129)
Add: Unamortized Premium on Debt	<u>8,635,752</u>
Noncurrent Liabilities - Due in More Than One Year - Exhibit A	<u>\$ 140,620,329</u>

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

Current Refunding

On February 17, 2017, Putnam County advance refunded a general obligation bond issue with a separate general obligation bond issue. The county issued \$44,260,000 of general obligation refunding bonds to provide resources to purchase U.S. government securities that were placed in an irrevocable trust to generate resources for all future debt service payments of the refunded debt. As a result, the liability has been removed from the county's long-term debt. As a result of the refunding, total debt service payments over the next 11 years will be reduced by \$9,129,195, and an economic gain (difference between the present value of the debt service payments of the refunded and refunding bonds) of \$7,901,388 was obtained.

Discretely Presented Putnam County School Department

Changes in Long-term Obligations

Long-term obligations activity for the discretely presented Putnam County School Department for the year ended June 30, 2017, was as follows:

	Compensated Absences	Other Postemployment Benefits
Balance, July 1, 2016	\$ 228,666	\$ 131,401
Additions	249,039	678,981
Reductions	(232,574)	(810,382)
	<hr/>	<hr/>
Balance, June 30, 2017	\$ 245,131	\$ 0
	<hr/> <hr/>	<hr/> <hr/>
Balance Due Within One Year	\$ 232,574	\$ 0
	<hr/> <hr/>	<hr/> <hr/>

	Net Pension Liability Agent Plan	Net Pension Liability - Cost-sharing Plan
Balance, July 1, 2016	\$ 2,029,313	\$ 441,166
Additions	3,862,394	11,688,201
Reductions	(2,960,563)	(5,460,410)
	<hr/>	<hr/>
Balance, June 30, 2017	\$ 2,931,144	\$ 6,668,957
	<hr/> <hr/>	<hr/> <hr/>
Balance Due Within One Year	\$ 0	\$ 0
	<hr/> <hr/>	<hr/> <hr/>

Analysis of Noncurrent Liabilities Presented on Exhibit A:

Total Noncurrent Liabilities, June 30, 2017	\$ 9,845,232
Less: Balance Due Within One Year	<u>(232,574)</u>
Noncurrent Liabilities - Due in More Than One Year - Exhibit A	<u>\$ 9,612,658</u>

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

F. On-Behalf Payments

Discretely Presented Putnam County School Department

The State of Tennessee pays health insurance premiums for retired teachers on-behalf of the Putnam 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 Teacher Group

Insurance Plan and the Medicare Supplement Plan for the year ended June 30, 2017, were \$215,788 and \$90,413, respectively. The School Department has recognized these on-behalf payments as revenues and expenditures in the General Purpose School Fund.

G. Internal Financing

In-lieu-of issuing debt with financial institutions, Putnam County often chooses to internally finance various projects with idle county funds.

Internally reported notes receivable (\$162,666) from idle funds loaned from the General Debt Service Fund will be paid by the General Fund. Amounts financed are presented as Due to Other Funds in the governmental funds. Internally reported notes receivable at June 30, 2017, are reflected as follows:

Receivable Fund/Description	Original Amount of Issue	Interest Rate	Date of Issue	Last Maturity Date
General Debt Service Fund:				
Fueling Station	\$ 488,000	0 %	6-4-15	6-3-18
Building	1,750,000	2	6-24-08	6-24-17
	Outstanding 6-30-16	Issued During Period	Paid and/or Matured During Period	Outstanding 6-30-17
General Debt Service Fund:				
Fueling Station	\$ 325,333	\$ 0	\$ (162,667)	\$ 162,666
Building	194,444	0	(194,444)	0
Total	\$ 519,777	\$ 0	\$ (357,111)	\$ 162,666

V. OTHER INFORMATION

A. Risk Management

Putnam County provides health insurance coverage to its employees through commercial insurance. Settled claims have not exceeded this commercial coverage in any of the past three fiscal years.

The discretely presented Putnam County School Department participates in the Local Education Group Insurance Fund (LEGIF), a public entity risk pool established to provide a program of health insurance coverage for employees of local education agencies. In accordance with Section 8-27-301, *Tennessee Code Annotated (TCA)*, all local education agencies are eligible to participate. The LEGIF is included in the Comprehensive Annual Financial Report of the State of Tennessee, but the state does not retain any risk for losses by this

fund. Section 8-27-303, *TCA*, provides for the LEGIF to be self-sustaining through member premiums.

Putnam County's and the discretely presented Putnam County School Department's risks of loss relating to general liability, automobile liability, property, casualty, and workers' compensation are covered through a self-insurance program and by the purchase of commercial insurance to cover losses exceeding certain limits. The county is self-insured for individual property losses up to \$50,000. The county carries excess commercial coverage on buildings and contents totaling \$371,448,318. The county is self-insured up to the state tort liability limits of \$300,000 per person, \$700,000 per occurrence for bodily injury, and \$100,000 for property damage. The county carries commercial liability insurance coverage for losses up to \$5,000,000 with a \$250,000 deductible. Putnam County maintains the Self-Insurance Fund, an internal service fund, to account for transactions pertaining to the county's self-insured group liability and property plan. Liabilities of the fund are reported when it is probable that a loss has occurred and the amount of the loss can be reasonably estimated. The fund establishes claims liabilities based on estimates of the ultimate cost of claims that have been incurred but not reported. Claims liabilities include specific, incremental claim adjustment expenditures/expenses, if any. In addition, estimated recoveries, if any, on settled claims have been deducted from the liability for unpaid claims. The process used to compute claims liabilities does not necessarily result in an exact amount. Changes in the balance of claims liabilities during the past two fiscal years are as follows:

	Liability at Beginning of Year	Current Claims and Changes in Estimates	Claim Payments	Liability at End of Year
2015-2016	\$ 1,239,061	\$ 706,168	\$ (705,922)	\$ 1,239,307
2016-2017	1,239,307	441,510	(857,074)	823,743

B. Accounting Changes

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

GASB Statement No. 74, establishes accounting and reporting requirements for postemployment benefits other than pensions (other postemployment benefits or OPEB), which are included in the general purpose external

financial reports of state and local governmental OPEB plans. This statement replaces GASB Statements No. 43 and No. 57. It also includes requirements for defined contribution OPEB plans that replace the requirements in Statements No. 25, No. 43, and No. 50. The scope of this statement includes OPEB plans, both defined benefit and defined contribution, administered through trusts meeting the necessary criteria as well as reporting assets accumulated through OPEB plans that are not administered through trusts that meet the specified criteria.

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

GASB Statement No. 78, amends Statement No. 68 to exclude certain pensions provided to employees of state or local governments through a cost-sharing multiple-employer pension plans that are not state or local plans and meet specific other criteria. This statement establishes recognition, measurement, and reporting criteria for these plans.

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

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

C. Contingent Liabilities

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

D. Landfill Postclosure Care Costs

Putnam County has active permits on file with the state Department of Environment and Conservation for a sanitary landfill and a demolition landfill.

The county has provided financial assurances for estimated postclosure liabilities as required by the State of Tennessee. These financial assurances are on file with the Department of Environment and Conservation.

State and federal laws and regulations require the county to place a final cover on its sanitary landfill site when it stops accepting waste and to perform certain maintenance and monitoring functions at the site for 30 years after closure. Although closure and postclosure care costs will be paid only near or after the date that the landfill stops accepting waste, the county reports a portion of these closure and postclosure care costs as an operating expense in each period based on landfill capacity used as of each balance sheet date. Putnam County closed its sanitary landfill in 2000. The \$279,099 reported as postclosure care liability at June 30, 2017, represents amounts based on what it would cost to perform all postclosure care in 2017. Actual costs may be higher due to inflation, changes in technology, or changes in regulations.

E. Joint Ventures

The Upper Cumberland Regional Airport was established as a joint venture between Putnam County, White County, the City of Cookeville, and the City of Sparta. The airport operates the regional airport for the two-county area. The five-member board of the airport includes one member appointed by each of the four participating governments with the fifth member of the board being the chief executive officer of one of the participating governments. This fifth board position serves a one-year term and rotates among the four participating governments in a prescribed order. Each participant retains a 25 percent ownership in the airport. Putnam County contributed \$38,000 to the Upper Cumberland Regional Airport for the year ended June 30, 2017.

The Thirteenth Judicial District Drug Task Force (DTF) is a joint venture formed by an interlocal agreement between the district attorney general of the Thirteenth Judicial District, Clay, Cumberland, Putnam, Overton, Pickett, Putnam, and White counties, and participating municipalities in the district. 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 the Board of Directors, including the district attorney general, sheriff, and police chief of the participating law enforcement agencies within each judicial district. Putnam County did not make appropriations to the DTF for the year ended June 30, 2017.

The Putnam County Joint Economic and Community Development Board is a joint venture between Putnam County, the Putnam County Chamber of Commerce, and the various cities within the county. The board is comprised of the county executive, mayors of the various cities within the county, chamber of commerce members, and several 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 Chamber of Commerce will provide the funding for the board. Putnam County contributed \$25,000 to the Chamber of Commerce for the year ended June 30, 2017.

The Tennessee Central Heritage Rail Trail Authority is operated through an interlocal agreement between Putnam County and the cities of Algood and Cookeville. The agreement created a ten-member board to construct and manage a rail trail on the right-of-way owned by the Nashville Eastern Railroad Authority. The county and cities will each appoint two members, the ninth member will be appointed by the Putnam County Chamber of Commerce, and the tenth member will be appointed by the Upper Cumberland Heritage Association. The county and cities will each approve the budget of the authority. Putnam County contributed \$7,424 to the Rail Trail Authority for the year ended June 30, 2017.

Putnam County entered into an interlocal agreement with White County and the Cities of Algood, Monterey, and Sparta to provide planning services for the area that were formerly provided by the Regional Planning Offices operated by the State of Tennessee. The Planning Services Executive Committee is comprised of each of the county/city mayors/executives for the participating entities. Each county/city agreed to an annual contribution for planning services to be administered by the Putnam County Executive in accordance with a budget approved by the Executive Committee. Putnam County contributed \$34,748 for planning services for the year ended June 30, 2017.

The Putnam County Library is a joint venture between Putnam County and the City of Cookeville to provide library services. The board is comprised of four members appointed by the county and three members appointed by the city. The county and the city will each provide the funding for the board. Putnam County contributed \$456,673 to the Putnam County Library for the year ended June 30, 2017.

Putnam County does not have an equity interest in any of the above-noted joint ventures. Complete financial statements for the Upper Cumberland Regional Airport, Thirteenth Judicial District Drug Task Force, Putnam County Joint Economic and Community Development Board, the Tennessee Central Heritage Rail Trail Authority, Planning Services, and the Putnam County Library can be obtained from their administrative offices at the following addresses:

Administrative Offices:

Upper Cumberland Regional Airport
700 Airport Road
Sparta, TN 38583

Office of District Attorney General
Judicial District Drug Task Force
1519A East Spring Street
Cookeville, TN 38506

Putnam County Joint Economic and Community Development Board
Putnam County Chamber of Commerce
One West First Street
Cookeville, TN 38501

Tennessee Central Heritage Rail Trail Authority
45 East Broad
Cookeville, TN 38501

Planning Services
c/o Putnam County Executive
300 East Spring Street, Room 8
Cookeville, TN 38501

Putnam County Library
50 East Broad Street
Cookeville, TN 38501

F. Jointly Governed Organization

The Nashville and Eastern Railroad Authority is governed by a board of directors representing Putnam, Davidson, Smith, and Wilson counties. The board of directors comprises the mayor/county executive of each county and one member selected by the governing body of each county; however, the counties do not have any ongoing financial interest or responsibility for the entity.

G. Retirement Commitments

1. Tennessee Consolidated Retirement System (TCRS)

Primary Government

General Information About the Pension Plan

Plan Description. Employees of Putnam County and non-certified employees of the discretely presented Putnam County School Department are provided a defined benefit pension plan through the Public Employee Retirement Plan, an agent multiple-employer pension plan administered by the TCRS. The primary government employees comprised 60.47 percent and the non-certified employees of the discretely presented School Department comprised 39.53 percent of the plan based on contribution data. The TCRS was created by state statute

under *Tennessee Code Annotated (TCA)*, Title 8, Chapters 34-37. The TCRS Board of Trustees is responsible for the proper operation and administration of the TCRS. The Tennessee Treasury Department, an agency in the legislative branch of state government, administers the plans of the TCRS. The TCRS issues a publicly available financial report that can be obtained at www.treasury.tn.gov/tcrs.

Benefits Provided. TCA, Title 8, Chapters 34-37 establish the benefit terms and can be amended only by the Tennessee General Assembly. The chief legislative body may adopt the benefit terms permitted by statute. Members are eligible to retire with an unreduced benefit at age 60 with five years of service credit or after 30 years of service credit regardless of age. Benefits are determined by a formula using the member's highest five consecutive year average compensation and the member's years of service credit. Reduced benefits for early retirement are available to vested members at age 55. Members vest with five years of service credit. Service related disability benefits are provided regardless of length of service. Five years of service is required for non-service related disability eligibility. The service related and non-service related disability benefits are determined in the same manner as a service retirement benefit but are reduced ten percent and include projected service credits. A variety of death benefits is available under various eligibility criteria.

Member and beneficiary annuitants are entitled to an automatic cost of living adjustment (COLA) after retirement. A COLA is granted each July for annuitants retired prior to the second of July of the previous year. The COLA is based on the change in the consumer price index (CPI) during the prior calendar year, capped at three percent, and applied to the current benefit. No COLA is granted if the change in the CPI is less than one-half percent. A one percent COLA is granted if the CPI change is between one-half percent and one percent. A member who leaves employment may withdraw their employee contributions plus any accumulated interest.

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

Inactive Employees or Beneficiaries Currently	
Receiving Benefits	486
Inactive Employees Entitled to But Not Yet Receiving	
Benefits	1,024
Active Employees	959
 Total	 <hr/> <hr/> 2,469

Contributions. Contributions for employees are established in the statutes governing the TCRS and may only be changed by the Tennessee General Assembly. Employees contribute five percent of their salary. Putnam County makes employer contributions at the rate set by the Board of Trustees as determined by an actuarial valuation. For the year ended June 30, 2017, the employer contribution for Putnam County was \$3,181,551 based on a rate of 10.24 percent of covered payroll. By law, employer contributions are required to be paid. The TCRS may intercept Putnam County's state shared taxes if required employer contributions are not remitted. The employer's actuarially determined contributions (ADC) and member contributions are expected to finance the costs of benefits earned by members during the year, the cost of administration, as well as an amortized portion of any unfunded liability.

Net Pension Liability (Asset)

Putnam County's net pension liability (asset) was measured as of June 30, 2016, and the total pension liability (asset) used to calculate net pension liability (asset) was determined by an actuarial valuation as of that date.

Actuarial Assumptions. The total pension liability as of the June 30, 2016, actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

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

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

The actuarial assumptions used in the June 30, 2016, actuarial valuation were based on the results of an actuarial experience study performed for the period July 1, 2008, through June 30, 2012. The demographic assumptions were adjusted to more closely reflect actual and expected future experience.

The long-term expected rate of return on pension plan investments was established by the TCRS Board of Trustees in conjunction with the

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

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

The long-term expected rate of return on pension plan investments was established by the TCRS Board of Trustees as 7.5 percent based on a blending of the three factors described above.

Discount Rate. The discount rate used to measure the total pension liability was 7.5 percent. The projection of cash flows used to determine the discount rate assumes that employee contributions will be made at the current rate and that contributions from Putnam County will be made at the actuarially determined contribution rate pursuant to an actuarial valuation in accordance with the funding policy of the TCRS Board of Trustees and as required to be paid by state statute. Based on those assumptions, the pension plan's fiduciary net position was

projected to be available to make projected future benefit payments of current active and inactive members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

Changes in the Net Pension Liability (Asset)

	Increase (Decrease)		
	Total Pension Liability (a)	Plan Fiduciary Net Position (b)	Net Pension Liability (a)-(b)
Balance, July 1, 2015	\$ 87,563,959	\$ 82,436,842	\$ 5,127,117
Changes for the year:			
Service Cost	\$ 2,389,869	\$ 0	\$ 2,389,869
Interest	6,600,671	0	6,600,671
Differences Between Expected and Actual Experience	(147,907)	0	(147,907)
Contributions-Employer	0	3,000,872	(3,000,872)
Contributions-Employees	0	1,436,729	(1,436,729)
Net Investment Income	0	2,190,388	(2,190,388)
Benefit Payments, Including Refunds of Employee Contributions	(3,889,774)	(3,889,774)	0
Administrative Expense	0	(73,224)	73,224
Other Changes	0	0	0
Net Changes	\$ 4,952,859	\$ 2,664,991	\$ 2,287,868
Balance, June 30, 2016	\$ 92,516,818	\$ 85,101,833	\$ 7,414,985

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

		Total Pension Liability	Plan Fiduciary Net Position	Net Pension Liability (Asset)
Primary Government	60.47%	\$ 55,944,920	\$ 51,461,078	\$ 4,483,841
School Department	39.53%	36,571,898	33,640,755	2,931,144
Total		\$ 92,516,818	\$ 85,101,833	\$ 7,414,985

Sensitivity of the Net Pension Liability (Asset) to Changes in the Discount Rate. The following presents the net pension liability (asset) of Putnam County calculated using the discount rate of 7.5 percent, as well as what the net pension liability (asset) would be if it was

calculated using a discount rate that is one percentage point lower (6.5%) or one percentage point higher (8.5%) than the current rate:

	1% Decrease	Current Discount Rate	1% Increase
Putnam County	6.5%	7.5%	8.5%

Net Pension Liability \$ 19,823,576 \$ 7,414,985 \$ (2,848,309)

Pension Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions

Pension Expense. For the year ended June 30, 2017, Putnam County recognized pension expense of \$1,850,690.

Deferred Outflows of Resources and Deferred Inflows of Resources. For the year ended June 30, 2017, Putnam County reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference Between Expected and Actual Experience	\$ 1,115,099	\$ 708,679
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	2,866,535	0
Contributions Subsequent to the Measurement Date of June 30, 2016 (1)	3,181,551	N/A
Total	\$ 7,163,185	\$ 708,679

(1) The amount shown above for “Contributions Subsequent to the Measurement Date of June 30, 2016,” will be recognized as a reduction (increase) to net pension liability (asset) in the following measurement period.

Allocation of Agent Plan Deferred Outflows of Resources and
Deferred Inflows of Resources

	Deferred Outflows of Resources	Deferred Inflows of Resources
Primary Government	\$ 4,352,084	\$ 428,538
School Department	2,811,101	280,141
Total	<u>\$ 7,163,185</u>	<u>\$ 708,679</u>

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

Year Ending June 30	Amount
2018	\$ 424,216
2019	424,216
2020	1,652,070
2021	772,454
2022	0
Thereafter	0

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

Discretely Presented Putnam County School Department

Non-certified Employees

General Information About the Pension Plan

Plan Description. As noted above under the primary government, employees of Putnam County and non-certified employees of the discretely presented Putnam County School Department are provided a defined benefit pension plan through the Public Employee Retirement Plan, an agent multiple-employer pension plan administered by the TCRS. The primary government employees comprise 60.47 percent and the non-certified employees of the discretely presented School Department comprise 39.53 percent of the plan based on contribution data.

Certified Employees

Teacher Retirement Plan

General Information About the Pension Plan

Plan Description. Teachers of the Putnam County School Department with membership in the TCRS before July 1, 2014, are provided with pensions through the Teacher Legacy Pension Plan, a cost-sharing multiple-employer pension plan administered by the TCRS. The Teacher Legacy Pension Plan is closed to new membership. Teachers with membership in the TCRS after June 30, 2014, are provided with pensions through a legally separate plan referred to as the Teacher Retirement Plan, a cost-sharing multiple-employer pension plan administered by the TCRS. The TCRS was created by state statute under *Tennessee Code Annotated (TCA)*, Title 8, Chapters 34-37. The TCRS Board of Trustees is responsible for the proper operation and administration of all employer pension plans in the TCRS. The Tennessee Treasury Department, an agency in the legislative branch of state government, administers the plans of the TCRS. The TCRS issues a publicly available financial report that can be obtained at www.treasury.tn.gov/tcrs.

Benefits Provided. TCA, Title 8, Chapters 34-37 establish the benefit terms and can be amended only by the Tennessee General Assembly. Members are eligible to retire with an unreduced benefit at age 65 with five years of service credit or pursuant to the rule of 90 in which the member's age and service credit total 90. Benefits are determined by a formula using the member's highest five consecutive year average compensation and the member's years of service credit. A reduced early retirement benefit is available to vested members at age 60 or pursuant to the rule of 80. Members are vested with five years of service credit. Service related disability benefits are provided regardless of length of service. Five years of service is required for non-service related disability eligibility. The service related and non-service related disability benefits are determined in the same manner as a service retirement benefit but are reduced ten percent and include projected service credits. A variety of death benefits is available under various eligibility criteria. Member and beneficiary annuitants are entitled to an automatic cost of living adjustment (COLA) after retirement. A COLA is granted each July for annuitants retired prior to the second of July of the previous year. The COLA is based on the change in the consumer price index (CPI) during the prior calendar year, capped at three percent, and applied to the current benefit. No COLA is granted if the change in the CPI is less than one-half percent. A one percent COLA is granted if the CPI change is between one-half percent and one percent. Members who leave employment may withdraw their employee contributions, plus any accumulated interest. Under the Teacher

Retirement Plan, benefit terms and conditions, including COLA, can be adjusted on a prospective basis. Moreover, there are defined cost controls and unfunded liability controls that provide for the adjustment of benefit terms and conditions on an automatic basis.

Contributions. Contributions for teachers are established in the statutes governing the TCRS and may only be changed by the Tennessee General Assembly or by automatic cost controls set out in law. Teachers are required to contribute five percent of their salary to the plan. The Local Education Agencies (LEAs) make employer contributions at the rate set by the Board of Trustees as determined by an actuarial valuation. Per the statutory provisions governing TCRS, the employer contribution rate cannot be less than four percent, except in years when the maximum funded level, approved by the TCRS Board of Trustees, is reached. By law, employer contributions for the Teacher Retirement Plan are required to be paid. The TCRS may intercept the state shared taxes of the sponsoring governmental entity of the LEA if the required employer contributions are not remitted. Employer contributions for the year ended June 30, 2017, to the Teacher Retirement Plan were \$181,517, which is four percent of covered payroll. The employer rate, when combined with member contributions, is expected to finance the costs of benefits earned by members during the year, the cost of administration, as well as an amortized portion of any unfunded liability.

Pension Liabilities (Assets), Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions

Pension Liabilities (Assets). At June 30, 2017, the Putnam County School Department reported an asset of \$64,944 for its proportionate share of the net pension asset. The net pension asset was measured as of June 30, 2016, and the total pension liability used to calculate the net pension asset was determined by an actuarial valuation as of that date. The Putnam County School Department's proportion of the net pension asset was based on the Putnam County School Department's share of contributions to the pension plan relative to the contributions of all participating LEAs. At the measurement date of June 30, 2016, the Putnam County School Department's proportion was .623846 percent. The proportion measured as of June 30, 2015, was .592303 percent.

Pension Expense. For the year ended June 30, 2017, the Putnam County School Department recognized pension expense of \$54,299.

Deferred Outflows of Resources and Deferred Inflows of Resources. For the year ended June 30, 2017, the Putnam County School Department

reported deferred outflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference Between Expected and Actual Experience	\$ 6,293	\$ 7,488
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	10,633	0
Changes in proportion of Net Pension Liability(Asset)	0	885
LEA's Contributions Subsequent to the Measurement Date of June 30, 2016(1)	181,517	N/A
Total	<u>\$ 198,443</u>	<u>\$ 8,373</u>

(1) The amount shown above for “Contributions Subsequent to the Measurement Date of June 30, 2016,” will be recognized as a reduction (increase) to net pension liability (asset) in the following measurement period.

The Putnam County School Department’s employer contributions of \$181,517, reported as pension related deferred outflows of resources subsequent to the measurement date, will be recognized as an increase of net pension liability (asset) in the year ending June 30, 2018. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year Ending June 30	Amount
2018	\$ 2,555
2019	2,555
2020	2,555
2021	2,048
2022	(230)
Thereafter	(930)

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

Actuarial Assumptions. The total pension liability in the June 30, 2016, actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

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

Mortality rates are customized based on the June 30, 2012, actuarial experience study and some included adjustment for expected future improvement in life expectancy.

The actuarial assumptions used in the June 30, 2015, actuarial valuation were based on the results of an actuarial experience study performed for the period July 1, 2008, through June 30, 2012. The demographic assumptions were adjusted to more closely reflect actual and expected future experience.

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

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

The long-term expected rate of return on pension plan investments was established by the TCRS Board of Trustees as 7.5 percent based on a blending of the three factors described above.

Discount Rate. The discount rate used to measure the total pension liability was 7.5 percent. The projection of cash flows used to determine the discount rate assumes that employee contributions will be made at the current rate and that contributions from all the LEAs will be made at the actuarially determined contribution rate pursuant to an actuarial valuation in accordance with the funding policy of the TCRS Board of Trustees and as required to be paid by state statute. Based on those assumptions, the pension plan's fiduciary net position was projected to be available to make projected future benefit payments of current active and inactive members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

Sensitivity of the Proportionate Share of Net Pension Liability (Asset) to Changes in the Discount Rate. The following presents the Putnam County School Department's proportionate share of the net pension liability (asset) calculated using the discount rate of 7.5 percent, as well as what the Putnam County School Department's proportionate share of the net pension liability (asset) would be if it was calculated using a discount rate that is one percentage point lower (6.5%) or one percentage point higher (8.5%) than the current rate:

School Department's Proportionate Share of the Net Pension Liability (Asset)	1% Decrease 6.5%	Current Discount Rate 7.5%	1% Increase 8.5%
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Net Pension Liability \$ 30,668 \$ (64,944) \$ (135,391)

Pension Plan Fiduciary Net Position. Detailed information about the pension plan's fiduciary net position is available in a separately issued TCRS financial report.

Teacher Legacy Pension Plan

General Information About the Pension Plan

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

Benefits Provided. TCA, Title 8, Chapters 34-37 establish the benefit terms and can be amended only by the Tennessee General Assembly. Members of the Teacher Legacy Pension Plan are eligible to retire with an unreduced benefit at age 60 with five years of service credit or after 30 years of service credit regardless of age. Benefits are determined by a formula using the member's highest five consecutive year average compensation and the member's years of service credit. A reduced early retirement benefit is available to vested members at age 55. Members are vested with five years of service credit. Service related disability benefits are provided regardless of length of service. Five years of service is required for non-service related disability eligibility. The service related and non-service related disability benefits are determined in the same manner as a service retirement benefit but are reduced ten percent and include projected service credits. A variety of death benefits is available under various eligibility criteria. Member

and beneficiary annuitants are entitled to an automatic cost of living adjustment (COLA) after retirement. A COLA is granted each July for annuitants retired prior to the second of July of the previous year. The COLA is based on the change in the consumer price index (CPI) during the prior calendar year, capped at three percent, and applied to the current benefit. No COLA is granted if the change in the CPI is less than one-half percent. A one percent COLA is granted if the CPI change is between one-half and one percent. A member who leaves employment may withdraw their employee contributions, plus any accumulated interest. Under the Teacher Legacy Pension Plan, benefit terms and conditions, including COLAs can be adjusted on a prospective basis. Moreover, there are defined cost controls and unfunded liability controls that provide for the adjustment of benefit terms and conditions on an automatic basis.

Contributions. Contributions for teachers are established in the statutes governing the TCRS and may only be changed by the Tennessee General Assembly. Teachers are required to contribute five percent of their salaries. The Local Education Agencies (LEAs) make employer contributions at the rate set by the Board of Trustees as determined by an actuarial valuation. By law, employer contributions for the Teacher Legacy Pension Plan are required to be paid. The TCRS may intercept the state shared taxes of the sponsoring governmental entity of the LEA if the required employer contributions are not remitted. Employer contributions by the Putnam County School Department for the year ended June 30, 2017, to the Teacher Legacy Pension Plan were \$3,444,056, which is 9.04 percent of covered payroll. The employer rate, when combined with member contributions, is expected to finance the costs of benefits earned by members during the year, the cost of administration, as well as an amortized portion of any unfunded liability.

Pension Liabilities (Assets), Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions

Pension Liability (Assets). At June 30, 2017, the Putnam County School Department reported a liability of \$6,668,957 for its proportionate share of the net pension liability (asset). The net pension liability (asset) was measured as of June 30, 2016, and the total pension liability used to calculate the net pension liability (asset) was determined by an actuarial valuation as of that date. The Putnam County School Department's proportion of the net pension liability (asset) was based on the Putnam County School Department's long-term share of contributions to the pension plan relative to the contributions of all participating LEAs. At the measurement date of June 30, 2016, the Putnam County School Department's proportion was 1.067128 percent. The proportion measured at June 30, 2015, was 1.076975 percent.

Pension Expense. For the year ended June 30, 2017, the Putnam County School Department recognized pension expense of \$873,824.

Deferred Outflows of Resources and Deferred Inflows of Resources. For the year ended June 30, 2017, the Putnam County School Department reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference Between Expected and Actual Experience	\$ 280,653	\$ 8,073,897
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	7,445,981	0
Changes in Proportion of Net Pension Liability (Asset)	524,557	187,924
LEA's Contributions Subsequent to the Measurement Date of June 30, 2016(1)	3,444,056	N/A
Total	<u>\$ 11,695,247</u>	<u>\$ 8,261,821</u>

(1) The amount shown above for “Contributions Subsequent to the Measurement Date of June 30, 2016,” will be recognized as a reduction (increase) to net pension liability (asset) in the following measurement period.

The Putnam County School Department’s employer contributions of \$3,444,056 reported as pension related deferred outflows of resources subsequent to the measurement date, will be recognized as an increase in net pension asset in the year ending June 30, 2018. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year Ending June 30	Amount
2018	\$ (1,159,978)
2019	(1,159,978)
2020	2,411,854
2021	438,545
2022	(541,073)
Thereafter	0

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

Actuarial Assumptions. The total pension liability in the June 30, 2016, actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

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

Mortality rates are customized based on the June 30, 2012, actuarial experience study and some included adjustments for expected future improvement in life expectancy.

The actuarial assumptions used in the June 30, 2016, actuarial valuation were based on the results of an actuarial experience study performed for the period July 1, 2008, through June 30, 2012. The demographic assumptions were adjusted to more closely reflect actual and expected future experience.

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

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

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

The long-term expected rate of return on pension plan investments was established by the TCRS Board of Trustees as 7.5 percent based on a blending of the three factors described above.

Discount Rate. The discount rate used to measure the total pension liability was 7.5 percent. The projection of cash flows used to determine the discount rate assumes that employee contributions will be made at the current rate and that contributions from all the LEAs will be made at the actuarially determined contribution rate pursuant to an actuarial valuation in accordance with the funding policy of the TCRS Board of Trustees and as required to be paid by state statute. Based on those assumptions, the pension plan's fiduciary net position was projected to be available to make projected future benefit payments of current active and inactive members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

Sensitivity of the Proportionate Share of Net Pension Liability (Asset) to Changes in the Discount Rate. The following presents the Putnam County School Department's proportionate share of the net pension liability (asset) calculated using the discount rate of 7.5 percent, as well as what the Putnam County School Department's proportionate share of the net pension liability (asset) would be if it was calculated using a discount rate that is one percentage point lower (6.5%) or one percentage point higher (8.5%) than the current rate:

School Department's Proportionate Share of the Net Pension Liability (Asset)	1% Decrease 6.5%	Current Discount Rate 7.5%	1% Increase 8.5%
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Net Pension Liability	\$ 36,620,390	\$ 6,668,957	\$ (18,141,459)
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Pension Plan Fiduciary Net Position. Detailed information about the pension plan's fiduciary net position is available in a separately issued TCRS financial report.

2. Deferred Compensation

The primary government, except for the Highway Department, offers its employees a deferred compensation plan established pursuant to IRC Section 457(b). The discretely presented Putnam County School Department offers its employees deferred compensation plans established pursuant to IRC Sections 457(b) and 403(b). All costs of administering and funding the programs are the responsibility of plan participants. The 457(b) and 403(b) plan assets remain the property of the contributing employees and are not presented in the accompanying financial statements. IRC Sections 457(b) and 403(b) plans establish participation, contribution, and withdrawal provisions for the plan.

Teachers hired after July 1, 2014, by the discretely presented Putnam County School Department are required to participate in a hybrid pension plan (Teacher Retirement Plan) administered by the Tennessee Consolidated Retirement System. The Teacher Retirement Plan requires that these teachers contribute five percent of their salaries into a deferred compensation plan managed by the hybrid plan pursuant to IRC Section 401(k). As part of their employment package, the Putnam County School Department has assumed all costs of funding this program on-behalf of the plan participants. The Section 401(k) plan assets remain the property of the participating teachers and are not presented in the accompanying financial statements. IRC Section 401(k), establishes participation, contribution, and withdrawal provisions for the plans. During the year, the Putnam County School Department contributed \$223,007 to the 401(k) portion of the plan on-behalf of the plan participants.

H. Other Postemployment Benefits (OPEB)

Primary Government

Plan Description

Putnam County participates in a commercial postemployment benefits plan administered by Blue Cross/Blue Shield of Tennessee for medical benefits for retirees. For accounting purposes, the plan is a single-employer defined benefit OPEB plan. Benefits are established and amended by the county commission.

Funding Policy

The plan is purchased commercially and financed on a pay-as-you-go basis. The county develops its own contribution policy in terms of subsidizing active employees or retired employees' premiums. Eligibility is based upon age and years of service. Full-time employees with 30 years of service are eligible regardless of age, and full-time employees with 20 years of service are eligible at age 60. Retirees are responsible for 100 percent of the premium for either single or family coverage.

Annual OPEB Cost and Net OPEB Obligation

	<u>Commercial Plan</u>
ARC	\$ 141,523
Interest on the NOPEBO	29,590
Adjustment to the ARC	<u>(41,949)</u>
Annual OPEB cost	\$ 129,164
Amount of contribution	<u>(5,670)</u>
Increase/decrease in NOPEBO	\$ 123,494
Net OPEB obligation, 7-1-16	<u>739,752</u>
Net OPEB obligation, 6-30-17	<u><u>\$ 863,246</u></u>

Fiscal Year Ended	Plan	Annual OPEB Cost	Percentage of Annual OPEB Cost Contributed	Net OPEB Obligation at Year End
6-30-15	Commercial Insurance	\$ 115,524	14 %	\$ 646,098
6-30-16	"	115,609	19	739,752
6-30-17	"	129,164	4	863,246

Funded Status and Funding Progress

The funded status of the plan as of July 1, 2016, was as follows:

	<u>Commercial Plan</u>
Actuarial valuation date	7-1-16
Actuarial accrued liability (AAL)	\$ 1,176,074
Actuarial value of plan assets	\$ 0
Unfunded actuarial accrued liability (UAAL)	\$ 1,176,074
Actuarial value of assets as a % of the AAL	0%
Covered payroll (active plan members)	\$ 17,090,573
UAAL as a % of covered payroll	7%

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, 2016, actuarial valuation, the projected unit credit cost method was used. The actuarial assumptions included a four percent investment rate of return and an annual health care cost trend rate of eight percent for fiscal year 2017. This rate decreases annually until an ultimate rate of five percent is reached in fiscal year 2023. The unfunded actuarial accrued liability is being amortized over a 30-year period.

Discretely Presented Putnam County School Department

Plan Description

The Putnam County 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*, 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 plan is reported in the State of Tennessee Comprehensive Annual Financial Report (CAFR). The CAFR is available on the state's website at <https://www.tn.gov/finance/fa/fa-accounting-financial/fa-accfin-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 employer in the plan develops a contribution policy in terms of subsidizing active employees or retired employees' premiums since the committee is not prescriptive on that issue. The state does not provide a subsidy for local government participants; however, the state does provide a partial subsidy to Local Education Agency pre-65 teachers and a full subsidy based on years of service for post-65 teachers in the Medicare Supplement Plan. During the year ended June 30, 2017, the discretely presented School Department contributed \$810,382 for postemployment benefits.

Annual OPEB Cost and Net OPEB Obligation

	Local Education Group Plan
	<hr/>
ARC	\$ 679,000
Interest on the NOPEBO	4,928
Adjustment to the ARC	(4,947)
Annual OPEB cost	\$ 678,981
Amount of contribution	(810,382)
Increase/decrease in NOPEBO	\$ (131,401)
Net OPEB obligation, 7-1-16	<hr/> 131,401 <hr/>
Net OPEB obligation, 6-30-17	<hr/> <hr/> \$ 0 <hr/> <hr/>

Fiscal Year Ended	Plan	Annual OPEB Cost	Percentage of Annual OPEB Cost Contributed	Net OPEB Obligation at Year End
		<hr/>		
6-30-15	Local Education Group	\$ 543,688	154	% \$ 374,287
6-30-16	"	655,944	137	131,401
6-30-17	"	678,981	119	0

Funded Status and Funding Progress

The funded status of the plan as of July 1, 2015, was as follows:

	Local Education Group Plan
	<hr/>
Actuarial valuation date	7-1-15
Actuarial accrued liability (AAL)	\$ 6,251,000
Actuarial value of plan assets	\$ 0
Unfunded actuarial accrued liability (UAAL)	\$ 6,251,000
Actuarial value of assets as a % of the AAL	0%
Covered payroll (active plan members)	\$ 53,809,727
UAAL as a % of covered payroll	12%

Actuarial valuations involve estimates of the value of reported amounts and assumptions about the probability of events far into the future, and actuarially

determined amounts are subject to continual revision as actual results are compared to past expectations and new estimates are made about the future. The Schedule of Funding Progress, presented as required supplementary information following the notes to the financial statements, presents multi-year trend information about whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liability for benefits.

Actuarial Methods and Assumptions

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

In the July 1, 2015, actuarial valuation for the Local Education Plan, the projected unit credit actuarial cost method was used. The actuarial assumptions included a 3.75 percent investment rate of return (net of administrative expenses) and an annual health care cost trend rate of six percent in 2017. The trend rate will be reduced by decrements to an ultimate rate of 4.645 percent by fiscal year 2050. Both rates include a 2.5 percent inflation assumption. The unfunded actuarial accrued liability is being amortized as a level percentage of payroll on a closed basis over a 35-year period beginning with July 1, 2007. Payroll is assumed to grow at a rate of three percent.

I. Purchasing Laws

Office of County Executive

Purchasing procedures for the County Executive's Office are governed by provisions of Chapter 63, Private Acts of 1981. This statute provides for the county executive to serve as the purchasing agent and for all purchases exceeding \$10,000 to be made on the basis of competitive bids solicited through advertisement in a local newspaper.

Office of Road Supervisor

Purchasing procedures for the Highway Department are governed by provisions of Chapter 122, Private Acts of 1989, and the Uniform Road Law, Section 54-7-113, *Tennessee Code Annotated (TCA)*. These statutes require purchases exceeding \$10,000 to be made after public advertisement and solicitation of competitive bids.

Office of Director of Schools

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

J. Subsequent Events

On January 4, 2018, the discretely presented School Department entered into a \$2,528,565 energy efficiency agreement. This agreement will be funded by a six-year Tennessee Energy Efficiency School Initiative Loan, utility incentives, and anticipated utility savings as a result of the project.

On February 9, 2018, Putnam County sold general obligation refunding bonds totaling \$13,455,000 to refund the remaining balance of the \$16,000,000 Public Improvement, Series 2007.

**REQUIRED SUPPLEMENTARY
INFORMATION**

Exhibit F-1

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

	2014	2015	2016
Total Pension Liability			
Service Cost	\$ 2,834,627	\$ 2,242,949	\$ 2,389,869
Interest	5,839,055	6,105,144	6,600,671
Differences Between Actual and Expected Experience	(1,180,708)	1,858,499	(147,907)
Benefit Payments, Including Refunds of Employee Contributions	<u>(3,103,658)</u>	<u>(3,603,212)</u>	<u>(3,889,774)</u>
Net Change in Total Pension Liability	\$ 4,389,316	\$ 6,603,380	\$ 4,952,859
Total Pension Liability, Beginning	<u>76,571,263</u>	<u>80,960,579</u>	<u>87,563,959</u>
 Total Pension Liability, Ending (a)	 <u>\$ 80,960,579</u>	 <u>\$ 87,563,959</u>	 <u>\$ 92,516,818</u>
Plan Fiduciary Net Position			
Contributions - Employer	\$ 2,789,750	\$ 2,924,299	\$ 3,000,872
Contributions - Employee	1,344,972	1,408,317	1,436,729
Net Investment Income	11,209,298	2,449,987	2,190,388
Benefit Payments, Including Refunds of Employee Contributions	(3,103,658)	(3,603,212)	(3,889,774)
Administrative Expense	<u>(37,923)</u>	<u>(48,823)</u>	<u>(73,224)</u>
Net Change in Plan Fiduciary Net Position	\$ 12,202,439	\$ 3,130,568	\$ 2,664,991
Plan Fiduciary Net Position, Beginning	<u>67,103,835</u>	<u>79,306,274</u>	<u>82,436,842</u>
 Plan Fiduciary Net Position, Ending (b)	 <u>\$ 79,306,274</u>	 <u>\$ 82,436,842</u>	 <u>\$ 85,101,833</u>
 Net Pension Liability (Asset), Ending (a - b)	 <u>\$ 1,654,305</u>	 <u>\$ 5,127,117</u>	 <u>\$ 7,414,985</u>
 Plan Fiduciary Net Position as a Percentage of Total Pension Liability	 97.96%	 94.14%	 91.99%
Covered Payroll	\$ 26,837,192	\$ 27,925,707	\$ 28,684,067
Net Pension Liability (Asset) as a Percentage of Covered Payroll	6.16%	18.36%	25.85%

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

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

Exhibit F-2

Putnam County, Tennessee
Schedule of Contributions Based on Participation in the Public
Employee Pension Plan of TCRS
Primary Government
For the Fiscal Year Ended June 30

	2014	2015	2016	2017
Actuarially Determined Contribution	\$ 2,789,750	\$ 2,924,299	\$ 3,000,872	\$ 3,181,551
Less Contributions in Relation to the Actuarially Determined Contribution	<u>(2,789,750)</u>	<u>(2,924,299)</u>	<u>(3,000,872)</u>	<u>(3,181,551)</u>
Contribution Deficiency (Excess)	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
Covered Payroll	\$ 26,837,192	\$ 27,925,707	\$ 28,684,067	\$ 31,076,487
Contributions as a Percentage of Covered Payroll	10.40%	10.47%	10.46%	10.24%

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

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

Exhibit F-3

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

	<u>2015</u>		<u>2016</u>		<u>2017</u>
Contractually Required Contribution	\$ 50,263	\$	109,798	\$	181,517
Less Contributions in Relation to the Contractually Required Contribution	<u>(50,263)</u>		<u>(109,798)</u>		<u>(181,517)</u>
Contribution Deficiency (Excess)	<u>\$ 0</u>	\$	<u>0</u>	\$	<u>0</u>
Covered Payroll	\$ 1,256,568	\$	2,744,927	\$	4,561,247
Contributions as a Percentage of Covered Payroll	4.00%		4.00%		4.00%

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

Exhibit F-4

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

	2014	2015	2016	2017
Contractually Required Contribution	\$ 3,539,956	\$ 3,644,619	\$ 3,482,313	\$ 3,444,056
Less Contributions in Relation to the Contractually Required Contribution	(3,539,956)	(3,644,619)	(3,482,313)	(3,444,056)
Contribution Deficiency (Excess)	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
Covered Payroll	\$ 39,864,365	\$ 40,316,652	\$ 38,521,221	\$ 37,617,792
Contributions as a Percentage of Covered Payroll	8.88%	9.04%	9.04%	9.04%

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

Exhibit F-5

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

	<u>2016</u>	<u>2017</u>
School Department's Proportion of the Net Pension Liability/Asset	0.592303%	0.623846%
School Department's Proportionate Share of the Net Pension Liability (Asset)	\$ (24,330)	\$ (64,944)
Covered Payroll	\$ 1,256,568	\$ 2,744,927
School Department's Proportionate Share of the Net Pension Liability (Asset) as a Percentage of its Covered Payroll	(1.94)%	(2.37)%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	127.46%	121.88%

* The amounts presented were determined as of June 30 of the prior fiscal year.

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

Exhibit F-6

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

	2015	2016	2017
School Department's Proportion of the Net Pension Liability/Asset	1.015655%	1.076975%	1.067128%
School Department's Proportionate Share of the Net Pension Liability (Asset)	\$ (165,039)	\$ 441,166	\$ 6,668,957
Covered Payroll	\$ 39,864,365	\$ 40,316,652	\$ 38,521,221
School Department's Proportionate Share of the Net Pension Liability (Asset) as a Percentage of its Covered Payroll	(0.41)%	1.09%	17.31%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	100.08%	99.81%	97.14%

* The amounts presented were determined as of June 30 of the prior fiscal year.

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

Exhibit F-7

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

(Dollar amounts in thousands)

Plans	Actuarial Valuation Date	Actuarial Value of Plan Assets (a)	Actuarial Accrued Liability (AAL) Projected Unit Credit (b)	Unfunded AAL (UAAL) (b)-(a)	Funded Ratio (a/b)	Covered Payroll (c)	UAAL as a Percentage of Covered Payroll ((b-a)/c)
Local Government Commercial	7-1-11	\$ 0	\$ 979	\$ 979	0 %	\$ 15,225	6 %
"	7-1-14	0	1,067	1,067	0	15,345	7
"	7-1-16	0	1,176	1,176	0	17,091	7
Local Education Group	7-1-11	0	7,489	7,489	0	48,786	15
"	7-1-13	0	4,965	4,965	0	51,441	10
"	7-1-15	0	6,251	6,251	0	53,810	12

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

TENNESSEE CONSOLIDATED RETIREMENT SYSTEM

Valuation Date: Actuarially determined contribution rates for 2017 were calculated based on the July 1, 2015, actuarial valuation.

Methods and assumptions used to determine contribution rates:

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

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

Nonmajor Governmental Funds

Special Revenue Funds

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

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

Industrial/Economic Development Fund – The Industrial/Economic Development Fund is used to account for transactions relating to industrial development projects.

Special Purpose Fund – The Special Purpose Fund is used to account for transactions of the Putnam County Archive and Veterans’ Hall.

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

Sports and Recreation Fund – The Sports and Recreation Fund is used to account for the transactions of the Parks, Recreation, and Conservation Board related to the oversight and maintenance of public parks and community centers, as well as, coordinating recreational activities within Putnam County.

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

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

Capital Projects Fund

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 property taxes for the construction and renovation of various county buildings and the purchase of capital assets.

Exhibit G-1

Putnam County, Tennessee
Combining Balance Sheet
Nonmajor Governmental Funds
June 30, 2017

	Special Revenue Funds					
	Solid Waste / Sanitation	Industrial / Economic Development	Special Purpose	Drug Control	Sports and Recreation	Constitu - tional Officers - Fees
<u>ASSETS</u>						
Cash	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 3,140
Equity in Pooled Cash and Investments	1,539,971	616,913	220,792	208,022	336,626	0
Accounts Receivable	184,451	0	0	0	44,254	0
Allowance for Uncollectibles	(37,342)	0	0	0	0	0
Due from Other Governments	4,662	0	0	0	0	0
Property Taxes Receivable	2,914,223	323,802	0	0	647,605	0
Allowance for Uncollectible Property Taxes	(54,697)	(6,077)	0	0	(12,155)	0
Total Assets	<u>\$ 4,551,268</u>	<u>\$ 934,638</u>	<u>\$ 220,792</u>	<u>\$ 208,022</u>	<u>\$ 1,016,330</u>	<u>\$ 3,140</u>
<u>LIABILITIES</u>						
Accounts Payable	\$ 103,445	\$ 28,147	\$ 400	\$ 0	\$ 2,668	\$ 0
Contracts Payable	0	0	0	0	0	0
Retainage Payable	0	0	0	0	0	0
Due to Other Funds	0	0	0	0	0	3,140
Due to Litigants, Heirs, and Others	0	0	0	51,382	0	0
Total Liabilities	<u>\$ 103,445</u>	<u>\$ 28,147</u>	<u>\$ 400</u>	<u>\$ 51,382</u>	<u>\$ 2,668</u>	<u>\$ 3,140</u>
<u>DEFERRED INFLOWS OF RESOURCES</u>						
Deferred Current Property Taxes	\$ 2,807,739	\$ 311,971	\$ 0	\$ 0	\$ 623,942	\$ 0
Deferred Delinquent Property Taxes	47,731	5,300	0	0	10,600	0
Other Deferred/Unavailable Revenue	27,658	0	0	0	0	0
Total Deferred Inflows of Resources	<u>\$ 2,883,128</u>	<u>\$ 317,271</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 634,542</u>	<u>\$ 0</u>

(Continued)

Exhibit G-1

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

	Special Revenue Funds					
	Solid Waste / Sanitation	Industrial / Economic Development	Special Purpose	Drug Control	Sports and Recreation	Constitu - tional Officers - Fees
<u>FUND BALANCES</u>						
Restricted:						
Restricted for General Government	\$ 0	\$ 0	\$ 220,392	\$ 0	\$ 0	\$ 0
Restricted for Public Safety	0	0	0	156,640	0	0
Restricted for Highways/Public Works	0	0	0	0	0	0
Committed:						
Committed for Public Health and Welfare	1,461,667	0	0	0	0	0
Committed for Social, Cultural, and Recreational Services	0	0	0	0	355,479	0
Committed for Other Operations	0	589,220	0	0	0	0
Committed for Capital Outlay	0	0	0	0	0	0
Committed for Capital Projects	0	0	0	0	0	0
Assigned:						
Assigned for Public Health and Welfare	103,028	0	0	0	0	0
Assigned for Social, Cultural, and Recreational Services	0	0	0	0	23,641	0
Assigned for Capital Projects	0	0	0	0	0	0
Total Fund Balances	<u>\$ 1,564,695</u>	<u>\$ 589,220</u>	<u>\$ 220,392</u>	<u>\$ 156,640</u>	<u>\$ 379,120</u>	<u>\$ 0</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 4,551,268</u>	<u>\$ 934,638</u>	<u>\$ 220,792</u>	<u>\$ 208,022</u>	<u>\$ 1,016,330</u>	<u>\$ 3,140</u>

(Continued)

Exhibit G-1

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

	<u>Special Revenue Funds (Cont.)</u>		<u>Capital</u> <u>Projects Fund</u>	<u>Total</u> <u>Nonmajor</u> <u>Governmental</u> <u>Funds</u>
	<u>Highway /</u> <u>Public</u> <u>Works</u>	<u>Total</u>	<u>General</u> <u>Capital</u> <u>Projects</u>	
<u>ASSETS</u>				
Cash	\$ 0	\$ 3,140	\$ 0	\$ 3,140
Equity in Pooled Cash and Investments	1,987,432	4,909,756	1,609,191	6,518,947
Accounts Receivable	0	228,705	0	228,705
Allowance for Uncollectibles	0	(37,342)	0	(37,342)
Due from Other Governments	953,945	958,607	0	958,607
Property Taxes Receivable	1,780,914	5,666,544	323,803	5,990,347
Allowance for Uncollectible Property Taxes	(33,426)	(106,355)	(6,078)	(112,433)
Total Assets	\$ 4,688,865	\$ 11,623,055	\$ 1,926,916	\$ 13,549,971
<u>LIABILITIES</u>				
Accounts Payable	\$ 0	\$ 134,660	\$ 0	\$ 134,660
Contracts Payable	140,637	140,637	8,540	149,177
Retainage Payable	7,402	7,402	14,900	22,302
Due to Other Funds	0	3,140	0	3,140
Due to Litigants, Heirs, and Others	0	51,382	0	51,382
Total Liabilities	\$ 148,039	\$ 337,221	\$ 23,440	\$ 360,661
<u>DEFERRED INFLOWS OF RESOURCES</u>				
Deferred Current Property Taxes	\$ 1,715,840	\$ 5,459,492	\$ 311,972	\$ 5,771,464
Deferred Delinquent Property Taxes	30,643	94,274	5,207	99,481
Other Deferred/Unavailable Revenue	194,798	222,456	0	222,456
Total Deferred Inflows of Resources	\$ 1,941,281	\$ 5,776,222	\$ 317,179	\$ 6,093,401

(Continued)

Exhibit G-1

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

	<u>Special Revenue Funds (Cont.)</u>		<u>Capital</u> <u>Projects Fund</u>	<u>Total</u> <u>Nonmajor</u> <u>Governmental</u> <u>Funds</u>
	<u>Highway /</u> <u>Public</u> <u>Works</u>	<u>Total</u>	<u>General</u> <u>Capital</u> <u>Projects</u>	
<u>FUND BALANCES</u>				
Restricted:				
Restricted for General Government	\$ 0	\$ 220,392	\$ 0	\$ 220,392
Restricted for Public Safety	0	156,640	0	156,640
Restricted for Highways/Public Works	1,386,509	1,386,509	0	1,386,509
Committed:				
Committed for Public Health and Welfare	0	1,461,667	0	1,461,667
Committed for Social, Cultural, and Recreational Services	0	355,479	0	355,479
Committed for Other Operations	0	589,220	0	589,220
Committed for Capital Outlay	1,213,036	1,213,036	0	1,213,036
Committed for Capital Projects	0	0	1,067,915	1,067,915
Assigned:				
Assigned for Public Health and Welfare	0	103,028	0	103,028
Assigned for Social, Cultural, and Recreational Services	0	23,641	0	23,641
Assigned for Capital Projects	0	0	518,382	518,382
Total Fund Balances	<u>\$ 2,599,545</u>	<u>\$ 5,509,612</u>	<u>\$ 1,586,297</u>	<u>\$ 7,095,909</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 4,688,865</u>	<u>\$ 11,623,055</u>	<u>\$ 1,926,916</u>	<u>\$ 13,549,971</u>

Exhibit G-2

Putnam County, Tennessee
Combining Statement of Revenues, Expenditures,
and Changes in Fund Balances
Nonmajor Governmental Funds
For the Year Ended June 30, 2017

	Special Revenue Funds					
	Solid Waste / Sanitation	Industrial / Economic Development	Special Purpose	Drug Control	Sports and Recreation	Constitutional Officers - Fees
<u>Revenues</u>						
Local Taxes	\$ 2,935,028	\$ 678,904	\$ 0	\$ 0	\$ 916,342	\$ 0
Fines, Forfeitures, and Penalties	0	0	0	4,750	0	0
Charges for Current Services	1,363,785	3,400	77,045	36	63,912	26,183
Other Local Revenues	279,739	0	8,767	1,183	80,538	0
State of Tennessee	11,505	0	0	0	0	0
Federal Government	0	0	0	0	0	0
Other Governments and Citizens Groups	0	0	0	561	0	0
Total Revenues	\$ 4,590,057	\$ 682,304	\$ 85,812	\$ 6,530	\$ 1,060,792	\$ 26,183
<u>Expenditures</u>						
Current:						
General Government	\$ 0	\$ 11,200	\$ 73,384	\$ 0	\$ 0	\$ 0
Finance	0	0	0	0	0	110
Administration of Justice	0	0	0	0	0	25,875
Public Safety	0	0	0	52,943	0	198
Public Health and Welfare	4,246,626	0	0	0	0	0
Social, Cultural, and Recreational Services	0	0	0	0	1,071,083	0
Other Operations	0	457,228	0	105	0	0
Highways	0	0	0	0	0	0
Capital Projects - Donated	0	0	0	0	0	0
Total Expenditures	\$ 4,246,626	\$ 468,428	\$ 73,384	\$ 53,048	\$ 1,071,083	\$ 26,183

(Continued)

Exhibit G-2

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

	Special Revenue Funds					Constitu - tional Officers - Fees
	Solid Waste / Sanitation	Industrial / Economic Development	Special Purpose	Drug Control	Sports and Recreation	
Excess (Deficiency) of Revenues Over Expenditures	\$ 343,431	\$ 213,876	\$ 12,428	\$ (46,518)	\$ (10,291)	0
<u>Other Financing Sources (Uses)</u>						
Transfers In	\$ 0	\$ 0	\$ 0	\$ 50,000	\$ 0	0
Transfers Out	0	(41,385)	0	0	0	0
Total Other Financing Sources (Uses)	\$ 0	\$ (41,385)	\$ 0	\$ 50,000	\$ 0	0
Net Change in Fund Balances	\$ 343,431	\$ 172,491	\$ 12,428	\$ 3,482	\$ (10,291)	0
Fund Balance, July 1, 2016	1,221,264	416,729	207,964	153,158	389,411	0
Fund Balance, June 30, 2017	\$ 1,564,695	\$ 589,220	\$ 220,392	\$ 156,640	\$ 379,120	0

(Continued)

Exhibit G-2

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

	Special Revenue Funds (Cont.)		Capital Projects Fund	Total
	Highway / Public Works	Total	General Capital Projects	Nonmajor Governmental Funds
<u>Revenues</u>				
Local Taxes	\$ 1,966,722	\$ 6,496,996	\$ 325,608	\$ 6,822,604
Fines, Forfeitures, and Penalties	0	4,750	0	4,750
Charges for Current Services	0	1,534,361	0	1,534,361
Other Local Revenues	55,876	426,103	0	426,103
State of Tennessee	2,725,659	2,737,164	0	2,737,164
Federal Government	0	0	70,738	70,738
Other Governments and Citizens Groups	0	561	8,120	8,681
Total Revenues	<u>\$ 4,748,257</u>	<u>\$ 11,199,935</u>	<u>\$ 404,466</u>	<u>\$ 11,604,401</u>
<u>Expenditures</u>				
Current:				
General Government	\$ 0	\$ 84,584	\$ 1,861,132	\$ 1,945,716
Finance	0	110	0	110
Administration of Justice	0	25,875	0	25,875
Public Safety	0	53,141	0	53,141
Public Health and Welfare	0	4,246,626	0	4,246,626
Social, Cultural, and Recreational Services	0	1,071,083	0	1,071,083
Other Operations	0	457,333	6,462	463,795
Highways	3,855,342	3,855,342	0	3,855,342
Capital Projects - Donated	0	0	485,134	485,134
Total Expenditures	<u>\$ 3,855,342</u>	<u>\$ 9,794,094</u>	<u>\$ 2,352,728</u>	<u>\$ 12,146,822</u>

(Continued)

Exhibit G-2

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

	Special Revenue Funds (Cont.)		Capital Projects Fund	Total
	Highway / Public Works	Total	General Capital Projects	Nonmajor Governmental Funds
Excess (Deficiency) of Revenues Over Expenditures	\$ 892,915	\$ 1,405,841	\$ (1,948,262)	\$ (542,421)
<u>Other Financing Sources (Uses)</u>				
Transfers In	\$ 450,000	\$ 500,000	\$ 3,500,000	\$ 4,000,000
Transfers Out	0	(41,385)	(200,000)	(241,385)
Total Other Financing Sources (Uses)	\$ 450,000	\$ 458,615	\$ 3,300,000	\$ 3,758,615
Net Change in Fund Balances	\$ 1,342,915	\$ 1,864,456	\$ 1,351,738	\$ 3,216,194
Fund Balance, July 1, 2016	1,256,630	3,645,156	234,559	3,879,715
Fund Balance, June 30, 2017	\$ 2,599,545	\$ 5,509,612	\$ 1,586,297	\$ 7,095,909

Exhibit G-3

Putnam 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, 2017

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2016	Add: Encumbrances 6/30/2017	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
<u>Revenues</u>							
Local Taxes	\$ 2,935,028	\$ 0	\$ 0	\$ 2,935,028	\$ 2,893,676	\$ 2,893,676	\$ 41,352
Charges for Current Services	1,363,785	0	0	1,363,785	940,000	1,015,000	348,785
Other Local Revenues	279,739	0	0	279,739	200,000	200,000	79,739
State of Tennessee	11,505	0	0	11,505	87,400	102,749	(91,244)
Total Revenues	\$ 4,590,057	\$ 0	\$ 0	\$ 4,590,057	\$ 4,121,076	\$ 4,211,425	\$ 378,632
<u>Expenditures</u>							
<u>Public Health and Welfare</u>							
Sanitation Management	\$ 3,480,902	\$ (9,043)	\$ 74,028	\$ 3,545,887	\$ 3,665,510	\$ 3,665,510	\$ 119,623
Other Waste Collection	0	0	0	0	0	90,349	90,349
Compost Waste Center	103,500	(103,500)	0	0	0	0	0
Landfill Operation and Maintenance	103,722	0	0	103,722	120,000	120,000	16,278
Other Waste Disposal	542,349	0	29,000	571,349	610,000	610,000	38,651
Postclosure Care Costs	16,153	0	0	16,153	217,600	217,600	201,447
Total Expenditures	\$ 4,246,626	\$ (112,543)	\$ 103,028	\$ 4,237,111	\$ 4,613,110	\$ 4,703,459	\$ 466,348
Excess (Deficiency) of Revenues Over Expenditures	\$ 343,431	\$ 112,543	\$ (103,028)	\$ 352,946	\$ (492,034)	\$ (492,034)	\$ 844,980
Net Change in Fund Balance	\$ 343,431	\$ 112,543	\$ (103,028)	\$ 352,946	\$ (492,034)	\$ (492,034)	\$ 844,980
Fund Balance, July 1, 2016	1,221,264	(112,543)	0	1,108,721	1,151,857	1,151,857	(43,136)
Fund Balance, June 30, 2017	\$ 1,564,695	\$ 0	\$ (103,028)	\$ 1,461,667	\$ 659,823	\$ 659,823	\$ 801,844

Exhibit G-4

Putnam County, Tennessee
Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Actual and Budget
Industrial/Economic Development Fund
For the Year Ended June 30, 2017

	Actual	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
		Original	Final	
<u>Revenues</u>				
Local Taxes	\$ 678,904	\$ 773,964	\$ 773,964	\$ (95,060)
Charges for Current Services	3,400	1,500	1,500	1,900
Total Revenues	<u>\$ 682,304</u>	<u>\$ 775,464</u>	<u>\$ 775,464</u>	<u>\$ (93,160)</u>
<u>Expenditures</u>				
<u>General Government</u>				
Development	\$ 11,200	\$ 9,800	\$ 11,200	\$ 0
<u>Other Operations</u>				
Industrial Development	457,228	455,000	448,363	(8,865)
Total Expenditures	<u>\$ 468,428</u>	<u>\$ 464,800</u>	<u>\$ 459,563</u>	<u>\$ (8,865)</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ 213,876</u>	<u>\$ 310,664</u>	<u>\$ 315,901</u>	<u>\$ (102,025)</u>
<u>Other Financing Sources (Uses)</u>				
Transfers Out	\$ (41,385)	\$ (34,748)	\$ (41,385)	\$ 0
Total Other Financing Sources	<u>\$ (41,385)</u>	<u>\$ (34,748)</u>	<u>\$ (41,385)</u>	<u>\$ 0</u>
Net Change in Fund Balance	\$ 172,491	\$ 275,916	\$ 274,516	\$ (102,025)
Fund Balance, July 1, 2016	<u>416,729</u>	<u>416,727</u>	<u>416,727</u>	<u>2</u>
Fund Balance, June 30, 2017	<u>\$ 589,220</u>	<u>\$ 692,643</u>	<u>\$ 691,243</u>	<u>\$ (102,023)</u>

Exhibit G-5

Putnam County, Tennessee
Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Actual (Budgetary Basis) and Budget
Special Purpose Fund
For the Year Ended June 30, 2017

	Actual (GAAP Basis)	Add: Encumbrances 6/30/2017	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
				Original	Final	
<u>Revenues</u>						
Charges for Current Services	\$ 77,045	\$ 0	\$ 77,045	\$ 75,000	\$ 75,000	\$ 2,045
Other Local Revenues	8,767	0	8,767	5,000	5,000	3,767
Total Revenues	<u>\$ 85,812</u>	<u>\$ 0</u>	<u>\$ 85,812</u>	<u>\$ 80,000</u>	<u>\$ 80,000</u>	<u>\$ 5,812</u>
<u>Expenditures</u>						
<u>General Government</u>						
Preservation of Records	\$ 73,384	\$ 465	\$ 73,849	\$ 85,600	\$ 85,600	\$ 11,751
Total Expenditures	<u>\$ 73,384</u>	<u>\$ 465</u>	<u>\$ 73,849</u>	<u>\$ 85,600</u>	<u>\$ 85,600</u>	<u>\$ 11,751</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ 12,428</u>	<u>\$ (465)</u>	<u>\$ 11,963</u>	<u>\$ (5,600)</u>	<u>\$ (5,600)</u>	<u>\$ 17,563</u>
Net Change in Fund Balance	\$ 12,428	\$ (465)	\$ 11,963	\$ (5,600)	\$ (5,600)	\$ 17,563
Fund Balance, July 1, 2016	<u>207,964</u>	<u>0</u>	<u>207,964</u>	<u>207,834</u>	<u>207,834</u>	<u>130</u>
Fund Balance, June 30, 2017	<u>\$ 220,392</u>	<u>\$ (465)</u>	<u>\$ 219,927</u>	<u>\$ 202,234</u>	<u>\$ 202,234</u>	<u>\$ 17,693</u>

Exhibit G-6

Putnam County, Tennessee
Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Actual and Budget
Drug Control Fund
For the Year Ended June 30, 2017

	Actual	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
		Original	Final	
<u>Revenues</u>				
Fines, Forfeitures, and Penalties	\$ 4,750	\$ 20,000	\$ 26,000	\$ (21,250)
Charges for Current Services	36	0	0	36
Other Local Revenues	1,183	7,000	7,000	(5,817)
Other Governments and Citizens Groups	561	0	0	561
Total Revenues	<u>\$ 6,530</u>	<u>\$ 27,000</u>	<u>\$ 33,000</u>	<u>\$ (26,470)</u>
<u>Expenditures</u>				
<u>Public Safety</u>				
Drug Enforcement	\$ 52,943	\$ 50,000	\$ 56,000	\$ 3,057
<u>Other Operations</u>				
Miscellaneous	105	0	0	(105)
Total Expenditures	<u>\$ 53,048</u>	<u>\$ 50,000</u>	<u>\$ 56,000</u>	<u>\$ 2,952</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ (46,518)</u>	<u>\$ (23,000)</u>	<u>\$ (23,000)</u>	<u>\$ (23,518)</u>
<u>Other Financing Sources (Uses)</u>				
Transfers In	\$ 50,000	\$ 50,000	\$ 50,000	\$ 0
Total Other Financing Sources	<u>\$ 50,000</u>	<u>\$ 50,000</u>	<u>\$ 50,000</u>	<u>\$ 0</u>
Net Change in Fund Balance	\$ 3,482	\$ 27,000	\$ 27,000	\$ (23,518)
Fund Balance, July 1, 2016	<u>153,158</u>	<u>110,835</u>	<u>110,835</u>	<u>42,323</u>
Fund Balance, June 30, 2017	<u>\$ 156,640</u>	<u>\$ 137,835</u>	<u>\$ 137,835</u>	<u>\$ 18,805</u>

Exhibit G-7

Putnam County, Tennessee
Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Actual (Budgetary Basis) and Budget
Sports and Recreation Fund
For the Year Ended June 30, 2017

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2016	Add: Encumbrances 6/30/2017	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
<u>Revenues</u>							
Local Taxes	\$ 916,342	\$ 0	\$ 0	\$ 916,342	\$ 918,928	\$ 918,928	\$ (2,586)
Charges for Current Services	63,912	0	0	63,912	70,000	70,000	(6,088)
Other Local Revenues	80,538	0	0	80,538	55,000	83,000	(2,462)
Total Revenues	<u>\$ 1,060,792</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 1,060,792</u>	<u>\$ 1,043,928</u>	<u>\$ 1,071,928</u>	<u>\$ (11,136)</u>
<u>Expenditures</u>							
<u>Social, Cultural, and Recreational Services</u>							
Parks and Fair Boards	\$ 962,451	\$ (52,989)	\$ 23,141	\$ 932,603	\$ 1,042,670	\$ 1,070,670	\$ 138,067
Other Social, Cultural, and Recreational	108,632	(4,178)	500	104,954	116,805	116,805	11,851
Total Expenditures	<u>\$ 1,071,083</u>	<u>\$ (57,167)</u>	<u>\$ 23,641</u>	<u>\$ 1,037,557</u>	<u>\$ 1,159,475</u>	<u>\$ 1,187,475</u>	<u>\$ 149,918</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ (10,291)</u>	<u>\$ 57,167</u>	<u>\$ (23,641)</u>	<u>\$ 23,235</u>	<u>\$ (115,547)</u>	<u>\$ (115,547)</u>	<u>\$ 138,782</u>
Net Change in Fund Balance	\$ (10,291)	\$ 57,167	\$ (23,641)	\$ 23,235	\$ (115,547)	\$ (115,547)	\$ 138,782
Fund Balance, July 1, 2016	389,411	(57,167)	0	332,244	322,446	322,446	9,798
Fund Balance, June 30, 2017	<u>\$ 379,120</u>	<u>\$ 0</u>	<u>\$ (23,641)</u>	<u>\$ 355,479</u>	<u>\$ 206,899</u>	<u>\$ 206,899</u>	<u>\$ 148,580</u>

Exhibit G-8

Putnam County, Tennessee
Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Actual (Budgetary Basis) and Budget
Highway/Public Works Fund
For the Year Ended June 30, 2017

	Actual (GAAP Basis)	Add: Encumbrances 6/30/2017	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
				Original	Final	
<u>Revenues</u>						
Local Taxes	\$ 1,966,722	\$ 0	\$ 1,966,722	\$ 1,953,652	\$ 1,953,652	\$ 13,070
Other Local Revenues	55,876	0	55,876	2,100	56,100	(224)
State of Tennessee	2,725,659	0	2,725,659	2,700,754	2,700,754	24,905
Total Revenues	\$ 4,748,257	\$ 0	\$ 4,748,257	\$ 4,656,506	\$ 4,710,506	\$ 37,751
<u>Expenditures</u>						
<u>Highways</u>						
Administration	\$ 329,935	\$ 0	\$ 329,935	\$ 317,597	\$ 335,599	\$ 5,664
Highway and Bridge Maintenance	2,177,493	1,213,036	3,390,529	2,958,921	3,687,201	296,672
Operation and Maintenance of Equipment	296,153	0	296,153	295,951	333,351	37,198
Other Charges	218,985	0	218,985	219,502	219,602	617
Capital Outlay	832,776	0	832,776	858,950	1,021,950	189,174
Total Expenditures	\$ 3,855,342	\$ 1,213,036	\$ 5,068,378	\$ 4,650,921	\$ 5,597,703	\$ 529,325
Excess (Deficiency) of Revenues Over Expenditures	\$ 892,915	\$ (1,213,036)	\$ (320,121)	\$ 5,585	\$ (887,197)	\$ 567,076
<u>Other Financing Sources (Uses)</u>						
Transfers In	\$ 450,000	\$ 0	\$ 450,000	\$ 0	\$ 450,000	\$ 0
Total Other Financing Sources	\$ 450,000	\$ 0	\$ 450,000	\$ 0	\$ 450,000	\$ 0
Net Change in Fund Balance	\$ 1,342,915	\$ (1,213,036)	\$ 129,879	\$ 5,585	\$ (437,197)	\$ 567,076
Fund Balance, July 1, 2016	1,256,630	0	1,256,630	872,632	872,632	383,998
Fund Balance, June 30, 2017	\$ 2,599,545	\$ (1,213,036)	\$ 1,386,509	\$ 878,217	\$ 435,435	\$ 951,074

Exhibit G-9

Putnam County, Tennessee
Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Actual (Budgetary Basis) and Budget
General Capital Projects Fund
For the Year Ended June 30, 2017

	Actual (GAAP Basis)	Add: Encumbrances 6/30/2017	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
				Original	Final	
<u>Revenues</u>						
Local Taxes	\$ 325,608	\$ 0	\$ 325,608	\$ 320,464	\$ 320,464	\$ 5,144
Federal Government	70,738	0	70,738	0	106,760	(36,022)
Other Governments and Citizens Groups	8,120	0	8,120	0	0	8,120
Total Revenues	\$ 404,466	\$ 0	\$ 404,466	\$ 320,464	\$ 427,224	\$ (22,758)
<u>Expenditures</u>						
<u>General Government</u>						
County Buildings	\$ 1,861,132	\$ 518,382	\$ 2,379,514	\$ 3,325,000	\$ 3,231,760	\$ 852,246
<u>Other Operations</u>						
Miscellaneous	6,462	0	6,462	7,000	7,000	538
<u>Capital Projects - Donated</u>						
Capital Projects Donated to School Department	485,134	0	485,134	525,000	525,000	39,866
Total Expenditures	\$ 2,352,728	\$ 518,382	\$ 2,871,110	\$ 3,857,000	\$ 3,763,760	\$ 892,650
Excess (Deficiency) of Revenues Over Expenditures	\$ (1,948,262)	\$ (518,382)	\$ (2,466,644)	\$ (3,536,536)	\$ (3,336,536)	\$ 869,892
<u>Other Financing Sources (Uses)</u>						
Transfers In	\$ 3,500,000	\$ 0	\$ 3,500,000	\$ 3,500,000	\$ 3,500,000	\$ 0
Transfers Out	(200,000)	0	(200,000)	0	(200,000)	0
Total Other Financing Sources	\$ 3,300,000	\$ 0	\$ 3,300,000	\$ 3,500,000	\$ 3,300,000	\$ 0
Net Change in Fund Balance	\$ 1,351,738	\$ (518,382)	\$ 833,356	\$ (36,536)	\$ (36,536)	\$ 869,892
Fund Balance, July 1, 2016	234,559	0	234,559	234,560	234,560	(1)
Fund Balance, June 30, 2017	\$ 1,586,297	\$ (518,382)	\$ 1,067,915	\$ 198,024	\$ 198,024	\$ 869,891

Major Governmental Fund

Debt Service Fund

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

Exhibit H

Putnam County, Tennessee
Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Actual and Budget
General Debt Service Fund
For the Year Ended June 30, 2017

	Actual	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
		Original	Final	
<u>Revenues</u>				
Local Taxes	\$ 16,956,154	\$ 15,499,911	\$ 15,499,911	\$ 1,456,243
Other Local Revenues	5,204	0	0	5,204
Other Governments and Citizens Groups	322,799	0	322,799	0
Total Revenues	\$ 17,284,157	\$ 15,499,911	\$ 15,822,710	\$ 1,461,447
<u>Expenditures</u>				
<u>Principal on Debt</u>				
General Government	\$ 400,000	\$ 0	\$ 400,000	\$ 0
Education	7,534,195	12,528,100	7,534,195	0
<u>Interest on Debt</u>				
General Government	880,638	0	880,638	0
Education	4,087,338	0	4,087,519	181
<u>Other Debt Service</u>				
Education	513,687	272,000	521,473	7,786
<u>Capital Projects</u>				
Public Safety Projects	0	1,280,632	0	0
Total Expenditures	\$ 13,415,858	\$ 14,080,732	\$ 13,423,825	\$ 7,967
Excess (Deficiency) of Revenues Over Expenditures	\$ 3,868,299	\$ 1,419,179	\$ 2,398,885	\$ 1,469,414
<u>Other Financing Sources (Uses)</u>				
Refunding Debt Issued	\$ 44,260,000	\$ 0	\$ 44,260,000	\$ 0
Premiums on Debt Sold	7,363,698	0	7,363,698	0
Transfers In	0	361,000	361,000	(361,000)
Transfers Out	(3,500,000)	(3,500,000)	(3,500,000)	0
Payments to Refunded Debt Escrow Agent	(52,603,404)	0	(52,603,404)	0
Total Other Financing Sources	\$ (4,479,706)	\$ (3,139,000)	\$ (4,118,706)	\$ (361,000)
Net Change in Fund Balance	\$ (611,407)	\$ (1,719,821)	\$ (1,719,821)	\$ 1,108,414
Fund Balance, July 1, 2016	11,546,012	11,488,173	11,488,173	57,839
Fund Balance, June 30, 2017	\$ 10,934,605	\$ 9,768,352	\$ 9,768,352	\$ 1,166,253

Fiduciary Funds

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

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

Constitutional Officers - Agency Funds – 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.

Community Development - Agency Fund – The Community Development - Agency Fund is used to account for transactions related to the operations of the regional planning office, which are held in trust for the benefit of the joint venture created by an interlocal agreement between Putnam and White counties, and the cities of Sparta, Monterey, and Algood.

Judicial District Drug Fund – The Judicial District Drug Fund is used to account for state grants and other restricted revenues, which are held in trust for the benefit of the Judicial District Drug Task Force.

District Attorney General Fund – The District Attorney General Fund is used to account for restricted revenue held for the benefit of the Office of District Attorney General.

Exhibit I-1

Putnam County, Tennessee
Combining Statement of Fiduciary Assets and Liabilities
Fiduciary Funds
June 30, 2017

	Agency Funds					Total
	Cities - Sales Tax	Community Development Agency	Constitu - tional Officers - Agency	Judicial District Drug	District Attorney General	
<u>ASSETS</u>						
Cash	\$ 0	\$ 0	\$ 2,942,216	\$ 0	\$ 0	\$ 2,942,216
Equity in Pooled Cash and Investments	0	47,256	0	8,734	88,188	144,178
Due from Other Governments	2,678,675	15,512	0	4,355	0	2,698,542
Total Assets	<u>\$ 2,678,675</u>	<u>\$ 62,768</u>	<u>\$ 2,942,216</u>	<u>\$ 13,089</u>	<u>\$ 88,188</u>	<u>\$ 5,784,936</u>
<u>LIABILITIES</u>						
Due to Other Taxing Units	\$ 2,678,675	\$ 0	\$ 0	\$ 0	\$ 0	\$ 2,678,675
Due to Litigants, Heirs, and Others	0	0	2,942,216	0	88,188	3,030,404
Due to Joint Ventures	0	62,768	0	13,089	0	75,857
Total Liabilities	<u>\$ 2,678,675</u>	<u>\$ 62,768</u>	<u>\$ 2,942,216</u>	<u>\$ 13,089</u>	<u>\$ 88,188</u>	<u>\$ 5,784,936</u>

Exhibit I-2

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

	Beginning Balance	Additions	Deductions	Ending Balance
<u>Cities - Sales Tax Fund</u>				
<u>Assets</u>				
Equity in Pooled Cash and Investments	\$ 0	\$ 15,396,288	\$ 15,396,288	\$ 0
Due from Other Governments	2,522,488	2,678,675	2,522,488	2,678,675
Total Assets	\$ 2,522,488	\$ 18,074,963	\$ 17,918,776	\$ 2,678,675
<u>Liabilities</u>				
Due to Other Taxing Units	\$ 2,522,488	\$ 18,074,963	\$ 17,918,776	\$ 2,678,675
Total Liabilities	\$ 2,522,488	\$ 18,074,963	\$ 17,918,776	\$ 2,678,675
<u>Constitutional Officers - Agency Fund</u>				
<u>Assets</u>				
Cash	\$ 2,900,851	\$ 29,363,037	\$ 29,321,672	\$ 2,942,216
Accounts Receivable	23,416	0	23,416	0
Total Assets	\$ 2,924,267	\$ 29,363,037	\$ 29,345,088	\$ 2,942,216
<u>Liabilities</u>				
Due to Litigants, Heirs, and Others	\$ 2,924,267	\$ 29,363,037	\$ 29,345,088	\$ 2,942,216
Total Liabilities	\$ 2,924,267	\$ 29,363,037	\$ 29,345,088	\$ 2,942,216
<u>Community Development - Agency Fund</u>				
<u>Assets</u>				
Equity in Pooled Cash and Investments	\$ 51,363	\$ 108,587	\$ 112,694	\$ 47,256
Due from Other Governments	0	15,512	0	15,512
Total Assets	\$ 51,363	\$ 124,099	\$ 112,694	\$ 62,768
<u>Liabilities</u>				
Due to Joint Ventures	\$ 51,363	\$ 124,099	\$ 112,694	\$ 62,768
Total Liabilities	\$ 51,363	\$ 124,099	\$ 112,694	\$ 62,768

(Continued)

Exhibit I-2

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

	Beginning Balance	Additions	Deductions	Ending Balance
<u>Judicial District Drug Fund</u>				
<u>Assets</u>				
Equity in Pooled Cash and Investments	\$ 17,821	\$ 81,213	\$ 90,300	\$ 8,734
Due from Other Governments	6,586	4,355	6,586	4,355
Total Assets	\$ 24,407	\$ 85,568	\$ 96,886	\$ 13,089
<u>Liabilities</u>				
Due to Joint Ventures	\$ 24,407	\$ 85,568	\$ 96,886	\$ 13,089
Total Liabilities	\$ 24,407	\$ 85,568	\$ 96,886	\$ 13,089
<u>District Attorney General Fund</u>				
<u>Assets</u>				
Equity in Pooled Cash and Investments	\$ 71,763	\$ 42,261	\$ 25,836	\$ 88,188
Total Assets	\$ 71,763	\$ 42,261	\$ 25,836	\$ 88,188
<u>Liabilities</u>				
Due to Litigants, Heirs, and Others	\$ 71,763	\$ 42,261	\$ 25,836	\$ 88,188
Total Liabilities	\$ 71,763	\$ 42,261	\$ 25,836	\$ 88,188
<u>Totals - All Agency Funds</u>				
<u>Assets</u>				
Cash	\$ 2,900,851	\$ 29,363,037	\$ 29,321,672	\$ 2,942,216
Equity in Pooled Cash and Investments	140,947	15,628,349	15,625,118	144,178
Accounts Receivable	23,416	0	23,416	0
Due from Other Governments	2,529,074	2,698,542	2,529,074	2,698,542
Total Assets	\$ 5,594,288	\$ 47,689,928	\$ 47,499,280	\$ 5,784,936
<u>Liabilities</u>				
Due to Other Taxing Units	\$ 2,522,488	\$ 18,074,963	\$ 17,918,776	\$ 2,678,675
Due to Litigants, Heirs, and Others	2,996,030	29,405,298	29,370,924	3,030,404
Due to Joint Ventures	75,770	209,667	209,580	75,857
Total Liabilities	\$ 5,594,288	\$ 47,689,928	\$ 47,499,280	\$ 5,784,936

Putnam County School Department

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

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.

Extended School Program Fund – The Extended School Program Fund is used to account for the operations of the child-care programs operated within the schools.

Education Capital Projects Fund – The Education Capital Projects Fund is used to account for the purchase of property and equipment, along with construction and renovation of buildings and facilities.

Other Capital Projects Fund – The Other Capital Projects Fund is used to account for bond proceeds issued for school construction. This fund was closed during the year.

Exhibit J-1

Putnam County, Tennessee
Statement of Activities
Discretely Presented Putnam County School Department
For the Year Ended June 30, 2017

Functions/Programs	Expenses	Program Revenues			Net (Expense)
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Revenue and Changes in Net Position
					Total
					Governmental
					Activities
Governmental Activities:					
Instruction	\$ 56,750,875	\$ 3,008	\$ 4,152,002	\$ 248,964	\$ (52,346,901)
Support Services	30,736,782	284,912	1,056,392	236,170	(29,159,308)
Operation of Non-instructional Services	10,147,949	2,256,804	6,377,935	0	(1,513,210)
Interest on Long-term Debt	3,604	0	0	0	(3,604)
Total Governmental Activities	\$ 97,639,210	\$ 2,544,724	\$ 11,586,329	\$ 485,134	\$ (83,023,023)
General Revenues:					
Taxes:					
Property Taxes Levied for General Purposes					\$ 14,607,762
Local Option Sales Taxes					16,999,992
Mixed Drink Tax					168,810
Other Local Taxes					3,125
Grants and Contributions Not Restricted to Specific Programs					53,099,474
Unrestricted Investment Earnings					8,963
Miscellaneous					55,802
Total General Revenues					\$ 84,943,928
Change in Net Position					\$ 1,920,905
Net Position, July 1, 2016					178,143,281
Net Position, June 30, 2017					\$ 180,064,186

Exhibit J-2

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

	<u>Major Fund</u>	<u>Nonmajor Funds</u>	
	General Purpose School	Other Govern- mental Funds	Total Governmental Funds
<u>ASSETS</u>			
Equity in Pooled Cash and Investments	\$ 7,814,506	\$ 2,273,200	\$ 10,087,706
Inventories	24,637	0	24,637
Accounts Receivable	24,302	39,156	63,458
Due from Other Governments	4,873,896	899,541	5,773,437
Due from Other Funds	12,051	0	12,051
Due from Primary Government	39,678	0	39,678
Property Taxes Receivable	14,733,017	0	14,733,017
Allowance for Uncollectible Property Taxes	(276,528)	0	(276,528)
Total Assets	<u>\$ 27,245,559</u>	<u>\$ 3,211,897</u>	<u>\$ 30,457,456</u>
<u>LIABILITIES</u>			
Accounts Payable	\$ 314,892	\$ 25,545	\$ 340,437
Accrued Payroll	499,189	127,146	626,335
Payroll Deductions Payable	920,033	109,924	1,029,957
Due to Other Funds	0	12,051	12,051
Other Current Liabilities	212	11	223
Total Liabilities	<u>\$ 1,734,326</u>	<u>\$ 274,677</u>	<u>\$ 2,009,003</u>
<u>DEFERRED INFLOWS OF RESOURCES</u>			
Deferred Current Property Taxes	\$ 14,194,679	\$ 0	\$ 14,194,679
Deferred Delinquent Property Taxes	261,810	0	261,810
Other Deferred/Unavailable Revenue	1,416,666	0	1,416,666
Total Deferred Inflows of Resources	<u>\$ 15,873,155</u>	<u>\$ 0</u>	<u>\$ 15,873,155</u>
<u>FUND BALANCES</u>			
Nonspendable:			
Inventory	\$ 24,637	\$ 0	\$ 24,637
Restricted:			
Restricted for Education	34,359	1,573,376	1,607,735
Restricted for Capital Projects	0	26,102	26,102
Committed:			
Committed for Education	0	1,337,742	1,337,742
Assigned:			
Assigned for Education	229,437	0	229,437
Unassigned	9,349,645	0	9,349,645
Total Fund Balances	<u>\$ 9,638,078</u>	<u>\$ 2,937,220</u>	<u>\$ 12,575,298</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 27,245,559</u>	<u>\$ 3,211,897</u>	<u>\$ 30,457,456</u>

Exhibit J-3

Putnam County, Tennessee
Reconciliation of the Balance Sheet of Governmental Funds to the Statement of Net Position
Discretely Presented Putnam County School Department
June 30, 2017

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

Total fund balances - balance sheet - governmental funds (Exhibit J-2)		\$ 12,575,298	
(1) Capital assets used in governmental activities are not financial resources and therefore are not reported in the governmental funds.			
Add: land	\$ 5,129,273		
Add: buildings and improvements net of accumulated depreciation	161,616,553		
Add: other capital assets net of accumulated depreciation	<u>2,851,093</u>	169,596,919	
(2) Long-term liabilities are not due and payable in the current period and therefore are not reported in the governmental funds.			
Less: compensated absences payable	\$ (245,131)		
Less: contributions due on the primary government debt for capital leases	(160,675)		
Less: net pension liability - agent plan	(2,931,144)		
Less: net pension liability - teacher legacy plan	<u>(6,668,957)</u>	(10,005,907)	
(3) Amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be amortized and recognized as components of pension expense in future years:			
Add: deferred outflows of resources related to pensions	\$ 14,704,791		
Less: deferred inflows of resources related to pensions	<u>(8,550,335)</u>	6,154,456	
(4) Net pension assets are not current financial resources and therefore are not reported in the governmental funds.			
Add: net pension assets - teacher retirement plan			64,944
(5) Other long-term assets are not available to pay for current-period expenditures and therefore are deferred in the governmental funds.			<u>1,678,476</u>
Net position of governmental activities (Exhibit A)			<u>\$ 180,064,186</u>

Exhibit J-4

Putnam County, Tennessee
Statement of Revenues, Expenditures,
and Changes in Fund Balances -
Governmental Funds
Discretely Presented Putnam County School Department
For the Year Ended June 30, 2017

	<u>Major Fund</u>	<u>Nonmajor</u> <u>Funds</u>	
	General	Other	Total
	Purpose	Govern- mental	Governmental
	School	Funds	Funds
<u>Revenues</u>			
Local Taxes	\$ 32,012,202	\$ 0	\$ 32,012,202
Licenses and Permits	6,562	0	6,562
Charges for Current Services	282,100	2,181,777	2,463,877
Other Local Revenues	703,957	33,580	737,537
State of Tennessee	49,887,753	53,840	49,941,593
Federal Government	872,854	12,931,753	13,804,607
Other Governments and Citizens Groups	589,988	0	589,988
Total Revenues	<u>\$ 84,355,416</u>	<u>\$ 15,200,950</u>	<u>\$ 99,556,366</u>
<u>Expenditures</u>			
Current:			
Instruction	\$ 50,594,383	\$ 5,188,617	\$ 55,783,000
Support Services	29,492,175	1,904,235	31,396,410
Operation of Non-Instructional Services	2,772,646	7,325,374	10,098,020
Debt Service:			
Principal on Debt	319,195	0	319,195
Interest on Debt	3,604	0	3,604
Capital Projects	131,986	5,147	137,133
Total Expenditures	<u>\$ 83,313,989</u>	<u>\$ 14,423,373</u>	<u>\$ 97,737,362</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ 1,041,427</u>	<u>\$ 777,577</u>	<u>\$ 1,819,004</u>
<u>Other Financing Sources (Uses)</u>			
Transfers In	\$ 685,808	\$ 0	\$ 685,808
Transfers Out	0	(685,808)	(685,808)
Total Other Financing Sources (Uses)	<u>\$ 685,808</u>	<u>\$ (685,808)</u>	<u>\$ 0</u>
Net Change in Fund Balances	\$ 1,727,235	\$ 91,769	\$ 1,819,004
Fund Balance, July 1, 2016	7,910,843	2,845,451	10,756,294
Fund Balance, June 30, 2017	<u>\$ 9,638,078</u>	<u>\$ 2,937,220</u>	<u>\$ 12,575,298</u>

Exhibit J-5

Putnam County, Tennessee
Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances
of Governmental Funds to the Statement of Activities
Discretely Presented Putnam County School Department
For the Year Ended June 30, 2017

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

Net change in fund balances - total governmental funds (Exhibit J-4)		\$ 1,819,004
(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	\$ 691,980	
Less: current-year depreciation expense	<u>(4,250,844)</u>	(3,558,864)
(2) The net effect of various miscellaneous transactions involving capital assets (sales, trade-ins, and donations) is to increase net position.		
Less: book value of capital assets disposed		(1,200)
(3) Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.		
Add: deferred delinquent property taxes and other deferred June 30, 2017	\$ 1,678,476	
Less: deferred delinquent property taxes and other deferred June 30, 2016	<u>(1,674,427)</u>	4,049
(4) The contributions of long-term debt (e.g., bonds, notes, other loans, leases) by the primary government provide current financial resources to governmental funds, while the contributions by the School Department of the principal of long-term debt consume the current financial resources of governmental funds. Neither transaction, however, has any effect on net position.		
Add: principal contribution on lease to the primary government		319,195
(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 governmental funds.		
Change in compensated absences payable	\$ (16,465)	
Change in other postemployment benefits liability	131,401	
Change in net pension liability - agent plan	(901,831)	
Change in net pension liability - teacher legacy plan	(6,227,791)	
Change in net pension liability - teacher retirement plan	40,614	
Change in deferred outflows related to pensions	8,346,697	
Change in deferred inflows related to pensions	<u>1,966,096</u>	<u>3,338,721</u>
Change in net position of governmental activities (Exhibit B)		<u>\$ 1,920,905</u>

Exhibit J-6

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

	Special Revenue Funds				Capital	Total Nonmajor Governmental Funds
	School Federal Projects	Central Cafeteria	Extended School Program	Total	Projects Fund Education Capital Projects	
<u>ASSETS</u>						
Equity in Pooled Cash and Investments	\$ 386,374	\$ 1,306,533	\$ 554,191	\$ 2,247,098	\$ 26,102	\$ 2,273,200
Accounts Receivable	6,597	31,552	1,007	39,156	0	39,156
Due from Other Governments	741,207	158,334	0	899,541	0	899,541
Total Assets	<u>\$ 1,134,178</u>	<u>\$ 1,496,419</u>	<u>\$ 555,198</u>	<u>\$ 3,185,795</u>	<u>\$ 26,102</u>	<u>\$ 3,211,897</u>
<u>LIABILITIES</u>						
Accounts Payable	\$ 25,545	\$ 0	\$ 0	\$ 25,545	\$ 0	\$ 25,545
Accrued Payroll	127,146	0	0	127,146	0	127,146
Payroll Deductions Payable	94,864	12,243	2,817	109,924	0	109,924
Due to Other Funds	0	12,051	0	12,051	0	12,051
Other Current Liabilities	3	0	8	11	0	11
Total Liabilities	<u>\$ 247,558</u>	<u>\$ 24,294</u>	<u>\$ 2,825</u>	<u>\$ 274,677</u>	<u>\$ 0</u>	<u>\$ 274,677</u>
<u>FUND BALANCES</u>						
Restricted:						
Restricted for Education	\$ 101,251	\$ 1,472,125	\$ 0	\$ 1,573,376	\$ 0	\$ 1,573,376
Restricted for Capital Projects	0	0	0	0	26,102	26,102
Committed:						
Committed for Education	785,369	0	552,373	1,337,742	0	1,337,742
Total Fund Balances	<u>\$ 886,620</u>	<u>\$ 1,472,125</u>	<u>\$ 552,373</u>	<u>\$ 2,911,118</u>	<u>\$ 26,102</u>	<u>\$ 2,937,220</u>
Total Liabilities and Fund Balances	<u>\$ 1,134,178</u>	<u>\$ 1,496,419</u>	<u>\$ 555,198</u>	<u>\$ 3,185,795</u>	<u>\$ 26,102</u>	<u>\$ 3,211,897</u>

Exhibit J-7

Putnam County, Tennessee
Combining Statement of Revenues, Expenditures,
and Changes in Fund Balances -
Nonmajor Governmental Funds
Discretely Presented Putnam County School Department
For the Year Ended June 30, 2017

	Special Revenue Funds				Capital Projects Funds
	School Federal Projects	Central Cafeteria	Extended School Program	Total	Education Capital Projects
<u>Revenues</u>					
Charges for Current Services	\$ 0	\$ 1,234,304	\$ 947,473	\$ 2,181,777	\$ 0
Other Local Revenues	0	33,580	0	33,580	0
State of Tennessee	0	53,840	0	53,840	0
Federal Government	7,661,547	5,195,179	75,027	12,931,753	0
Total Revenues	\$ 7,661,547	\$ 6,516,903	\$ 1,022,500	\$ 15,200,950	\$ 0
<u>Expenditures</u>					
Current:					
Instruction	\$ 5,188,617	\$ 0	\$ 0	\$ 5,188,617	\$ 0
Support Services	1,904,235	0	0	1,904,235	0
Operation of Non-Instructional Services	592,164	5,843,954	889,256	7,325,374	0
Capital Projects	0	0	0	0	1,647
Total Expenditures	\$ 7,685,016	\$ 5,843,954	\$ 889,256	\$ 14,418,226	\$ 1,647
Excess (Deficiency) of Revenues Over Expenditures	\$ (23,469)	\$ 672,949	\$ 133,244	\$ 782,724	\$ (1,647)
<u>Other Financing Sources (Uses)</u>					
Transfers Out	\$ (102,060)	\$ (583,748)	\$ 0	\$ (685,808)	\$ 0
Total Other Financing Sources (Uses)	\$ (102,060)	\$ (583,748)	\$ 0	\$ (685,808)	\$ 0
Net Change in Fund Balances	\$ (125,529)	\$ 89,201	\$ 133,244	\$ 96,916	\$ (1,647)
Fund Balance, July 1, 2016	1,012,149	1,382,924	419,129	2,814,202	27,749
Fund Balance, June 30, 2017	\$ 886,620	\$ 1,472,125	\$ 552,373	\$ 2,911,118	\$ 26,102

(Continued)

Exhibit J-7

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

	<u>Capital Projects Funds (Cont.)</u>		<u>Total</u>
	<u>Other</u>	<u>Capital</u>	<u>Nonmajor</u>
	<u>Projects</u>	<u>Total</u>	<u>Governmental</u>
			<u>Funds</u>
<u>Revenues</u>			
Charges for Current Services	\$ 0	\$ 0	\$ 2,181,777
Other Local Revenues	0	0	33,580
State of Tennessee	0	0	53,840
Federal Government	0	0	12,931,753
Total Revenues	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 15,200,950</u>
<u>Expenditures</u>			
Current:			
Instruction	\$ 0	\$ 0	\$ 5,188,617
Support Services	0	0	1,904,235
Operation of Non-Instructional Services	0	0	7,325,374
Capital Projects	3,500	5,147	5,147
Total Expenditures	<u>\$ 3,500</u>	<u>\$ 5,147</u>	<u>\$ 14,423,373</u>
Excess (Deficiency) of Revenues			
Over Expenditures	\$ (3,500)	\$ (5,147)	\$ 777,577
<u>Other Financing Sources (Uses)</u>			
Transfers Out	\$ 0	\$ 0	\$ (685,808)
Total Other Financing Sources (Uses)	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ (685,808)</u>
Net Change in Fund Balances	\$ (3,500)	\$ (5,147)	\$ 91,769
Fund Balance, July 1, 2016	3,500	31,249	2,845,451
Fund Balance, June 30, 2017	<u>\$ 0</u>	<u>\$ 26,102</u>	<u>\$ 2,937,220</u>

Exhibit J-8

Putnam County, Tennessee
 Schedule of Revenues, Expenditures, and Changes
 in Fund Balance - Actual (Budgetary Basis) and Budget
 Discretely Presented Putnam County School Department
 General Purpose School Fund
 For the Year Ended June 30, 2017

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2016	Add: Encumbrances 6/30/2017	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
Revenues							
Local Taxes	\$ 32,012,202	\$ 0	\$ 0	\$ 32,012,202	\$ 31,307,632	\$ 31,809,632	\$ 202,570
Licenses and Permits	6,562	0	0	6,562	5,000	5,000	1,562
Charges for Current Services	282,100	0	0	282,100	280,332	331,444	(49,344)
Other Local Revenues	703,957	0	0	703,957	115,200	115,200	588,757
State of Tennessee	49,887,753	0	0	49,887,753	46,763,417	49,882,851	4,902
Federal Government	872,854	0	0	872,854	721,736	902,311	(29,457)
Other Governments and Citizens Groups	589,988	0	0	589,988	533,400	626,963	(36,975)
Total Revenues	\$ 84,355,416	\$ 0	\$ 0	\$ 84,355,416	\$ 79,726,717	\$ 83,673,401	\$ 682,015
Expenditures							
Instruction							
Regular Instruction Program	\$ 39,976,283	\$ (6,750)	\$ 58,596	\$ 40,028,129	\$ 41,417,387	\$ 40,616,711	\$ 588,582
Alternative Instruction Program	608,168	0	60	608,228	625,208	622,634	14,406
Special Education Program	7,998,760	(1,563)	1,500	7,998,697	8,291,443	8,176,348	177,651
Career and Technical Education Program	1,364,048	(3,417)	520	1,361,151	1,327,730	1,410,625	49,474
Adult Education Program	647,124	(48)	0	647,076	486,863	685,787	38,711
Support Services							
Attendance	266,786	0	0	266,786	261,705	271,851	5,065
Health Services	1,163,226	(1,046)	0	1,162,180	1,198,476	1,218,860	56,680
Other Student Support	2,512,827	0	1,805	2,514,632	2,567,027	2,562,334	47,702
Regular Instruction Program	2,532,711	(13,650)	7,074	2,526,135	2,489,815	2,614,086	87,951
Alternative Instruction Program	125,853	0	0	125,853	107,911	127,050	1,197
Special Education Program	1,014,910	0	810	1,015,720	1,135,809	1,051,986	36,266
Career and Technical Education Program	92,609	0	0	92,609	93,943	95,573	2,964
Adult Programs	155,566	0	0	155,566	130,190	164,411	8,845
Other Programs	306,201	0	0	306,201	0	306,201	0
Board of Education	1,541,882	(9,005)	0	1,532,877	1,504,277	1,573,976	41,099
Director of Schools	149,760	0	2,667	152,427	141,073	156,073	3,646
Office of the Principal	6,153,290	0	0	6,153,290	6,345,103	6,249,188	95,898

(Continued)

Exhibit J-8

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

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2016	Add: Encumbrances 6/30/2017	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
<u>Expenditures (Cont.)</u>							
<u>Support Services (Cont.)</u>							
Fiscal Services	\$ 685,181	\$ (116)	\$ 0	\$ 685,065	\$ 726,476	\$ 704,077	\$ 19,012
Human Services/Personnel	221,854	0	1,420	223,274	232,492	231,560	8,286
Operation of Plant	6,526,927	(7,019)	0	6,519,908	6,306,093	6,558,093	38,185
Maintenance of Plant	2,040,501	(176,693)	130,102	1,993,910	2,524,206	2,437,777	443,867
Transportation	3,184,647	(8,531)	11,205	3,187,321	3,421,802	3,412,881	225,560
Central and Other	817,444	(2,315)	13,494	828,623	803,847	862,817	34,194
<u>Operation of Non-Instructional Services</u>							
Food Service	374,892	0	0	374,892	362,105	381,849	6,957
Community Services	553,752	(10,966)	184	542,970	67,867	559,092	16,122
Early Childhood Education	1,844,002	(8,157)	0	1,835,845	227,502	1,871,070	35,225
<u>Principal on Debt</u>							
Education	319,195	0	0	319,195	0	319,195	0
<u>Interest on Debt</u>							
Education	3,604	0	0	3,604	0	3,604	0
<u>Capital Projects</u>							
Education Capital Projects	131,986	(76,727)	0	55,259	0	55,259	0
Total Expenditures	\$ 83,313,989	\$ (326,003)	\$ 229,437	\$ 83,217,423	\$ 82,796,350	\$ 85,300,968	\$ 2,083,545
Excess (Deficiency) of Revenues Over Expenditures							
	\$ 1,041,427	\$ 326,003	\$ (229,437)	\$ 1,137,993	\$ (3,069,633)	\$ (1,627,567)	\$ 2,765,560
<u>Other Financing Sources (Uses)</u>							
Transfers In	\$ 685,808	\$ 0	\$ 0	\$ 685,808	\$ 700,000	\$ 715,200	\$ (29,392)
Total Other Financing Sources	\$ 685,808	\$ 0	\$ 0	\$ 685,808	\$ 700,000	\$ 715,200	\$ (29,392)
Net Change in Fund Balance							
Fund Balance, July 1, 2016	\$ 1,727,235	\$ 326,003	\$ (229,437)	\$ 1,823,801	\$ (2,369,633)	\$ (912,367)	\$ 2,736,168
	7,910,843	(326,003)	0	7,584,840	5,480,897	5,480,897	2,103,943
Fund Balance, June 30, 2017							
	\$ 9,638,078	\$ 0	\$ (229,437)	\$ 9,408,641	\$ 3,111,264	\$ 4,568,530	\$ 4,840,111

Exhibit J-9

Putnam County, Tennessee
 Schedule of Revenues, Expenditures, and Changes
 in Fund Balance - Actual (Budgetary Basis) and Budget
 Discretely Presented Putnam County School Department
 School Federal Projects Fund
 For the Year Ended June 30, 2017

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2016	Add: Encumbrances 6/30/2017	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
<u>Revenues</u>							
Federal Government	\$ 7,661,547	\$ 0	\$ 0	\$ 7,661,547	\$ 6,573,351	\$ 9,014,384	\$ (1,352,837)
Total Revenues	\$ 7,661,547	\$ 0	\$ 0	\$ 7,661,547	\$ 6,573,351	\$ 9,014,384	\$ (1,352,837)
<u>Expenditures</u>							
<u>Instruction</u>							
Regular Instruction Program	\$ 2,834,394	\$ (6,713)	\$ 66,680	\$ 2,894,361	\$ 2,503,763	\$ 3,094,761	\$ 200,400
Special Education Program	2,230,002	0	0	2,230,002	2,294,697	2,524,549	294,547
Career and Technical Education Program	124,221	(6,903)	34,505	151,823	111,125	178,234	26,411
<u>Support Services</u>							
Other Student Support	145,113	(125)	66	145,054	108,997	150,317	5,263
Regular Instruction Program	1,382,468	(2,623)	0	1,379,845	1,061,747	1,786,163	406,318
Special Education Program	347,848	0	0	347,848	358,693	394,767	46,919
Career and Technical Education Program	9,503	0	0	9,503	9,210	9,505	2
Transportation	19,303	0	0	19,303	23,360	24,407	5,104
<u>Operation of Non-Instructional Services</u>							
Community Services	592,164	(2,141)	0	590,023	0	599,999	9,976
Total Expenditures	\$ 7,685,016	\$ (18,505)	\$ 101,251	\$ 7,767,762	\$ 6,471,592	\$ 8,762,702	\$ 994,940
Excess (Deficiency) of Revenues Over Expenditures	\$ (23,469)	\$ 18,505	\$ (101,251)	\$ (106,215)	\$ 101,759	\$ 251,682	\$ (357,897)
<u>Other Financing Sources (Uses)</u>							
Transfers In	\$ 0	\$ 0	\$ 0	\$ 0	\$ 99,240	\$ 32,203	\$ (32,203)
Transfers Out	(102,060)	0	0	(102,060)	(200,999)	(283,885)	181,825
Total Other Financing Sources	\$ (102,060)	\$ 0	\$ 0	\$ (102,060)	\$ (101,759)	\$ (251,682)	\$ 149,622
Net Change in Fund Balance	\$ (125,529)	\$ 18,505	\$ (101,251)	\$ (208,275)	\$ 0	\$ 0	\$ (208,275)
Fund Balance, July 1, 2016	1,012,149	(18,505)	0	993,644	0	0	993,644
Fund Balance, June 30, 2017	\$ 886,620	\$ 0	\$ (101,251)	\$ 785,369	\$ 0	\$ 0	\$ 785,369

Exhibit J-10

Putnam County, Tennessee
Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Actual (Budgetary Basis) and Budget
Discretely Presented Putnam County School Department
Central Cafeteria Fund
For the Year Ended June 30, 2017

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2016	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
				Original	Final	
<u>Revenues</u>						
Charges for Current Services	\$ 1,234,304	\$ 0	\$ 1,234,304	\$ 870,100	\$ 870,100	\$ 364,204
Other Local Revenues	33,580	0	33,580	44,000	44,000	(10,420)
State of Tennessee	53,840	0	53,840	50,000	50,000	3,840
Federal Government	5,195,179	0	5,195,179	5,354,426	5,354,426	(159,247)
Total Revenues	<u>\$ 6,516,903</u>	<u>\$ 0</u>	<u>\$ 6,516,903</u>	<u>\$ 6,318,526</u>	<u>\$ 6,318,526</u>	<u>\$ 198,377</u>
<u>Expenditures</u>						
<u>Operation of Non-Instructional Services</u>						
Food Service	\$ 5,843,954	\$ (70,596)	\$ 5,773,358	\$ 5,817,776	\$ 5,859,026	\$ 85,668
Total Expenditures	<u>\$ 5,843,954</u>	<u>\$ (70,596)</u>	<u>\$ 5,773,358</u>	<u>\$ 5,817,776</u>	<u>\$ 5,859,026</u>	<u>\$ 85,668</u>
Excess (Deficiency) of Revenues Over Expenditures	\$ 672,949	\$ 70,596	\$ 743,545	\$ 500,750	\$ 459,500	\$ 284,045
<u>Other Financing Sources (Uses)</u>						
Transfers Out	\$ (583,748)	\$ 0	\$ (583,748)	\$ (500,750)	\$ (584,500)	\$ 752
Total Other Financing Sources	<u>\$ (583,748)</u>	<u>\$ 0</u>	<u>\$ (583,748)</u>	<u>\$ (500,750)</u>	<u>\$ (584,500)</u>	<u>\$ 752</u>
Net Change in Fund Balance	\$ 89,201	\$ 70,596	\$ 159,797	\$ 0	\$ (125,000)	\$ 284,797
Fund Balance, July 1, 2016	1,382,924	(70,596)	1,312,328	1,417,077	1,417,077	(104,749)
Fund Balance, June 30, 2017	<u>\$ 1,472,125</u>	<u>\$ 0</u>	<u>\$ 1,472,125</u>	<u>\$ 1,417,077</u>	<u>\$ 1,292,077</u>	<u>\$ 180,048</u>

Exhibit J-11

Putnam County, Tennessee
Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Actual (Budgetary Basis) and Budget
Discretely Presented Putnam County School Department
Extended School Program Fund
For the Year Ended June 30, 2017

	Actual (GAAP Basis)	Add: Encumbrances 6/30/2017	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
				Original	Final	
<u>Revenues</u>						
Charges for Current Services	\$ 947,473	\$ 0	\$ 947,473	\$ 935,809	\$ 860,782	\$ 86,691
Federal Government	75,027	0	75,027	0	75,027	0
Total Revenues	<u>\$ 1,022,500</u>	<u>\$ 0</u>	<u>\$ 1,022,500</u>	<u>\$ 935,809</u>	<u>\$ 935,809</u>	<u>\$ 86,691</u>
<u>Expenditures</u>						
<u>Operation of Non-Instructional Services</u>						
Community Services	\$ 889,256	\$ 2,685	\$ 891,941	\$ 935,809	\$ 935,809	\$ 43,868
Total Expenditures	<u>\$ 889,256</u>	<u>\$ 2,685</u>	<u>\$ 891,941</u>	<u>\$ 935,809</u>	<u>\$ 935,809</u>	<u>\$ 43,868</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ 133,244</u>	<u>\$ (2,685)</u>	<u>\$ 130,559</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 130,559</u>
Net Change in Fund Balance	\$ 133,244	\$ (2,685)	\$ 130,559	\$ 0	\$ 0	\$ 130,559
Fund Balance, July 1, 2016	<u>419,129</u>	<u>0</u>	<u>419,129</u>	<u>206,208</u>	<u>206,208</u>	<u>212,921</u>
Fund Balance, June 30, 2017	<u>\$ 552,373</u>	<u>\$ (2,685)</u>	<u>\$ 549,688</u>	<u>\$ 206,208</u>	<u>\$ 206,208</u>	<u>\$ 343,480</u>

MISCELLANEOUS SCHEDULES

Exhibit K-1

Putnam County, Tennessee
Schedule of Changes in Long-term Bonds and Capital Leases
For the Year Ended June 30, 2017

Description of Indebtedness	Original Amount of Issue	Interest Rate	Date of Issue	Last Maturity Date	Outstanding 7-1-16	Issued During Period	Paid and/or Matured During Period	Debt Refunded	Outstanding 6-30-17
<u>BONDS PAYABLE</u>									
<u>Payable through General Debt Service Fund</u>									
Public Improvement	\$ 16,000,000	4.38 %	6-7-07	4-1-28	\$ 15,100,000	\$ 0	\$ 300,000	\$ 0	\$ 14,800,000
General Obligation Public Improvement, Series 2010	7,200,000	3.6781	12-22-10	4-1-30	6,700,000	0	100,000	0	6,600,000
School Bonds, Series 2013	52,235,000	2 to 3.5	6-6-13	4-1-33	51,935,000	0	100,000	0	51,835,000
School Bonds, Series 2007	57,700,000	4 to 5	9-12-07	2-17-17	52,500,000	0	1,100,000	51,400,000	0
School Refunding	35,280,000	4.85 to 5.5	8-1-01	4-1-20	18,860,000	0	4,490,000	0	14,370,000
School Refunding	9,545,000	4.5	10-11-06	10-11-18	3,070,000	0	1,525,000	0	1,545,000
School Refunding, Series 2017	44,260,000	4 to 5	2-17-17	4-1-28	0	44,260,000	0	0	44,260,000
Total Bonds Payable					<u>\$ 148,165,000</u>	<u>\$ 44,260,000</u>	<u>\$ 7,615,000</u>	<u>\$ 51,400,000</u>	<u>\$ 133,410,000</u>
<u>CAPITAL LEASES PAYABLE</u>									
<u>Contributions Due by the School Department from the General Purpose School Fund to the General Debt Service Fund</u>									
Computers	957,596	0.9	4-15-15	10-15-17	\$ 479,870	\$ 0	\$ 319,195	\$ 0	\$ 160,675

Exhibit K-2

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

Year Ending June 30	Bonds		
	Principal	Interest	Total
2018	\$ 7,250,000	\$ 5,799,522	\$ 13,049,522
2019	7,025,000	5,190,750	12,215,750
2020	8,590,000	4,840,104	13,430,104
2021	9,050,000	4,419,238	13,469,238
2022	9,345,000	4,006,838	13,351,838
2023	9,630,000	3,580,113	13,210,113
2024	10,120,000	3,147,763	13,267,763
2025	10,610,000	2,733,088	13,343,088
2026	11,100,000	2,298,288	13,398,288
2027	11,090,000	1,846,325	12,936,325
2028	9,605,000	1,380,950	10,985,950
2029	6,630,000	1,026,125	7,656,125
2030	6,630,000	820,925	7,450,925
2031	6,000,000	585,725	6,585,725
2032	5,735,000	375,725	6,110,725
2033	5,000,000	175,000	5,175,000
Total	\$ 133,410,000	\$ 42,226,479	\$ 175,636,479

Year Ending June 30	Capital Leases		
	Principal	Interest	Total
2018	\$ 160,675	\$ 725	\$ 161,400
Total	\$ 160,675	\$ 725	\$ 161,400

Exhibit K-3

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

<u>Description</u>	<u>Debtor</u>	<u>Original Amount of Note</u>	<u>Date of Issue</u>	<u>Date of Maturity</u>	<u>Interest Rate</u>	<u>Balance 6-30-17</u>
<u>Interfund Notes Receivable</u>						
<u>General Debt Service Fund</u>						
Fueling Station	General Fund	\$ 488,000	6-4-15	6-3-18	0%	<u>\$ 162,666</u>
Total Notes Receivable						<u><u>\$ 162,666</u></u>

Exhibit K-4

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

From Fund	To Fund	Purpose	Amount
<u>PRIMARY GOVERNMENT</u>			
General	Drug Control	Operations	\$ 50,000
"	Highway/Public Works	Operations	250,000
Industrial/Economic Development	General	Operations	6,637
"	Community Development - Agency Fund	Operations	34,748
General Debt Service	General Capital Projects	Operations	3,500,000
General Capital Projects	Highway/Public Works	Operations	<u>200,000</u>
Total Transfers Primary Government			<u>\$ 4,041,385</u>
<u>DISCRETELY PRESENTED PUTNAM COUNTY SCHOOL DEPARTMENT</u>			
School Federal Projects	General Purpose School	Indirect costs	\$ 102,060
Central Cafeteria	"	Reimbursement of direct costs	<u>583,748</u>
Total Transfers Discretely Presented Putnam County School Department			<u>\$ 685,808</u>

Exhibit K-5

Putnam County, Tennessee
Schedule of Salaries and Official Bonds of Principal Officials
Primary Government and Discretely Presented Putnam County School Department
For the Year Ended June 30, 2017

Official	Authorization for Salary	Salary Paid During Period	Bond	Surety
County Executive	Section 8-24-102, <i>TCA</i> , and County Commission	\$ 94,756 (1)	\$ 100,000	Nationwide Mutual
Road Supervisor	Section 8-24-102, <i>TCA</i>	89,044	100,000	Western Surety Company
Director of Schools	State Board of Education and Putnam County Board of Education	103,377 (2)	100,000	Nationwide Mutual
Trustee	Section 8-24-102, <i>TCA</i>	80,949	4,300,000	Auto Owners Mutual Insurance Company
Assessor of Property	Section 8-24-102, <i>TCA</i>	80,949	50,000	Nationwide Mutual
County Clerk	Section 8-24-102, <i>TCA</i> and County Commission	80,949 (3)	100,000	Travelers Casualty and Surety Company of America
Circuit, General Sessions, and Juvenile Courts Clerk	Section 8-24-102, <i>TCA</i> , and Probate Judge	80,949 (4)	110,000	Western Surety Company
Clerk and Master	Section 8-24-102, <i>TCA</i> , and Chancery Court Judge	80,949 (5)	150,000	"
Register of Deeds	Section 8-24-102, <i>TCA</i>	80,949	100,000	"
Sheriff	Section 8-24-102, <i>TCA</i> , and County Commission	89,044 (6)	100,000	Nationwide Mutual
Employee Blanket Bonds	Public Employee Dishonesty - Primary Government and the Discretely Presented Putnam County School Department		500,000	Hartford Insurance Company

- (1) Includes additional appropriation of \$1,260.
- (2) Includes \$1,000 for chief executive officer training.
- (3) Does not include \$200 for serving as secretary of the Beer Board.
- (4) Does not include special commissioners fees of \$19,203.
- (5) Does not include special commissioners fees of \$6,672.
- (6) Does not include a payment of \$1,200 for serving as superintendent of the workhouse and does not include a law enforcement training supplement of \$600.

Exhibit K-6

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

	Special Revenue Funds					
	General	Solid Waste / Sanitation	Industrial / Economic Development	Special Purpose	Drug Control	Sports and Recreation
<u>Local Taxes</u>						
<u>County Property Taxes</u>						
Current Property Tax	\$ 13,021,153	\$ 2,773,510	\$ 307,943	\$ 0	\$ 0	\$ 616,017
Trustee's Collections - Prior Year	240,109	54,603	8,599	0	0	15,774
Circuit Clerk/Clerk and Master Collections - Prior Years	219,811	49,763	7,684	0	0	14,155
Interest and Penalty	46,783	10,360	1,487	0	0	2,786
Payments in-Lieu-of Taxes - T.V.A.	331	70	8	0	0	16
Payments in-Lieu-of Taxes - Other	110,189	23,472	2,608	0	0	5,216
<u>County Local Option Taxes</u>						
Local Option Sales Tax	11,396	0	0	0	0	0
Hotel/Motel Tax	14,725	0	347,992	0	0	257,211
Litigation Tax - General	302,770	0	0	0	0	0
Litigation Tax - Special Purpose	329	0	0	0	0	0
Business Tax	1,309,593	0	0	0	0	0
Mineral Severance Tax	0	0	0	0	0	0
<u>Statutory Local Taxes</u>						
Bank Excise Tax	109,144	23,250	2,583	0	0	5,167
Wholesale Beer Tax	202,648	0	0	0	0	0
Interstate Telecommunications Tax	6,564	0	0	0	0	0
Total Local Taxes	\$ 15,595,545	\$ 2,935,028	\$ 678,904	\$ 0	\$ 0	\$ 916,342
<u>Licenses and Permits</u>						
<u>Licenses</u>						
Cable TV Franchise	\$ 271,666	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
<u>Permits</u>						
Building Permits	138,701	0	0	0	0	0
Electrical Permits	95,204	0	0	0	0	0

(Continued)

Exhibit K-6

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

	Special Revenue Funds					
	General	Solid Waste / Sanitation	Industrial / Economic Development	Special Purpose	Drug Control	Sports and Recreation
<u>Licenses and Permits (Cont.)</u>						
<u>Permits (Cont.)</u>						
Plumbing Permits	\$ 8,950	\$ 0	\$ 0	\$ 0	\$ 0	0
Other Permits	2,378	0	0	0	0	0
Total Licenses and Permits	<u>\$ 516,899</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>0</u>
<u>Fines, Forfeitures, and Penalties</u>						
<u>Circuit Court</u>						
Fines	\$ 29,004	\$ 0	\$ 0	\$ 0	\$ 0	0
Officers Costs	389,551	0	0	0	0	0
Drug Control Fines	887	0	0	0	887	0
Drug Court Fees	6,227	0	0	0	0	0
Veterans Treatment Court Fees	618	0	0	0	0	0
Jail Fees	28,154	0	0	0	0	0
Judicial Commissioner Fees	107	0	0	0	0	0
DUI Treatment Fines	12,117	0	0	0	0	0
Data Entry Fee - Circuit Court	5,818	0	0	0	0	0
Courtroom Security Fee	205	0	0	0	0	0
Victims Assistance Assessments	18,382	0	0	0	0	0
<u>General Sessions Court</u>						
Fines	35,052	0	0	0	0	0
Fines for Littering	28	0	0	0	0	0
Officers Costs	122,460	0	0	0	0	0
Game and Fish Fines	364	0	0	0	0	0
Drug Control Fines	1,423	0	0	0	1,013	0
Drug Court Fees	13,796	0	0	0	0	0
Veterans Treatment Court Fees	665	0	0	0	0	0

(Continued)

Exhibit K-6

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

	Special Revenue Funds					
	General	Solid Waste / Sanitation	Industrial / Economic Development	Special Purpose	Drug Control	Sports and Recreation
<u>Fines, Forfeitures, and Penalties (Cont.)</u>						
<u>General Sessions Court (Cont.)</u>						
Jail Fees	\$ 122,036	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Interpreter Fee	37	0	0	0	0	0
Judicial Commissioner Fees	264	0	0	0	0	0
DUI Treatment Fines	13,583	0	0	0	0	0
Data Entry Fee - General Sessions Court	42,280	0	0	0	0	0
Courtroom Security Fee	5,414	0	0	0	0	0
Victims Assistance Assessments	29,972	0	0	0	0	0
<u>Juvenile Court</u>						
Fines	242	0	0	0	0	0
Officers Costs	18,537	0	0	0	0	0
Drug Control Fines	25	0	0	0	0	0
Jail Fees	15,720	0	0	0	0	0
Data Entry Fee - Juvenile Court	4,386	0	0	0	0	0
Courtroom Security Fee	1,227	0	0	0	0	0
<u>Chancery Court</u>						
Officers Costs	3,853	0	0	0	0	0
Data Entry Fee - Chancery Court	7,031	0	0	0	0	0
<u>Judicial District Drug Program</u>						
Courtroom Security Fee	294	0	0	0	0	0
<u>Other Fines, Forfeitures, and Penalties</u>						
Proceeds from Confiscated Property	0	0	0	0	2,850	0
Other Fines, Forfeitures, and Penalties	313	0	0	0	0	0
Total Fines, Forfeitures, and Penalties	\$ 930,072	\$ 0	\$ 0	\$ 0	\$ 4,750	\$ 0

(Continued)

Exhibit K-6

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

	Special Revenue Funds					
	General	Solid Waste / Sanitation	Industrial / Economic Development	Special Purpose	Drug Control	Sports and Recreation
<u>Charges for Current Services</u>						
<u>General Service Charges</u>						
Tipping Fees	\$ 0	\$ 1,143,963	\$ 0	\$ 0	\$ 0	\$ 0
Solid Waste Disposal Fee	0	40,000	0	0	0	0
Surcharge - Waste Tire Disposal	0	179,822	0	0	0	0
Patient Charges	4,415,254	0	0	0	0	0
Other General Service Charges	13,936	0	0	0	0	0
Service Charges	9,975	0	0	0	0	0
<u>Fees</u>						
Subdivision Lot Fees	0	0	3,400	0	0	0
Recreation Fees	7,800	0	0	0	0	63,912
Copy Fees	202	0	0	0	36	0
Archives and Records Management Fee	0	0	0	77,045	0	0
Greenbelt Late Application Fee	100	0	0	0	0	0
Telephone Commissions	109,786	0	0	0	0	0
Constitutional Officers' Fees and Commissions	0	0	0	0	0	0
Special Commissioner Fees/Special Master Fees	0	0	0	0	0	0
Data Processing Fee - Register	23,318	0	0	0	0	0
Data Processing Fee - Sheriff	11,889	0	0	0	0	0
Sexual Offender Registration Fee - Sheriff	3,200	0	0	0	0	0
Data Processing Fee - County Clerk	25,881	0	0	0	0	0
<u>Education Charges</u>						
Tuition - Other Governments	620	0	0	0	0	0
Total Charges for Current Services	\$ 4,621,961	\$ 1,363,785	\$ 3,400	\$ 77,045	\$ 36	\$ 63,912

(Continued)

Exhibit K-6

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

	Special Revenue Funds					
	General	Solid Waste / Sanitation	Industrial / Economic Development	Special Purpose	Drug Control	Sports and Recreation
<u>Other Local Revenues</u>						
<u>Recurring Items</u>						
Investment Income	\$ 291,035	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Lease/Rentals	338,206	0	0	0	0	27,410
Sale of Materials and Supplies	4,427	0	0	1,200	0	151
Commissary Sales	422,924	0	0	0	0	0
Sale of Gasoline	53,782	0	0	0	0	0
Sale of Recycled Materials	0	278,207	0	0	0	0
Miscellaneous Refunds	70,401	1,532	0	7	241	200
<u>Nonrecurring Items</u>						
Sale of Equipment	13,638	0	0	0	0	0
Sale of Property	47,717	0	0	0	942	0
Damages Recovered from Individuals	8,504	0	0	0	0	0
Contributions and Gifts	0	0	0	7,560	0	28,000
Performance Bond Forfeitures	79,690	0	0	0	0	0
<u>Other Local Revenues</u>	390,249	0	0	0	0	24,777
Total Other Local Revenues	\$ 1,720,573	\$ 279,739	\$ 0	\$ 8,767	\$ 1,183	\$ 80,538
<u>Fees Received From County Officials</u>						
<u>Fees In-Lieu-of Salary</u>						
County Clerk	\$ 739,776	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Circuit Court Clerk	384,317	0	0	0	0	0
General Sessions Court Clerk	907,420	0	0	0	0	0
Clerk and Master	182,680	0	0	0	0	0
Juvenile Court Clerk	115,090	0	0	0	0	0
Register	318,970	0	0	0	0	0

(Continued)

Exhibit K-6

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

	Special Revenue Funds					
	General	Solid Waste / Sanitation	Industrial / Economic Development	Special Purpose	Drug Control	Sports and Recreation
<u>Fees Received From County Officials (Cont.)</u>						
<u>Fees In-Lieu-of Salary (Cont.)</u>						
Sheriff	\$ 43,263	\$ 0	\$ 0	\$ 0	\$ 0	0
Trustee	1,543,833	0	0	0	0	0
Total Fees Received From County Officials	\$ 4,235,349	\$ 0	\$ 0	\$ 0	\$ 0	0
<u>State of Tennessee</u>						
<u>General Government Grants</u>						
Juvenile Services Program	\$ 65,290	\$ 0	\$ 0	\$ 0	\$ 0	0
<u>Public Safety Grants</u>						
Law Enforcement Training Programs	37,800	0	0	0	0	0
Drug Control Grants	97,404	0	0	0	0	0
<u>Health and Welfare Grants</u>						
Health Department Programs	1,710,101	0	0	0	0	0
Other Health and Welfare Grants	10,000	0	0	0	0	0
<u>Public Works Grants</u>						
State Aid Program	0	0	0	0	0	0
Litter Program	38,189	11,505	0	0	0	0
<u>Other State Revenues</u>						
Income Tax	207,877	0	0	0	0	0
Beer Tax	18,415	0	0	0	0	0
Alcoholic Beverage Tax	119,796	0	0	0	0	0
State Revenue Sharing - T.V.A.	863,646	0	0	0	0	0
Contracted Prisoner Boarding	1,568,370	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

(Continued)

Exhibit K-6

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

	Special Revenue Funds					
	General	Solid Waste / Sanitation	Industrial / Economic Development	Special Purpose	Drug Control	Sports and Recreation
<u>State of Tennessee (Cont.)</u>						
<u>Other State Revenues (Cont.)</u>						
Other State Revenues	\$ 107,767	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Total State of Tennessee	\$ 4,859,819	\$ 11,505	\$ 0	\$ 0	\$ 0	\$ 0
<u>Federal Government</u>						
<u>Federal Through State</u>						
USDA - Other	\$ 309,889	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Homeland Security Grants	20,532	0	0	0	0	0
Other Federal through State	208,352	0	0	0	0	0
<u>Direct Federal Revenue</u>						
Energy Grant	0	0	0	0	0	0
Other Direct Federal Revenue	58,236	0	0	0	0	0
Total Federal Government	\$ 597,009	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
<u>Other Governments and Citizens Groups</u>						
<u>Other Governments</u>						
Prisoner Board	\$ 371,511	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Contributions	0	0	0	0	0	0
Contracted Services	11,658	0	0	0	0	0
<u>Citizens Groups</u>						
Donations	5,471	0	0	0	0	0
<u>Other</u>						
Other	208,931	0	0	0	561	0
Total Other Governments and Citizens Groups	\$ 597,571	\$ 0	\$ 0	\$ 0	\$ 561	\$ 0
Total	\$ 33,674,798	\$ 4,590,057	\$ 682,304	\$ 85,812	\$ 6,530	\$ 1,060,792

(Continued)

Exhibit K-6

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

	<u>Special Revenue Funds</u>		<u>Debt Service</u>	<u>Capital</u>	<u>Total</u>
	<u>Constitu -</u> <u>tional -</u> <u>Officers -</u> <u>Fees</u>	<u>Highway /</u> <u>Public</u> <u>Works</u>	<u>Fund</u> <u>General</u> <u>Debt</u> <u>Service</u>	<u>Projects Fund</u> <u>General</u> <u>Capital</u> <u>Projects</u>	
<u>Local Taxes</u>					
<u>County Property Taxes</u>					
Current Property Tax	\$ 0	\$ 1,693,858	\$ 9,321,879	\$ 308,291	\$ 28,042,651
Trustee's Collections - Prior Year	0	28,765	186,773	5,750	540,373
Circuit Clerk/Clerk and Master Collections - Prior Years	0	32,012	170,021	5,260	498,706
Interest and Penalty	0	5,694	35,251	1,108	103,469
Payments in-Lieu-of Taxes - T.V.A.	0	43	237	8	713
Payments in-Lieu-of Taxes - Other	0	14,344	78,893	2,608	237,330
<u>County Local Option Taxes</u>					
Local Option Sales Tax	0	0	6,231,254	0	6,242,650
Hotel/Motel Tax	0	0	853,701	0	1,473,629
Litigation Tax - General	0	0	0	0	302,770
Litigation Tax - Special Purpose	0	0	0	0	329
Business Tax	0	0	0	0	1,309,593
Mineral Severance Tax	0	177,798	0	0	177,798
<u>Statutory Local Taxes</u>					
Bank Excise Tax	0	14,208	78,145	2,583	235,080
Wholesale Beer Tax	0	0	0	0	202,648
Interstate Telecommunications Tax	0	0	0	0	6,564
Total Local Taxes	\$ 0	\$ 1,966,722	\$ 16,956,154	\$ 325,608	\$ 39,374,303
<u>Licenses and Permits</u>					
<u>Licenses</u>					
Cable TV Franchise	\$ 0	\$ 0	\$ 0	\$ 0	\$ 271,666
<u>Permits</u>					
Building Permits	0	0	0	0	138,701
Electrical Permits	0	0	0	0	95,204

(Continued)

Exhibit K-6

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

	Special Revenue Funds		Debt Service Fund	Capital Projects Fund	Total
	Constitutional Officers - Fees	Highway / Public Works	General Debt Service	General Capital Projects	
<u>Licenses and Permits (Cont.)</u>					
<u>Permits (Cont.)</u>					
Plumbing Permits	\$ 0	\$ 0	\$ 0	\$ 0	8,950
Other Permits	0	0	0	0	2,378
Total Licenses and Permits	\$ 0	\$ 0	\$ 0	\$ 0	516,899
<u>Fines, Forfeitures, and Penalties</u>					
<u>Circuit Court</u>					
Fines	\$ 0	\$ 0	\$ 0	\$ 0	29,004
Officers Costs	0	0	0	0	389,551
Drug Control Fines	0	0	0	0	1,774
Drug Court Fees	0	0	0	0	6,227
Veterans Treatment Court Fees	0	0	0	0	618
Jail Fees	0	0	0	0	28,154
Judicial Commissioner Fees	0	0	0	0	107
DUI Treatment Fines	0	0	0	0	12,117
Data Entry Fee - Circuit Court	0	0	0	0	5,818
Courtroom Security Fee	0	0	0	0	205
Victims Assistance Assessments	0	0	0	0	18,382
<u>General Sessions Court</u>					
Fines	0	0	0	0	35,052
Fines for Littering	0	0	0	0	28
Officers Costs	0	0	0	0	122,460
Game and Fish Fines	0	0	0	0	364
Drug Control Fines	0	0	0	0	2,436
Drug Court Fees	0	0	0	0	13,796
Veterans Treatment Court Fees	0	0	0	0	665

(Continued)

Exhibit K-6

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

	Special Revenue Funds		Debt Service	Capital	Total
	Constitutional Officers - Fees	Highway / Public Works	Fund General Debt Service	Projects Fund General Capital Projects	
<u>Fines, Forfeitures, and Penalties (Cont.)</u>					
<u>General Sessions Court (Cont.)</u>					
Jail Fees	\$ 0	\$ 0	\$ 0	\$ 0	122,036
Interpreter Fee	0	0	0	0	37
Judicial Commissioner Fees	0	0	0	0	264
DUI Treatment Fines	0	0	0	0	13,583
Data Entry Fee - General Sessions Court	0	0	0	0	42,280
Courtroom Security Fee	0	0	0	0	5,414
Victims Assistance Assessments	0	0	0	0	29,972
<u>Juvenile Court</u>					
Fines	0	0	0	0	242
Officers Costs	0	0	0	0	18,537
Drug Control Fines	0	0	0	0	25
Jail Fees	0	0	0	0	15,720
Data Entry Fee - Juvenile Court	0	0	0	0	4,386
Courtroom Security Fee	0	0	0	0	1,227
<u>Chancery Court</u>					
Officers Costs	0	0	0	0	3,853
Data Entry Fee - Chancery Court	0	0	0	0	7,031
<u>Judicial District Drug Program</u>					
Courtroom Security Fee	0	0	0	0	294
<u>Other Fines, Forfeitures, and Penalties</u>					
Proceeds from Confiscated Property	0	0	0	0	2,850
Other Fines, Forfeitures, and Penalties	0	0	0	0	313
Total Fines, Forfeitures, and Penalties	\$ 0	\$ 0	\$ 0	\$ 0	934,822

(Continued)

Exhibit K-6

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

	Special Revenue Funds		Debt Service Fund	Capital Projects Fund	Total
	Constitutional Officers - Fees	Highway / Public Works	General Debt Service	General Capital Projects	
<u>Charges for Current Services</u>					
<u>General Service Charges</u>					
Tipping Fees	\$ 0	\$ 0	\$ 0	\$ 0	1,143,963
Solid Waste Disposal Fee	0	0	0	0	40,000
Surcharge - Waste Tire Disposal	0	0	0	0	179,822
Patient Charges	0	0	0	0	4,415,254
Other General Service Charges	0	0	0	0	13,936
Service Charges	0	0	0	0	9,975
<u>Fees</u>					
Subdivision Lot Fees	0	0	0	0	3,400
Recreation Fees	0	0	0	0	71,712
Copy Fees	0	0	0	0	238
Archives and Records Management Fee	0	0	0	0	77,045
Greenbelt Late Application Fee	0	0	0	0	100
Telephone Commissions	0	0	0	0	109,786
Constitutional Officers' Fees and Commissions	308	0	0	0	308
Special Commissioner Fees/Special Master Fees	25,875	0	0	0	25,875
Data Processing Fee - Register	0	0	0	0	23,318
Data Processing Fee - Sheriff	0	0	0	0	11,889
Sexual Offender Registration Fee - Sheriff	0	0	0	0	3,200
Data Processing Fee - County Clerk	0	0	0	0	25,881
<u>Education Charges</u>					
Tuition - Other Governments	0	0	0	0	620
Total Charges for Current Services	\$ 26,183	\$ 0	\$ 0	\$ 0	6,156,322

(Continued)

Exhibit K-6

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

	Special Revenue Funds		Debt Service Fund	Capital Projects Fund	
	Constitutional Officers - Fees	Highway / Public Works	General Debt Service	General Capital Projects	Total
<u>Other Local Revenues</u>					
<u>Recurring Items</u>					
Investment Income	\$ 0	\$ 0	\$ 4,153	\$ 0	\$ 295,188
Lease/Rentals	0	0	0	0	365,616
Sale of Materials and Supplies	0	1,876	0	0	7,654
Commissary Sales	0	0	0	0	422,924
Sale of Gasoline	0	0	0	0	53,782
Sale of Recycled Materials	0	0	0	0	278,207
Miscellaneous Refunds	0	0	1,051	0	73,432
<u>Nonrecurring Items</u>					
Sale of Equipment	0	54,000	0	0	67,638
Sale of Property	0	0	0	0	48,659
Damages Recovered from Individuals	0	0	0	0	8,504
Contributions and Gifts	0	0	0	0	35,560
Performance Bond Forfeitures	0	0	0	0	79,690
<u>Other Local Revenues</u>					
Other Local Revenues	0	0	0	0	415,026
Total Other Local Revenues	\$ 0	\$ 55,876	\$ 5,204	\$ 0	\$ 2,151,880
<u>Fees Received From County Officials</u>					
<u>Fees In-Lieu-of Salary</u>					
County Clerk	\$ 0	\$ 0	\$ 0	\$ 0	\$ 739,776
Circuit Court Clerk	0	0	0	0	384,317
General Sessions Court Clerk	0	0	0	0	907,420
Clerk and Master	0	0	0	0	182,680
Juvenile Court Clerk	0	0	0	0	115,090
Register	0	0	0	0	318,970

(Continued)

Exhibit K-6

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

	<u>Special Revenue Funds</u>		<u>Debt Service</u>	<u>Capital</u>	
	<u>Constitu-</u>	<u>Highway /</u>	<u>Fund</u>	<u>Projects Fund</u>	
	<u>Officers -</u>	<u>Public</u>	<u>General</u>	<u>General</u>	
	<u>Fees</u>	<u>Works</u>	<u>Debt</u>	<u>Capital</u>	<u>Total</u>
			<u>Service</u>	<u>Projects</u>	
<u>Fees Received From County Officials (Cont.)</u>					
<u>Fees In-Lieu-of Salary (Cont.)</u>					
Sheriff	\$ 0	\$ 0	\$ 0	\$ 0	43,263
Trustee	0	0	0	0	1,543,833
Total Fees Received From County Officials	\$ 0	\$ 0	\$ 0	\$ 0	4,235,349
<u>State of Tennessee</u>					
<u>General Government Grants</u>					
Juvenile Services Program	\$ 0	\$ 0	\$ 0	\$ 0	65,290
<u>Public Safety Grants</u>					
Law Enforcement Training Programs	0	0	0	0	37,800
Drug Control Grants	0	0	0	0	97,404
<u>Health and Welfare Grants</u>					
Health Department Programs	0	0	0	0	1,710,101
Other Health and Welfare Grants	0	0	0	0	10,000
<u>Public Works Grants</u>					
State Aid Program	0	552,161	0	0	552,161
Litter Program	0	0	0	0	49,694
<u>Other State Revenues</u>					
Income Tax	0	0	0	0	207,877
Beer Tax	0	0	0	0	18,415
Alcoholic Beverage Tax	0	0	0	0	119,796
State Revenue Sharing - T.V.A.	0	0	0	0	863,646
Contracted Prisoner Boarding	0	0	0	0	1,568,370
Gasoline and Motor Fuel Tax	0	2,121,315	0	0	2,121,315
Petroleum Special Tax	0	52,183	0	0	52,183
Registrar's Salary Supplement	0	0	0	0	15,164

(Continued)

Exhibit K-6

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

	Special Revenue Funds		Debt Service Fund	Capital Projects Fund	
	Constitutional Officers - Fees	Highway / Public Works	General Debt Service	General Capital Projects	Total
<u>State of Tennessee (Cont.)</u>					
<u>Other State Revenues (Cont.)</u>					
Other State Revenues	\$ 0	\$ 0	\$ 0	\$ 0	\$ 107,767
Total State of Tennessee	\$ 0	\$ 2,725,659	\$ 0	\$ 0	\$ 7,596,983
<u>Federal Government</u>					
<u>Federal Through State</u>					
USDA - Other	\$ 0	\$ 0	\$ 0	\$ 0	\$ 309,889
Homeland Security Grants	0	0	0	0	20,532
Other Federal through State	0	0	0	0	208,352
<u>Direct Federal Revenue</u>					
Energy Grant	0	0	0	70,738	70,738
Other Direct Federal Revenue	0	0	0	0	58,236
Total Federal Government	\$ 0	\$ 0	\$ 0	\$ 70,738	\$ 667,747
<u>Other Governments and Citizens Groups</u>					
<u>Other Governments</u>					
Prisoner Board	\$ 0	\$ 0	\$ 0	\$ 0	\$ 371,511
Contributions	0	0	322,799	0	322,799
Contracted Services	0	0	0	0	11,658
<u>Citizens Groups</u>					
Donations	0	0	0	8,120	13,591
<u>Other</u>					
Other	0	0	0	0	209,492
Total Other Governments and Citizens Groups	\$ 0	\$ 0	\$ 322,799	\$ 8,120	\$ 929,051
Total	\$ 26,183	\$ 4,748,257	\$ 17,284,157	\$ 404,466	\$ 62,563,356

Exhibit K-7

Putnam County, Tennessee
Schedule of Detailed Revenues -
All Governmental Fund Types
Discretely Presented Putnam County School Department
For the Year Ended June 30, 2017

	General Purpose School	Special Revenue Funds			Total
		School Federal Projects	Central Cafeteria	Extended School Program	
<u>Local Taxes</u>					
<u>County Property Taxes</u>					
Current Property Tax	\$ 14,002,038	\$ 0	\$ 0	\$ 0	\$ 14,002,038
Trustee's Collections - Prior Year	265,921	0	0	0	265,921
Circuit Clerk/Clerk and Master Collections - Prior Years	242,964	0	0	0	242,964
Interest and Penalty	50,958	0	0	0	50,958
Payments in-Lieu-of Taxes - T.V.A.	357	0	0	0	357
Payments in-Lieu-of Taxes - Other	118,665	0	0	0	118,665
<u>County Local Option Taxes</u>					
Local Option Sales Tax	17,041,824	0	0	0	17,041,824
Mixed Drink Tax	168,810	0	0	0	168,810
<u>Statutory Local Taxes</u>					
Bank Excise Tax	117,540	0	0	0	117,540
Interstate Telecommunications Tax	3,125	0	0	0	3,125
Total Local Taxes	\$ 32,012,202	\$ 0	\$ 0	\$ 0	\$ 32,012,202
<u>Licenses and Permits</u>					
<u>Licenses</u>					
Marriage Licenses	\$ 6,562	\$ 0	\$ 0	\$ 0	\$ 6,562
Total Licenses and Permits	\$ 6,562	\$ 0	\$ 0	\$ 0	\$ 6,562
<u>Charges for Current Services</u>					
<u>Fees</u>					
Vending Machine Collections	\$ 188	\$ 0	\$ 0	\$ 0	\$ 188
<u>Education Charges</u>					
Lunch Payments - Children	0	0	842,284	0	842,284

(Continued)

Exhibit K-7

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

	General Purpose School	Special Revenue Funds			Total
		School Federal Projects	Central Cafeteria	Extended School Program	
<u>Charges for Current Services (Cont.)</u>					
<u>Education Charges (Cont.)</u>					
Lunch Payments - Adults	\$ 0	\$ 0	\$ 16,959	\$ 0	\$ 16,959
Income from Breakfast	0	0	258,547	0	258,547
A la Carte Sales	0	0	116,514	0	116,514
Transportation - Other State Systems	3,651	0	0	0	3,651
Transportation from Individuals	62,880	0	0	0	62,880
Contract for Instructional Services with Other LEA's	55,000	0	0	0	55,000
Receipts from Individual Schools	146,114	0	0	0	146,114
Community Service Fees - Children	0	0	0	947,473	947,473
TBI Criminal Background Fee	14,267	0	0	0	14,267
Total Charges for Current Services	\$ 282,100	\$ 0	\$ 1,234,304	\$ 947,473	\$ 2,463,877
<u>Other Local Revenues</u>					
<u>Recurring Items</u>					
Investment Income	\$ 0	\$ 0	\$ 8,963	\$ 0	\$ 8,963
Sale of Materials and Supplies	3,008	0	0	0	3,008
E-Rate Funding	669,652	0	0	0	669,652
Miscellaneous Refunds	29,875	0	22,742	0	52,617
<u>Nonrecurring Items</u>					
Sale of Equipment	1,126	0	1,875	0	3,001
Damages Recovered from Individuals	196	0	0	0	196
<u>Other Local Revenues</u>					
Other Local Revenues	100	0	0	0	100
Total Other Local Revenues	\$ 703,957	\$ 0	\$ 33,580	\$ 0	\$ 737,537

(Continued)

Exhibit K-7

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

	General Purpose School	Special Revenue Funds			Total
		School Federal Projects	Central Cafeteria	Extended School Program	
<u>State of Tennessee</u>					
<u>General Government Grants</u>					
On-behalf Contributions for OPEB	\$ 306,201	\$ 0	\$ 0	\$ 0	\$ 306,201
<u>State Education Funds</u>					
Basic Education Program	46,864,249	0	0	0	46,864,249
Early Childhood Education	1,644,099	0	0	0	1,644,099
School Food Service	0	0	53,840	0	53,840
Other State Education Funds	828,624	0	0	0	828,624
Career Ladder Program	241,580	0	0	0	241,580
<u>Other State Revenues</u>					
Other State Revenues	3,000	0	0	0	3,000
Total State of Tennessee	\$ 49,887,753	\$ 0	\$ 53,840	\$ 0	\$ 49,941,593
<u>Federal Government</u>					
<u>Federal Through State</u>					
USDA School Lunch Program	\$ 0	\$ 0	\$ 2,705,507	\$ 0	\$ 2,705,507
USDA - Commodities	0	0	440,367	0	440,367
Breakfast	0	0	1,150,842	0	1,150,842
USDA - Other	0	0	898,463	0	898,463
Adult Education State Grant Program	559,328	0	0	0	559,328
Vocational Education - Basic Grants to States	0	168,483	0	0	168,483
Other Vocational	12,772	148,242	0	0	161,014
Title I Grants to Local Education Agencies	0	3,372,149	0	0	3,372,149
Special Education - Grants to States	170,517	2,515,353	0	0	2,685,870
Special Education Preschool Grants	0	127,883	0	0	127,883
English Language Acquisition Grants	0	73,079	0	0	73,079

(Continued)

Exhibit K-7

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

	General Purpose School	Special Revenue Funds			Total
		School Federal Projects	Central Cafeteria	Extended School Program	
<u>Federal Government (Cont.)</u>					
<u>Federal Through State (Cont.)</u>					
Eisenhower Professional Development State Grants	\$ 0	\$ 532,622	\$ 0	\$ 0	\$ 532,622
Other Federal through State	30,352	723,736	0	75,027	829,115
<u>Direct Federal Revenue</u>					
ROTC Reimbursement	99,885	0	0	0	99,885
Total Federal Government	<u>\$ 872,854</u>	<u>\$ 7,661,547</u>	<u>\$ 5,195,179</u>	<u>\$ 75,027</u>	<u>\$ 13,804,607</u>
<u>Other Governments and Citizens Groups</u>					
<u>Other Governments</u>					
Contributions	\$ 485,134	\$ 0	\$ 0	\$ 0	\$ 485,134
<u>Citizens Groups</u>					
Donations	104,854	0	0	0	104,854
Total Other Governments and Citizens Groups	<u>\$ 589,988</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 589,988</u>
Total	<u>\$ 84,355,416</u>	<u>\$ 7,661,547</u>	<u>\$ 6,516,903</u>	<u>\$ 1,022,500</u>	<u>\$ 99,556,366</u>

Exhibit K-8

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

General Fund

General Government

County Commission

Board and Committee Members Fees	\$	109,050	
Social Security		8,342	
Audit Services		26,000	
Dues and Memberships		1,850	
Printing, Stationery, and Forms		471	
Other Charges		1,768	
Total County Commission			\$ 147,481

Beer Board

Board and Committee Members Fees	\$	1,000	
Social Security		64	
Medical Insurance		17	
Total Beer Board			1,081

County Mayor/Executive

County Official/Administrative Officer	\$	94,756	
Longevity Pay		6,700	
Other Salaries and Wages		190,327	
Social Security		21,713	
Pensions		29,621	
Life Insurance		160	
Medical Insurance		31,500	
Dental Insurance		295	
Unemployment Compensation		504	
Communication		2,647	
Data Processing Services		10,735	
Dues and Memberships		1,850	
Maintenance and Repair Services - Equipment		414	
Travel		1,064	
Office Supplies		14,831	
Workers' Compensation Insurance		2,462	
Other Charges		250	
Office Equipment		5,272	
Total County Mayor/Executive			415,101

County Attorney

County Official/Administrative Officer	\$	167,091	
Legal Services		11,596	
Other Charges		199	
Total County Attorney			178,886

Election Commission

County Official/Administrative Officer	\$	72,854	
Part-time Personnel		15,226	
Longevity Pay		2,500	
Overtime Pay		5,927	
Other Salaries and Wages		123,295	

(Continued)

Exhibit K-8

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

General Fund (Cont.)

General Government (Cont.)

Election Commission (Cont.)

Election Commission	\$	12,000	
Election Workers		120,525	
Social Security		22,381	
Pensions		20,560	
Life Insurance		128	
Medical Insurance		34,838	
Unemployment Compensation		1,041	
Communication		945	
Data Processing Services		14,070	
Dues and Memberships		320	
Legal Notices, Recording, and Court Costs		7,328	
Maintenance and Repair Services - Equipment		134	
Printing, Stationery, and Forms		6,589	
Travel		7,761	
Other Contracted Services		20,160	
Office Supplies		17,558	
Liability Insurance		5,919	
Workers' Compensation Insurance		1,969	
Office Equipment		8,052	
Total Election Commission			\$ 522,080

Register of Deeds

County Official/Administrative Officer	\$	80,949	
Longevity Pay		1,400	
Other Salaries and Wages		92,277	
Social Security		12,644	
Pensions		17,550	
Life Insurance		160	
Medical Insurance		27,459	
Dental Insurance		704	
Unemployment Compensation		241	
Communication		1,577	
Dues and Memberships		757	
Maintenance Agreements		12,157	
Data Processing Supplies		1,423	
Office Supplies		3,582	
Premiums on Corporate Surety Bonds		350	
Workers' Compensation Insurance		2,462	
Total Register of Deeds			255,692

Codes Compliance

Assistant(s)	\$	35,250	
Supervisor/Director		45,300	
Longevity Pay		2,100	
Other Salaries and Wages		9,785	
In-service Training		798	
Social Security		6,152	

(Continued)

Exhibit K-8

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

General Fund (Cont.)

General Government (Cont.)

Codes Compliance (Cont.)

Pensions	\$	8,306	
Life Insurance		96	
Medical Insurance		19,800	
Unemployment Compensation		222	
Communication		2,423	
Printing, Stationery, and Forms		174	
Other Contracted Services		79,505	
Gasoline		723	
Office Supplies		3,209	
Uniforms		536	
Workers' Compensation Insurance		1,477	
Office Equipment		2,471	
Total Codes Compliance			\$ 218,327

Geographical Information Systems

Other Contracted Services	\$	153	
Office Supplies		1,298	
Other Equipment		4,501	
Total Geographical Information Systems			5,952

County Buildings

Supervisor/Director	\$	55,507	
Secretary(ies)		32,850	
Custodial Personnel		112,077	
Part-time Personnel		14,583	
Longevity Pay		25,900	
Overtime Pay		10,342	
Other Salaries and Wages		596,108	
In-service Training		500	
Social Security		59,384	
Pensions		70,814	
Life Insurance		747	
Medical Insurance		186,935	
Dental Insurance		363	
Unemployment Compensation		1,873	
Communication		7,937	
Maintenance Agreements		115,628	
Maintenance and Repair Services - Buildings		412,223	
Maintenance and Repair Services - Equipment		9,525	
Maintenance and Repair Services - Vehicles		245,423	
Rentals		2,856	
Custodial Supplies		28,021	
Gasoline		12,702	
Office Supplies		3,871	
Small Tools		1,568	
Uniforms		12,827	
Utilities		685,635	

(Continued)

Exhibit K-8

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

General Fund (Cont.)

General Government (Cont.)

County Buildings (Cont.)

Workers' Compensation Insurance	\$	11,487	
Other Charges		3,869	
Motor Vehicles		27,686	
Other Equipment		3,774	
Total County Buildings			\$ 2,753,015

Other Facilities

Computer Programmer(s)	\$	124,300	
Longevity Pay		1,600	
Overtime Pay		18,692	
In-service Training		7,652	
Social Security		10,948	
Pensions		14,531	
Life Insurance		96	
Medical Insurance		5,400	
Dental Insurance		26	
Unemployment Compensation		216	
Communication		2,983	
Maintenance Agreements		16,032	
Maintenance and Repair Services - Office Equipment		48,987	
Office Supplies		1,181	
Small Tools		595	
Workers' Compensation Insurance		1,477	
Other Charges		308	
Other Equipment		373	
Total Other Facilities			255,397

Finance

Property Assessor's Office

County Official/Administrative Officer	\$	80,949	
Longevity Pay		8,700	
Other Salaries and Wages		219,622	
Board and Committee Members Fees		4,030	
In-service Training		775	
Social Security		21,304	
Pensions		29,395	
Life Insurance		288	
Medical Insurance		42,362	
Dental Insurance		578	
Unemployment Compensation		565	
Audit Services		28,575	
Communication		4,104	
Data Processing Services		9,085	
Dues and Memberships		1,850	
Maintenance and Repair Services - Equipment		879	
Travel		1,130	
Gasoline		1,905	

(Continued)

Exhibit K-8

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

General Fund (Cont.)

Finance (Cont.)

Property Assessor's Office (Cont.)

Office Supplies	\$	8,871	
Premiums on Corporate Surety Bonds		595	
Workers' Compensation Insurance		4,431	
Total Property Assessor's Office			\$ 469,993

County Trustee's Office

County Official/Administrative Officer	\$	80,949	
Longevity Pay		13,500	
Other Salaries and Wages		215,805	
Social Security		22,595	
Pensions		26,731	
Life Insurance		224	
Medical Insurance		44,536	
Dental Insurance		534	
Unemployment Compensation		432	
Communication		3,537	
Data Processing Services		17,623	
Dues and Memberships		792	
Legal Notices, Recording, and Court Costs		396	
Maintenance and Repair Services - Equipment		211	
Travel		2,884	
Office Supplies		27,555	
Workers' Compensation Insurance		3,446	
Office Equipment		14,685	
Total County Trustee's Office			476,435

County Clerk's Office

County Official/Administrative Officer	\$	80,949	
Part-time Personnel		4,945	
Longevity Pay		12,100	
Overtime Pay		118	
Other Salaries and Wages		475,535	
Social Security		40,203	
Pensions		57,209	
Life Insurance		683	
Medical Insurance		126,973	
Dental Insurance		1,050	
Unemployment Compensation		1,346	
Communication		6,216	
Data Processing Services		2,837	
Dues and Memberships		822	
Maintenance Agreements		16,242	
Travel		1,262	
Office Supplies		45,187	
Premiums on Corporate Surety Bonds		243	
Workers' Compensation Insurance		10,503	
Other Charges		497	
Office Equipment		20,380	
Total County Clerk's Office			905,300

(Continued)

Exhibit K-8

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

General Fund (Cont.)

Finance (Cont.)

Other Finance

Part-time Personnel	\$	4,420	
Overtime Pay		752	
Other Salaries and Wages		114,479	
Social Security		9,755	
Pensions		13,204	
Life Insurance		64	
Medical Insurance		23,090	
Unemployment Compensation		376	
Communication		2,753	
Data Processing Services		12,489	
Travel		538	
Office Supplies		18,838	
Workers' Compensation Insurance		985	
Motor Vehicles		25,675	
Office Equipment		6,916	
Total Other Finance			\$ 234,334

Administration of Justice

Circuit Court

County Official/Administrative Officer	\$	80,949	
Part-time Personnel		18,869	
Longevity Pay		28,200	
Other Salaries and Wages		818,475	
Jury and Witness Expense		14,870	
Other Per Diem and Fees		47,071	
Social Security		69,879	
Pensions		85,301	
Life Insurance		641	
Medical Insurance		181,035	
Dental Insurance		1,378	
Unemployment Compensation		2,273	
Communication		3,816	
Data Processing Services		40,583	
Dues and Memberships		842	
Maintenance Agreements		17,246	
Travel		360	
Other Contracted Services		16,027	
Data Processing Supplies		4,680	
Office Supplies		52,565	
Premiums on Corporate Surety Bonds		600	
Workers' Compensation Insurance		9,847	
Data Processing Equipment		1,210	
Total Circuit Court			1,496,717

General Sessions Court

Judge(s)	\$	322,978	
Longevity Pay		2,300	

(Continued)

Exhibit K-8

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

General Fund (Cont.)

Administration of Justice (Cont.)

General Sessions Court (Cont.)

Other Salaries and Wages	\$	58,300	
In-service Training		2,043	
Social Security		23,736	
Pensions		38,568	
Life Insurance		96	
Medical Insurance		13,347	
Dental Insurance		590	
Unemployment Compensation		67	
Data Processing Services		2,209	
Dues and Memberships		995	
Travel		1,835	
Other Contracted Services		1,109	
Office Supplies		2,235	
Workers' Compensation Insurance		1,477	
Total General Sessions Court			\$ 471,885

Drug Court

Supervisor/Director	\$	51,800	
Other Salaries and Wages		11,846	
Social Security		5,450	
Pensions		7,281	
Life Insurance		43	
Medical Insurance		5,400	
Unemployment Compensation		144	
Communication		5,731	
Rentals		13,408	
Travel		8,283	
Other Contracted Services		29,408	
Gasoline		1,640	
Office Supplies		8,457	
Other Supplies and Materials		17,043	
Workers' Compensation Insurance		492	
Other Charges		10,607	
Office Equipment		1,413	
Total Drug Court			178,446

Chancery Court

County Official/Administrative Officer	\$	80,949	
Longevity Pay		3,900	
Other Salaries and Wages		164,656	
Other Per Diem and Fees		13,400	
Social Security		18,624	
Pensions		25,075	
Life Insurance		192	
Medical Insurance		43,829	
Dental Insurance		439	
Unemployment Compensation		443	

(Continued)

Exhibit K-8

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

General Fund (Cont.)

Administration of Justice (Cont.)

Chancery Court (Cont.)

Communication	\$	1,081	
Data Processing Services		8,670	
Dues and Memberships		842	
Legal Notices, Recording, and Court Costs		2,444	
Maintenance Agreements		1,291	
Maintenance and Repair Services - Equipment		648	
Office Supplies		11,100	
Premiums on Corporate Surety Bonds		600	
Workers' Compensation Insurance		2,954	
Total Chancery Court	\$		381,137

Juvenile Court

Probation Officer(s)	\$	31,800	
Youth Service Officer(s)		145,386	
Longevity Pay		4,300	
Other Salaries and Wages		22,395	
In-service Training		2,212	
Social Security		15,052	
Pensions		20,908	
Life Insurance		160	
Medical Insurance		36,258	
Unemployment Compensation		470	
Communication		6,344	
Data Processing Services		3,515	
Dues and Memberships		285	
Maintenance Agreements		10,895	
Travel		1,649	
Other Contracted Services		16,042	
Gasoline		146	
Office Supplies		2,283	
Refunds		5,494	
Workers' Compensation Insurance		2,461	
Office Equipment		1,000	
Total Juvenile Court			329,055

District Attorney General

Assistant(s)	\$	19,012	
Supervisor/Director		29,506	
Social Security		3,955	
Pensions		3,861	
Life Insurance		32	
Medical Insurance		7,200	
Dental Insurance		93	
Unemployment Compensation		348	
Communication		204	
Rentals		2,841	
Travel		1,200	

(Continued)

Exhibit K-8

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

General Fund (Cont.)

Administration of Justice (Cont.)

District Attorney General (Cont.)

Other Supplies and Materials	\$	1,320	
Workers' Compensation Insurance		492	
Total District Attorney General			\$ 70,064

Judicial Commissioners

Part-time Personnel	\$	15,800	
Longevity Pay		1,700	
Other Salaries and Wages		59,504	
In-service Training		810	
Social Security		5,849	
Pensions		5,760	
Life Insurance		64	
Medical Insurance		5,400	
Unemployment Compensation		307	
Workers' Compensation Insurance		985	
Other Charges		216	
Total Judicial Commissioners			96,395

Other Administration of Justice

Probation Officer(s)	\$	14,100	
Social Security		1,079	
Life Insurance		32	
Unemployment Compensation		72	
Travel		115	
Other Contracted Services		4,500	
Office Supplies		447	
Workers' Compensation Insurance		492	
Total Other Administration of Justice			20,837

Courtroom Security

Communication Equipment	\$	2,895	
Total Courtroom Security			2,895

Victim Assistance Programs

Assistant(s)	\$	42,300	
Social Security		2,973	
Pensions		4,251	
Life Insurance		43	
Medical Insurance		11,460	
Dental Insurance		28	
Unemployment Compensation		72	
Communication		2,465	
Rentals		8,159	
Travel		933	
Other Contracted Services		7,646	
Other Supplies and Materials		3,787	
Workers' Compensation Insurance		492	
Total Victim Assistance Programs			84,609

(Continued)

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

General Fund (Cont.)

Public Safety

Sheriff's Department

County Official/Administrative Officer	\$	89,044	
Deputy(ies)		2,367,639	
Investigator(s)		453,287	
Salary Supplements		37,800	
Dispatchers/Radio Operators		292,794	
Secretary(ies)		234,095	
Temporary Personnel		18,602	
Longevity Pay		55,200	
Overtime Pay		177,696	
Other Salaries and Wages		164,038	
In-service Training		63,885	
Other Per Diem and Fees		61,699	
Social Security		287,515	
Pensions		383,265	
Life Insurance		1,475	
Medical Insurance		503,279	
Dental Insurance		1,589	
Unemployment Compensation		6,982	
Communication		76,559	
Contributions		4,350	
Data Processing Services		5,451	
Maintenance Agreements		15,063	
Transportation - Other than Students		17,723	
Travel		7,718	
Animal Food and Supplies		5,748	
Gasoline		153,403	
Instructional Supplies and Materials		2,781	
Uniforms		69,435	
Other Supplies and Materials		25,814	
Workers' Compensation Insurance		31,361	
Communication Equipment		90,700	
Law Enforcement Equipment		24,350	
Motor Vehicles		275,664	
Traffic Control Equipment		7,902	
Other Equipment		40,802	
Total Sheriff's Department			\$ 6,054,708

Jail

Guards	\$	1,599,708
Part-time Personnel		27,194
Longevity Pay		22,800
Overtime Pay		51,218
Other Per Diem and Fees		41,131
Social Security		127,081
Pensions		175,402
Life Insurance		1,292
Medical Insurance		274,249

(Continued)

Exhibit K-8

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

General Fund (Cont.)

Public Safety (Cont.)

Jail (Cont.)

Unemployment Compensation	\$	4,001	
Contracts with Government Agencies		62,915	
Maintenance and Repair Services - Equipment		43,687	
Medical and Dental Services		531,782	
Custodial Supplies		38,422	
Food Supplies		332,820	
Office Supplies		24,412	
Other Supplies and Materials		43,161	
Workers' Compensation Insurance		20,857	
Other Charges		37,472	
Data Processing Equipment		29,205	
Office Equipment		8,570	
Other Equipment		40,434	
Total Jail			\$ 3,537,813

Workhouse

Supervisor/Director	\$	1,200	
Guards		68,000	
Longevity Pay		700	
Social Security		4,657	
Pensions		7,067	
Life Insurance		32	
Medical Insurance		19,801	
Dental Insurance		134	
Unemployment Compensation		145	
Uniforms		519	
Workers' Compensation Insurance		492	
Other Charges		13,890	
Total Workhouse			116,637

Juvenile Services

Supervisor/Director	\$	55,250	
Guards		377,605	
Secretary(ies)		41,250	
Longevity Pay		6,400	
Overtime Pay		10,262	
In-service Training		5,722	
Other Per Diem and Fees		13,476	
Social Security		36,372	
Pensions		54,366	
Life Insurance		491	
Medical Insurance		77,770	
Dental Insurance		362	
Unemployment Compensation		1,245	
Communication		4,998	
Laundry Service		739	
Medical and Dental Services		50	

(Continued)

Exhibit K-8

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

General Fund (Cont.)

Public Safety (Cont.)

Juvenile Services (Cont.)

Travel	\$	128	
Other Contracted Services		2,000	
Food Supplies		1,283	
Office Supplies		4,987	
Textbooks - Bound		2,912	
Uniforms		2,573	
Other Supplies and Materials		3,302	
Workers' Compensation Insurance		7,620	
Other Charges		9,039	
Office Equipment		748	
Total Juvenile Services			\$ 720,950

Commissary

Food Supplies	\$	86,539	
Other Supplies and Materials		113,746	
Other Equipment		5,270	
Total Commissary			205,555

Fire Prevention and Control

Supervisor/Director	\$	59,538	
Salary Supplements		4,200	
Part-time Personnel		105,598	
Overtime Pay		7,233	
Other Salaries and Wages		179,597	
In-service Training		15,083	
Other Per Diem and Fees		67,376	
Social Security		27,665	
Pensions		42,576	
Life Insurance		160	
Medical Insurance		49,514	
Dental Insurance		206	
Unemployment Compensation		1,341	
Communication		6,946	
Evaluation and Testing		643	
Maintenance and Repair Services - Equipment		2,883	
Gasoline		21,651	
Office Supplies		1,698	
Uniforms		10,872	
Excess Risk Insurance		9,649	
Workers' Compensation Insurance		2,461	
Other Charges		1,541	
Building Construction		71,233	
Communication Equipment		7,793	
Motor Vehicles		2,870	
Other Equipment		76,653	
Total Fire Prevention and Control			776,980

(Continued)

Exhibit K-8

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

General Fund (Cont.)

Public Safety (Cont.)

Civil Defense

Supervisor/Director	\$	60,500	
Longevity Pay		5,000	
Other Salaries and Wages		55,500	
In-service Training		867	
Other Per Diem and Fees		70,000	
Social Security		11,694	
Pensions		15,165	
Medical Insurance		16,951	
Dental Insurance		320	
Unemployment Compensation		214	
Communication		4,286	
Dues and Memberships		110	
Other Contracted Services		4,707	
Gasoline		5,743	
Instructional Supplies and Materials		1,154	
Office Supplies		850	
Uniforms		637	
Workers' Compensation Insurance		821	
Other Charges		266	
Office Equipment		2,293	
Other Equipment		32,000	
Total Civil Defense			\$ 289,078

Other Emergency Management

Communication Equipment	\$	40,532	
Total Other Emergency Management			40,532

County Coroner/Medical Examiner

Other Per Diem and Fees	\$	12,800	
Social Security		955	
Pensions		643	
Medical Insurance		596	
Unemployment Compensation		9	
Other Contracted Services		90,750	
Premiums on Corporate Surety Bonds		470	
Other Charges		3,830	
Total County Coroner/Medical Examiner			110,053

Public Health and Welfare

Local Health Center

Other Salaries and Wages	\$	50,884	
Social Security		3,782	
Pensions		4,895	
Life Insurance		32	
Medical Insurance		10,575	
Dental Insurance		838	
Unemployment Compensation		251	

(Continued)

Exhibit K-8

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

General Fund (Cont.)

Public Health and Welfare (Cont.)

Local Health Center (Cont.)

Communication	\$	22,831	
Contracts with Government Agencies		64,476	
Contributions		42,319	
Travel		790	
Other Contracted Services		11,787	
Custodial Supplies		11,233	
Drugs and Medical Supplies		6,135	
Office Supplies		17,159	
Other Supplies and Materials		3,391	
Workers' Compensation Insurance		492	
Other Charges		14,690	
Building Improvements		2,500	
Total Local Health Center			\$ 269,060

Ambulance/Emergency Medical Services

Supervisor/Director	\$	65,500	
Deputy(ies)		49,500	
Accountants/Bookkeepers		38,950	
Paraprofessionals		2,155,817	
Dispatchers/Radio Operators		320,103	
Secretary(ies)		27,450	
Part-time Personnel		419,580	
Longevity Pay		65,100	
Overtime Pay		205,625	
In-service Training		46,045	
Social Security		244,063	
Pensions		276,336	
Life Insurance		1,612	
Medical Insurance		450,725	
Dental Insurance		3,541	
Unemployment Compensation		6,996	
Communication		11,698	
Maintenance and Repair Services - Equipment		16,226	
Medical and Dental Services		9,500	
Permits		4,289	
Other Contracted Services		251,291	
Drugs and Medical Supplies		151,021	
Gasoline		92,528	
Office Supplies		11,083	
Uniforms		31,409	
Other Supplies and Materials		8,326	
Workers' Compensation Insurance		23,960	
Other Charges		853	
Communication Equipment		6,255	
Furniture and Fixtures		3,520	
Motor Vehicles		116,221	
Office Equipment		2,548	
Other Equipment		78,031	
Total Ambulance/Emergency Medical Services			5,195,702

(Continued)

Exhibit K-8

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

General Fund (Cont.)

Public Health and Welfare (Cont.)

Other Local Health Services

Supervisor/Director	\$	577	
Social Security		39	
Pensions		58	
Life Insurance		32	
Medical Insurance		103	
Unemployment Compensation		1	
Drugs and Medical Supplies		48,975	
Other Supplies and Materials		5,420	
Workers' Compensation Insurance		492	
Total Other Local Health Services	\$		55,697

Regional Mental Health Center

Contributions	\$	5,000	
Total Regional Mental Health Center			5,000

General Welfare Assistance

Contributions	\$	10,000	
Total General Welfare Assistance			10,000

Other Public Health and Welfare

Longevity Pay	\$	10,000	
Other Salaries and Wages		1,265,778	
Social Security		92,997	
Pensions		87,598	
Life Insurance		683	
Medical Insurance		171,613	
Dental Insurance		1,075	
Unemployment Compensation		2,670	
Travel		16,272	
Other Contracted Services		31,082	
Office Supplies		31,038	
Workers' Compensation Insurance		1,053	
Total Other Public Health and Welfare			1,711,859

Social, Cultural, and Recreational Services

Senior Citizens Assistance

Contributions	\$	84,170	
Total Senior Citizens Assistance			84,170

Libraries

Contributions	\$	456,673	
Other Capital Outlay		9,929	
Total Libraries			466,602

Parks and Fair Boards

Salary Supplements	\$	5,354	
Total Parks and Fair Boards			5,354

(Continued)

Exhibit K-8

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

General Fund (Cont.)

Social, Cultural, and Recreational Services (Cont.)

Other Social, Cultural, and Recreational

Contributions	\$ 12,000	
Total Other Social, Cultural, and Recreational		\$ 12,000

Agriculture and Natural Resources

Agricultural Extension Service

Salary Supplements	\$ 113,032	
Longevity Pay	1,200	
Other Salaries and Wages	28,450	
In-service Training	2,000	
Social Security	1,821	
Pensions	2,980	
Life Insurance	32	
Medical Insurance	11,460	
Dental Insurance	171	
Unemployment Compensation	72	
Other Fringe Benefits	40,089	
Communication	3,280	
Matching Share	2,500	
Travel	4,200	
Workers' Compensation Insurance	492	
Other Charges	1,000	
Office Equipment	2,000	
Total Agricultural Extension Service		214,779

Forest Service

Contributions	\$ 1,500	
Total Forest Service		1,500

Soil Conservation

Secretary(ies)	\$ 10,426	
Longevity Pay	600	
Other Salaries and Wages	30,002	
Social Security	2,790	
Pensions	4,123	
Life Insurance	32	
Medical Insurance	10,035	
Unemployment Compensation	188	
Workers' Compensation Insurance	492	
Other Construction	411,853	
Total Soil Conservation		470,541

Other Operations

Tourism

Contributions	\$ 22,715	
Total Tourism		22,715

(Continued)

Exhibit K-8

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

General Fund (Cont.)

Other Operations (Cont.)

Housing and Urban Development

Building Improvements	\$	41,276	
Total Housing and Urban Development			\$ 41,276

Airport

Contributions	\$	10,000	
Matching Share		28,000	
Total Airport			38,000

Veterans' Services

Supervisor/Director	\$	35,000	
Other Salaries and Wages		17,124	
Social Security		3,869	
Pensions		5,238	
Life Insurance		32	
Unemployment Compensation		169	
Communication		2,473	
Maintenance Agreements		555	
Travel		1,467	
Office Supplies		1,157	
Workers' Compensation Insurance		492	
Other Charges		1,011	
Office Equipment		3,086	
Total Veterans' Services			71,673

Contributions to Other Agencies

Contributions	\$	289,813	
Gasoline		53,217	
Total Contributions to Other Agencies			343,030

Employee Benefits

Social Security	\$	1,371	
Medical Insurance		74,954	
Total Employee Benefits			76,325

Miscellaneous

Handling Charges and Administrative Costs	\$	5,250	
Dues and Memberships		9,746	
Engineering Services		8,150	
Legal Notices, Recording, and Court Costs		2,501	
Other Contracted Services		5,305	
Gasoline		6,056	
Library Books/Media		20,000	
Building and Contents Insurance		41,499	
Excess Risk Insurance		80,875	
Liability Insurance		112,150	
Refunds		1,776	
Trustee's Commission		409,497	

(Continued)

Exhibit K-8

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

General Fund (Cont.)

Other Operations (Cont.)

Miscellaneous (Cont.)

Tax Relief Program	\$	101,574	
Other Charges		32,473	
Interest on Notes		3,889	
Disabilities Act Improvements		3,822	
Total Miscellaneous			\$ 844,563

Total General Fund \$ 31,763,266

Solid Waste/Sanitation Fund

Public Health and Welfare

Sanitation Management

Supervisor/Director	\$	56,500	
Attendants		231,777	
Part-time Personnel		9,931	
Overtime Pay		29,081	
Other Salaries and Wages		526,716	
Other Fringe Benefits		248,475	
Communication		18,845	
Engineering Services		5,579	
Legal Services		5,728	
Maintenance and Repair Services - Buildings		64,655	
Maintenance and Repair Services - Equipment		122,589	
Maintenance and Repair Services - Vehicles		61,453	
Travel		2,937	
Disposal Fees		1,696,972	
Permits		300	
Other Contracted Services		121,254	
Crushed Stone		40,777	
Gasoline		60,321	
Office Supplies		2,152	
Uniforms		8,652	
Utilities		47,142	
Trustee's Commission		69,529	
Other Charges		21,945	
Office Equipment		1,924	
Solid Waste Equipment		25,668	
Total Sanitation Management			\$ 3,480,902

Compost Waste Center

Solid Waste Equipment	\$	103,500	
Total Compost Waste Center			103,500

Landfill Operation and Maintenance

Engineering Services	\$	10,464	
Other Charges		2,950	
Other Construction		90,308	
Total Landfill Operation and Maintenance			103,722

(Continued)

Exhibit K-8

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

Solid Waste/Sanitation Fund (Cont.)

Public Health and Welfare (Cont.)

Other Waste Disposal

Engineering Services	\$	18,391	
Contracts for Landfill Facilities		49,775	
Other Contracted Services		300,000	
Wood Products		31,000	
Other Construction		143,183	
Total Other Waste Disposal			\$ 542,349

Postclosure Care Costs

Engineering Services	\$	6,112	
Other Construction		10,041	
Total Postclosure Care Costs			16,153

Total Solid Waste/Sanitation Fund \$ 4,246,626

Industrial/Economic Development Fund

General Government

Development

Engineering Services	\$	3,400	
Other Contracted Services		7,800	
Total Development			\$ 11,200

Other Operations

Industrial Development

Contributions	\$	447,611	
Trustee's Commission		9,590	
Other Charges		27	
Total Industrial Development			457,228

Total Industrial/Economic Development Fund 468,428

Special Purpose Fund

General Government

Preservation of Records

Supervisor/Director	\$	31,050	
Part-time Personnel		7,800	
Other Fringe Benefits		12,309	
Communication		1,852	
Office Supplies		2,858	
Other Supplies and Materials		16,750	
Trustee's Commission		765	
Total Preservation of Records			\$ 73,384

Total Special Purpose Fund 73,384

(Continued)

Exhibit K-8

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

Drug Control FundPublic SafetyDrug Enforcement

Communication	\$	4,143	
Contracts with Government Agencies		6,000	
Confidential Drug Enforcement Payments		27,591	
Rentals		9,600	
Other Supplies and Materials		95	
Trustee's Commission		105	
Law Enforcement Equipment		5,409	
Total Drug Enforcement			\$ 52,943

Other OperationsMiscellaneous

Trustee's Commission	\$	105	
Total Miscellaneous			105

Total Drug Control Fund

\$ 53,048

Sports and Recreation FundSocial, Cultural, and Recreational ServicesParks and Fair Boards

Supervisor/Director	\$	45,900	
Secretary(ies)		28,650	
Temporary Personnel		56,198	
Other Salaries and Wages		292,072	
In-service Training		1,515	
Other Fringe Benefits		137,646	
Advertising		545	
Communication		8,220	
Maintenance and Repair Services - Buildings		61,658	
Maintenance and Repair Services - Equipment		3,171	
Maintenance and Repair Services - Vehicles		5,284	
Permits		2,040	
Other Contracted Services		95	
Custodial Supplies		2,701	
Equipment and Machinery Parts		262	
Food Supplies		1,688	
Gasoline		8,109	
Office Supplies		2,850	
Sand		1,169	
Small Tools		2,320	
Uniforms		3,361	
Utilities		121,523	
Clay		2,625	
Chemicals		5,836	
Other Supplies and Materials		14,750	
Refunds		3,102	
Trustee's Commission		16,292	
Workers' Compensation Insurance		8,690	

(Continued)

Exhibit K-8

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

Sports and Recreation Fund (Cont.)

Social, Cultural, and Recreational Services (Cont.)

Parks and Fair Boards (Cont.)

Other Charges	\$	29,857	
Office Equipment		3,827	
Other Equipment		58,990	
Other Capital Outlay		31,505	
Total Parks and Fair Boards			\$ 962,451

Other Social, Cultural, and Recreational

Foremen	\$	33,223	
Other Fringe Benefits		12,485	
Communication		393	
Maintenance and Repair Services - Buildings		12,509	
Maintenance and Repair Services - Vehicles		442	
Custodial Supplies		41	
Fertilizer, Lime, and Seed		13,302	
Small Tools		783	
Utilities		21,991	
Other Supplies and Materials		11,888	
Other Charges		1,575	
Total Other Social, Cultural, and Recreational			108,632

Total Sports and Recreation Fund \$ 1,071,083

Constitutional Officers - Fees Fund

Finance

County Clerk's Office			
Constitutional Officers' Operating Expenses	\$	110	
Total County Clerk's Office			\$ 110

Administration of Justice

General Sessions Court

Special Commissioner Fees	\$	19,203	
Total General Sessions Court			19,203

Chancery Court

Special Commissioner Fees	\$	6,672	
Total Chancery Court			6,672

Public Safety

Sheriff's Department

Constitutional Officers' Operating Expenses	\$	198	
Total Sheriff's Department			198

Total Constitutional Officers - Fees Fund 26,183

(Continued)

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

Highway/Public Works Fund

Highways

Administration

County Official/Administrative Officer	\$	89,044	
Assistant(s)		50,500	
Accountants/Bookkeepers		44,400	
Longevity Pay		6,300	
Other Salaries and Wages		35,250	
Social Security		13,813	
Employee and Dependent Insurance		16,972	
Life Insurance		95	
Dental Insurance		42	
Unemployment Compensation		96	
Local Retirement		22,662	
Employer Medicare		3,230	
Data Processing Services		6,686	
Dues and Memberships		4,828	
Legal Services		19,002	
Legal Notices, Recording, and Court Costs		700	
Postal Charges		415	
Printing, Stationery, and Forms		408	
Travel		1,200	
Data Processing Supplies		752	
Drugs and Medical Supplies		239	
Office Supplies		490	
Workers' Compensation Insurance		9,321	
Other Charges		990	
Communication Equipment		2,000	
Data Processing Equipment		500	
Total Administration			\$ 329,935

Highway and Bridge Maintenance

Foremen	\$	42,500	
Equipment Operators		589,672	
Truck Drivers		242,382	
Laborers		52,146	
Longevity Pay		39,400	
Overtime Pay		13,078	
Other Salaries and Wages		40,250	
Social Security		59,540	
Employee and Dependent Insurance		195,367	
Life Insurance		729	
Dental Insurance		1,353	
Unemployment Compensation		816	
Local Retirement		101,936	
Employer Medicare		13,925	
Other Contracted Services		392,819	
Asphalt - Cold Mix		28,304	
Asphalt - Hot Mix		28,269	
Asphalt - Liquid		60,758	

(Continued)

Exhibit K-8

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

Highway/Public Works Fund (Cont.)

Highways (Cont.)

Highway and Bridge Maintenance (Cont.)

Crushed Stone	\$	89,995	
Electricity		223	
Pipe - Metal		27,361	
Road Signs		15,000	
Salt		48,257	
Small Tools		2,807	
Wood Products		1,000	
Other Supplies and Materials		9,632	
Workers' Compensation Insurance		79,221	
Other Charges		753	
Total Highway and Bridge Maintenance			\$ 2,177,493

Operation and Maintenance of Equipment

Mechanic(s)	\$	51,461	
Maintenance Personnel		24,483	
Longevity Pay		1,200	
Overtime Pay		349	
Social Security		4,594	
Employee and Dependent Insurance		15,611	
Life Insurance		44	
Unemployment Compensation		128	
Local Retirement		7,757	
Employer Medicare		1,075	
Laundry Service		2,443	
Licenses		59	
Maintenance and Repair Services - Equipment		6,830	
Diesel Fuel		46,324	
Equipment and Machinery Parts		66,293	
Garage Supplies		8,435	
Gasoline		19,453	
Lubricants		9,827	
Small Tools		1,069	
Tires and Tubes		19,696	
Other Supplies and Materials		1,921	
Workers' Compensation Insurance		4,601	
Other Charges		2,500	
Total Operation and Maintenance of Equipment			296,153

Other Charges

Communication	\$	6,101	
Evaluation and Testing		1,058	
Electricity		5,822	
Natural Gas		2,644	
Water and Sewer		324	
Building and Contents Insurance		1,137	
Excess Risk Insurance		39,205	
Liability Insurance		96,810	

(Continued)

Exhibit K-8

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

Highway/Public Works Fund (Cont.)

Highways (Cont.)

Other Charges (Cont.)

Premiums on Corporate Surety Bonds	\$	350	
Trustee's Commission		56,909	
Other Charges		8,625	
Total Other Charges			\$ 218,985

Capital Outlay

Engineering Services	\$	99,836	
Matching Share		10,124	
Highway Equipment		226,734	
State Aid Projects		496,082	
Total Capital Outlay			832,776

Total Highway/Public Works Fund \$ 3,855,342

General Debt Service Fund

Principal on Debt

General Government

Principal on Bonds	\$	400,000	
Total General Government			\$ 400,000

Education

Principal on Bonds	\$	7,215,000	
Principal on Capital Leases		319,195	
Total Education			7,534,195

Interest on Debt

General Government

Interest on Bonds	\$	880,638	
Total General Government			880,638

Education

Interest on Bonds	\$	4,083,734	
Interest on Capital Leases		3,604	
Total Education			4,087,338

Other Debt Service

Education

Trustee's Commission	\$	261,272	
Underwriter's Discount		122,423	
Other Debt Issuance Charges		127,050	
Other Debt Service		2,942	
Total Education			513,687

Total General Debt Service Fund 13,415,858

(Continued)

Exhibit K-8

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

<u>General Capital Projects Fund</u>		
<u>General Government</u>		
<u>County Buildings</u>		
Building Improvements	\$	914,963
Law Enforcement Equipment		76,857
Maintenance Equipment		109,159
Motor Vehicles		525,089
Other Equipment		<u>235,064</u>
Total County Buildings	\$	1,861,132
<u>Other Operations</u>		
<u>Miscellaneous</u>		
Trustee's Commission	\$	<u>6,462</u>
Total Miscellaneous		6,462
<u>Capital Projects - Donated</u>		
<u>Capital Projects Donated to School Department</u>		
Contributions	\$	<u>485,134</u>
Total Capital Projects Donated to School Department		<u>485,134</u>
Total General Capital Projects Fund		<u>\$ 2,352,728</u>
Total Governmental Funds - Primary Government		<u>\$ 57,325,946</u>

Exhibit K-9

Putnam County, Tennessee
Schedule of Detailed Expenditures -
All Governmental Fund Types
Discretely Presented Putnam County School Department
For the Year Ended June 30, 2017

General Purpose School Fund

Instruction

Regular Instruction Program

Teachers	\$ 26,192,954	
Career Ladder Program	131,552	
Homebound Teachers	25,163	
Salary Supplements	420,800	
Educational Assistants	1,282,056	
Other Salaries and Wages	4,106	
Certified Substitute Teachers	212,114	
Non-certified Substitute Teachers	269,475	
Social Security	1,655,836	
Pensions	2,516,076	
Life Insurance	16,332	
Medical Insurance	5,166,583	
Dental Insurance	74,121	
Unemployment Compensation	18,762	
Employer Medicare	390,212	
Maintenance and Repair Services - Equipment	8,166	
Other Contracted Services	111,036	
Instructional Supplies and Materials	396,801	
Textbooks - Bound	537,482	
Fee Waivers	64,066	
Other Charges	350,103	
Regular Instruction Equipment	94,838	
Other Equipment	37,649	
Total Regular Instruction Program		\$ 39,976,283

Alternative Instruction Program

Teachers	\$ 448,658	
Career Ladder Program	3,000	
Social Security	26,307	
Pensions	40,814	
Life Insurance	212	
Medical Insurance	80,071	
Dental Insurance	1,244	
Unemployment Compensation	274	
Employer Medicare	6,152	
Other Supplies and Materials	636	
Other Equipment	800	
Total Alternative Instruction Program		608,168

Special Education Program

Teachers	\$ 4,009,065	
Career Ladder Program	14,001	
Homebound Teachers	75,488	
Educational Assistants	1,131,632	
Speech Pathologist	359,621	
Other Salaries and Wages	140,319	

(Continued)

Exhibit K-9

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

General Purpose School Fund (Cont.)

Instruction (Cont.)

Special Education Program (Cont.)

Certified Substitute Teachers	\$	9,394	
Non-certified Substitute Teachers		13,942	
Other Per Diem and Fees		25,530	
Social Security		332,614	
Pensions		515,251	
Life Insurance		3,204	
Medical Insurance		1,145,835	
Dental Insurance		17,554	
Unemployment Compensation		4,798	
Employer Medicare		78,492	
Contracts with Private Agencies		29,658	
Instructional Supplies and Materials		49,313	
Other Supplies and Materials		600	
Special Education Equipment		42,449	
Total Special Education Program			\$ 7,998,760

Career and Technical Education Program

Teachers	\$	920,008	
Career Ladder Program		2,000	
Certified Substitute Teachers		3,300	
Non-certified Substitute Teachers		8,158	
Social Security		54,162	
Pensions		83,314	
Life Insurance		444	
Medical Insurance		193,643	
Dental Insurance		2,489	
Unemployment Compensation		661	
Employer Medicare		12,673	
Maintenance and Repair Services - Equipment		1,200	
Other Contracted Services		64,774	
Instructional Supplies and Materials		16,676	
Vocational Instruction Equipment		546	
Total Career and Technical Education Program			1,364,048

Adult Education Program

Teachers	\$	305,002	
Other Salaries and Wages		159,734	
Social Security		27,728	
Pensions		33,608	
Life Insurance		113	
Medical Insurance		39,591	
Dental Insurance		514	
Unemployment Compensation		305	
Employer Medicare		6,543	
Travel		7,707	
Other Contracted Services		5,000	

(Continued)

Exhibit K-9

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

General Purpose School Fund (Cont.)

Instruction (Cont.)

Adult Education Program (Cont.)

Instructional Supplies and Materials	\$	43,959	
Transportation Equipment		62	
Other Equipment		17,258	
Total Adult Education Program			\$ 647,124

Support Services

Attendance

Supervisor/Director	\$	71,577	
Career Ladder Program		1,000	
Clerical Personnel		15,060	
Other Salaries and Wages		69,235	
Social Security		9,355	
Pensions		14,334	
Life Insurance		64	
Medical Insurance		25,173	
Dental Insurance		344	
Unemployment Compensation		76	
Employer Medicare		2,188	
Other Contracted Services		54,056	
Other Supplies and Materials		328	
Attendance Equipment		3,996	
Total Attendance			266,786

Health Services

Supervisor/Director	\$	69,606	
Career Ladder Program		1,000	
Social Workers		42,983	
Medical Personnel		355,803	
Secretary(ies)		24,060	
Other Salaries and Wages		327,330	
Other Per Diem and Fees		689	
Social Security		47,119	
Pensions		76,606	
Life Insurance		461	
Medical Insurance		174,856	
Dental Insurance		2,787	
Unemployment Compensation		703	
Employer Medicare		11,020	
Travel		6,317	
Other Contracted Services		9,100	
Drugs and Medical Supplies		5,526	
Office Supplies		280	
Other Supplies and Materials		2,392	
In Service/Staff Development		1,999	
Other Charges		2,589	
Total Health Services			1,163,226

(Continued)

Exhibit K-9

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

General Purpose School Fund (Cont.)

Support Services (Cont.)

Other Student Support

Career Ladder Program	\$	10,000	
Guidance Personnel		1,522,257	
Psychological Personnel		29,005	
Social Workers		119,188	
Assessment Personnel		9,578	
Other Salaries and Wages		1,300	
Certified Substitute Teachers		65	
Non-certified Substitute Teachers		65	
Social Security		98,146	
Pensions		153,758	
Life Insurance		728	
Medical Insurance		307,000	
Dental Insurance		4,182	
Unemployment Compensation		997	
Employer Medicare		22,975	
Contracts with Government Agencies		85,000	
Evaluation and Testing		60,693	
Travel		5,301	
Other Contracted Services		78,000	
Other Supplies and Materials		3,123	
In Service/Staff Development		250	
Other Charges		439	
Other Equipment		777	
Total Other Student Support			\$ 2,512,827

Regular Instruction Program

Supervisor/Director	\$	274,822
Career Ladder Program		18,001
Librarians		934,683
Materials Supervisor		7,377
Instructional Computer Personnel		67,255
Secretary(ies)		97,018
Clerical Personnel		79,752
Educational Assistants		11,572
Other Salaries and Wages		128,912
Certified Substitute Teachers		890
Non-certified Substitute Teachers		1,072
Social Security		95,801
Pensions		145,975
Life Insurance		666
Medical Insurance		234,159
Dental Insurance		3,852
Unemployment Compensation		983
Employer Medicare		22,409
Travel		9,764
Other Contracted Services		98,365

(Continued)

Exhibit K-9

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

General Purpose School Fund (Cont.)

Support Services (Cont.)

Regular Instruction Program (Cont.)

Food Supplies	\$	320	
Library Books/Media		85,231	
Office Supplies		2,652	
Other Supplies and Materials		11,099	
In Service/Staff Development		24,048	
Other Charges		172,363	
Other Equipment		3,670	
Total Regular Instruction Program			\$ 2,532,711

Alternative Instruction Program

Supervisor/Director	\$	72,935	
Career Ladder Program		1,000	
Accountants/Bookkeepers		16,668	
Secretary(ies)		16,668	
Social Security		6,619	
Pensions		10,034	
Life Insurance		45	
Dental Insurance		275	
Unemployment Compensation		61	
Employer Medicare		1,548	
Total Alternative Instruction Program			125,853

Special Education Program

Supervisor/Director	\$	68,387	
Career Ladder Program		5,000	
Psychological Personnel		307,706	
Assessment Personnel		86,198	
Secretary(ies)		39,645	
Other Salaries and Wages		118,763	
Other Per Diem and Fees		1,901	
Social Security		36,295	
Pensions		54,892	
Life Insurance		257	
Medical Insurance		112,720	
Dental Insurance		1,496	
Unemployment Compensation		375	
Employer Medicare		8,562	
Travel		25,882	
Other Contracted Services		65,534	
Other Supplies and Materials		31,526	
In Service/Staff Development		32,052	
Other Charges		12,427	
Other Equipment		5,292	
Total Special Education Program			1,014,910

(Continued)

Exhibit K-9

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

General Purpose School Fund (Cont.)

Support Services (Cont.)

Career and Technical Education Program

Supervisor/Director	\$	68,600	
Social Security		4,076	
Pensions		6,201	
Life Insurance		24	
Medical Insurance		9,513	
Dental Insurance		127	
Unemployment Compensation		30	
Employer Medicare		953	
Travel		1,981	
Other Contracted Services		768	
Other Supplies and Materials		336	
Total Career and Technical Education Program			\$ 92,609

Adult Programs

Supervisor/Director	\$	70,000	
Career Ladder Program		1,000	
Clerical Personnel		34,358	
Social Security		5,939	
Pensions		9,871	
Life Insurance		49	
Medical Insurance		26,991	
Dental Insurance		262	
Unemployment Compensation		57	
Employer Medicare		1,389	
Travel		5,650	
Total Adult Programs			155,566

Other Programs

On-behalf Payments to OPEB	\$	306,201	
Total Other Programs			306,201

Board of Education

Secretary to Board	\$	52,229	
Other Salaries and Wages		18,900	
Board and Committee Members Fees		24,300	
Social Security		5,654	
Pensions		6,997	
Life Insurance		18	
Medical Insurance		10,404	
Dental Insurance		138	
Unemployment Compensation		30	
Employer Medicare		1,323	
Audit Services		12,000	
Communication		190,986	
Dues and Memberships		20,410	
Legal Services		37,795	

(Continued)

Exhibit K-9

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

General Purpose School Fund (Cont.)

Support Services (Cont.)

Board of Education (Cont.)

Travel	\$	6,133	
Other Contracted Services		38,117	
Office Supplies		1,426	
Other Supplies and Materials		1,724	
Liability Insurance		218,040	
Trustee's Commission		548,429	
Workers' Compensation Insurance		124,008	
In Service/Staff Development		703	
Criminal Investigation of Applicants - TBI		48,600	
Other Charges		173,518	
Total Board of Education			\$ 1,541,882

Director of Schools

County Official/Administrative Officer	\$	103,377	
Social Security		6,038	
Pensions		9,333	
Life Insurance		26	
Medical Insurance		12,613	
Dental Insurance		138	
Unemployment Compensation		30	
Employer Medicare		1,409	
Travel		7,437	
Office Supplies		1,020	
Other Charges		8,339	
Total Director of Schools			149,760

Office of the Principal

Principals	\$	1,317,390	
Career Ladder Program		16,918	
Accountants/Bookkeepers		532,132	
Assistant Principals		1,610,408	
Secretary(ies)		805,851	
Social Security		246,499	
Pensions		400,647	
Life Insurance		2,181	
Medical Insurance		937,860	
Dental Insurance		11,794	
Unemployment Compensation		2,779	
Employer Medicare		57,762	
Communication		162,289	
Dues and Memberships		1,332	
Postal Charges		10,000	
Office Supplies		3,547	
Other Charges		12,400	
Other Equipment		21,501	
Total Office of the Principal			6,153,290

(Continued)

Exhibit K-9

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

General Purpose School Fund (Cont.)

Support Services (Cont.)

Fiscal Services

Supervisor/Director	\$	81,859	
Accountants/Bookkeepers		214,547	
Purchasing Personnel		40,830	
Clerical Personnel		35,194	
Social Security		21,212	
Pensions		37,430	
Life Insurance		175	
Medical Insurance		84,235	
Dental Insurance		1,100	
Unemployment Compensation		244	
Employer Medicare		4,961	
Travel		2,078	
Other Contracted Services		132,074	
Office Supplies		11,299	
In Service/Staff Development		5,248	
Other Charges		6,995	
Administration Equipment		5,700	
Total Fiscal Services			\$ 685,181

Human Services/Personnel

Supervisor/Director	\$	77,375	
Other Salaries and Wages		82,312	
Social Security		9,025	
Pensions		16,049	
Life Insurance		68	
Medical Insurance		27,223	
Dental Insurance		448	
Unemployment Compensation		122	
Employer Medicare		2,111	
Dues and Memberships		190	
Travel		1,054	
Other Contracted Services		2,147	
Office Supplies		1,282	
In Service/Staff Development		2,448	
Total Human Services/Personnel			221,854

Operation of Plant

Communication	\$	61,197	
Janitorial Services		2,278,333	
Other Contracted Services		230,980	
Custodial Supplies		65,946	
Electricity		2,908,664	
Natural Gas		390,379	
Water and Sewer		339,977	
Building and Contents Insurance		241,607	
Other Charges		4,844	
Building Construction		5,000	
Total Operation of Plant			6,526,927

(Continued)

Exhibit K-9

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

General Purpose School Fund (Cont.)

Support Services (Cont.)

Maintenance of Plant

Supervisor/Director	\$	120,176	
Secretary(ies)		74,503	
Maintenance Personnel		627,801	
Social Security		47,337	
Pensions		82,661	
Life Insurance		448	
Medical Insurance		189,705	
Dental Insurance		2,228	
Unemployment Compensation		671	
Employer Medicare		11,071	
Travel		164	
Other Contracted Services		412,107	
Other Supplies and Materials		471,629	
Total Maintenance of Plant			\$ 2,040,501

Transportation

Supervisor/Director	\$	60,130	
Mechanic(s)		136,783	
Bus Drivers		1,076,487	
Clerical Personnel		45,045	
Part-time Personnel		43,094	
Other Salaries and Wages		212,312	
Social Security		89,887	
Pensions		150,904	
Life Insurance		1,399	
Medical Insurance		345,034	
Dental Insurance		6,512	
Unemployment Compensation		2,379	
Employer Medicare		21,268	
Contracts with Parents		75	
Laundry Service		3,174	
Travel		4,433	
Other Contracted Services		41,731	
Diesel Fuel		213,121	
Gasoline		76,970	
Lubricants		8,908	
Tires and Tubes		21,528	
Vehicle Parts		129,415	
Other Supplies and Materials		6,312	
Other Charges		8,156	
Transportation Equipment		479,590	
Total Transportation			3,184,647

Central and Other

Supervisor/Director	\$	70,212	
Career Ladder Program		2,000	

(Continued)

Exhibit K-9

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

General Purpose School Fund (Cont.)

Support Services (Cont.)

Central and Other (Cont.)

Computer Programmer(s)	\$	428,903	
Clerical Personnel		32,657	
Social Security		30,900	
Pensions		50,470	
Life Insurance		252	
Medical Insurance		98,300	
Dental Insurance		1,237	
Unemployment Compensation		305	
Employer Medicare		7,227	
Maintenance and Repair Services - Equipment		9,691	
Travel		10,869	
Other Contracted Services		30,453	
Office Supplies		268	
Other Supplies and Materials		43,700	
Total Central and Other	\$		817,444

Operation of Non-Instructional Services

Food Service

Supervisor/Director	\$	59,084	
Accountants/Bookkeepers		32,635	
Clerical Personnel		73,340	
Maintenance Personnel		93,354	
Social Security		15,091	
Pensions		27,065	
Life Insurance		156	
Medical Insurance		69,640	
Dental Insurance		815	
Unemployment Compensation		183	
Employer Medicare		3,529	
Total Food Service			374,892

Community Services

Supervisor/Director	\$	34,648	
Teachers		166,019	
Bus Drivers		29,073	
Clerical Personnel		16,058	
Educational Assistants		27,806	
Other Salaries and Wages		120,605	
Other Per Diem and Fees		120	
Social Security		22,793	
Pensions		29,440	
Life Insurance		50	
Medical Insurance		22,039	
Dental Insurance		275	
Unemployment Compensation		61	
Employer Medicare		5,424	

(Continued)

Exhibit K-9

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

General Purpose School Fund (Cont.)

Operation of Non-Instructional Services (Cont.)

Community Services (Cont.)

Printing, Stationery, and Forms	\$	250	
Travel		3,353	
Other Contracted Services		4,844	
Other Supplies and Materials		57,935	
In Service/Staff Development		650	
Other Charges		10,038	
Other Equipment		2,271	
Total Community Services	\$		553,752

Early Childhood Education

Supervisor/Director	\$	36,885	
Teachers		792,529	
Clerical Personnel		19,214	
Educational Assistants		356,101	
Social Security		68,878	
Pensions		111,494	
Life Insurance		791	
Medical Insurance		303,368	
Dental Insurance		4,394	
Unemployment Compensation		1,067	
Employer Medicare		16,111	
Travel		411	
Other Contracted Services		106,291	
Food Supplies		772	
Instructional Supplies and Materials		11,129	
Other Supplies and Materials		4,683	
In Service/Staff Development		309	
Other Charges		8,791	
Other Equipment		784	
Total Early Childhood Education			1,844,002

Principal on Debt

Education

Debt Service Contribution to Primary Government	\$	319,195	
Total Education			319,195

Interest on Debt

Education

Debt Service Contribution to Primary Government	\$	3,604	
Total Education			3,604

Capital Projects

Education Capital Projects

Building Construction	\$	131,986	
Total Education Capital Projects			131,986

Total General Purpose School Fund \$ 83,313,989

(Continued)

Exhibit K-9

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

School Federal Projects Fund

Instruction

Regular Instruction Program

Teachers	\$	904,035	
Educational Assistants		397,001	
Certified Substitute Teachers		12,638	
Non-certified Substitute Teachers		19,152	
Social Security		75,008	
Pensions		113,321	
Life Insurance		799	
Medical Insurance		304,347	
Dental Insurance		4,316	
Unemployment Compensation		1,250	
Employer Medicare		17,834	
Other Contracted Services		65,438	
Instructional Supplies and Materials		145,311	
Other Charges		5,466	
Regular Instruction Equipment		768,478	
Total Regular Instruction Program			\$ 2,834,394

Special Education Program

Teachers	\$	77,047	
Educational Assistants		1,314,332	
Speech Pathologist		26,496	
Certified Substitute Teachers		1,400	
Non-certified Substitute Teachers		1,455	
Social Security		78,562	
Pensions		134,384	
Life Insurance		1,389	
Medical Insurance		505,263	
Dental Insurance		7,923	
Unemployment Compensation		2,051	
Employer Medicare		18,378	
Instructional Supplies and Materials		60,992	
Special Education Equipment		330	
Total Special Education Program			2,230,002

Career and Technical Education Program

Teachers	\$	7,545	
Other Salaries and Wages		3,464	
Social Security		530	
Pensions		512	
Employer Medicare		126	
Instructional Supplies and Materials		9,930	
Other Supplies and Materials		2,627	
Vocational Instruction Equipment		99,487	
Total Career and Technical Education Program			124,221

(Continued)

Exhibit K-9

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

School Federal Projects Fund (Cont.)

Support Services

Other Student Support

Other Salaries and Wages	\$	26,358	
Social Security		1,474	
Pensions		2,649	
Life Insurance		21	
Medical Insurance		7,039	
Dental Insurance		110	
Unemployment Compensation		24	
Employer Medicare		345	
Travel		10,081	
Other Contracted Services		47,451	
Other Supplies and Materials		3,450	
In Service/Staff Development		9,266	
Other Charges		36,845	
Total Other Student Support	\$		145,113

Regular Instruction Program

Supervisor/Director	\$	74,891	
Secretary(ies)		50,297	
Other Salaries and Wages		506,985	
Social Security		33,778	
Pensions		51,818	
Life Insurance		221	
Medical Insurance		68,611	
Dental Insurance		1,210	
Unemployment Compensation		206	
Employer Medicare		8,823	
Travel		4,627	
Other Contracted Services		196,463	
Other Supplies and Materials		69,088	
In Service/Staff Development		103,570	
Other Charges		162,046	
Other Equipment		49,834	
Total Regular Instruction Program			1,382,468

Special Education Program

Clerical Personnel	\$	43,072	
Other Salaries and Wages		157,654	
In-service Training		1,375	
Social Security		11,836	
Pensions		18,619	
Life Insurance		94	
Medical Insurance		43,745	
Dental Insurance		501	
Unemployment Compensation		122	
Employer Medicare		2,769	
Travel		1,000	

(Continued)

Exhibit K-9

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

School Federal Projects Fund (Cont.)

Support Services (Cont.)

Special Education Program (Cont.)

Other Supplies and Materials	\$	7,761	
In Service/Staff Development		59,300	
Total Special Education Program			\$ 347,848

Career and Technical Education Program

Clerical Personnel	\$	6,589	
Social Security		368	
Pensions		662	
Life Insurance		5	
Medical Insurance		1,760	
Dental Insurance		27	
Unemployment Compensation		6	
Employer Medicare		86	
Total Career and Technical Education Program			9,503

Transportation

Bus Drivers	\$	4,499	
Social Security		265	
Pensions		452	
Employer Medicare		62	
Rentals		14,025	
Total Transportation			19,303

Operation of Non-Instructional Services

Community Services

Supervisor/Director	\$	2,000	
Teachers		262,209	
Bus Drivers		47,518	
Clerical Personnel		16,058	
Educational Assistants		47,750	
Other Salaries and Wages		104,808	
Other Per Diem and Fees		120	
Social Security		26,732	
Pensions		36,186	
Life Insurance		24	
Medical Insurance		13,240	
Dental Insurance		138	
Unemployment Compensation		30	
Employer Medicare		6,409	
Printing, Stationery, and Forms		250	
Travel		5,705	
Other Contracted Services		8,121	
Other Supplies and Materials		11,094	
In Service/Staff Development		920	
Other Charges		1,327	
Other Equipment		1,525	
Total Community Services			592,164

Total School Federal Projects Fund \$ 7,685,016

(Continued)

Exhibit K-9

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

Central Cafeteria Fund

Operation of Non-Instructional Services

Food Service

Cafeteria Personnel	\$ 1,738,919	
Social Security	99,141	
Pensions	124,643	
Life Insurance	819	
Medical Insurance	340,806	
Dental Insurance	6,193	
Unemployment Compensation	5,064	
Employer Medicare	23,599	
Communication	12,328	
Maintenance and Repair Services - Equipment	106,821	
Travel	17,059	
Other Contracted Services	20,016	
Food Preparation Supplies	209,680	
Food Supplies	2,565,496	
Office Supplies	19,668	
USDA - Commodities	440,367	
Other Supplies and Materials	10,222	
In Service/Staff Development	9,891	
Other Charges	18,916	
Food Service Equipment	74,306	
Total Food Service		<u>\$ 5,843,954</u>

Total Central Cafeteria Fund \$ 5,843,954

Extended School Program Fund

Operation of Non-Instructional Services

Community Services

Other Salaries and Wages	\$ 728,137	
Other Per Diem and Fees	240	
Social Security	44,319	
Pensions	23,823	
Life Insurance	152	
Medical Insurance	41,850	
Dental Insurance	759	
Unemployment Compensation	457	
Employer Medicare	10,365	
Travel	559	
Food Supplies	4,977	
Refunds	1,143	
Other Charges	27,525	
Other Equipment	4,950	
Total Community Services		<u>\$ 889,256</u>

Total Extended School Program Fund 889,256

(Continued)

Exhibit K-9

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

<u>Education Capital Projects Fund</u>			
<u>Capital Projects</u>			
<u>Education Capital Projects</u>			
Other Equipment	\$	1,647	
Total Education Capital Projects			\$ 1,647
Total Education Capital Projects Fund			\$ 1,647
 <u>Other Capital Projects Fund</u>			
<u>Capital Projects</u>			
<u>Education Capital Projects</u>			
Other Supplies and Materials	\$	3,500	
Total Education Capital Projects			\$ 3,500
Total Other Capital Projects Fund			3,500
Total Governmental Funds - Putnam County School Department			<u>\$ 97,737,362</u>

Exhibit K-10

Putnam County, Tennessee
Schedule of Detailed Revenues and Expenses
Proprietary Fund
For the Year Ended June 30, 2017

	Governmental Activities - Internal Service Fund
	<u>Self- Insurance Fund</u>
<u>Revenues</u>	
<u>Operating Revenues</u>	
<u>Charges of Current Services</u>	
Self-Insurance Premiums/Contributions	\$ 1,405,502
<u>Other Local Revenues</u>	
Miscellaneous Refunds	95,517
Total Operating Revenues	<u>\$ 1,501,019</u>
 <u>Nonoperating Revenues</u>	
Investment Income	\$ 9,091
Total Nonoperating Revenues	<u>\$ 9,091</u>
 Total Revenues	 <u><u>\$ 1,510,110</u></u>
 <u>Expenses</u>	
<u>Operating Expenses</u>	
<u>Public Safety</u>	
<u>Sheriff's Department</u>	
Legal Services	\$ 17,170
<u>Fire Prevention and Control</u>	
Excess Risk Insurance	4,508
Liability Insurance	19,900
Liability Claims	2,303
Other Charges	779
Motor Vehicles	72,324
Total Public Safety	<u>\$ 116,984</u>
 <u>Public Health and Welfare</u>	
<u>Ambulance/Emergency Medical Services</u>	
In-service Training	\$ 9,000
Legal Services	17,299
Excess Risk Insurance	30,025
Motor Vehicles	184,784
<u>Sanitation Management</u>	
Liability Claims	-
Total Public Health and Welfare	<u>\$ 241,108</u>

(Continued)

Exhibit K-10

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

	Governmental Activities - Internal <u>Service Fund</u> Self- Insurance Fund
<u>Expenses (Cont.)</u>	
<u>Operating Expenses (Cont.)</u>	
<u>Social Cultural and Recreational Services</u>	
<u>Libraries</u>	
Legal Services	\$ 2,591
Liability Claims	31,402
<u>Parks and Fair Boards</u>	
Legal Services	4,832
Other Self-insured Claims	351
Total Social Cultural and Recreational Services	<u>\$ 39,176</u>
<u>Other Operations</u>	
<u>Industrial Development</u>	
Legal Services	\$ 8,510
<u>Other Charges</u>	
Handling Charges and Administrative Costs	13,581
Legal Services	432
Building and Contents Insurance	192,147
Excess Risk Insurance	115,047
Liability Insurance	63,370
Premium on Corporate Surety Bonds	8,296
Workers' Compensation Insurance	83,099
Other Self-insured Claims	9,114
Other Charges	939
Total Other Operations	<u>\$ 494,535</u>
<u>Highways</u>	
<u>Other Charges</u>	
Handling Charges and Administrative Costs	\$ 7,093
Building and Contents Insurance	113,028
Excess Risk Insurance	69,687
Liability Insurance	37,275
Premium on Corporate Surety Bonds	4,880
Workers' Compensation Insurance	48,882
Liability Claims	1,936
Other Self-insured Claims	43,313
Other Charges	553
Total Highways	<u>\$ 326,647</u>

(Continued)

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

Governmental
 Activities -
 Internal
Service Fund
 Self-
 Insurance
Fund

Expenses (Cont.)

Operating Expenses (Cont.)

Education

Central and Other

Handling Charges and Administrative Costs	\$ 16,313
Legal Services	14,122
Building and Contents Insurance	259,964
Excess Risk Insurance	157,366
Liability Insurance	85,736
Premium on Corporate Surety Bonds	11,224
Workers' Compensation Insurance	112,428
Liability Claims	21,273
Other Self-insured Claims	108,228
Other Charges	<u>1,716</u>
Total Education	<u>\$ 788,370</u>

Total Expenses \$ 2,006,820

Putnam County, Tennessee
Schedule of Detailed Receipts, Disbursements,
and Changes in Cash Balance - City Agency Fund
For the Year Ended June 30, 2017

	<u>Cities - Sales Tax Fund</u>
<u>Cash Receipts</u>	
Local Option Sales Tax	\$ 15,396,288
Total Cash Receipts	<u>\$ 15,396,288</u>
<u>Cash Disbursements</u>	
Remittance of Revenues Collected	\$ 15,242,335
Trustee's Commission	153,953
Total Cash Disbursements	<u>\$ 15,396,288</u>
Excess of Cash Receipts Over (Under) Cash Disbursements	\$ 0
Cash Balance, July 1, 2016	<u>0</u>
Cash Balance, June 30, 2017	<u><u>\$ 0</u></u>

SINGLE AUDIT SECTION



JUSTIN P. WILSON
Comptroller

JASON E. MUMPOWER
Chief of Staff

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

Putnam County Executive and
Board of County Commissioners
Putnam County, Tennessee

To the County Executive and Board of County Commissioners:

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Putnam County, Tennessee, as of and for the year ended June 30, 2017, and the related notes to the financial statements, which collectively comprise Putnam County's basic financial statements, and have issued our report thereon dated February 23, 2018.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered Putnam 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 Putnam County's internal control. Accordingly, we do not express an opinion on the effectiveness of Putnam County's internal control.

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

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

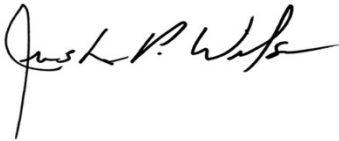
Compliance and Other Matters

As part of obtaining reasonable assurance about whether Putnam County's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

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 Putnam 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, 2018

JPW/yu



JUSTIN P. WILSON
Comptroller

JASON E. MUMPOWER
Chief of Staff

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

Putnam County Executive and
Board of County Commissioners
Putnam County, Tennessee

To the County Executive and Board of County Commissioners:

Report on Compliance for Each Major Federal Program

We have audited Putnam County's compliance with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on each of Putnam County's major federal programs for the year ended June 30, 2017. Putnam 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 Putnam County's major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. *Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Those standards and the Uniform Guidance require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about Putnam 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 Putnam County's compliance.

Opinion on Each Major Federal Program

In our opinion, Putnam County complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2017.

Report on Internal Control Over Compliance

Management of Putnam 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 Putnam County's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of Putnam County's internal control over compliance.

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

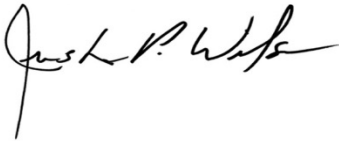
Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies. We did not identify any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

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

Report on Schedule of Expenditures of Federal Awards Required by the Uniform Guidance

We have audited the financial statements of the governmental activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Putnam County, Tennessee, as of and for the year ended June 30, 2017, and the related notes to the financial statements, which collectively comprise Putnam County's basic financial statements. We issued our report thereon dated February 23, 2018, which contained unmodified opinions on those financial statements. Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the basic financial statements. The accompanying Schedule of Expenditures of Federal Awards is presented for purposes of additional analysis as required by the Uniform Guidance and is not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the Schedule of Expenditures of Federal Awards is fairly stated in all material respects in relation to the basic financial statements as a whole.

Very truly yours,



Justin P. Wilson
Comptroller of the Treasury
Nashville, Tennessee

February 23, 2018

JPW/yu

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

Federal/Pass-through Agency/State Grantor Program Title	Federal CFDA Number	Pass-through Entity Identifying Number	Expenditures
U.S. Department of Agriculture:			
Direct Program:			
Emergency Watershed Protection Program	10.923	N/A	\$ 309,889
Passed-through State Department of Agriculture:			
Child Nutrition Cluster: (4)			
National School Lunch Program (Commodities - Noncash Assistance)	10.555	N/A	451,062 (5)
Fresh Fruit and Vegetable Program	10.582	N/A	15,836
Passed-through State Department of Education:			
Child Nutrition Cluster: (4)			
School Breakfast Program	10.553	N/A	1,150,842
National School Lunch Program	10.555	N/A	2,705,507 (5)
Passed-through East Tennessee Human Resource Agency:			
Child and Adult Care Food Program	10.558	N/A	567,942
Child Nutrition Cluster: (4)			
Summer Food Service Program for Children	10.559	N/A	303,990
Total U.S. Department of Agriculture			<u>\$ 5,505,068</u>
U.S. Department of Defense:			
Passed-through State Department of General Services:			
Section 1033 Excess Property Program (Noncash Assistance)	12.U01	N/A	<u>\$ 503,238</u>
U.S. Department of Housing and Urban Development:			
Passed-through Tennessee Housing Development Agency:			
Home Investment Partnerships Program	14.239	(3)	<u>\$ 41,276</u>
U.S. Department of Interior:			
Direct Program:			
Payments in-Lieu-of Taxes	15.226	N/A	<u>\$ 5,751</u>
U.S. Department of Justice:			
Direct Program:			
Bulletproof Vest Partnership Program	16.607	N/A	\$ 2,100
Passed-through State Department of Finance and Administration:			
Crime Victim Assistance	16.575	(3)	68,703
Violence Against Women Formula Grants	16.588	(3)	60,000
Total U.S. Department of Justice			<u>\$ 130,803</u>
U.S. Department of Transportation:			
Passed-through State Department of Transportation:			
Alcohol Open Container Requirements	20.607	Z-17-THS281-00	<u>\$ 3,736</u>

(Continued)

Putnam County, Tennessee, and the Putnam County School Department
Schedule of Expenditures of Federal Awards and State Grants (1) (2) (Cont.)

Federal/Pass-through Agency/State Grantor Program Title	Federal CFDA Number	Pass-through Entity Identifying Number	Expenditures
U.S. Department of Education:			
Passed-through State Department of Labor and Workforce Development:			
Adult Education - Basic Grants to States	84.002	(3)	\$ 559,328
Passed-through State Department of Education:			
Title I Grants to Local Educational Agencies	84.010	N/A	3,374,505
Special Education Cluster: (4)			
Special Education - Grants to States	84.027	N/A	2,685,870
Special Education - Preschool Grants	84.173	N/A	127,811
Career and Technical Education - Basic Grants to States	84.048	N/A	349,885
Twenty-first Century Community Learning Centers	84.287	(3)	592,164
English Language Acquisition Grants	84.365	(3)	73,079
Improving Teacher Quality State Grants	84.367	N/A	532,622
Teacher Incentive Fund	84.374	N/A	5,372
Passed-through State Department of Human Services:			
Rehabilitation Services - Vocational Rehabilitation Grants to States	84.126	(3)	12,772
Passed-through WCTE PBS Channel 22:			
Ready-To-Learn Television	84.295	(3)	30,352
Passed-through Metro Nashville Public Schools:			
Math and Science Partnership Grant	84.366	N/A	<u>216,285</u>
Total U.S. Department of Education			<u>\$ 8,560,045</u>
U.S. Department of Health and Human Services:			
Passed-through State Department of Health and Substance Abuse:			
Substance Abuse and Mental Health Services Projects of Regional and National Significance	93.243	(3)	<u>\$ 34,637</u>
U.S. Executive Office of the President:			
Passed-through Laurel County, Kentucky Fiscal Court:			
High Intensity Drug Trafficking Areas Program	95.001	(3)	<u>\$ 9,133</u>
U.S. Department of Homeland Security:			
Passed-through State Department of Military:			
Homeland Security Grant Program	97.067	(3)	<u>\$ 20,532</u>
Total Expenditures of Federal Awards			<u>\$ 14,814,219</u>

(Continued)

Putnam County, Tennessee, and the Putnam County School Department
Schedule of Expenditures of Federal Awards and State Grants (1) (2) (Cont.)

Federal/Pass-through Agency/State Grantor Program Title	Federal CFDA Number	Contract Number	Expenditures
<u>State Grants</u>			
Juvenile Court Grant Program - State Department of Children's Services	N/A	(3)	\$ 56,290
State Supplement Juvenile Court Improvements Funds - State Commission on Children and Youth	N/A	(3)	9,000
Local Health Services - State Department of Health	N/A	GG-17-51092-00	1,710,101
Access to Health and Healthy Active Built Environments - State Department of Health	N/A	(3)	10,000
Clean Tennessee Energy Grant - State Department of Environment and Conservation	N/A	(3)	70,738
Tennessee Veterans Treatment Court Initiative - State Department of Health and Substance Abuse	N/A	(3)	97,404
Litter Program - State Department of Transportation	N/A	(3)	49,694
Lottery for Education - Afterschool Programs (LEAPS) - State Department of Education	N/A	(3)	404,251
Voluntary PreK for Tennessee - State Department of Education	N/A	(3)	1,644,099
Adult Basic Education - State Department of Labor and Workforce Development	N/A	(9)	186,443
Family Resource - State Department of Education	N/A	(3)	29,612
Coordinated School Health Project - State Department of Education	N/A	(3)	155,000
Safe Schools Act - State Department of Education	N/A	(3)	48,790
Read to Be Ready Coaching Network - State Department of Education	N/A	(3)	4,528
Total State Grants			<u>\$ 4,475,950</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) Putnam County elected not to use the 10% de minimus cost rate permitted in the Uniform Guidance.
- (3) Information not available.
- (4) Child Nutrition Cluster total \$4,611,401; Special Education Cluster total \$2,813,681.
- (5) Total for CFDA No. 10.555 is \$3,156,569.
- (6) During the year ended June 30, 2017, Putnam County received excess military equipment from the U.S. Department of Military valued at \$503,238.

SUBRECIPIENTS

Program Title	Federal CFDA Number	Amount Provided to Subrecipient	Subrecipient
Career and Technical Education - Basic Grants to States	84.048	\$21,553	Clay County, TN Board of Education
"	"	26,291	Jackson County, TN Board of Education
"	"	11,465	Overton County, TN Board of Education
"	"	38,235	Warren County, TN Board of Education
"	"	14,796	White County, TN Board of Education

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

Government Auditing Standards require auditors to report the status of uncorrected findings from prior audits. In addition, OMB's Uniform Guidance requires auditees to report the status of all prior-year findings whether corrected or not. Presented below are financial statement findings along with their current status from the Annual Financial Report for Putnam County, Tennessee, for the year ended June 30, 2017.

Prior-year Financial Statement Findings

Fiscal Year	Page Number	Finding Number	Title of Finding	CFDA Number	Current Status
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OFFICE OF DIRECTOR OF SCHOOLS

2016	220	2016-001	Expenditures Exceeded Appropriations	N/A	Corrected
2016	221	2016-002	General Ledger Payroll Liability Accounts were not Reconciled	N/A	Corrected

Prior-year Federal Awards Findings

There were no prior-year federal award findings to report.

PUTNAM COUNTY, TENNESSEE

SCHEDULE OF FINDINGS AND QUESTIONED COSTS

For the Year Ended June 30, 2017

PART I, SUMMARY OF AUDITOR'S RESULTS

Financial Statements:

1. Our report on the financial statements of Putnam County is unmodified.
2. Internal Control Over Financial Reporting:
 - * Material weakness identified? **NO**
 - * Significant deficiency identified? **NO**
3. Noncompliance material to the financial statements noted? **NO**

Federal Awards:

4. Internal Control Over Major Federal Programs:
 - * Material weakness identified? **NO**
 - * Significant deficiency identified? **NONE REPORTED**
5. Type of report auditor issued on compliance for major programs. **UNMODIFIED**
6. Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200.516(a)? **NO**
7. Identification of Major Federal Programs:
 - * CFDA Numbers: 10.553, 10.555, and 10.559 Nutrition Cluster: School Breakfast Program, National School Lunch Program, and Summer Food Service Program for Children
 - * CFDA Number: 84.010 Title I Grants to Local Educational Agencies
 - * CFDA Number: 84.367 Improving Teacher Quality State Grants
8. Dollar threshold used to distinguish between Type A and Type B Programs. **\$750,000**
9. Auditee qualified as low-risk auditee? **NO**

PART II, FINDINGS RELATING TO THE FINANCIAL STATEMENTS

There were no findings and recommendations, as a result of our audit of the financial statements of Putnam County, Tennessee, for the year ended June 30, 2017.

PART III, FINDINGS AND QUESTIONED COSTS FOR FEDERAL AWARDS

There were no findings and questioned costs related to federal awards for the year ended June 30, 2017.

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

The audit of Putnam County did not report any findings and recommendations. Therefore, no management responses are required by the auditee requirements within Title 2 U.S. *Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance).

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 us 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 Putnam County.

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

Putnam 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 Putnam 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.