

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



DIVISION OF LOCAL GOVERNMENT AUDIT



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FOR THE YEAR ENDED JUNE 30, 2017

COMPTROLLER OF THE TREASURY
JUSTIN P. WILSON

DIVISION OF LOCAL GOVERNMENT AUDIT
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This financial report is available at www.comptroller.tn.gov

WILLIAMSON COUNTY, TENNESSEE

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Summary of Audit Findings

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

Scope

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

Results

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

Our audit resulted in no findings.

INTRODUCTORY SECTION

Williamson County Officials
June 30, 2017

Officials

Rogers Anderson, County Mayor
Eddie Hood, Highway Superintendent
Dr. Mike Looney, Director of Schools
Karen Paris, Trustee
Brad Coleman, Assessor of Property
Elaine Anderson, County Clerk
Debbie McMillan Barrett, Circuit and General Sessions Courts Clerk
Elaine Beeler, Clerk and Master
Brenda Hyden, Juvenile Court Clerk
Sadie Wade, Register of Deeds
Jeff Long, Sheriff
Nena Graham, Director of Accounts and Budgets

Board of County Commissioners

Jack Walton, Chairman	Gregg Lawrence	Todd Kaestner
Ricky Jones	Lewis Green, Jr.	Sherri Clark
Dwight Jones	Tommy Little	Matt Williams
Betsy Hester	Jeff Ford	David Landrum
Judy Herbert	Paul Webb	Brian Beathard
Matt Milligan	Bert Chalfant	Brandon Ryan
David Pair	Robert Hullet	Steve Smith
Kathy Danner	Barb Sturgeon	Dana Ausbrooks

Board of Education

Gary Anderson, Chairman	Anne McGraw	Rick Wimberly
Angela Durham	Jay Galbreath	Beth Burgos
Dan Cash	Sheila Cleveland	KC Haugh
Eliot Mitchell	Candy Emerson	Nancy Garrett

Highway Commission

Rogers Anderson, County Mayor, Chairman
Charles Wilson
Charlie Bennett
Stan Tyson
Wayne Davis

(Continued)

Williamson County Officials (Cont.)

Budget Committee

Dana Ausbrooks, Chairman
Rogers Anderson, County Mayor
Lewis Green, Jr.
David Landrum
Dwight Jones

Audit Committee

Patricia Parsons, Chairman
Kerry Perkinson
Paul Bolin

FINANCIAL SECTION



JUSTIN P. WILSON
Comptroller

JASON E. MUMPOWER
Chief of Staff

Independent Auditor's Report

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

To the County Mayor and Board of County Commissioners:

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Williamson 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 did not audit the financial statements of the discretely presented Williamson County Emergency Communications District, which represent .23 percent, .37 percent, and .52 percent, respectively, of the assets, net position, and revenues of the aggregate discretely presented component units. Also, we did not audit the financial statements of the discretely presented Williamson County Hospital District, which represent 27.4 percent, 32.8 percent, and 33.1 percent, respectively, of the assets, net position, and revenues of the aggregate discretely presented component units. Those statements were audited by other auditors whose reports have been furnished to us, and our opinion, insofar as it relates to the amounts included for the Williamson County Emergency Communications District and the Williamson County Hospital District is based solely on the reports of other auditors. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

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

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

Opinions

In our opinion, based on our audit and the reports of other auditors, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Williamson County, Tennessee, as of June 30, 2017, and the respective changes in financial position and, where applicable, cash flows thereof and the respective budgetary comparisons for the General and Highway/Public Works funds for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis on pages 15-26 and the schedule of changes in the county's net pension liability and related ratios, schedules of county and school contributions, schedule of school's proportionate share of the net pension liability, and schedule of funding progress - other postemployment benefits plan on pages 135-142 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 Williamson 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 and Rural Debt Service funds, combining and individual fund financial statements of the Williamson 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.

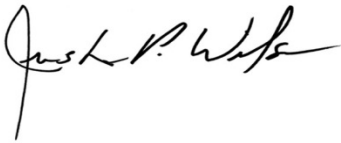
The combining and individual nonmajor fund financial statements, budgetary comparison schedules of nonmajor governmental funds and the General Debt Service and Rural Debt Service funds, combining and individual fund financial statements of the Williamson County School Department (a discretely presented 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 and Rural Debt Service funds, combining and individual fund financial statements of the Williamson 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 December 5, 2017, on our consideration of Williamson 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 Williamson 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 Williamson County's internal control over financial reporting and compliance.

Very truly yours,



Justin P. Wilson
Comptroller of the Treasury

Nashville, Tennessee

December 5, 2017

JPW/kp

Management's Discussion and Analysis

As management of Williamson County, Tennessee, we offer readers of Williamson County's financial statements this narrative overview and analysis of the financial activities of Williamson County, Tennessee, for the fiscal year ended June 30, 2017. This discussion and analysis focuses on the primary government only and does not include discussions of discretely presented component units.

Financial Highlights

- The liabilities and deferred inflows of Williamson County exceeded its assets and deferred outflows at the close of the fiscal year by \$214,818,572 (net position). The liabilities include \$423,525,003 in debt that is attributable to the Williamson County School Department.
- The government's total net position decreased by \$31,094,987.
- At June 30, 2017, Williamson County's governmental funds reported combined ending fund balances of \$131,256,456, an increase of \$5,513,259 in comparison with the prior year.
- At June 30, 2017, unassigned fund balance for the General Fund was \$27,181,042 or 32 percent of total General Fund expenditures.
- For the fiscal year ended June 30, 2017, Williamson County's total debt had a net increase of \$34,515,000. During the year, \$40,115,000 of debt service principal payments were made and \$9,320,000 was refunded. There was \$83,950,000 of debt issued, which was for various education projects, parks, animal control, sheriff and emergency operations, and various general government maintenance and renovations.

Overview of the Financial Statements

This discussion and analysis is intended to serve as an introduction to Williamson County's basic financial statements. The county's basic financial statements are composed of three components: (1) government-wide financial statements; (2) fund financial statements; and (3) notes to the financial statements. This report also contains other supplementary information in addition to the basic financial statements.

Government-wide financial statements. The government-wide financial statements are designed to provide readers with a broad overview of Williamson County's finances in a manner similar to a private-sector business.

The Statement of Net Position presents information on all of Williamson County's assets, deferred outflows of resources, liabilities, and deferred inflows of resources, with the difference between them reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of Williamson County is improving or deteriorating.

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

Both of the government-wide financial statements distinguish functions of Williamson County, which are principally supported by taxes and intergovernmental revenues (governmental activities) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (business-type activities). The governmental activities of the county include general government; finance; administration of justice; public safety; public health and welfare; social, cultural, and recreational services; agriculture and natural resources; highway/public works; education; and interest on long-term debt. The government-wide financial statements can be found on Exhibits A and B of this report.

The government-wide financial statements include not only Williamson County (known as the primary government), but also a legally separate School Department, Hospital District, and Emergency Communications District for which the county is financially accountable. Financial information for these component units is reported separately from the financial information presented for the primary government itself.

Fund financial statements. A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. Williamson County, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of Williamson County can be divided into three categories: governmental, proprietary, and fiduciary.

Governmental funds. Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on near-term inflows and outflows of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating a government's near-term financing requirements.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

Williamson County maintains eight individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the General, Highway/Public

Works, General Debt Service, Rural Debt Service, and General Capital Projects funds all of which are considered to be major funds. Data from the other three governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these nonmajor governmental funds is provided in the form of combining statements elsewhere in this report.

Williamson County adopts an annual appropriated budget for all funds except the General Capital Projects and Constitutional Officers - Fees funds. A budgetary comparison schedule has been provided for the funds to demonstrate compliance with this budget.

The basic governmental fund financial statements can be found on Exhibits C-1 through C-6 of this report.

Proprietary fund. Williamson County has one proprietary fund. The county uses an internal service fund (Self-Insurance Fund) to account for the county's and School Department's self-insured health programs. Because this service predominantly benefits governmental rather than business-type functions, it has been included within governmental activities in the government-wide financial statements.

Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. The proprietary fund financial statements provide separate information for the internal service fund. The basic proprietary fund financial statements can be found on Exhibits D-1 through D-3 of this report.

Fiduciary funds. Fiduciary funds are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are not reflected in the government-wide financial statements because the resources of those funds are not available to support the county's own programs. The accounting used for fiduciary funds is much like that used for proprietary funds.

The basic fiduciary fund financial statement can be found on Exhibit E of this report.

Notes to the financial statements. The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found on pages 54-133 of this report.

Other information. In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information concerning pension information and other postemployment benefits information. Required supplementary information can be found after the basic financial statements section of this report.

The combining and individual fund statements and schedules for the nonmajor governmental funds can be found on Exhibits G-1 through G-4 of this report.

Government-wide Financial Analysis

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. In the case of Williamson County, liabilities and deferred inflows of resources exceeded assets and deferred outflows of resources by \$214,818,572 at the close of the fiscal year. The Constitution for the State of Tennessee allows only the local legislative body authorization to issue debt. Therefore, when the Williamson County Board of Education requires additional money to fund school construction and equipment, the related debt must be issued by the county. As of June 30, 2017, the county had outstanding debt totaling \$423,525,003 for capital purposes for the Williamson County Board of Education, but the capital assets are reported in the financial statements of the Williamson County Board of Education. As a result, the county has incurred the related liability without a corresponding increase in the county's capital assets, thereby significantly decreasing its unrestricted net position. Allocation of school debt to the Williamson County Board of Education resulted in Williamson County having a net position of \$208,706,431 at June 30, 2017.

The largest portion of Williamson County Government's net position totaling \$138,158,067 reflects its investment in capital assets (e.g., land, intangibles, buildings, machinery, equipment, and infrastructure) less any related debt used to acquire those assets that is still outstanding.

Williamson County uses capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although Williamson County's investment in capital assets is reported net of related debt, it should be noted that the resources needed to repay the debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

Williamson County's Net Position

	2017	2016	Governmental Activities	Governmental Activities
Current and Other Assets	\$	259,027,098	\$	259,796,256
Capital Assets		258,080,260		250,303,310
Deferred Outflows		16,079,282		13,657,372
Total Assets and Deferred Outflows of Resources	\$	533,186,640	\$	523,756,938
Long-term Liabilities Outstanding	\$	637,188,225	\$	599,577,598
Other Liabilities		7,052,510		8,227,281
Deferred Inflows		103,764,477		99,675,644
Total Liabilities and Deferred Inflows of Resources	\$	748,005,212	\$	707,480,523
 Net Position:				
Net Investment in Capital Assets	\$	138,158,067	\$	135,974,801
Restricted		6,876,144		14,122,404
Unrestricted		(359,852,783)		(333,820,790)
Total Net Position	\$	(214,818,572)	\$	(183,723,585)

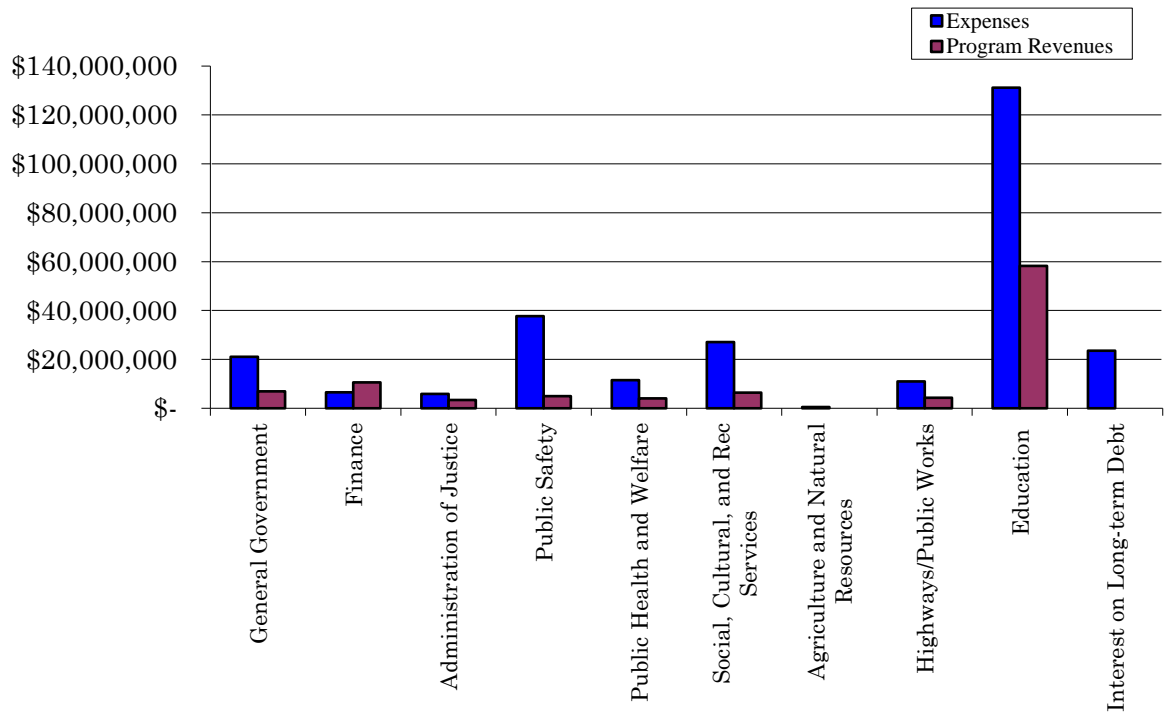
An additional portion of Williamson County's net position totaling \$6,876,144 represents resources that are subject to external restrictions on how they may be used. The restricted net position includes capital projects, debt service, highway/public works, all of the nonmajor funds, and other county general restricted or grant restrictions not accounted for in unrestricted net position.

Governmental activities. Governmental activities decreased Williamson County's net position by \$31,094,987. Elements of this decrease are noted below:

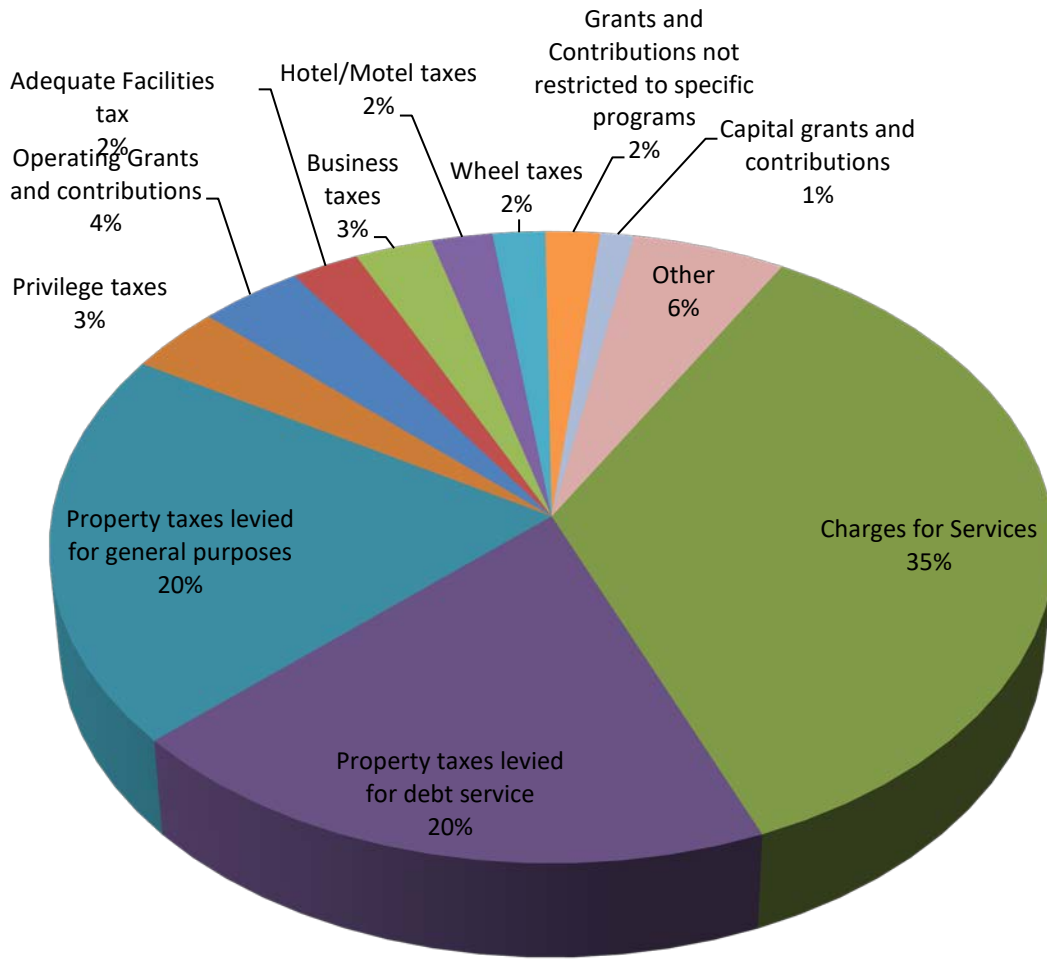
Williamson County's Change in Net Position

	2017 Governmental Activities	2016 Governmental Activities
Revenues:		
Program Revenues:		
Charges for Services	\$ 86,784,242	\$ 79,417,246
Operating Grants and Contributions	9,025,105	7,410,303
Capital Grants and Contributions	2,945,686	2,171,300
Total Program Revenues	\$ 98,755,033	\$ 88,998,849
General Revenues:		
Property Taxes Levied for General Purposes	\$ 49,577,428	\$ 42,129,512
Property Taxes Levied for Debt Service	47,958,007	42,478,498
Local Option Sales Tax	2,090,466	1,768,802
Hotel/Motel Tax	5,286,323	4,971,490
Wheel Tax	4,557,437	4,289,903
Business Tax	6,761,961	5,940,721
Privilege Taxes	8,292,952	8,265,718
Adequate Facilities Tax	5,858,805	5,746,725
Other Local Taxes	3,612,377	1,606,809
Grants and Contributions Not		
Restricted to Specific Programs	4,724,390	4,884,281
Unrestricted Investment Earnings	1,046,702	806,903
Miscellaneous	6,546,492	4,983,326
Total General Revenues	\$ 146,313,340	\$ 127,872,688
Total Revenues	\$ 245,068,373	\$ 216,871,537
Expenses:		
Governmental Activities:		
General Government	\$ 21,124,525	\$ 13,334,196
Finance	6,590,042	6,029,622
Administration of Justice	5,930,221	5,413,436
Public Safety	37,681,754	30,294,383
Public Health and Welfare	11,474,227	13,889,239
Social, Cultural, and		
Recreational Services	27,072,195	24,267,843
Agriculture and Natural Resources	558,493	316,318
Highway/Public	11,033,844	10,205,309
Education	131,173,698	87,504,320
Interest on Long-term Debt	23,524,361	21,424,514
Total Expenses	\$ 276,163,360	\$ 212,679,180
Change in Net Position	(31,094,987)	4,192,357
Net Position - July 1	(183,723,585)	(187,915,942)
Net Position - June 30	\$ (214,818,572)	\$ (183,723,585)

Expenses and Program Revenues – Governmental Activities



Revenues by Source - Governmental Activities



Financial Analysis of the Government's Funds

As noted earlier, Williamson County uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

Governmental funds. The focus of Williamson County's governmental funds is to provide information on near-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing Williamson County's financing requirements.

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 purpose for which amounts in these funds may be spent. These classifications may consist of the following: nonspendable, restricted, committed, assigned, or unassigned.

Nonspendable Fund Balance – As of June 30, 2017, Williamson County does not report any nonspendable fund balance. Nonspendable fund balance would primarily include amounts that cannot be spent because either (a) they are not in spendable form or (b) they are legally or contractually required to be maintained intact.

Restricted Fund Balance – As of June 30, 2017, Williamson County reports \$25,244,198 in restricted fund balance, which 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 – As of June 30, 2017, Williamson County reports \$62,829,122 in committed fund balance, which includes amounts that are constrained by the county's intent to be used for specific purposes pursuant to constraints imposed by formal resolution of the county commission, the county's highest level of decision-making authority.

Assigned Fund Balance – As of June 30, 2017, Williamson County reports \$16,002,094 in assigned fund balance, which includes amounts that are constrained by the county's intent to be used for specific purposes that are neither restricted nor committed.

Unassigned Fund Balance – As of June 30, 2017, Williamson County reports \$27,181,042 in unassigned fund balance. This classification represents fund balance that has not been restricted, committed, or assigned for specific purposes within the General Fund.

As of the end of the current fiscal year, Williamson County's governmental funds reported combined ending fund balances of \$131,256,456, an increase of \$5,513,259 in comparison with the prior year. Approximately 21 percent of this total amount (\$27,181,042) constitutes unassigned fund balance, which is available for spending at the government's discretion. The remainder of fund balance is restricted, committed, or assigned to indicate that it is not available for new spending.

The General Fund is the chief operating fund of Williamson County. At the end of the current fiscal year, unassigned fund balance of the General Fund was \$27,181,042 while total fund balance was \$44,755,653. As a measure of the General Fund's liquidity, it may be useful to compare both unassigned fund balance and total fund balance to total fund expenditures. Unassigned fund balance represents 32 percent of total General Fund expenditures, while total fund balance represents 53 percent of that same amount.

The fund balance of the General Fund increased by \$5,552,341 from the prior year. The primary factors of the increase were revenues exceeded projections and expenditures were less than budgeted.

The fund balance of the Highway/Public Works Fund had a minimal increase of \$612,896 during the current fiscal year. The primary factors of the increase were revenues exceeded projections and expenditures were less than budgeted.

The fund balance of the General Debt Service Fund had a net decrease of \$736,709 from the prior year due to principal and interest payments of debt service.

The fund balance of the Rural Debt Service Fund had a net decrease of \$325,403 from the previous year due to principal and interest payments of debt service.

The fund balance of the General Capital Projects Fund had a net decrease of \$961,073 from the prior year, which was primarily due to completion of ongoing construction projects.

Proprietary fund. Williamson County's proprietary fund provides the same type of information found in the government-wide financial statements, but in more detail.

General and Highway/Public Works Funds Budgetary Highlights

The final amended budget for General Fund expenditures reflected an increase of 6 percent above the original budget.

During the current fiscal year, the final amended budget for the Highway/Public Works Fund expenditures reflected an increase of 27 percent above the original budget.

Capital Assets and Debt Administration

Capital assets. Williamson County's investment in capital assets for its governmental activities as of June 30, 2017, totaled \$258,080,260 (net of accumulated depreciation). This investment in capital assets includes land, intangibles, buildings and improvements, machinery and equipment, park facilities, roads, highways, and bridges. The total net increase in Williamson County's investment in capital assets for the current fiscal year was \$7,776,950. Williamson County completed various projects such as a multi-service emergency building and fire hall centrally located within the county, park improvements in the eastern section of the county, agricultural park improvements, and other renovations to various county facilities. Construction in progress totaling \$12,646,819 reflects Williamson County's various ongoing construction and renovation projects within the general operations, the parks and recreation facilities, emergency operations buildings, and landfill.

Williamson County's Capital Assets
As of June 30
(net of depreciation)

	2017 Governmental Activities	2016 Governmental Activities
Land	\$ 59,690,984	\$ 60,689,595
Intangibles - Indefinite Life	5,875,500	5,875,500
Construction in Progress	12,646,819	34,160,311
Buildings and Improvements	125,343,477	99,237,695
Other Capital Assets	26,896,244	24,112,021
Intangibles	1,275,685	434,443
Infrastructure	26,351,551	25,793,745
Total	<u>\$ 258,080,260</u>	<u>\$ 250,303,310</u>

Long-term debt. At the end of the current fiscal year, Williamson County had total bonded debt outstanding of \$537,055,000 and \$15,000,000 in notes. All debt is backed by the full faith and credit of the county. Of the amount outstanding for governmental activities, \$423,525,003 reflects the balance of borrowings for education capital projects for the Williamson County Board of Education, which makes up 77 percent of Williamson County's outstanding debt.

	2017 Governmental Activities	2016 Governmental Activities
Bonds Payable	\$ 537,055,000	\$ 517,540,000
Notes Payable	15,000,000	0
Total	<u>\$ 552,055,000</u>	<u>\$ 517,540,000</u>

- For the fiscal year ended June 30, 2017, Williamson County's total debt had a net increase of \$34,515,000. During the year, \$40,115,000 of debt service principal payments were made and \$9,320,000 was refunded. There was \$83,950,000 of debt issued, which was for various education projects, parks, animal control, sheriff and emergency operations, and various general government maintenance and renovations.

The county maintains an Aaa bond rating from Moody's for general and rural obligation debt.

Additional information on the county's long-term debt can be found in Exhibits K-1 and K-2 of this report.

Economic Factors and Next Year's Budgets and Rates

- The unemployment rate for the county as of June 30, 2017, was 3.1 percent, which is a 0.70 percent decrease from the 2016 rate of 3.8 percent. This compares to the state's average unemployment rate of 4.2 percent and the national average rate of 4.5 percent as of the same time period.
- The occupancy rate of the government's central business district for the past two years was 98.9 percent for 2015, 99.1 percent for 2016. The occupancy rate decreased for 2017 to 94.4 percent due to an increase in inventory available from the completion of construction.
- Inflationary trends in the region compare favorably to national indices.
- Assessed property value within the county is in excess of \$12 billion.

All of these factors were considered in preparing the county's budget for the 2018 fiscal year.

Requests for Information

This financial report is designed to provide a general overview of Williamson County's finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the Director of Accounts and Budgets at 1320 West Main Street, Suite 125, Franklin, TN 37064.

BASIC FINANCIAL STATEMENTS

Exhibit A

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

	Primary Government Governmental Activities	Component Units		
		Williamson County School Department	Williamson County Hospital District	Williamson County Emergency Communications District
<u>ASSETS</u>				
Cash	\$ 1,760,454	\$ 528,381	\$ 23,067,667	\$ 2,279,611
Equity in Pooled Cash and Investments	135,739,005	99,348,998	0	0
Inventories	0	0	3,239,638	0
Investment in Joint Venture	6,794,625	0	15,201,579	0
Accounts Receivable	1,398,751	41,391	31,419,796	0
Allowance for Uncollectibles	0	0	(9,896,338)	0
Due from Other Governments	5,053,911	14,471,377	0	0
Due from Component Units	22,848	0	0	0
Property Taxes Receivable	104,598,472	136,320,876	0	0
Allowance for Uncollectible Property Taxes	(487,954)	(604,365)	0	0
Prepaid Items	0	0	1,797,811	0
Cash Shortage	136,881	0	0	0
Restricted Assets:				
Customer Deposits	669,105	408,742	3,548,286	0
Bond Reserves	0	0	3,033,474	0
Capital Improvements	0	0	28,230,035	0
Other Receivables	0	0	1,051,870	0
Net Pension Asset - Teacher Retirement Pension Plan	0	485,438	0	0
Notes Receivable - Long-term	3,341,000	0	0	0
Capital Assets:				
Assets Not Depreciated:				
Land	59,690,984	47,914,913	13,599,755	0
Intangibles	5,875,500	0	0	0
Construction in Progress	12,646,819	23,884,796	783,533	0
Assets Net of Accumulated Depreciation:				
Buildings and Improvements	125,343,477	382,167,841	137,146,455	0
Infrastructure	26,351,551	0	0	0
Intangibles	1,275,685	0	0	0
Other Capital Assets	26,896,244	20,910,718	22,485,257	1,406
Total Assets	<u>\$ 517,107,358</u>	<u>\$ 725,879,106</u>	<u>\$ 274,708,818</u>	<u>\$ 2,281,017</u>
<u>DEFERRED OUTFLOWS OF RESOURCES</u>				
Deferred Charge on Refunding	\$ 9,130,273	\$ 0	\$ 0	\$ 0
Excess Consideration Provided for Acquisition	0	0	1,732,362	0
Pension Changes in Experience	1,980,885	2,660,255	0	0
Pension Changes in Investment Earnings	3,307,242	27,408,289	0	0
Pension Changes in Contributions after Measurement Date	1,660,882	14,171,943	0	0
Pension Changes in Proportionate Share of NPL	0	3,172,088	0	0
Total Deferred Outflows of Resources	<u>\$ 16,079,282</u>	<u>\$ 47,412,575</u>	<u>\$ 1,732,362</u>	<u>\$ 0</u>

(Continued)

Exhibit A

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

	Primary Government Governmental Activities	Component Units		
		Williamson County School Department	Williamson County Hospital District	Williamson County Emergency Communications District
<u>LIABILITIES</u>				
Accounts Payable	\$ 510,757	\$ 44,802	\$ 4,287,263	\$ 238
Accrued Payroll	0	17,708,699	6,040,520	0
Accrued Interest Payable	5,659,046	0	258,216	0
Payroll Deductions Payable	65,384	4,915,116	0	0
Contracts Payable	147,951	4,925,991	0	0
Retainage Payable	0	199,175	0	0
Sales Tax	267	0	0	0
Other Accrued Expenses	0	0	2,864,600	0
Other Current Liabilities Payable from Restricted Assets	669,105	0	0	0
Estimated Amounts Due to Third-party Payors	0	0	168,578	0
Customer Deposits Payable	0	408,742	0	0
Due to Primary Government	0	0	0	22,848
Noncurrent Liabilities:				
Due Within One Year	70,694,771	959,884	5,624,180	0
Due in More Than One Year	566,493,454	170,824,174	55,200,930	0
Total Liabilities	<u>\$ 644,240,735</u>	<u>\$ 199,986,583</u>	<u>\$ 74,444,287</u>	<u>\$ 23,086</u>
<u>DEFERRED INFLOWS OF RESOURCES</u>				
Deferred Current Property Taxes	\$ 103,087,706	\$ 134,516,657	\$ 0	\$ 0
Pension Changes in Experience	676,771	27,208,057	0	0
Pension Changes in Proportionate Share of NPL	0	12,171	0	0
Total Deferred Inflows of Resources	<u>\$ 103,764,477</u>	<u>\$ 161,736,885</u>	<u>\$ 0</u>	<u>\$ 0</u>
<u>NET POSITION</u>				
Net Investment in Capital Assets	\$ 138,158,067	\$ 474,878,268	\$ 113,508,511	\$ 1,406
Restricted for:				
General Government	767,847	0	0	0
Finance	102,015	0	0	0
Administration of Justice	461,350	0	0	0
Public Safety	252,782	0	0	0
Public Health and Welfare	122,174	0	0	0
Highway/Public Works	311,342	0	0	0
Debt Service	4,858,634	0	0	0
Education	0	54,833	0	0
Hospital	0	0	4,305,530	0
Pensions	0	485,438	0	0
Unrestricted	<u>(359,852,783)</u>	<u>(63,850,326)</u>	<u>84,182,852</u>	<u>2,256,525</u>
Total Net Position	<u>\$ (214,818,572)</u>	<u>\$ 411,568,213</u>	<u>\$ 201,996,893</u>	<u>\$ 2,257,931</u>

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

Exhibit B

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

Functions/Programs	Expenses	Program Revenues				Primary Government Total Governmental Activities	Net (Expense) Revenue and Changes in Net Position		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Component Units				
					Williamson County School Department		Williamson County Hospital District	Williamson County Emergency Communications District	
Primary Government:									
Governmental Activities:									
General Government	\$ 21,124,525	\$ 5,264,401	\$ 585,751	\$ 1,029,068	\$ (14,245,305)	\$ 0	\$ 0	\$ 0	0
Finance	6,590,042	10,541,468	0	0	3,951,426	0	0	0	0
Administration of Justice	5,930,221	3,047,382	362,552	0	(2,520,287)	0	0	0	0
Public Safety	37,681,754	1,236,424	2,718,837	1,038,679	(32,687,814)	0	0	0	0
Public Health and Welfare	11,474,227	2,960,482	1,042,008	0	(7,471,737)	0	0	0	0
Social, Cultural, and Recreational Services	27,072,195	5,518,851	934,135	5,170	(20,614,039)	0	0	0	0
Agriculture and Natural Resources	558,493	0	0	0	(558,493)	0	0	0	0
Highway/Public Works	11,033,844	5,719	3,381,822	872,769	(6,773,534)	0	0	0	0
Education	131,173,698	58,209,515	0	0	(72,964,183)	0	0	0	0
Interest on Long-term Debt	23,524,361	0	0	0	(23,524,361)	0	0	0	0
Total Primary Government	\$ 276,163,360	\$ 86,784,242	\$ 9,025,105	\$ 2,945,686	\$ (177,408,327)	\$ 0	\$ 0	\$ 0	0
Component Units:									
Williamson County School Department	\$ 363,548,527	\$ 16,784,436	\$ 11,374,752	\$ 69,492,939	\$ 0	\$ (265,896,400)	\$ 0	\$ 0	0
Williamson County Hospital District	195,707,036	199,881,240	1,007,254	0	0	0	5,181,458	0	0
Williamson County Emergency Communications District	3,302,429	2,266,727	0	0	0	0	0	(1,035,702)	0
Total Component Units	\$ 562,557,992	\$ 218,932,403	\$ 12,382,006	\$ 69,492,939	\$ 0	\$ (265,896,400)	\$ 5,181,458	\$ (1,035,702)	0

(Continued)

Exhibit B

Williamson County, Tennessee
Statement of Activities (Cont.)

Functions/Programs	Expenses	Program Revenues			Net (Expense) Revenue and Changes in Net Position			
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Primary Governmental Total Activities	Component Units		
						Williamson County School Department	Williamson County Hospital District	Williamson County Emergency Communications District
General Revenues:								
Taxes:								
Property Taxes Levied for General Purposes				\$ 49,577,428	\$ 131,077,275	\$ 0	\$ 0	0
Property Taxes Levied for Debt Service				47,958,007	0	0	0	0
Local Option Sales Tax				2,090,466	51,566,035	0	0	0
Wheel Tax				4,557,437	0	0	0	0
Business Tax				6,761,961	0	0	0	0
Hotel/Motel Tax				5,286,323	0	0	0	0
Adequate Facilities Tax				5,858,805	0	0	0	0
Privilege Tax				8,292,952	0	0	0	0
Other Local Taxes				3,612,377	15,278	0	0	0
Grants and Contributions Not Restricted to Specific Programs				4,724,390	131,761,953	1,943,624	924,973	
Unrestricted Investment Income				1,046,702	737,716	497,760	18,969	
Miscellaneous				6,546,492	418,817	2,378,581	0	
Total General Revenues				\$ 146,313,340	\$ 315,577,074	\$ 4,819,965	\$ 943,942	
Change in Net Position				\$ (31,094,987)	\$ 49,680,674	\$ 10,001,423	\$ (91,760)	
Net Position, July 1, 2016				(183,723,585)	361,887,539	191,995,470	2,349,691	
Net Position, June 30, 2017				\$ (214,818,572)	\$ 411,568,213	\$ 201,996,893	\$ 2,257,931	

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

Exhibit C-1

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

	Major Funds				
	General	Highway / Public Works	General Debt Service	Rural Debt Service	General Capital Projects
<u>ASSETS</u>					
Cash	\$ 22,583	\$ 0	\$ 0	\$ 0	\$ 0
Equity in Pooled Cash and Investments	42,926,743	16,929,970	11,937,188	7,187,856	41,369,697
Accounts Receivable	546,533	379	747,303	2,533	0
Due from Other Governments	3,233,941	606,695	0	334,446	878,829
Due from Other Funds	249,083	0	0	0	0
Property Taxes Receivable	46,640,946	515,855	33,139,619	20,285,210	0
Allowance for Uncollectible Property Taxes	(207,479)	(6,371)	(147,419)	(101,779)	0
Cash Shortage	136,881	0	0	0	0
Restricted Assets	0	0	0	0	669,105
Notes Receivable - Long-term	0	0	3,341,000	0	0
Total Assets	<u>\$ 93,549,231</u>	<u>\$ 18,046,528</u>	<u>\$ 49,017,691</u>	<u>\$ 27,708,266</u>	<u>\$ 42,917,631</u>
<u>LIABILITIES</u>					
Accounts Payable	\$ 30,239	\$ 0	\$ 0	\$ 0	\$ 480,518
Contracts Payable	0	0	0	0	147,951
Claims and Judgments Payable	1,376,724	140,192	0	0	0
Current Liabilities Payable From Restricted Assets	0	0	0	0	669,105
Sales Tax	267	0	0	0	0
Total Liabilities	<u>\$ 1,407,230</u>	<u>\$ 140,192</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 1,297,574</u>
<u>DEFERRED INFLOWS OF RESOURCES</u>					
Deferred Current Property Taxes	\$ 46,019,990	\$ 487,722	\$ 32,698,413	\$ 19,954,931	\$ 0
Deferred Delinquent Property Taxes	354,477	19,662	251,786	205,500	0

(Continued)

Exhibit C-1

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

	Major Funds				
	General	Highway / Public Works	General Debt Service	Rural Debt Service	General Capital Projects
<u>DEFERRED INFLOWS OF RESOURCES (Cont.)</u>					
Other Deferred/Unavailable Revenue	\$ 1,011,881	\$ 291,680	\$ 734,930	\$ 184,369	\$ 0
Total Deferred Inflows of Resources	\$ 47,386,348	\$ 799,064	\$ 33,685,129	\$ 20,344,800	\$ 0
<u>FUND BALANCES</u>					
Restricted:					
Restricted for General Government	\$ 767,847	\$ 0	\$ 0	\$ 0	\$ 0
Restricted for Finance	102,015	0	0	0	0
Restricted for Administration of Justice	461,350	0	0	0	0
Restricted for Public Safety	70,372	0	0	0	0
Restricted for Public Health and Welfare	38,855	0	0	0	0
Restricted for Capital Outlay	0	0	0	0	23,610,527
Restricted for Debt Service	0	0	10,822	0	0
Committed:					
Committed for General Government	24,483	0	0	0	0
Committed for Administration of Justice	2,280	0	0	0	0
Committed for Public Health and Welfare	0	0	0	0	0
Committed for Social, Cultural, and Recreational Services	95,648	0	0	0	0
Committed for Highways/Public Works	0	17,107,272	0	0	0
Committed for Capital Outlay	0	0	0	0	18,009,530
Committed for Debt Service	0	0	15,321,740	7,363,466	0
Committed for Other Purposes	9,667	0	0	0	0
Assigned:					
Assigned for General Government	422,930	0	0	0	0
Assigned for Finance	161,004	0	0	0	0
Assigned for Administration of Justice	2,919	0	0	0	0

(Continued)

Exhibit C-1

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

	Major Funds				
	General	Highway / Public Works	General Debt Service	Rural Debt Service	General Capital Projects
<u>FUND BALANCES (Cont.)</u>					
Assigned (Cont.):					
Assigned for Public Safety	\$ 678,577	\$ 0	\$ 0	\$ 0	\$ 0
Assigned for Public Health and Welfare	172,930	0	0	0	0
Assigned for Social, Cultural, and Recreational Services	297,766	0	0	0	0
Assigned for Agriculture and Natural Resources	1,854	0	0	0	0
Assigned for Capital Projects	3,512,787	0	0	0	0
Assigned for Other Purposes	10,751,327	0	0	0	0
Unassigned	27,181,042	0	0	0	0
Total Fund Balances	\$ 44,755,653	\$ 17,107,272	\$ 15,332,562	\$ 7,363,466	\$ 41,620,057
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	\$ 93,549,231	\$ 18,046,528	\$ 49,017,691	\$ 27,708,266	\$ 42,917,631

(Continued)

Exhibit C-1

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

	<u>Nonmajor Funds</u>		<u>Total Governmental Funds</u>
	Other Govern- mental Funds		Governmental Funds
<u>ASSETS</u>			
Cash	\$ 871	\$	23,454
Equity in Pooled Cash and Investments	5,051,684	\$	125,403,138
Accounts Receivable	100,794		1,397,542
Due from Other Governments	0		5,053,911
Due from Other Funds	0		249,083
Property Taxes Receivable	4,016,842		104,598,472
Allowance for Uncollectible Property Taxes	(24,906)		(487,954)
Cash Shortage	0		136,881
Restricted Assets	0		669,105
Notes Receivable - Long-term	0		3,341,000
	<hr/>		<hr/>
Total Assets	\$ 9,145,285	\$	240,384,632
<u>LIABILITIES</u>			
Accounts Payable	\$ 0	\$	510,757
Contracts Payable	0		147,951
Claims and Judgments Payable	57,870		1,574,786
Current Liabilities Payable From Restricted Assets	0		669,105
Sales Tax	0		267
Total Liabilities	<hr/>	\$	<hr/> 2,902,866
<u>DEFERRED INFLOWS OF RESOURCES</u>			
Deferred Current Property Taxes	\$ 3,926,650	\$	103,087,706
Deferred Delinquent Property Taxes	59,986		891,411

(Continued)

Exhibit C-1

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

	<u>Nonmajor Funds</u>		<u>Total Governmental Funds</u>
	Other Govern- mental Funds		Funds
<u>DEFERRED INFLOWS OF RESOURCES (Cont.)</u>			
Other Deferred/Unavailable Revenue	\$ 23,333	\$	2,246,193
Total Deferred Inflows of Resources	<u>\$ 4,009,969</u>	\$	<u>106,225,310</u>
<u>FUND BALANCES</u>			
Restricted:			
Restricted for General Government	\$ 0	\$	767,847
Restricted for Finance	0		102,015
Restricted for Administration of Justice	0		461,350
Restricted for Public Safety	182,410		252,782
Restricted for Public Health and Welfare	0		38,855
Restricted for Capital Outlay	0		23,610,527
Restricted for Debt Service	0		10,822
Committed:			
Committed for General Government	0		24,483
Committed for Administration of Justice	0		2,280
Committed for Public Health and Welfare	4,895,036		4,895,036
Committed for Social, Cultural, and Recreational Services	0		95,648
Committed for Highways/Public Works	0		17,107,272
Committed for Capital Outlay	0		18,009,530
Committed for Debt Service	0		22,685,206
Committed for Other Purposes	0		9,667
Assigned:			
Assigned for General Government	0		422,930
Assigned for Finance	0		161,004
Assigned for Administration of Justice	0		2,919

(Continued)

Exhibit C-1

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

<u>FUND BALANCES (Cont.)</u>	<u>Nonmajor Funds</u>	<u>Other Govern- mental Funds</u>	<u>Total Governmental Funds</u>
Assigned (Cont.):			
Assigned for Public Safety	\$ 0		\$ 678,577
Assigned for Public Health and Welfare	0		172,930
Assigned for Social, Cultural, and Recreational Services	0		297,766
Assigned for Agriculture and Natural Resources	0		1,854
Assigned for Capital Projects	0		3,512,787
Assigned for Other Purposes	0		10,751,327
Unassigned	0		27,181,042
Total Fund Balances	<u>\$ 5,077,446</u>		<u>\$ 131,256,456</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 9,145,285</u>		<u>\$ 240,384,632</u>

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

Williamson 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)		\$ 131,256,456
(1) Capital assets used in governmental activities are not financial resources and therefore are not reported in the governmental funds.		
Add: land	\$ 59,690,984	
Add: intangibles	5,875,500	
Add: construction in progress	12,646,819	
Add: buildings and improvements net of accumulated depreciation	125,343,477	
Add: infrastructure net of accumulated depreciation	26,351,551	
Add: intangibles net of accumulated depreciation	1,275,685	
Add: other capital assets net of accumulated depreciation	<u>26,896,244</u>	258,080,260
(2) Investment in joint venture used in governmental activities is not a financial resource and therefore is not reported in governmental funds.		6,794,625
(3) Internal service funds are used to account for the county's and the School Department's self-insured health programs. The assets and liabilities are included in governmental activities in the statement of net position.		4,128,397
(4) Long-term liabilities are not due and payable in the current period and therefore are not reported in the governmental funds.		
Add: deferred amount on refunded debt	\$ 9,130,273	
Less: unamortized debt premiums	(43,117,370)	
Less: notes payable	(15,000,000)	
Less: bonds payable	(537,055,000)	
Less: accrued interest on long-term debt	(5,659,046)	
Less: landfill closure/postclosure care costs	(69,771)	
Less: other postemployment benefits liability	(28,724,219)	
Less: compensated absences payable	(3,245,925)	
Less: net pension liability	<u>(747,094)</u>	(624,488,152)
(5) 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	\$ 6,949,009	
Less: deferred inflows of resources related to pensions	<u>(676,771)</u>	6,272,238
(6) Other long-term assets are not available to pay for current-period expenditures and therefore are deferred in the governmental funds.		<u>3,137,604</u>
Net position of governmental activities (Exhibit A)		<u>\$ (214,818,572)</u>

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

Exhibit C-3

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

	Major Funds				
	General	Highway / Public Works	General Debt Service	Rural Debt Service	General Capital Projects
<u>Revenues</u>					
Local Taxes	\$ 57,957,622	\$ 7,994,200	\$ 31,100,633	\$ 19,317,331	\$ 17,197,187
Licenses and Permits	1,984,582	0	0	0	0
Fines, Forfeitures, and Penalties	845,548	0	0	0	0
Charges for Current Services	6,742,984	0	0	0	0
Other Local Revenues	935,426	279,675	686,761	80,417	2,726,975
Fees Received From County Officials	14,782,256	0	0	0	0
State of Tennessee	4,529,354	4,254,591	356,607	0	0
Federal Government	2,537,339	0	611,618	871,680	1,454,298
Other Governments and Citizens Groups	1,130,432	20,725	164,852	0	1,622,244
Total Revenues	\$ 91,445,543	\$ 12,549,191	\$ 32,920,471	\$ 20,269,428	\$ 23,000,704
<u>Expenditures</u>					
Current:					
General Government	\$ 12,131,221	\$ 0	\$ 0	\$ 0	\$ 0
Finance	4,568,734	0	0	0	0
Administration of Justice	4,378,930	0	0	0	0
Public Safety	23,865,142	0	0	0	0
Public Health and Welfare	4,458,917	0	0	0	0
Social, Cultural, and Recreational Services	15,316,716	0	0	0	0
Agriculture and Natural Resources	391,609	0	0	0	0
Other Operations	19,584,200	0	0	0	0
Highways	0	11,177,883	0	0	0
Debt Service:					
Principal on Debt	0	0	25,205,000	14,910,000	0
Interest on Debt	0	0	12,617,788	10,307,071	0
Other Debt Service	0	0	10,479,516	377,760	0

(Continued)

Exhibit C-3

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

	Major Funds				
	General	Highway / Public Works	General Debt Service	Rural Debt Service	General Capital Projects
<u>Expenditures (Cont.)</u>					
Capital Projects	\$ 0	\$ 0	\$ 0	\$ 0	\$ 28,427,367
Capital Projects - Donated	0	0	0	0	64,701,912
Total Expenditures	\$ 84,695,469	\$ 11,177,883	\$ 48,302,304	\$ 25,594,831	\$ 93,129,279
Excess (Deficiency) of Revenues Over Expenditures	\$ 6,750,074	\$ 1,371,308	\$ (15,381,833)	\$ (5,325,403)	\$ (70,128,575)
<u>Other Financing Sources (Uses)</u>					
Bonds Issued	\$ 0	\$ 0	\$ 0	\$ 0	\$ 59,770,000
Notes Issued	0	0	0	0	15,000,000
Refunding Debt Issued	0	0	9,180,000	0	0
Premiums on Debt Sold	0	0	465,124	0	4,959,464
Insurance Recovery	733,398	25,217	0	0	0
Transfers In	81,969	416,371	5,000,000	5,000,000	3,506,255
Transfers Out	(2,013,100)	(1,200,000)	0	0	(14,068,217)
Total Other Financing Sources (Uses)	\$ (1,197,733)	\$ (758,412)	\$ 14,645,124	\$ 5,000,000	\$ 69,167,502
Net Change in Fund Balances	\$ 5,552,341	\$ 612,896	\$ (736,709)	\$ (325,403)	\$ (961,073)
Fund Balance, July 1, 2016	39,203,312	16,494,376	16,069,271	7,688,869	42,581,130
Fund Balance, June 30, 2017	\$ 44,755,653	\$ 17,107,272	\$ 15,332,562	\$ 7,363,466	\$ 41,620,057

(Continued)

Exhibit C-3

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

	Nonmajor Funds		Total Governmental Funds
	Other Govern- mental Funds		
<u>Revenues</u>			
Local Taxes	\$ 4,154,350	\$	137,721,323
Licenses and Permits	0		1,984,582
Fines, Forfeitures, and Penalties	75,001		920,549
Charges for Current Services	1,883,299		8,626,283
Other Local Revenues	418,588		5,127,842
Fees Received From County Officials	0		14,782,256
State of Tennessee	3,965		9,144,517
Federal Government	0		5,474,935
Other Governments and Citizens Groups	21,875		2,960,128
Total Revenues	<u>\$ 6,557,078</u>	\$	<u>186,742,415</u>
<u>Expenditures</u>			
Current:			
General Government	\$ 0	\$	12,131,221
Finance	0		4,568,734
Administration of Justice	0		4,378,930
Public Safety	49,644		23,914,786
Public Health and Welfare	4,108,147		8,567,064
Social, Cultural, and Recreational Services	0		15,316,716
Agriculture and Natural Resources	0		391,609
Other Operations	684,600		20,268,800
Highways	0		11,177,883
Debt Service:			
Principal on Debt	0		40,115,000
Interest on Debt	0		22,924,859
Other Debt Service	0		10,857,276

(Continued)

Exhibit C-3

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

	Nonmajor Funds		Other Govern- mental Funds	Total Governmental Funds
<hr/>				
<u>Expenditures (Cont.)</u>				
Capital Projects	\$	0	\$	28,427,367
Capital Projects - Donated		0		64,701,912
Total Expenditures	\$	4,842,391	\$	267,742,157
<hr/>				
Excess (Deficiency) of Revenues Over Expenditures	\$	1,714,687	\$	(80,999,742)
<hr/>				
<u>Other Financing Sources (Uses)</u>				
Bonds Issued	\$	0	\$	59,770,000
Notes Issued		0		15,000,000
Refunding Debt Issued		0		9,180,000
Premiums on Debt Sold		0		5,424,588
Insurance Recovery		21,520		780,135
Transfers In		0		14,004,595
Transfers Out		(365,000)		(17,646,317)
Total Other Financing Sources (Uses)	\$	(343,480)	\$	86,513,001
<hr/>				
Net Change in Fund Balances	\$	1,371,207	\$	5,513,259
Fund Balance, July 1, 2016		3,706,239		125,743,197
<hr/>				
Fund Balance, June 30, 2017	\$	5,077,446	\$	131,256,456
<hr/>				

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

Exhibit C-4

Williamson 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)		\$ 5,513,259
(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	\$ 20,163,876	
Less: current-year depreciation expense	<u>(9,481,002)</u>	10,682,874
(2) The net effect of various miscellaneous transactions involving capital assets (sales, trade-ins, and donations) is to decrease net position.		
Less: book value of capital assets disposed		(2,905,924)
(3) Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.		
Less: deferred delinquent property taxes and other deferred June 30, 2016	\$ (4,027,194)	
Add: deferred delinquent property taxes and other deferred June 30, 2017	<u>3,137,604</u>	(889,590)
(4) The issuance of long-term debt (e.g. bonds) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net position. Also, governmental funds report the effect of premiums, discounts, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities. This amount is the effect of these differences in the treatment of long-term debt and related items:		
Add: principal payments on bonds	\$ 40,115,000	
Add: bonds refunded	9,320,000	
Less: note and bond proceeds	(74,770,000)	
Less: refunding debt proceeds	(9,180,000)	
Less: change in deferred amount on refunding debt	(1,780,509)	
Less: change in premium on debt issuances	<u>(73,670)</u>	(36,369,179)
(5) Some expenses reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in the governmental funds.		
Change in accrued interest payable	\$ (39,343)	
Change in other postemployment benefits liability	(1,429,131)	
Change in landfill closure/postclosure care costs	(895)	
Change in compensated absences payable	(294,212)	
Change in net pension liability	(4,748,589)	
Change in deferred outflows of resources related to pensions	4,202,419	
Change in deferred inflows of resources related to pensions	<u>599,899</u>	(1,709,852)
(6) Internal service funds are used to account for the county's and the School Department's self-insured health programs. The net revenue of certain activities of the internal service fund is reported with governmental activities in the statement of activities.		<u>(5,416,575)</u>
Change in net position of governmental activities (Exhibit B)		<u>\$ (31,094,987)</u>

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

Exhibit C-5

Williamson 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	\$ 57,957,622	\$ 0	\$ 0	\$ 57,957,622	\$ 51,511,396	\$ 51,511,396	\$ 6,446,226
Licenses and Permits	1,984,582	0	0	1,984,582	1,802,000	1,802,000	182,582
Fines, Forfeitures, and Penalties	845,548	0	0	845,548	470,950	512,950	332,598
Charges for Current Services	6,742,984	0	0	6,742,984	6,477,950	6,522,809	220,175
Other Local Revenues	935,426	0	0	935,426	746,500	756,013	179,413
Fees Received From County Officials	14,782,256	0	0	14,782,256	12,780,000	12,626,819	2,155,437
State of Tennessee	4,529,354	0	0	4,529,354	5,122,900	4,996,048	(466,694)
Federal Government	2,537,339	0	0	2,537,339	2,481,189	3,049,387	(512,048)
Other Governments and Citizens Groups	1,130,432	0	0	1,130,432	458,597	899,224	231,208
Total Revenues	\$ 91,445,543	\$ 0	\$ 0	\$ 91,445,543	\$ 81,851,482	\$ 82,676,646	\$ 8,768,897
<u>Expenditures</u>							
<u>General Government</u>							
County Commission	\$ 1,008,627	\$ (68,270)	\$ 9,491	\$ 949,848	\$ 1,088,865	\$ 1,207,140	\$ 257,292
Board of Equalization	6,268	0	0	6,268	7,700	7,700	1,432
Beer Board	2,100	0	0	2,100	2,700	2,700	600
Other Boards and Committees	775	0	0	775	3,300	3,300	2,525
County Mayor/Executive	637,196	(126,000)	55,790	566,986	786,675	912,675	345,689
Personnel Office	195,213	(50)	768	195,931	295,242	295,242	99,311
County Attorney	712,691	0	0	712,691	740,000	780,000	67,309
Election Commission	881,416	(1,967)	5,173	884,622	607,302	936,851	52,229
Register of Deeds	664,553	(3,374)	0	661,179	664,328	729,827	68,648
Development	2,435,327	(8,068)	2,677	2,429,936	2,631,555	2,631,555	201,619
Planning	12,560	(16,393)	23,780	19,947	58,355	58,355	38,408
Building	68,654	(5,530)	5,490	68,614	36,125	87,125	18,511
Engineering	23,906	(699)	7,198	30,405	47,997	47,997	17,592
Codes Compliance	10,838	(20,458)	13,904	4,284	65,381	65,381	61,097
Geographical Information Systems	1,319,251	(21,067)	70,923	1,369,107	1,487,882	1,487,882	118,775
County Buildings	3,294,522	(138,955)	83,269	3,238,836	3,560,369	3,722,454	483,618
Other Facilities	153,469	(791)	678	153,356	175,495	175,495	22,139

(Continued)

Exhibit C-5

Williamson 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>General Government (Cont.)</u>							
Preservation of Records	\$ 204,199	\$ (4,339)	\$ 10,422	\$ 210,282	\$ 249,863	\$ 253,615	\$ 43,333
Risk Management	185,059	(5)	217	185,271	226,686	226,686	41,415
Other Risk Management	314,597	0	720	315,317	337,464	337,463	22,146
<u>Finance</u>							
Accounting and Budgeting	982,038	(181)	920	982,777	1,076,177	1,076,176	93,399
Property Assessor's Office	1,583,712	(18,598)	80,324	1,645,438	1,720,717	1,767,584	122,146
County Trustee's Office	555,448	(1,033)	1,121	555,536	636,307	636,306	80,770
County Clerk's Office	1,030,940	(6,749)	37,386	1,061,577	1,109,007	1,172,582	111,005
Other Finance	416,596	(30,797)	56,253	442,052	512,000	541,969	99,917
<u>Administration of Justice</u>							
Circuit Court	1,528,149	(3,604)	2,133	1,526,678	1,657,356	1,687,355	160,677
General Sessions Court	1,118,725	(4,596)	569	1,114,698	862,452	1,334,797	220,099
Drug Court	109,550	0	0	109,550	0	109,550	0
Chancery Court	479,499	0	112	479,611	479,485	492,481	12,870
Juvenile Court	477,775	(4,400)	0	473,375	538,848	538,847	65,472
Judicial Commissioners	313,173	(895)	106	312,384	325,161	325,161	12,777
Other Administration of Justice	263,039	0	0	263,039	305,512	305,512	42,473
Victim Assistance Programs	89,020	0	0	89,020	0	89,020	0
<u>Public Safety</u>							
Sheriff's Department	10,582,588	(449,368)	228,712	10,361,932	11,905,786	11,979,101	1,617,169
Traffic Control	152,394	(2,064)	292	150,622	201,333	201,333	50,711
Jail	6,604,593	(341,825)	266,204	6,528,972	7,278,699	7,606,880	1,077,908
Workhouse	189,294	(15,126)	9,245	183,413	165,493	206,493	23,080
Juvenile Services	1,997,773	(10,895)	11,165	1,998,043	1,912,037	2,202,026	203,983
Fire Prevention and Control	496,359	0	0	496,359	496,359	496,359	0
Other Emergency Management	13,285	0	545	13,830	25,000	25,000	11,170
County Coroner/Medical Examiner	257,705	0	0	257,705	200,587	272,575	14,870
Other Public Safety	3,571,151	(71,216)	219,682	3,719,617	4,095,145	4,222,645	503,028

(Continued)

Exhibit C-5

Williamson 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>Public Health and Welfare</u>							
Local Health Center	\$ 1,018,932	\$ (16,378)	\$ 9,382	\$ 1,011,936	\$ 1,571,585	\$ 1,659,468	\$ 647,532
Rabies and Animal Control	1,285,843	(9,150)	19,191	1,295,884	1,212,808	1,375,221	79,337
Ambulance/Emergency Medical Services	1,943,624	0	0	1,943,624	1,943,624	1,943,624	0
Other Local Health Services	9,576	0	0	9,576	9,576	9,576	0
Regional Mental Health Center	0	0	0	0	19,900	19,900	19,900
Appropriation to State	103,816	0	0	103,816	103,816	103,816	0
General Welfare Assistance	17,617	0	0	17,617	17,617	17,617	0
Aid to Dependent Children	7,686	(428)	3,000	10,258	11,000	11,000	742
Other Local Welfare Services	1,800	0	0	1,800	3,000	3,000	1,200
Other Public Health and Welfare	70,023	(7,934)	6,230	68,319	72,777	100,777	32,458
<u>Social, Cultural, and Recreational Services</u>							
Adult Activities	45,464	0	0	45,464	45,464	45,464	0
Senior Citizens Assistance	88,530	0	0	88,530	88,530	88,530	0
Libraries	2,281,217	(24,897)	11,679	2,267,999	2,201,184	2,422,409	154,410
Parks and Fair Boards	11,744,040	(286,658)	233,273	11,690,655	12,364,450	13,267,432	1,576,777
Other Social, Cultural, and Recreational	1,157,465	(29,764)	23,689	1,151,390	1,335,862	1,335,862	184,472
<u>Agriculture and Natural Resources</u>							
Agricultural Extension Service	338,016	(2,761)	1,854	337,109	415,489	415,489	78,380
Soil Conservation	53,593	0	0	53,593	53,623	53,623	30
<u>Other Operations</u>							
Public Transportation	223,063	0	0	223,063	693,100	693,100	470,037
Veterans' Services	24,280	0	189	24,469	44,288	44,288	19,819
Other Charges	3,927,977	(57,018)	41,167	3,912,126	3,279,216	4,237,531	325,405
Employee Benefits	13,735,328	0	0	13,735,328	14,349,292	14,356,462	621,134
Miscellaneous	1,673,552	0	18,995	1,692,547	1,780,997	1,729,152	36,605
Total Expenditures	\$ 84,695,469	\$ (1,812,301)	\$ 1,573,918	\$ 84,457,086	\$ 90,193,943	\$ 95,192,536	\$ 10,735,450
Excess (Deficiency) of Revenues							
Over Expenditures	\$ 6,750,074	\$ 1,812,301	\$ (1,573,918)	\$ 6,988,457	\$ (8,342,461)	\$ (12,515,890)	\$ 19,504,347

(Continued)

Exhibit C-5

Williamson 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>Other Financing Sources (Uses)</u>							
Insurance Recovery	\$ 733,398	\$ 0	\$ 0	\$ 733,398	\$ 0	\$ 730,315	\$ 3,083
Transfers In	81,969	0	0	81,969	74,932	74,932	7,037
Transfers Out	(2,013,100)	0	0	(2,013,100)	0	(2,013,100)	0
Total Other Financing Sources	<u>\$ (1,197,733)</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ (1,197,733)</u>	<u>\$ 74,932</u>	<u>\$ (1,207,853)</u>	<u>\$ 10,120</u>
Net Change in Fund Balance	\$ 5,552,341	\$ 1,812,301	\$ (1,573,918)	\$ 5,790,724	\$ (8,267,529)	\$ (13,723,743)	\$ 19,514,467
Fund Balance, July 1, 2016	<u>39,203,312</u>	<u>(1,812,301)</u>	<u>0</u>	<u>37,391,011</u>	<u>33,005,891</u>	<u>33,005,891</u>	<u>4,385,120</u>
Fund Balance, June 30, 2017	<u>\$ 44,755,653</u>	<u>\$ 0</u>	<u>\$ (1,573,918)</u>	<u>\$ 43,181,735</u>	<u>\$ 24,738,362</u>	<u>\$ 19,282,148</u>	<u>\$ 23,899,587</u>

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

Exhibit C-6

Williamson County, Tennessee
Statement of Revenues, Expenditures, and Changes
in Fund Balance - Actual (Budgetary Basis) and Budget
Highway/Public Works Fund
For the Year Ended June 30, 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	\$ 7,994,200	\$ 0	\$ 0	\$ 7,994,200	\$ 7,960,278	\$ 7,966,354	\$ 27,846
Other Local Revenues	279,675	0	0	279,675	55,000	55,000	224,675
State of Tennessee	4,254,591	0	0	4,254,591	3,232,000	3,261,209	993,382
Other Governments and Citizens Groups	20,725	0	0	20,725	50,000	50,000	(29,275)
Total Revenues	\$ 12,549,191	\$ 0	\$ 0	\$ 12,549,191	\$ 11,297,278	\$ 11,332,563	\$ 1,216,628
<u>Expenditures</u>							
<u>Highways</u>							
Administration	\$ 909,871	\$ (2,968)	\$ 69,834	\$ 976,737	\$ 861,445	\$ 1,036,445	\$ 59,708
Highway and Bridge Maintenance	5,931,394	(1,237,252)	1,262,022	5,956,164	5,756,745	7,557,123	1,600,959
Operation and Maintenance of Equipment	1,266,645	(315,035)	262,998	1,214,608	1,770,469	1,916,996	702,388
Quarry Operations	495,759	(90,172)	195,153	600,740	796,844	796,844	196,104
Other Charges	427,970	0	1,888	429,858	905,000	910,000	480,142
Employee Benefits	1,205,047	0	0	1,205,047	1,247,200	1,247,200	42,153
Capital Outlay	941,197	(192,960)	218,571	966,808	180,000	1,197,471	230,663
Total Expenditures	\$ 11,177,883	\$ (1,838,387)	\$ 2,010,466	\$ 11,349,962	\$ 11,517,703	\$ 14,662,079	\$ 3,312,117
Excess (Deficiency) of Revenues Over Expenditures	\$ 1,371,308	\$ 1,838,387	\$ (2,010,466)	\$ 1,199,229	\$ (220,425)	\$ (3,329,516)	\$ 4,528,745
<u>Other Financing Sources (Uses)</u>							
Insurance Recovery	\$ 25,217	\$ 0	\$ 0	\$ 25,217	\$ 0	\$ 0	\$ 25,217
Transfers In	416,371	0	0	416,371	75,000	75,000	341,371
Transfers Out	(1,200,000)	0	0	(1,200,000)	0	(1,200,000)	0
Total Other Financing Sources	\$ (758,412)	\$ 0	\$ 0	\$ (758,412)	\$ 75,000	\$ (1,125,000)	\$ 366,588

(Continued)

Exhibit C-6

Williamson County, Tennessee
Statement of Revenues, Expenditures, and Changes
in Fund Balance - Actual (Budgetary Basis) and Budget
Highway/Public Works 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	
Net Change in Fund Balance	\$ 612,896	\$ 1,838,387	\$ (2,010,466)	\$ 440,817	\$ (145,425)	\$ (4,454,516)	\$ 4,895,333
Fund Balance, July 1, 2016	16,494,376	(1,838,387)	0	14,655,989	14,655,989	14,655,989	0
Fund Balance, June 30, 2017	\$ 17,107,272	\$ 0	\$ (2,010,466)	\$ 15,096,806	\$ 14,510,564	\$ 10,201,473	\$ 4,895,333

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

Exhibit D-1

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

	Governmental Activities - Internal Service Fund	Self- Insurance Fund
	<u> </u>	<u> </u>
<u>ASSETS</u>		
Current Assets:		
Cash	\$ 1,737,000	
Equity in Pooled Cash and Investments	10,086,784	
Accounts Receivable	24,057	
Total Assets	<u>\$ 11,847,841</u>	
<u>LIABILITIES</u>		
Current Liabilities:		
Payroll Deductions Payable	\$ 65,384	
Claims and Judgments Payable	7,654,060	
Total Liabilities	<u>\$ 7,719,444</u>	
<u>NET POSITION</u>		
Unrestricted	<u>\$ 4,128,397</u>	
Total Net Position	<u><u>\$ 4,128,397</u></u>	

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

Exhibit D-2

Williamson 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
	Self - Insurance Fund
	<hr/>
<u>Operating Revenues</u>	
Charges for Services	\$ 62,530,409
Other Local Revenues	5,090,167
Total Operating Revenues	<hr/> \$ 67,620,576 <hr/>
<u>Operating Expenses</u>	
Handling Charges and Administrative Costs	\$ 9,153,515
Life Insurance	227,634
Dental Insurance	3,645,170
Flexible Benefit Charges	1,773,012
Medical Claims	46,284,068
Other Self-Insured Claims	11,953,752
Total Operating Expenses	<hr/> \$ 73,037,151 <hr/>
Operating Income (Loss)	\$ (5,416,575)
Net Position, July 1, 2016	<hr/> 9,544,972 <hr/>
Net Position, June 30, 2017	<hr/> \$ 4,128,397 <hr/>

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

Exhibit D-3

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

	Governmental Activities - Internal Service Fund <hr/> Self - Insurance Fund <hr/>
<u>Cash Flows from Operating Activities</u>	
Cash Receipts from Interfund Services Provided	\$ 55,663,035
Cash Receipts from Customers and Users	12,242,509
Cash Payments for Interfund Services Used	<u>(72,671,422)</u>
Net Cash Provided By (Used In) Operating Activities	<u>\$ (4,765,878)</u>
Increase (Decrease) in Cash	\$ (4,765,878)
Cash, July 1, 2016	<u>16,589,662</u>
Cash, June 30, 2017	<u><u>\$ 11,823,784</u></u>
<u>Reconciliation of Net Operating Income (Loss)</u> <u>to Net Cash Provided By (Used In) Operating Activities</u>	
Operating Income (Loss)	\$ (5,416,575)
Adjustments to Reconcile Net Operating Income (Loss) to Net Cash Provided By (Used In) Operating Activities:	
(Increase) Decrease in Accounts Receivable	284,968
Increase (Decrease) in Accounts Payable	(121,002)
Increase (Decrease) in Claims and Judgments Payable	<u>486,731</u>
Net Cash Provided By (Used In) Operating Activities	<u><u>\$ (4,765,878)</u></u>
<u>Reconciliation of Cash With Statement of Net Position</u>	
Cash With Paying Agents Per Net Position	\$ 1,737,000
Equity in Pooled Cash and Investments Per Net Position	<u>10,086,784</u>
Cash, June 30, 2017	<u><u>\$ 11,823,784</u></u>

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

Exhibit E

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

	<u>Agency Funds</u>
<u>ASSETS</u>	
Cash	\$ 11,263,768
Equity in Pooled Cash and Investments	2,229,366
Accounts Receivable	135,121
Due from Other Governments	9,686,173
Taxes Receivable	12,053,881
Allowance for Uncollectible Taxes	<u>(83,364)</u>
Total Assets	<u><u>\$ 35,284,945</u></u>
<u>LIABILITIES</u>	
Due to Other Taxing Units	\$ 22,292,283
Due to Other Funds	249,083
Due to Joint Venture	1,036,026
Due to Litigants, Heirs, and Others	<u>11,707,553</u>
Total Liabilities	<u><u>\$ 35,284,945</u></u>

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

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

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Williamson 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 Williamson County:

A. Reporting Entity

Williamson County is a public municipal corporation governed by an elected 24-member board. As required by GAAP, these financial statements present Williamson County (the primary government) and its component units. The component units discussed below are included in the county's reporting entity because of the significance of their operational or financial relationships with the county.

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

The Williamson County School Department operates the public school system in the county, and the voters of Williamson County elect its board. The School Department is fiscally dependent on the county because it may not issue debt, and its budget and property tax levy are subject to the county commission's approval. The School Department's taxes are levied under the taxing authority of the county and are included as part of the county's total tax levy.

The Williamson County Hospital District provides health care to the citizens of Williamson County, and the Williamson County Commission appoints its governing body. The county annually provides a subsidy to the hospital to help defray the costs of operating an ambulance service.

The Williamson County Emergency Communications District provides a simplified means of securing emergency services through a uniform emergency number for the residents of Williamson County, and the Williamson 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 Williamson County School Department does not issue separate financial statements from those of the county. Therefore, basic financial statements of the School Department are included in this report as listed in the table of contents. Complete financial statements of the Williamson County Hospital District and the Williamson County Emergency Communications District can be obtained from their administrative offices at the following addresses:

Administrative Offices:

Williamson County Hospital District
d/b/a Williamson Medical Center
4321 Carothers Parkway
Franklin, TN 37067

Williamson County Emergency
Communications District
304 Beasley Drive, Suite 145
Franklin, TN 37064

Related Organization – The Williamson County Industrial Development Board and the War Memorial Public Library Board of Trustees are related organizations of Williamson County. The county’s officials are responsible for appointing the members of the boards, but the county’s accountability for these organizations does not extend beyond making the appointments.

B. Government-wide and Fund Financial Statements

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

Williamson County issues all debt for the discretely presented Williamson County School Department. Net debt issues totaling \$64,701,912 were contributed by the county to the School Department during the year ended June 30, 2017.

Separate financial statements are provided for governmental funds, the proprietary fund (an internal service fund), 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 Williamson County are organized into funds, each of which is considered to be a separate accounting entity. Each fund is accounted for by providing a separate set of self-balancing accounts that constitute its assets, deferred outflow of resources, liabilities, deferred inflow of resources, fund equity, revenues, and expenditures/expenses. Funds are organized into three major categories: governmental, proprietary, and fiduciary. An emphasis is placed on major funds within the governmental category. Williamson 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. Williamson County considers grants and similar revenues to be available if they are collected within 60 days after year-end. Expenditures are generally recognized under the modified accrual basis of accounting when the related fund liability is incurred. Principal and interest on long-term debt are recognized as fund liabilities when due or when amounts have been accumulated in the debt service funds for payments to be made early in the following year.

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

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

Williamson County reports the following major governmental funds:

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

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

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.

Rural Debt Service Fund – This fund accounts for the accumulation of resources for, and the payment of, long-term debt principal, interest, and related costs specifically issued for K-8 schools outside the territorial boundaries of the Franklin Special School District.

General Capital Projects Fund – This fund accounts for the financial resources to be used for the acquisition or construction of major capital facilities.

Additionally, Williamson County reports the following fund types:

Internal Service Fund – The Self-Insurance Fund is used to account for the county’s and the School Department’s self-insured health programs. Amounts per employee are charged to the various funds, and employee payroll deductions are placed in this fund for the payment of claims.

Agency Funds – These funds account for amounts collected in an agency capacity by the constitutional officers, local sales taxes received by the state to be forwarded to the various cities in Williamson County, property taxes for the City of Nolensville, City of Brentwood, City of Franklin and the Town of Thompson’s Station, various cities’ share of adequate facilities taxes collected by the county, the Franklin Special School District’s share of educational revenues, funds held for the benefit of the Judicial District Drug Task Force, restricted revenues held for the benefit of the Office of District Attorney General, and assets held in a custodial capacity for the Williamson County Governmental Library Commission. 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 Williamson County School Department reports the following major governmental funds:

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

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

Additionally, the Williamson County School Department reports the following fund type:

Special Revenue Funds – These funds account for and report the proceeds of specific revenue sources that are restricted, committed, or

assigned to expenditure for specified purposes other than debt service or capital projects.

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, used to account for the county's and the School Department's employee self-insurance health programs. Operating revenues and expenses generally result from providing services in connection with the fund's principal ongoing operations. Insurance contributions and premiums are the principal operating revenues of the internal service fund. Operating expenses for the internal service fund include administrative expenses and employee benefits.

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

1. Deposits and Investments

For purposes of the Statement of Cash Flows, cash includes cash on deposit with the county trustee and cash with paying agent.

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

The county trustee maintains a cash and internal investment pool that is used by all funds and the discretely presented Williamson County School Department. Each fund's portion of this pool is displayed on the balance sheets or statements of net position as Equity in Pooled Cash and Investments. Most income from these pooled investments is assigned to the General Debt Service and General Purpose School funds. Williamson 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. No investments required to be reported at fair value were held at the balance sheet date

2. Receivables and Payables

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

All property taxes receivable are shown with an allowance for uncollectibles. The allowance for uncollectible property taxes is .23 percent of total taxes levied.

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

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

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

Most payables are disaggregated on the face of the financial statements. Current liabilities payable from restricted assets reflected in the primary government's General Capital Projects Fund represent deposits placed with Williamson County for road damage (\$669,105). Current liabilities payable from restricted assets reflected in the School Department's nonmajor governmental funds represent deposits placed

with the School Department for student meals (\$408,742). Claims and judgments payable are discussed in Note V.A. Risk Management.

Retainage payable in the School Department's Education Capital Projects Fund 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 respective funds.

3. **Capital Assets**

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

Capital assets, which include property, plant, equipment, and infrastructure assets (e.g., roads, bridges, and similar items), are reported in the governmental column in the government-wide financial statements. Capital assets are defined by the primary government as assets with an initial, individual cost of \$10,000 (buildings/improvements and intangibles \$100,000; infrastructure \$50,000) or more and an estimated useful life of more than five years. Capital assets are defined by the School Department as assets with an initial, individual cost of \$10,000 (buildings/improvements \$100,000; vehicles \$20,000) and an estimated useful life of more than five years. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at 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>
Buildings and Improvements	20 - 40
Intangibles	Various*
Other Capital Assets	5 - 20
Infrastructure:	
Roads	20 - 50
Bridges	30 - 50

*applicable legal life of the asset

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

In addition to assets, the Statement of Net Position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represent 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 and the governmental funds balance sheet. These items are for the deferred charge on refunding debt, pension changes in experience, pension changes in investment earnings, pension changes in employer contributions made to the pension plan after the measurement date, and pension changes in the proportionate share of net pension liability.

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

5. **Compensated Absences**

It is the policy of Williamson County and the discretely presented Williamson County School Department to permit employees to accumulate earned but unused vacation and sick pay benefits. There is no liability for unpaid accumulated sick leave since Williamson County

and the School Department do not have a policy to pay any amounts when employees separate from service with the government. All vacation pay is accrued when incurred in the government-wide financial statements for the county and the discretely presented School Department. A liability for vacation pay is reported in governmental funds only if amounts have matured, for example, as a result of employee resignations and retirements.

6. Long-term Obligations

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

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

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

7. Net Position and Fund Balance

In the government-wide financial statements 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, Williamson County had \$423,525,003 in outstanding debt for capital purposes for the discretely presented Williamson County School Department. This debt is a liability of Williamson County, but the capital assets acquired are reported in the financial statements of the School Department. Therefore, Williamson County has incurred a liability significantly decreasing its unrestricted net position with no corresponding increase in the county's capital assets.

It is the county's policy that restricted amounts would be reduced first followed by unrestricted amounts when expenditures are incurred for purposes for which both restricted and unrestricted fund balance is available. Also, it is the county's policy that committed amounts would be reduced first, followed by assigned amounts, and then unassigned amounts when expenditures are incurred for purposes for which amounts in any of these unrestricted fund balance classifications could be used.

In the fund financial statements, governmental funds report fund balance in classifications that comprise a hierarchy based primarily on the extent to which the government is bound to honor constraints on the specific purposes for which amounts in these funds can be spent. These classifications may consist of the following:

Nonspendable Fund Balance – includes amounts that cannot be spent because they are either (a) not in spendable form or (b) legally or contractually required to be maintained intact.

Restricted Fund Balance – includes amounts that have constraints placed on the use of the resources that are either (a) externally imposed by creditors, grantors, contributors or laws and regulations of other governments or (b) imposed by law through constitutional provisions or enabling legislation.

Committed Fund Balance – includes amounts that can only be used for specific purposes pursuant to constraints imposed by formal resolutions of the county commission, the county’s highest level of decision-making authority and the Board of Education, the School Department’s highest level of decision-making authority, and shall remain binding unless removed in the same manner.

Assigned Fund Balance – includes amounts that are constrained by the county’s intent to be used for specific purposes, but are neither restricted nor committed (excluding stabilization arrangements). The county commission has by resolution authorized the county’s Budget Committee to make assignments for the general government. The Board of Education makes assignments for the School Department.

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

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 Williamson County’s participation in the Public Employee Retirement Plan of the Tennessee Consolidated Retirement System (TCRS), and additions to/deductions from Williamson 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 Williamson 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 Williamson 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 Williamson County School Department

Exhibit J-5 includes explanations of the nature of individual elements of items required to reconcile the net change in fund balances – total governmental funds with the change in net position of governmental activities reported in the government-wide Statement of Activities.

III. STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

A. **Budgetary Information**

Annual budgets are adopted on a basis consistent with generally accepted accounting principles (GAAP) for all governmental funds except the Constitutional Officers - Fees Fund (special revenue fund), which is not

budgeted, and the capital projects funds, 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, Beer Board, Other Boards and Committees, 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, Williamson County and the Williamson County School Department reported the following significant encumbrances:

Primary Government			
Major Fund:			
Highway/Public Works	Asphalt	\$	1,112,831
"	Repair of Equipment		120,000
School Department			
Major Fund:			
General Purpose School	Buses		1,431,463

B. Cash Shortages – Prior Years

The audit of Williamson County for the 2005-06 year reported a cash shortage of \$45,038 as of June 30, 2006, at the Fairview Recreational Center. This cash shortage resulted from collections that were not deposited or otherwise accounted for properly. On October 6, 2008, the defendant pled guilty and was sentenced to four years probation and ordered to pay restitution to Williamson County. On October 7, 2008, the defendant signed a promissory note with Williamson County. The promissory note states that the debtor shall pay the principal amount in full no later than 48 months from November 1, 2008. This note was extended for an additional four years in FY 2012 and again for an additional four years on November 21, 2016. During the 2016-17 fiscal year,

this individual paid restitution totaling \$585, leaving the outstanding cash shortage of \$32,599 as of June 30, 2017.

A special report of the Williamson County Animal Control Department released on July 26, 2010, for the period May 17, 2005, through March 31, 2010, reported a cash shortage of \$106,446 from receipts that were not deposited with the county or otherwise accounted for properly. On November 15, 2010, the employee pled guilty to theft over \$60,000 and was sentenced to eight years' confinement, which was suspended to eight years' probation, and was ordered to pay restitution of \$106,446. During the 2016-17 fiscal year, this individual paid restitution of \$730 leaving the outstanding cash shortage of \$104,282 as of June 30, 2017.

During the 2015-16 fiscal year, the Williamson County Sheriff's Department submitted a fraud reporting form detailing a burglary at a deputy's residence in Marshall County. The deputy's vehicle was stolen along with departmental firearms and undercover cash totaling \$1,110. The Marshall County Sheriff's Department recovered the vehicle; however, the firearms and cash were not recovered. The investigation has not yielded any suspects; therefore, county officials have decided to write off the balance.

C. Pending Investigation

An investigation is ongoing in the Williamson County Parks and Recreation Department. Findings, if any, resulting from the investigation will be included in a subsequent report.

IV. DETAILED NOTES ON ALL FUNDS

A. Deposits and Investments

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

Deposits

Legal Provisions. All deposits with financial institutions must be secured by one of two methods. One method involves financial institutions that participate in the bank collateral pool administered by the state treasurer. Participating banks determine the aggregate balance of their public fund accounts for the State of Tennessee and its political subdivisions. The amount of collateral required to secure these public deposits must equal at least 105 percent of the

average daily balance of public deposits held. Collateral securities required to be pledged by the participating banks to protect their public fund accounts are pledged to the state treasurer on behalf of the bank collateral pool. The securities pledged to protect these accounts are pledged in the aggregate rather than against each account. The members of the pool may be required by agreement to pay an assessment to cover any deficiency. Under this additional assessment agreement, public fund accounts covered by the pool are considered to be insured for purposes of credit risk disclosure.

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

Investments

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

Investment Balances. As of June 30, 2017, Williamson County had the following investments carried at amortized cost using a Stable Net Asset Value. All investments are in the county trustee's investment pool. Separate disclosures concerning pooled investments cannot be made for Williamson County and the discretely presented Williamson County School Department since both pool their deposits and investments through the county trustee.

Investment	Weighted Average Maturity (days)	Amortized Cost
State Treasurer's Investment Pool	3 to 80	\$ 10,710,092

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

B. Notes Receivable

Notes receivable in the General Debt Service Fund totaling \$3,341,000 resulted from an agreement with the City of Spring Hill to help finance the construction of a recreational facility and related infrastructure and is included in the committed fund balance account.

C. Capital Assets

Capital assets activity for the year ended June 30, 2017, is presented in the following table. This table does not include certain land, buildings, and equipment, which are titled to Williamson County and used by the Williamson Medical Center. Title to these assets were transferred from the hospital to the county based on a 1992 refunding of the Series 1985, Hospital Revenue Bonds. These assets are reported in the financial statements of the discretely presented Williamson County Hospital District. Chapter 107, Private Acts of 1957, as amended, provides that "the Board of Trustees shall be vested with full, absolute and complete authority and responsibility for the operation, management, conduct and control of the business and affairs of the Hospital District ..."

Primary Government

Governmental Activities:

	Balance 7-1-16	Increases	Decreases	Balance 6-30-17
Capital Assets Not Depreciated:				
Land	\$ 60,689,595	\$ 186,700	\$ (1,185,311)	\$ 59,690,984
Intangible Assets- Indefinite Life	5,875,500	0	0	5,875,500
Construction in Progress	34,160,311	10,623,627	(32,137,119)	12,646,819
Total Capital Assets Not Depreciated	\$ 100,725,406	\$ 10,810,327	\$ (33,322,430)	\$ 78,213,303
Capital Assets Depreciated:				
Buildings and Improvements	\$ 149,778,788	\$ 31,282,152	\$ (1,603,788)	\$ 179,457,152
Infrastructure	65,294,338	1,701,509	(51,738)	66,944,109
Intangibles	1,624,112	1,049,899	(366,687)	2,307,324
Other Capital Assets	63,041,409	7,457,108	(2,027,017)	68,471,500
Total Capital Assets Depreciated	\$ 279,738,647	\$ 41,490,668	\$ (4,049,230)	\$ 317,180,085
Less Accumulated Depreciation For:				
Buildings and Improvements	\$ 50,541,093	\$ 3,576,961	\$ (4,379)	\$ 54,113,675
Infrastructure	39,500,593	1,186,992	(95,027)	40,592,558
Intangibles	1,189,669	208,657	(366,687)	1,031,639
Other Capital Assets	38,929,388	4,508,392	(1,862,524)	41,575,256
Total Accumulated Depreciation	\$ 130,160,743	\$ 9,481,002	\$ (2,328,617)	\$ 137,313,128
Total Capital Assets Depreciated, Net	\$ 149,577,904	\$ 32,009,666	\$ (1,720,613)	\$ 179,866,957
Governmental Activities Capital Assets, Net	\$ 250,303,310	\$ 42,819,993	\$ (35,043,043)	\$ 258,080,260

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

Governmental Activities:

General Government	\$ 1,407,074
Finance	182,661
Public Safety	2,433,730
Public Health and Welfare	701,223
Social, Cultural, and Recreational Services	2,854,948
Agriculture and Natural Resources	4,207
Highways/Public Works	<u>1,897,159</u>
 Total Depreciation Expense - Governmental Activities	 <u>\$ 9,481,002</u>

Discretely Presented Williamson County School Department

Governmental Activities:

	Balance 7-1-16	Increases	Decreases	Balance 6-30-17
Capital Assets Not Depreciated:				
Land	\$ 38,189,956	\$ 9,724,957	\$ 0	\$ 47,914,913
Construction in Progress	<u>74,984,163</u>	<u>29,958,871</u>	<u>(81,058,238)</u>	<u>23,884,796</u>
Total Capital Assets Not Depreciated	<u>\$ 113,174,119</u>	<u>\$ 39,683,828</u>	<u>\$ (81,058,238)</u>	<u>\$ 71,799,709</u>
Capital Assets Depreciated:				
Buildings and Improvements	\$ 465,165,781	\$ 80,789,306	\$ 0	\$ 545,955,087
Intangibles	756,973	0	0	756,973
Other Capital Assets	<u>39,049,469</u>	<u>4,797,217</u>	<u>(1,543,469)</u>	<u>42,303,217</u>
Total Capital Assets Depreciated	<u>\$ 504,972,223</u>	<u>\$ 85,586,523</u>	<u>\$ (1,543,469)</u>	<u>\$ 589,015,277</u>
Less Accumulated Depreciation For:				
Buildings and Improvements	\$ 152,116,073	\$ 11,671,173	\$ 0	\$ 163,787,246
Intangibles	618,195	138,778	0	756,973
Other Capital Assets	<u>20,081,358</u>	<u>2,795,678</u>	<u>(1,484,537)</u>	<u>21,392,499</u>
Total Accumulated Depreciation	<u>\$ 172,815,626</u>	<u>\$ 14,605,629</u>	<u>\$ (1,484,537)</u>	<u>\$ 185,936,718</u>
Depreciated, Net	<u>\$ 332,156,597</u>	<u>\$ 70,980,894</u>	<u>\$ (58,932)</u>	<u>\$ 403,078,559</u>
Governmental Activities Capital Assets, Net	<u>\$ 445,330,716</u>	<u>\$ 110,664,722</u>	<u>\$ (81,117,170)</u>	<u>\$ 474,878,268</u>

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

Governmental Activities:

Instruction	\$ 14,366
Support Services	14,415,239
Operation of Non-instructional Services	<u>176,024</u>
 Total Depreciation Expense - Governmental Activities	 <u>\$ 14,605,629</u>

D. Construction Commitments

At June 30, 2017, Williamson County had uncompleted construction contracts of approximately \$281,686 in the General Capital Projects Fund for reroofing and building construction projects. Funding has been received for these future expenditures.

At June 30, 2017, the School Department had uncompleted construction contracts of approximately \$32,380,082 in the Education Capital Projects Fund for the school building program. Funding has been received for these future expenditures.

E. 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	Fiduciary Funds	\$ 249,083

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

Due to/from Primary Government and Component Unit:

<u>Receivable Fund</u>	<u>Payable Fund</u>	<u>Amount</u>
Primary Government:	Component Unit:	
General	Emergency Communications District	\$ 22,848

Interfund Transfers:

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

Primary Government

Transfers Out	Transfers In		
	General Fund	Highway/ Public Works Fund	General Debt Service Fund
General Capital Projects Fund	\$ 0	\$ 416,371	\$ 5,000,000
Fiduciary Funds	81,969	0	0
Total	\$ 81,969	\$ 416,371	\$ 5,000,000

Transfers Out	Transfers In (Cont.)		
	Rural Debt Service Fund	General Capital Projects Fund	Fiduciary Funds
General Fund	\$ 0	\$ 1,941,255	\$ 71,845
General Capital Projects Fund	5,000,000	0	3,651,846
Highway/ Public Works Fund	0	1,200,000	0
Nonmajor governmental fund	0	365,000	0
Total	\$ 5,000,000	\$ 3,506,255	\$ 3,723,691

Discretely Presented Williamson County School Department

Transfers Out	Transfers In	
	General Purpose School Fund	Purpose
Nonmajor governmental funds	\$ 748,973	Indirect Costs

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.

F. Long-term Obligations

Primary Government

General Obligation Bonds and Notes

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

General obligation bonds and notes are direct obligations and pledge the full faith and credit of the government. General obligation bonds and notes were issued for original terms of up to 25 years for bonds and up to 10 months for notes. Repayment terms are generally structured with increasing amounts of principal maturing as interest requirements decrease over the term of the debt. All bonds and notes included in long-term debt as of June 30, 2017, will be retired from the debt service funds.

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

<u>Type</u>	<u>Interest Rate</u>	<u>Final Maturity</u>	<u>Original Amount of Issue</u>	<u>Balance 6-30-17</u>
General Obligation Bonds	1 to 5.75%	4-1-37	\$ 226,945,000	\$ 186,090,000
General Obligation Bonds - Refunding	1.5 to 5	4-1-29	152,235,000	100,870,000
County District School Bonds	.85 to 5.75	4-1-37	208,880,000	165,930,000
County District School Bonds - Refunding	2 to 5	4-1-29	117,120,000	84,165,000
Note	.9983	12-31-17	15,000,000	15,000,000

The annual requirements to amortize all general obligation bond, county district school bonds, and notes outstanding as of June 30, 2017, including interest payments, are presented in the following table:

Year Ending June 30	Bonds		
	Principal	Interest	Total
2018	\$ 43,220,000	\$ 22,778,859	\$ 65,998,859
2019	43,280,000	20,911,120	64,191,120
2020	41,185,000	19,048,794	60,233,794
2021	38,730,000	17,262,419	55,992,419
2022	35,710,000	15,583,595	51,293,595
2023-2027	163,330,000	54,816,997	218,146,997
2028-2032	116,195,000	24,002,040	140,197,040
2033-2037	55,405,000	4,492,386	59,897,386
Total	<u>\$ 537,055,000</u>	<u>\$ 178,896,210</u>	<u>\$ 715,951,210</u>

Year Ending June 30	Notes		
	Principal	Interest	Total
2018	\$ 15,000,000	\$ 125,000	\$ 15,125,000
Total	<u>\$ 15,000,000</u>	<u>\$ 125,000</u>	<u>\$ 15,125,000</u>

There is \$22,696,028 available in the debt service funds to service long-term debt. Bonded debt per capita totaled \$2,932, based on the 2010 federal census. Total debt per capita, including bonds, notes, and unamortized debt premiums, totaled \$3,249 based on the 2010 federal census.

Changes in Long-term Obligations

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

Governmental Activities:

	Bonds	Notes	Compensated Absences
Balance, July 1, 2016	\$ 517,540,000	\$ 0	\$ 2,951,713
Additions	68,950,000	15,000,000	3,194,192
Reductions	(49,435,000)	0	(2,899,980)
Balance, June 30, 2017	<u>\$ 537,055,000</u>	<u>\$ 15,000,000</u>	<u>\$ 3,245,925</u>
Balance Due Within One Year	<u>\$ 43,220,000</u>	<u>\$ 15,000,000</u>	<u>\$ 3,245,925</u>

	Claims and Judgments	Self-Insured Other Postemployment Benefits	Closure/ Postclosure Care Costs
Balance, July 1, 2016	\$ 8,678,221	\$ 27,295,088	\$ 68,876
Additions	51,603,623	4,656,801	895
Reductions	<u>(51,052,998)</u>	<u>(3,227,670)</u>	<u>0</u>
Balance, June 30, 2017	<u>\$ 9,228,846</u>	<u>\$ 28,724,219</u>	<u>\$ 69,771</u>
Balance Due Within One Year	<u>\$ 9,228,846</u>	<u>\$ 0</u>	<u>\$ 0</u>

	Net Pension Liability - Agent Pension Plan*
Balance, July 1, 2016	\$ (4,001,495)
Additions	9,596,829
Reductions	<u>(4,848,240)</u>
Balance, June 30, 2017	<u>\$ 747,094</u>
Balance Due Within One Year	<u>\$ 0</u>

* - At July 1, 2016, the Agent Pension Plan had a net asset balance.

Analysis of Noncurrent Liabilities Presented on Exhibit A:

Total Noncurrent Liabilities, June 30, 2017	\$ 594,070,855
Less: Due Within One Year	(70,694,771)
Add: Unamortized Premium on Debt	<u>43,117,370</u>
Noncurrent Liabilities - Due in More Than One Year - Exhibit A	<u>\$ 566,493,454</u>

Compensated absences, other postemployment benefits, and pension liability will be paid from the employing funds, primarily the General and Highway/Public Works funds. Landfill closure/postclosure care costs will be paid from the General Capital Projects Fund.

The internal service fund primarily serves the governmental funds. Accordingly, long-term liabilities for the internal service fund are included as part of the above totals for governmental activities. At year-end, claims and judgments are comprised of the following amounts.

Fund	Amount
Self-Insurance	\$ 7,654,060
General	1,376,724
Highway/Public Works	140,192
Solid Waste/Sanitation	<u>57,870</u>
Total	<u>\$ 9,228,846</u>

Current Refunding

On January 4, 2017, Williamson County refunded a general obligation bond issue. The county issued \$9,180,000 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 refunded bonds are considered defeased, and 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 five years will be reduced by \$694,301, and an economic gain (difference between the present value of the debt service payments of the refunded and refunding bonds) of \$660,825 was obtained.

Defeasance of Prior Debt

In prior years, Williamson County defeased certain outstanding general obligation bonds by placing the proceeds of new bonds into an irrevocable trust to provide for all future debt service payments on the old bonds. The trustee is empowered and required to pay all principal and interest on the defeased bonds as originally scheduled. Accordingly, the trust accounts and the defeased bonds are not included in the county's financial statements. At June 30, 2017, the following outstanding bonds are considered defeased:

	<u>Amount</u>
2008 General Obligation	\$ 6,690,000
2009A General Obligation	15,250,000
2008 Co District School	12,690,000
2009A Co District School	13,325,000

Discretely Presented Williamson County School Department

Changes in Long-term Obligations

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

Governmental Activities:

	Compensated Absences	Claims and Judgments	State Medicare Postemployment Benefits
Balance, July 1, 2016	\$ 1,361,868	\$ 627,276	\$ 1,955,751
Additions	1,908,507	2,893,297	230,706
Reductions	(1,760,325)	(2,787,197)	(203,457)
Balance, June 30, 2017	\$ 1,510,050	\$ 733,376	\$ 1,983,000
Balance Due Within One Year	\$ 226,508	\$ 733,376	\$ 0

	Self-Insured Other Postemployment Benefits	Net Pension Liability - Agent Pension Plan*	Net Pension Liability - Teacher Legacy Pension Plan
Balance, July 1, 2016	\$ 138,140,495	\$ (3,338,005)	\$ 1,392,817
Additions	22,237,209	8,184,956	29,246,891
Reductions	(15,407,837)	(4,209,768)	(8,689,126)
Balance, June 30, 2017	\$ 144,969,867	\$ 637,183	\$ 21,950,582
Balance Due Within One Year	\$ 0	\$ 0	\$ 0

* - At July 1, 2016, the Agent Pension Plan had a net asset balance.

Analysis of Noncurrent Liabilities Presented on Exhibit A:

Total Noncurrent Liabilities, June 30, 2017	\$ 171,784,058
Less: Due Within One Year	(959,884)
Noncurrent Liabilities - Due in More Than One Year - Exhibit A	\$ 170,824,174

Compensated absences, other postemployment benefits, and net pension liabilities will be paid from the employing funds, primarily the General Purpose School and School Federal Projects funds. Claims and judgments will be paid from the General Purpose School Fund.

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

The State of Tennessee pays health insurance premiums for retired teachers on-behalf of the Williamson County School Department. These payments are made by the state to the Medicare Supplement Plan. This plan is administered by the State of Tennessee and reported in the state's Comprehensive Annual

Financial Report. Payments by the state to the Medicare Supplement Plan totaled \$11,050 for the year ended June 30, 2017. The School Department has recognized these on-behalf payments as revenues and expenditures in the General Purpose School Fund.

H. Short-term Debt

Williamson County issued tax anticipation notes in advance of property tax collections and deposited the proceeds in the General Purpose School Fund. These notes were necessary because funds were not available to meet operating expenses due before current tax collections. Short-term debt activity for the year ended June 30, 2017, was as follows:

	Balance 7-1-16	Issued	Paid	Balance 6-30-17
Tax Anticipation Notes	\$ 0	\$ 17,500,000	\$ (17,500,000)	\$ 0

V. OTHER INFORMATION

A. Risk Management

Williamson County and the Williamson County School Department have chosen to establish the Self-Insurance Fund for risks associated with the employees' health insurance plans. The Self-Insurance Fund is accounted for as an internal service fund where assets are set aside for claim settlements. The county retains the risk of loss to a limit of \$200,000 per specific loss. The plans do not carry aggregate reinsurance.

All full-time and certain retired employees of the primary government and the discretely presented Williamson County School Department are eligible to participate. A premium charge is allocated to each fund that accounts for its employees. This charge is based on actuarial estimates of the amounts needed to pay prior- and current-year claims and to establish a reserve for catastrophic losses. 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 Self-Insurance Fund establishes claim liabilities based on estimates of the ultimate cost of claims that have been reported but not settled and of claims that have been incurred but not reported. Claims liabilities include 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:

	Beginning of Fiscal Year Liability	Current-year Claims and Estimates	Payments	Balance at Fiscal Year-end
2015-16	\$ 6,451,031	\$ 42,886,946	\$ (42,170,648)	\$ 7,167,329
2016-17	7,167,329	50,156,872	(49,670,141)	7,654,060

Williamson County and the discretely presented Williamson County School Department are self-insured for all other risks of loss, including general liability, property, casualty, and workers' compensation. The county carries commercial insurance coverage for any specific loss related to general liability, property, and casualty exceeding \$100,000 up to \$5,000,000 and any specific loss related to workers' compensation exceeding \$250,000 up to \$2,000,000. Claims liabilities are reported as claims and judgments payable in the General, Highway/Public Works, Solid Waste/Sanitation, and the discretely presented General Purpose School funds.

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, established 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

The county and the School Department are involved in several pending lawsuits. Attorneys for the county and the School Department estimate that the potential claims against the county and the School Department not covered by insurance resulting from such litigation would not materially affect the financial statements of the county or the School Department.

Williamson County is contingently liable for certain revenue bonds and loans of the discretely presented Williamson County Hospital District. Williamson County would become liable for these bonds, loans, and the interest thereon, in case of default by the Williamson County Hospital District.

D. Landfill Closure/Postclosure Care Costs

Williamson County has active permits on file with the state Department of Environment and Conservation for a sanitary landfill, solid waste transfer station, demolition landfill, and a compost facility. The county has provided financial assurances for estimated closure and postclosure liabilities as required by the State of Tennessee. These financial assurances are on file with the Department of Environment and Conservation.

State and federal laws and regulations require Williamson County to place a final cover on its sanitary landfill site when it stops accepting waste and to perform certain maintenance and monitoring functions at the site for 30 years after closure. Although closure and postclosure care costs will be paid only near or after the date that the landfill stops accepting waste, the county reports a portion of these closure and postclosure care costs as an operating expense in

each period based on landfill capacity used as of each balance sheet date. The \$69,771 reported as landfill closure and postclosure care liability at June 30, 2017, represents the cumulative amount reported to date based on the use of seven percent of the estimated capacity of the landfill. The county will recognize the remaining estimated costs of closure and postclosure care of \$926,957 if the remaining estimated capacity is filled. These amounts are based on what it would cost to perform all closure and postclosure care in 2017. Actual costs may be higher due to inflation, changes in technology, or changes in regulations.

E. Joint Ventures

The Williamson County Joint Communication Network Authority is a joint venture formed by an interlocal agreement between Williamson County and the cities of Brentwood and Franklin. The purpose of the authority is to oversee the expansion, maintenance, operation, and access of an 800MHz trunked radio system with the intent to improve emergency dispatch and response throughout Williamson County. It is governed by a nine member committee, which consists of three representatives from each governmental unit. The authority receives financial support from each of the three government entities that created it. During the year ended June 30, 2017, Williamson County contributed \$1,556,613 to the operations of the Williamson County Joint Communication Authority.

The Cool Springs Conference Center is a joint venture between Williamson County and the City of Franklin. The parties have agreed to share equally all revenues, expenses, and other legal obligations from the operation of the conference center. The county's net investment of \$6,794,625 is reported as an asset in the governmental activities column on the Statement of Net Position. The county's share of 2016-17 revenues (\$192,962) and expenditures (\$112,254) related to the conference center are included in the county's General Fund. Williamson County and the City of Franklin have contracted with VI/H Franklin Cool Springs, LLC, for the operation and maintenance of the conference center.

The Twenty-first Judicial District Drug Task Force (DTF) is a joint venture formed by an interlocal agreement between the district attorney general of the Twenty-first Judicial District, Williamson, Perry, Lewis, and Hickman counties, and various cities within these counties. The purpose of the DTF is to provide multi-jurisdictional law enforcement to promote the investigation and prosecution of drug-related activities. Funds for the operations of the DTF come primarily from federal grants, drug fines, and the forfeiture of drug-related assets to the DTF. The DTF is overseen by the district attorney general and is governed by a board of directors, including the district attorney general, sheriffs, and police chiefs of participating law enforcement agencies within each judicial district. Williamson County contributed \$71,845 to the DTF for the year ended June 30, 2017, but does not have any equity interest in this joint venture.

Complete financial statements for the Williamson County Joint Communication Network Authority, Cool Springs Conference Center, and the Twenty-first Judicial District Drug Task Force can be obtained from their respective administrative offices at the following addresses:

Administrative Offices:

Williamson County Joint Communication Network
Authority
Williamson County Office of Accounts and Budgets
304 Beasley Drive, Suite 145
Franklin, TN 37064

Cool Springs Conference Center
City of Franklin
P.O. Box 305
Franklin, TN 37065-0305

Office of District Attorney General
Twenty-first Judicial District Drug Task Force
P.O. Box 937
Franklin, TN 37065

F. Retirement Commitments

1. Tennessee Consolidated Retirement System (TCRS)

Primary Government

General Information About the Pension Plan

Plan Description. Employees of Williamson County and non-certified employees of the discretely presented Williamson 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 53.97 percent, the non-certified employees of the discretely presented School Department comprised 46.03 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	778
Inactive Employees Entitled to But Not Yet Receiving	
Benefits	2,281
Active Employees	2,302
 Total	 <u><u>5,361</u></u>

Contributions. Contributions for employees are established in the statutes governing the TCRS and may only be changed by the Tennessee General Assembly. Employees contribute five percent of salary. Williamson 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 Williamson County was \$3,216,622 based on a rate of 4.07 percent of covered payroll. By law, employer contributions are required to be paid. The TCRS may intercept Williamson 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)

Williamson 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	2.50%

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 Williamson 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	\$ 167,470,700	\$ 174,810,200	\$ (7,339,500)
Changes for the year:			
Service Cost	\$ 5,936,041	\$ 0	\$ 5,936,041
Interest	12,788,888	0	12,788,888
Differences Between Expected and Actual Experience	3,316,248	0	3,316,248
Contributions-Employer	0	5,081,850	(5,081,850)
Contributions-Employees	0	3,688,472	(3,688,472)
Net Investment Income	0	4,675,744	(4,675,744)
Benefit Payments, Including Refunds of Employee Contributions	(5,776,480)	(5,776,480)	0
Administrative Expense	0	(175,266)	175,266
Other Changes	0	46,600	(46,600)
Net Changes	\$ 16,264,697	\$ 7,540,920	\$ 8,723,777
Balance, June 30, 2016	\$ 183,735,397	\$ 182,351,120	\$ 1,384,277

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

		Total Pension Liability	Plan Fiduciary Net Position	Net Pension Liability (Asset)
Primary Government	53.97%	\$ 99,161,994	\$ 98,414,899	\$ 747,094
School Department	46.03%	84,573,403	83,936,221	637,183
Total		\$ 183,735,397	\$ 182,351,120	\$ 1,384,277

Sensitivity of the Net Pension Liability (Asset) to Changes in the Discount Rate. The following presents the net pension liability (asset) of Williamson 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:

Williamson County	1% Decrease 6.5%	Current Discount Rate 7.5%	1% Increase 8.5%
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Net Pension Liability \$ 26,045,619 \$ 1,384,277 \$ (19,121,740)

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

Pension Expense. For the year ended June 30, 2017, Williamson County recognized pension expense of \$2,919,675.

Deferred Outflows of Resources and Deferred Inflows of Resources. For the year ended June 30, 2017, Williamson 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	\$ 3,670,345	\$ 1,253,976
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	6,127,927	0
Contributions Subsequent to the Measurement Date of June 30, 2016 (1)	3,216,622	N/A
Total	<u>\$ 13,014,894</u>	<u>\$ 1,253,976</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.

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

	Deferred Outflows of Resources	Deferred Inflows of Resources
Primary Government	\$ 6,949,009	\$ 676,771
School Department	<u>6,065,885</u>	<u>577,205</u>
Total	<u>\$ 13,014,894</u>	<u>\$ 1,253,976</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	\$ 972,761
2019	972,761
2020	3,558,166
2021	2,487,902
2022	552,708
Thereafter	0

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

Discretely Presented Williamson County School Department

Non-certified Employees

General Information About the Pension Plan

Plan Description. As noted above under the primary government, employees of Williamson County and non-certified employees of the discretely presented Williamson 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 53.97 percent and the non-certified employees of the discretely presented School Department comprise 46.03 percent of the plan based on contribution data.

Certified Employees

Teacher Retirement Plan

General Information About the Pension Plan

Plan Description. Teachers of the Williamson 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 \$1,324,387, 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 Williamson County School Department reported an asset of \$485,438 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 Williamson County School Department's proportion of the net pension asset was based on the Williamson 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 Williamson County School Department's proportion was 4.663044 percent. The revised proportion measured at June 30, 2015, was 4.229148 percent.

Pension Expense. For the year ended June 30, 2017, the Williamson County School Department recognized pension expense of \$405,403.

Deferred Outflows of Resources and Deferred Inflows of Resources. For the year ended June 30, 2017, the Williamson 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	\$ 47,036	\$ 55,970
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	79,481	0
Changes in Proportion of Net Pension Liability (Asset)	0	12,171
LEA's Contributions Subsequent to the Measurement Date of June 30, 2016	<u>1,324,387</u>	<u>N/A</u>
Total	<u>\$ 1,450,904</u>	<u>\$ 68,141</u>

The Williamson County School Department's employer contributions of \$1,324,387, 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	\$ 18,635
2019	18,635
2020	18,635
2021	14,844
2022	(2,183)
Thereafter	(10,191)

In the table shown 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, 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 Private Equity and Strategic Lending	6.40	5
U.S. Fixed Income Real Estate	4.61	8
	0.98	29
	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 Williamson 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 Williamson 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 \$ 229,231 \$ (485,438) \$ (1,012,004)

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 Williamson 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 Williamson County School Department for the year ended June 30, 2017, to the Teacher Legacy Pension Plan were \$11,291,816, 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 Williamson County School Department reported a liability of \$21,950,582 for its proportionate share of the net pension liability. The net pension liability was measured as of June 30, 2016, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. The Williamson County School Department's proportion of the net pension liability was based on the Williamson 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 Williamson County School Department's proportion was 3.512405 percent. The proportion measured at June 30, 2015, was 3.400148 percent.

Pension Expense. For the year ended June 30, 2017, the Williamson County School Department recognized pension expense of \$3,337,310.

Deferred Outflows of Resources and Deferred Inflows of Resources. For the year ended June 30, 2017, the Williamson 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	\$ 923,759	\$ 26,574,882
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	24,508,123	0
Changes in Proportion of Net Pension Liability (Asset)	3,172,088	0
LEA's Contributions Subsequent to the Measurement Date of June 30, 2016	11,291,816	N/A
Total	<u>\$ 39,895,786</u>	<u>\$ 26,574,882</u>

The Williamson County School Department's employer contributions of \$11,291,816, 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	\$ (3,356,862)
2019	(3,356,862)
2020	8,399,669
2021	1,904,609
2022	(1,561,466)
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 w 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
	0.98	29
	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 Williamson 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 Williamson 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 \$ 120,534,423 \$ 21,950,582 \$ (59,711,825)

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

Primary Government

Williamson County offers its employees two deferred compensation plans, one established pursuant to IRC Section 457 and the other pursuant to IRC Section 401(k). All costs of administering and funding these programs are the responsibility of plan participants. The Section 401(k) and Section 457 plan assets remain the property of the contributing employees and are not presented in the accompanying financial statements. IRC Sections 401(k) and 457 establish participation, contribution, and withdrawal provisions for the plan.

Discretely Presented Williamson County School Department

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

Teachers hired after July 1, 2014, by the discretely presented Williamson County School Department are required to participate in a hybrid pension plan administered by the Tennessee Consolidated Retirement System. This hybrid pension plan requires that these teachers contribute five percent of their salaries into a deferred compensation plan managed by the hybrid plan pursuant to IRC Section 401(k). As part of their employment package, the Williamson 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 Williamson County School Department contributed \$1,650,782 to the 401(k) portion of the hybrid pension plan on-behalf of the plan participants.

G. Other Postemployment Benefits (OPEB)

Self-Insurance Plan

Plan Description

All full-time employees hired prior to July 1, 2009, and eligible retirees of the primary government and the discretely presented Williamson County School Department are eligible to participate in the health and dental insurance cost-sharing plan accounted for in the Self-Insurance Fund (internal service fund). Life insurance ranging from \$2,700 to \$15,000 is also provided at full cost to the retiree. For accounting purposes, the plan is an agent single-employer defined benefit OPEB plan. Benefits are established and amended by an insurance committee established by the county commission.

Funding Policy

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

An employee hired prior to July 1, 2009, who retires from Williamson County becomes eligible for retiree health coverage upon the earlier of attaining: (1) age 55 with ten continuous years of full-time service and active coverage for one year prior to retirement, or (2) any age with 30 continuous years of full-time service and active coverage for one year prior to retirement. Williamson County pays 80 percent of the costs of benefits. If the retiree is eligible for health and dental insurance coverage, the coverage is also provided for the retiree's spouse and/or dependent children that have had active coverage for one year prior to the employee's retirement. Once the retirees or their dependent(s) become eligible for Medicare, the county's coverage will become the secondary insurance provider.

Annual OPEB Cost and Net OPEB Obligation

	Primary Government	School Department	Total
ARC	\$ 4,534,000	\$ 21,651,000	\$ 26,185,000
Interest on the NOPEBO	1,146,138	5,471,286	6,617,424
Adjustment to the ARC	(1,023,337)	(4,885,077)	(5,908,414)
Annual OPEB cost	\$ 4,656,801	\$ 22,237,209	\$ 26,894,010
Amount of contribution	(3,227,670)	(15,407,837)	(18,635,507)
Increase/decrease in NOPEBO	\$ 1,429,131	\$ 6,829,372	\$ 8,258,503
Net OPEB obligation, 7-1-16	27,295,088	138,140,495	165,435,583
Net OPEB obligation, 6-30-17	\$ 28,724,219	\$ 144,969,867	\$ 173,694,086

Fiscal Year Ended	Plans	Annual OPEB Cost	Percentage of Annual OPEB Cost Contributed	Net OPEB Obligation at Year End
6-30-15	Primary Government	\$ 4,184,726	51 %	\$ 25,365,507
6-30-16	"	4,194,343	54	27,295,088
6-30-17	"	4,656,801	69	28,724,219
6-30-15	School Department	21,691,660	48	127,459,243
6-30-16	"	21,738,620	51	138,140,495
6-30-17	"	22,237,209	69	144,969,867

Funded Status and Funding Progress

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

	Primary Government	School Department
Actuarial valuation date	7-1-16	7-1-16
Actuarial accrued liability (AAL)	\$ 53,982,000	\$ 241,485,000
Actuarial value of plan assets	\$ 0	\$ 0
Unfunded actuarial accrued liability (UAAL)	\$ 53,982,000	\$ 241,485,000
Actuarial value of assets as a % of the AAL	0%	0%
Covered payroll (active plan members)	\$ 38,495,886	\$ 186,543,890
UAAL as a % of covered payroll	140%	129%

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 actuarial cost method was used. The actuarial assumptions included a four percent investment rate of return (net of administrative expenses) and an annual healthcare cost trend rate of 7.0 percent for fiscal year 2017. The trend rate will be reduced by .5 percent decrements each year until an ultimate health care cost trend rate of 4.5 percent is reached. The unfunded actuarial accrued liability is being amortized as a level dollar amount on an open basis over a 30-year period beginning with June 30, 2008.

State Sponsored Medicare Supplement Plan

Plan Description

The Williamson County School Department participates in the state-administered Medicare Supplement 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 8-27-701, *Tennessee Code Annotated*. 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 <http://tn.gov/finance/article/fa-accfin-cafr>.

Funding Policy

The premium requirements of plan members are established and may be amended by the insurance committee. The plan is self-insured and financed on a pay-as-you-go basis with the risk shared equally among the participants. Claims liabilities of the plan are periodically computed using actuarial and statistical techniques to establish premium rates. The employers in the plan

develop a contribution policy in terms of subsidizing retired employees' premiums since the committee is not prescriptive on that issue. The state provides a full subsidy based on years of service for post-65 teachers in the Medicare Supplement Plan. The monthly support for noncertified School Department employees is based on years of service. If the retiree has between 15 and 19 years of service, the monthly support is \$25. If the retiree has between 20 and 29 years of service, the monthly support is \$37.50. Retirees with 30 or more years of service receive monthly support of \$50. Expenditures for postretirement health care benefits are included in the government's annual budget. During the year, expenditures totaling \$1,038 were recognized for postemployment health care.

Annual OPEB Cost and Net OPEB Obligation

	Medicare Supplement Plan
	<u> </u>
ARC	\$ 231,000
Interest on the NOPEBO	73,341
Adjustment to the ARC	<u>(73,635)</u>
Annual OPEB cost	\$ 230,706
Amount of contribution	(1,038)
Adjustment to Align ARC with AAL	<u>(202,419)</u>
Increase/decrease in NOPEBO	\$ 27,249
Net OPEB obligation, 7-1-16	<u>1,955,751</u>
Net OPEB obligation, 6-30-17	<u><u>\$ 1,983,000</u></u>

Fiscal Year Ended	Plan	Annual OPEB Cost	Percentage of Annual OPEB Cost Contributed	Net OPEB Obligation at Year End
6-30-15	Medicare Supplement	\$ 131,652	1%	\$ 1,733,050
6-30-16	"	223,739	0.5	1,955,751
6-30-17	"	230,706	0.4	1,983,000

Funded Status and Funding Progress

The funded status of the plan as of July 1, 2015, was as follows:	Medicare Supplement Plan
Actuarial valuation date	7-1-15
Actuarial accrued liability (AAL)	\$ 1,983,000
Actuarial value of plan assets	\$ 0
Unfunded actuarial accrued liability (UAAL)	\$ 1,983,000
Actuarial value of assets as a % of the AAL	0%
Covered payroll (active plan members)	N/A
UAAL as a % of covered payroll	N/A

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 Medicare Supplement 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 fiscal year 2017. The trend rate will be reduced by decrements

to an ultimate rate of 4.345 percent by fiscal year 2050. The rate includes a 2.5 percent inflation assumption. The unfunded actuarial accrued liability is being amortized as a level percentage of payroll on a closed basis over a 35-year period beginning with June 30, 2007. Payroll is assumed to grow at a rate of three percent.

H. Office of Central Accounting, Budgeting, and Purchasing

Williamson County operates under provisions of the Fiscal Control Acts of 1957. These acts provide for a central system of accounting, budgeting, and purchasing covering all funds administered by the county mayor and the highway superintendent. These funds are maintained in the Office of Central Accounting, Budgeting, and Purchasing under the supervision of the director of accounts and budgets. Williamson County also operates under provisions of the Williamson County Budget Act, Chapter 56, Private Acts of 2001.

I. Purchasing Laws

Offices of County Mayor and Highway Superintendent

Purchasing procedures for these offices are governed by provisions of the County Purchasing Law of 1957, Section 5-14-101, et seq., *Tennessee Code Annotated (TCA)*. Purchasing procedures for the Highway Department are also governed by provisions of the Uniform Road Law, Section 54-7-113, *TCA*. These statutes require that purchase orders be issued for all purchases and that sealed bids be solicited on purchases exceeding \$25,000 for the Offices of County Mayor and Highway Superintendent. Additionally, the county commission requires three quotes for purchases over \$10,000.

Office of Director of Schools

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

J. Subsequent Events

On July 10, 2017, Williamson County issued a tax anticipation note in the amount of \$25,000,000 and deposited the funds into the General Purpose School Fund to provide temporary operating funds.

On August 30, 2017, Williamson County issued the following debt: General Obligation School Bonds in the amount of \$5,285,000; and County District

School Bonds in the amount of \$4,830,000 for the purpose of energy conservation projects at the School Department.

On November 21, 2017, Williamson County issued the following debt: General Obligation Public Improvement and School Bonds in the amount of \$50,230,000 for various county projects and the school building program; and County District School Bonds in the amount of \$74,530,000 to fund various projects in the school building program.

VI. **OTHER NOTES – DISCRETELY PRESENTED WILLIAMSON COUNTY HOSPITAL DISTRICT**

A. **Nature of operations**

Organization – Williamson County Hospital District operates under the name of Williamson Medical Center and is a general, short-term, acute care hospital organized as a political subdivision of Williamson County, Tennessee. The medical center constitutes a component unit of the county, which is considered the primary government unit. The Williamson County Commission adopted a resolution in 1992, in conjunction with acquiring title to the property and equipment of the district, giving the district complete authority and responsibility to manage and operate the medical center as provided in Chapter 107 of the Private Act of 1957, passed by the Tennessee legislature. The county is financially accountable as it appoints a voting majority of the district's Board of Trustees, and the full faith and credit of the county is pledged for payment of principal and interest on the outstanding hospital revenue and tax bonds.

The primary mission of the medical center is to provide inpatient and outpatient health care services to citizens of Williamson County and surrounding areas. The medical center also provides ambulance services in Williamson County.

Williamson Medical Center Foundation is a tax-exempt organization, which was established in 2003. The foundation was formed to coordinate the fund-raising and development activities of the medical center, which is the sole member of the organization. The activities of the foundation are reflected in the operating and nonoperating revenues (expenses) and capital grants and contributions as they relate to the foundation in the accompanying statements of revenues, expenses, and changes in net position. All assets of the foundation, other than unconditional promises to give, are shown as part of assets limited as to use in the accompanying Statement of Net Position. No contributions to the foundation were used for capital purposes, and thus all contributions during 2017 were classified as operating activities.

The medical center follows the provisions of Governmental Accounting Standards Board (GASB) Statement No. 61, *The Financial Reporting Entity: Omnibus an amendment of GASB Statements No. 14 and No. 34*. As a result,

the foundation is included in the accompanying financial statements as a discretely presented component unit of the medical center.

As required by accounting principles generally accepted in the United States of America, these financial statements present both Williamson Medical Center and its discretely presented component unit (collectively referred to as the reporting entity).

Financial statements for the discretely presented individual component unit may be obtained at the following address:

Williamson Medical Center
4321 Carothers Parkway
Franklin, TN 37067

B. Summary of Significant Accounting Policies

Basis of Presentation – The medical center utilizes the proprietary fund method of accounting whereby revenues and expenses are recognized on the accrual basis, which is an economic resources measurement focus approach to accounting. In December 2010, GASB issued Statement No. 62, *Codification of Accounting and Financial Reporting Guidance Contained in Pre–November 30, 1989, FASB and AICPA Pronouncements*. GASB Statement No. 62 makes the *GASB Accounting Standards Codification* the sole source of authoritative accounting technical literature for governmental entities in the United States of America. In June 2011, GASB issued Statement No. 63, *Financial Reporting of Deferred Outflows of Resources, Deferred Inflow of Resources, and Net Position*. GASB Statements No. 62 and No. 63 were effective for periods beginning after December 15, 2011.

Cash and Cash Equivalents – The medical center considers all highly liquid investments with original maturities of three months or less when purchased to be cash equivalents. Cash and cash equivalents consist of amounts maintained in bank deposits and overnight repurchase agreements, which are insured by the Federal Deposit Insurance Corporation or are otherwise collateralized as required by state statutes.

Inventories – Inventories consist principally of medical and pharmaceutical supplies and are stated at the lower of cost, determined on the first-in, first-out (FIFO) basis, or market (net realizable value).

Assets Limited as to Use – Assets limited as to use include cash and investments designated by the Board of Trustees for future capital improvements and debt repayment, over which the board retains control and may at its discretion use for other purposes; cash and investments from county bond proceeds to be used for capital improvements; and restricted cash and investments from donors through the foundation. Investments are reported at

fair value in accordance with GASB Statement No. 72, *Fair Value Measurement and Application*.

Property and Equipment – Property and equipment are recorded at cost. The medical center capitalizes purchases that cost a minimum of \$5,000 and have a useful life greater than two years. Assets are depreciated on a straight-line basis over their estimated useful lives as follows: land improvements two to 25 years; buildings generally 40 years; fixed equipment five to 20 years; and major movable equipment three to 20 years. Assets under capital leases are included in property and equipment, and the related amortization and accumulated amortization is included in depreciation and amortization expense and accumulated depreciation and amortization, respectively. The medical center reviews the carrying values of long-lived assets if facts and circumstances indicate that recoverability may have been impaired. Costs of maintenance and minor repairs are expensed as incurred. Interest cost incurred on borrowed funds during the period of construction of capital assets is capitalized as a component of the cost of acquiring those assets.

Investment in Joint Ventures – Investments in joint ventures are accounted for under the equity method of accounting and the medical center recognizes its proportionate share in the results of the underlying activities of the joint ventures.

Excess Consideration Provided for Acquisition – The medical center evaluates excess consideration provided for acquisition for impairment on an annual basis or more frequently if impairment indicators arise. In the event excess consideration provided for acquisition is considered to be impaired, a charge to earnings would be recorded during the period in which management makes such impairment assessment.

Accrual for Compensated Absences – The medical center recognizes an expense and accrues a liability for compensated future employee absences in the period in which employees' rights to such compensated absences are earned. Compensated absences consist of paid days off, including holiday, vacation, and sick days to qualifying employees.

Patient Service Revenue – The medical center has agreements with third-party payors that provide for payments to the medical center at amounts different from its established rates. Payment arrangements include prospectively determined rates per discharge, reimbursed costs, discounted charges, and per-diem payments. Net patient service revenue is reported at the estimated net realizable amounts from patients, third-party payors, and others for services rendered, including estimated retroactive adjustments under reimbursement agreements with third-party payors. Retroactive adjustments are accrued on an estimated basis in the period the related services are rendered and adjusted in future periods as final settlements are determined.

Risk Management – The medical center is exposed to various risks of loss from medical malpractice; torts; theft of, damage to, and destruction of assets; business interruption; errors and omissions; and natural disasters. Commercial insurance is purchased for claims arising from such matters. The medical center is self-insured for employee medical and other health care benefit claims and judgments as discussed Note VI.O.

Income Taxes – The medical center is classified as an organization exempt from federal income taxes as it is a political subdivision of Williamson County. The foundation is classified as an organization exempt from federal income taxes under Section 501(c)(3) of the Internal Revenue Code. Accordingly, no provision for income taxes has been included in the accompanying financial statements.

Net Position – The medical center’s net position is classified in three components. The *net investment in capital assets* consist of capital assets net of accumulated depreciation and reduced by the remaining balances of any outstanding borrowings used to finance the purchase or construction of those assets. The *restricted net position* is the noncapital net position that must be used for a particular purpose, as specified by creditors, grantors, or contributors external to the medical center, including amounts related to county contributions and bond indebtedness restricted for specific purposes. The *unrestricted net position* is the remaining net position that does not meet the definition of net investment in capital assets or restricted. The medical center first applies restricted resources when an expense is incurred for purposes for which both restricted and unrestricted net position is available. As of June 30, 2017, the medical center had no permanently or temporarily restricted net assets.

Operating Revenues and Expenses – The medical center’s statement of revenues, expenses, and changes in net position distinguishes between operating and nonoperating revenues and expenses. Operating revenues result from exchange transactions associated with providing health care services, the medical center’s principal activity. Nonexchange revenues, including grants and contributions received for purposes other than capital asset acquisition, are reported as nonoperating revenues. Operating expenses are all expenses incurred to provide health care services, other than financing costs.

Charity Care – The medical center accepts all patients, regardless of their ability to pay. A patient is classified as a charity patient by reference to certain established policies of the medical center. In assessing a patient’s inability to pay, the medical center utilizes generally recognized poverty income levels. Because the medical center does not pursue collection of amounts determined to qualify as charity care, charges related to charity care are not included in net patient service revenue. These costs are estimated based on the ratio of total costs to gross charges. In addition to these charity care services, the medical center provides a number of other services to benefit underprivileged patients for which little or no payment is received, including providing services

to TennCare and state indigent patients and providing various public health education, health evaluation, and screening programs.

Contributed Resources – The medical center receives grants from the county, as well as from individuals and private organizations through the foundation. Revenues from grants and contributions (including contributions of capital assets) are recognized when all eligibility requirements, including time requirements are met. Grants and contributions may be restricted for either specific operating purposes or for capital purposes. Amounts received by the medical center that are unrestricted or that are restricted for specific operating purposes are reported as nonoperating income (expenses). Amounts received by the foundation that are unrestricted or that are restricted for specific operation purposes are reported as operation revenues. Amounts restricted to capital acquisitions are reported as other increases in net position.

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

Performance Indicator – Excess of revenues over expenses reflected in the accompanying statement of revenues, expenses, and changes in net position is a performance indicator.

Events Occurring After Reporting Date – The medical center has evaluated events and transactions subsequent to the date the financial statements were available to be issued for possible recognition or disclosure in the financial statements.

C. Fair Value Measurements

Fair value is a market-based measurement, not an entity-specific measurement. Therefore, a fair value measurement should be determined based on the assumptions that market participants would use in pricing the asset or liability. As a basis for considering market participant assumptions in fair value measurements, fair value accounting standards establish a fair value hierarchy that distinguishes between market participant assumptions based on market data obtained from sources independent of the reporting entity including quoted market prices in active markets for identical assets (Level 1), or significant other observable inputs (Level 2), and the reporting entity's own assumptions about market participant assumptions (Level 3). The medical center does not have any fair value measurements using significant unobservable inputs (Level 3) as of June 30, 2017. All of the medical center's investments are classified as Level 1 under the hierarchy above.

Financial Assets – The carrying amount of financial assets, consisting of cash, accounts receivable, accounts payable, accrued expenses, and current portions of long-term debt and capital lease obligations approximate their fair value due to their relatively short maturities. Long-term debt and capital lease obligations are carried at amortized cost, which approximates fair value.

Non-financial Assets – The medical center’s non-financial assets, which include property and equipment, are not required to be measured at fair value on a recurring basis. However, if certain triggering events occur, or if an annual impairment test is required, and the medical center is required to evaluate the non-financial instrument for impairment, a resulting asset impairment would require that the non-financial asset be recorded at the fair value. During the year ended June 30, 2017, there were no triggering events that prompted an asset impairment test of the medical center’s non-financial assets. Accordingly, the medical center did not measure any non-recurring, non-financial assets or recognize any amounts in earnings related to changes in fair value for non-financial assets for the year ended June 30, 2017.

D. Net Patient Service Revenue

A significant portion of the amount of services provided by the medical center is to patients whose bills are paid by third-party payors such as Medicare, TennCare, and private insurance carriers.

A reconciliation of the amount of services provided to patients at established rates to net patient service revenue as presented in the statements of revenues, expenses, and changes in net position is as follows:

Gross Patient Service Charges	\$ 575,185,933
Less:	
Medicare Contractual Adjustments	(169,292,281)
TennCare Contractual Adjustments	(26,980,234)
Other Contractual Adjustments	(169,731,425)
Bad Debt	(12,436,153)
Charity Care	(822,279)
	<hr/>
Net Patient Service Revenue	<u><u>\$ 195,923,561</u></u>

Net patient accounts receivable consists of the following:

Commercial and Managed Care Plans	\$ 12,556,347
Medicare	5,206,471
TennCare	606,055
Patients, Including Self-Insured	12,511,269
Less: Allowance for Uncollectible Accounts	<u>(9,896,338)</u>
	<hr/>
Total	<u><u>\$ 20,983,804</u></u>

E. Third-party Reimbursement Programs

The medical center renders services to patients under contractual arrangements with the Medicare and Medicaid programs. Effective January 1, 1994, the Medicaid program in Tennessee was replaced with TennCare, a managed-care program designed to cover previous Medicaid-eligible enrollees, as well as other previously uninsured and uninsurable participants.

Amounts earned under these contractual arrangements are subject to review and final determination by fiscal intermediaries and other appropriate governmental authorities or their agents. Activity with respect to audits and reviews of governmental programs and reimbursement has increased and is expected to increase in the future. No additional reserves or allowances have been established with regard to these increased audits and reviews as management is not able to estimate such amounts. In the opinion of management, any adjustments, which may result from such audits and reviews, will not have a material impact on the financial statements; however, due to the uncertainties involved, it is at least reasonably possible that management's estimates will change in the future. In addition, participation in these programs subjects the medical center to significant rules and regulations; failure to adhere to such could result in fines, penalties, or expulsion from the programs.

The Medicare program pays for inpatient services on a prospective basis. Payments are based upon diagnostic-related group assignments, which are determined by the patient's clinical diagnosis and medical procedures utilized.

The Medicare program reimburses for outpatient services under a prospective method utilizing an ambulatory payment classification system, which classifies outpatient services based upon medical procedures and diagnosis codes.

The medical center contracts with various managed care organizations under the TennCare program. TennCare reimbursement for both inpatient and outpatient services is based upon prospectively determined rates and per-diem amounts.

Net patient service revenue related to Medicare and TennCare was approximately \$60,446,000 and \$4,720,000, respectively, in 2017.

The medical center has also entered into reimbursement agreements with certain commercial insurance companies, health maintenance organizations, and preferred provider organizations. The basis for reimbursement under these agreements includes prospectively determined rates per discharge, per-diem rates, case rates, and discounts from established charges.

The American Recovery and Reinvestment Act of 2009 (ARRA) established incentive payments under the Medicare and Medicaid programs for hospitals that implemented “meaningful use” certified electronic health record (EHR) technology. In order to receive incentive payments, a hospital that is able to meet the meaningful use criteria must attest that during the EHR reporting period, the hospital used certified EHR technology and specify the technology used, satisfied the required meaningful use objectives and associated measures for the applicable stage, and must also specify the EHR reporting period and provide the result of each applicable measure for all patients admitted to the inpatient or emergency department of the hospital during the EHR reporting period for which a selected measure is applicable. A hospital may receive an incentive payment for up to four years, provided it successfully demonstrates meaningful use of certified EHR technology for the EHR reporting period. Hospitals that adopt a certified EHR system and are meaningful users can begin receiving incentive payments in any federal fiscal year from 2011 (October 1, 2010 – September 30, 2011) to 2015; however, the incentive payments will decrease for hospitals that first start receiving payments in federal fiscal year 2014 or 2015.

The medical center met the meaningful use criteria during 2017. As a result, the medical center recognized income of approximately \$450,000 from Medicare in 2017. The income is reported as other revenue on the accompanying statements of revenue, expenses and changes in net position. The medical center does not expect to receive and Medicaid EHR incentive payments.

F. Assets Limited as to Use

Assets limited as to use consist of the following:

By Board for Capital Improvements:	\$ 28,230,035
By Board for Bond Principal and Interest Payments:	
Cash	3,033,474
By Donors:	
Cash and Cash Equivalents	2,667,561
Investments	<u>880,725</u>
 Total Assets Limited as to Use	 <u><u>\$ 34,811,795</u></u>

Balances consist of cash and mutual funds at June 30, 2017. The mutual funds are held by the foundation, which is a discretely presented component unit of the medical center and a 501(c)(3) organization. Amounts are classified as noncurrent assets to the extent they are not expected to be used to satisfy current obligations.

Amounts classified as current assets will be used to make bond principal and interest payments.

All assets limited as to use relating to the primary enterprise at June 30, 2017, are insured by the Federal Deposit Insurance Corporation, registered or otherwise collateralized by the financial institution through the State of Tennessee Collateral Bank Pool. See Note VI.O. for additional information related to the medical center's risks with respect to its investments.

G. Property and Equipment

The major classifications and changes in property and equipment, as of and for the year ended June 30, 2017, are as follows:

	Balance 7-1-16	Additions	Retirements	Balance 6-30-17
Land	\$ 13,599,755	\$ 0	\$ 0	\$ 13,599,755
Land Improvements	2,383,068	59,874	0	2,442,942
Building and Improvements	199,520,099	0	1,129,529	200,649,628
Equipment	103,585,651	2,155,965	218,498	105,960,114
Equipment Under Capital Leases	15,238,516	0	0	15,238,516
Subtotal	\$ 334,327,089	\$ 2,215,839	\$ 1,348,027	\$ 337,890,955
Less: Accumulated Depreciation and Amortization	(151,597,983)	(13,061,505)	0	(164,659,488)
Add: Construction in Progress	758,246	1,373,314	(1,348,027)	783,533
Total	\$ 183,487,352	\$ (9,472,352)	\$ 0	\$ 174,015,000

The construction in progress at June 30, 2017, consists primarily of various projects to construct a medical office building to be completed in late 2018 and 2019, renovate certain leased office space, develop certain owned property and upgrade accounting software. Estimated costs to complete these projects amount to approximately \$63,000,000 at June 30, 2017.

H. Investments in Joint Ventures

The medical center has an investment in Shared Hospital Services, Inc. (S.H.S.), which provides laundry and linen services. This investment is in a joint venture in which the medical center owns approximately seven percent at June 30, 2017. Equity earnings are distributed based upon tons of laundry processed by S.H.S.

The medical center paid S.H.S. approximately \$581,000 for laundry services for 2017.

On June 30, 2013, the medical center purchased a 49 percent ownership interest in Vanderbilt Health and Williamson Medical Center Clinics and

Services, LLC (VHWMCCS). VHWMCCS owns and operates two primary care, walk-in clinics located in Williamson County, Tennessee.

On July 31, 2013, the medical center purchased a 20 percent ownership interest in Williamson Imaging, LLC, doing business as Cool Springs Imaging, LLC for \$4,500,000. In connection with this purchase and the purchase of the 49 percent ownership interest in Vanderbilt Health and Williamson Medical Center Clinics and Services, LLC, the medical center assumed a \$6,700,000 note payable (see Note VI.J).

Summary information for the joint ventures as of June 30, 2017, and for the year then ended, is as follows:

Total Assets	<u>\$ 27,141,000</u>
Total Liabilities	<u>\$ 3,855,000</u>
Net Revenues	<u>\$ 38,482,000</u>
Net Earnings	<u>\$ 6,555,000</u>

Medical Center's Interest:

Investment in Joint Ventures	<u>\$ 15,201,579</u>
Equity in Earnings of Joint Ventures	<u>\$ 1,414,563</u>

I. Williamson County Ambulance Service

Pursuant to terms of an agreement with the county, which has been and may continue to be renewed annually upon agreement by both parties, the medical center controls and operates the Williamson County Ambulance Service. In accordance with this agreement, the county made unrestricted donations to the medical center of \$1,943,624 in 2017, which is included in nonoperating income in the accompanying statements of revenues, expenses, and changes in net position. The agreement also provides for the medical center to return all related assets (as defined) of the Ambulance Service to the county at the end of the contract period. The net book value of assets related to the Ambulance Service was \$1,700,831 at June 30, 2017.

J. Long-term Debt

A schedule of changes in the medical center's long-term debt is as follows:

	Balance			Amounts	
	7-1-16	Additions	Reductions	6-30-17	Due Within One Year
General Obligation Refunding Bonds					
Series 2012A	\$ 16,745,000	\$ 0	\$ (1,695,000)	\$ 15,050,000	\$ 1,785,000
3.005% Note					
Payable to Bank	4,232,501	0	(344,321)	3,888,180	363,696
2.90% Note					
Payable to Bank	3,566,194	0	(196,353)	3,369,841	242,229
4.5% Note					
Payable to Bank	594,547	0	(222,743)	371,804	231,592
General obligation School and Public Improvement Bonds, Series 2013	25,990,000	0	(960,000)	25,030,000	1,005,000
Premium on Series 2013 Bonds	1,926,900	0	(109,586)	1,817,314	109,587
2.2% Note payable to bank	2,163,165	0	(241,208)	1,921,957	246,414
2.4% Note payable to bank	7,659,321	0	(1,584,416)	6,074,905	1,371,518
2.2% Note payable to bank (2016)	3,070,967	0	(176,643)	2,894,324	180,980
Total	\$ 65,948,595	\$ 0	\$ (5,530,270)	\$ 60,418,325	\$ 5,536,016

On December 1, 2004, the county issued \$15,110,000 in Hospital Revenue and Tax Bonds, Series 2004B for the purpose of constructing improvements and renovations to and equipping of the medical center. Specifically, the 2004B Bonds were used for the multi-phase facility expansion and renovation project, which extended over several years and was substantially completed in 2007. The remaining Series 2004B Bonds became due and were paid on May 1, 2016.

In June 2012, the county issued \$17,780,000 in General Obligation Refunding Bonds, Series 2012A to refund a portion of the Series 2004B and 2004A Bonds (\$8,790,000 of the Series 2004B Bonds and \$8,990,000 of the Series 2004A Bonds). The Series 2012A Bonds bear interest at rates ranging from two to four percent and are due through May 1, 2025.

The Series 2004B, and Series 2012A Bonds are collateralized by a pledge of the net revenues of the medical center and security interests in accounts receivable and certain other assets. In the event of a deficiency, the bonds are payable from unlimited ad valorem taxes levied on all taxable property within the county. The trust indentures related to the bonds contain certain covenants and restrictions, involving the issuance of additional debt and income available for debt service.

In November 2013, the county issued \$30,000,000 in General Obligations School and Public Improvement Bonds, Series 2013 for the purpose of funding the Vanderbilt Pediatrics Clinic expansion project pursuant to a resolution of the county commission. The bonds were issued at a premium resulting in future principal payments of \$27,790,000. The bond premium totaling

\$2,210,000 is amortized as a reduction to interest expense over the term of the bonds. The Series 2013 Bonds bear interest at rates ranging from three percent to five percent and are due through May 1, 2034.

The medical center also issues notes payable to finance certain property and equipment additions. The 3.09 percent note payable to the bank represents amounts drawn under a \$10 million line of credit, which converted to a term loan on March 1, 2005, with monthly principal and interest payments based on a 20-year amortization, and was fully paid in March 2016. The 3.005 percent note payable to bank represents amounts drawn under a \$7.5 million construction loan, which converted to a term loan on December 1, 2008, and was amended again in November 2016 to extend monthly principal and interest payments of \$39,628 through November 2019. This loan is secured by security interests in accounts receivable, excluding Medicare payments. The 2.9 percent note payable to bank was amended in April 2017 and is payable in monthly amounts of principal and interest of \$28,062 through March 2020 with all outstanding principal and interest payments due in April 2020 and is secured by certain accounts receivable of the medical center. The amendment also increased the interest rate from 2.7 percent to 2.9 percent. The 2.46 percent note payable to bank secured by certain personal property of the medical center and the 1.44 percent note payable to bank secured by accounts receivable were refinanced in June 2016 with the 2.4 percent note payable. The 2.4 percent note payable to bank is payable in monthly principal and interest payments of \$135,595 based on a 5-year amortization and matures in June 2019. The 4.5 percent note payable to the bank is payable in monthly amounts of principal and interest of \$20,390 through February 2019 and is secured by the medical center's deposit accounts and security interest in accounts receivable, excluding Medicare payments. The 2.2 percent note payable to bank is payable in monthly principal and interest payments of \$23,902 based on a 20-year amortization, and matures on October 9, 2020. In November 2017, the interest rate will be adjusted to an annual rate equal to 1.3 basis points in excess of the weekly average yield on United States Treasury securities adjusted to a constant maturity of three years. The interest rate will never exceed 3 percent and all outstanding principal and interest is due on October 9, 2020. The loan is secured by the encumbering property. The 2.2 percent note payable to bank (2016) is payable in monthly principal and interest of \$20,236 through April 2031 and is secured by the encumbering property.

The debt service requirements at June 30, 2017, related to long-term debt are as follows:

Year Ending June 30	Principal Maturities or Sinking Fund Requirements	Interest
2018	\$ 5,536,016	\$ 1,912,000
2019	8,914,280	1,698,000
2020	9,609,238	1,381,000
2021	4,623,911	1,134,000
2022	3,617,199	986,000
2023-2027	14,936,237	3,163,000
2028-2032	9,092,935	1,287,000
2033-2034	4,088,509	63,000
Total	<u>\$ 60,418,325</u>	<u>\$ 11,624,000</u>

The medical center did not capitalize any interest relating to construction projects in 2017.

K. Other Receivables

Other current and long-term receivables at June 30, 2017, include receivables from certain physicians, Medicare meaningful use funds and donors. Receivables from certain physicians, which were made as part of the medical center's recruitment program to attract physicians to the medical center's service area totaled \$422,988 at June 30, 2017. Under terms of the related agreements, such receivables will be forgiven over a period of time, generally over three years, as long as the physician continues to practice in the area. The medical center is amortizing these loans over the physicians' service commitments. Contributions receivable totaled \$757,244 at June 30, 2017. The foundation solicits pledges of support from board members and others for contributions to be used for specific purposes. The pledges are discounted when recorded to reflect the present value of expected future collections due after one year. Contributions receivable are reported as restricted net assets in the accompanying financial statements and are scheduled to be received as follows:

	<u>2017</u>
Receivables in Less than a Year	\$ 505,000
Receivables in One to Five Years	609,000
	<u>\$ 1,114,000</u>
Less Allowance for Uncollectible Pledges	(223,000)
Less Discounts	(133,756)
Total	<u>\$ 757,244</u>

L. Employees' Retirement Plan

Tax sheltered annuity program

The medical center participates in a tax-sheltered annuity program for substantially all of its employees who have one or more years of service, more than 1,000 scheduled hours, and have attained the age of 21. The Plan is administered by Tanner & Associates, Inc. Benefits expense includes approximately \$2,127,000 in 2017 related to the medical center's share of expenses for contributions and service charges on tax-sheltered annuities for covered employees. The medical center's contribution percentage is seven percent of covered wages for physicians and ten percent of covered wages for executives as of June 30, 2017. The medical center also matches executives up to two percent of compensation, administrative and non-physician department heads up to nine percent of compensation and all other employee contributions up to five percent of compensation. Employees may make voluntary contributions so long as the total amount contributed by the employee does not exceed 25 percent of the employee's wages or maximum amounts as provided by law. The plan's investments at June 30, 2017, consist of various mutual fund and fixed income investments.

Deferred compensation plan

Effective September 1, 2016, the medical center implemented a physician call pay plan. The medical center made contributions to the plan of approximately \$319,000 during 2017. The plan had assets of approximately \$340,000 and a liability of approximately \$319,000 at June 30, 2017. The assets are included in other assets and the liability is included in other long-term liabilities on the accompanying statements of net position.

M. Functional Expenses

The following is a summary of management's functional classification of operating expenses:

Healthcare Services	\$ 108,831,115
General and Administrative	<u>84,820,838</u>
Total	<u><u>\$ 193,651,953</u></u>

N. Leases

The medical center leases equipment and office space under capital and operating lease agreements. Future minimum lease payments under capital leases and noncancellable operating leases with initial or remaining lease terms in excess of one year as of June 30, 2017, are as follows:

Year Ending June 30	Capital Leases	Operating Leases
2018	\$ 88,843	\$ 1,725,000
2019	0	1,475,000
2020	0	1,275,000
2021	0	1,128,000
Total Future Minimum Lease Payments	\$ 88,843	<u>\$ 5,603,000</u>
Less: Amounts Representing Interest of 4.5%	<u>(679)</u>	
Present Value of Net Minimum Lease Payments	<u>\$ 88,164</u>	

Lease expense for the years ended June 30, 2017, was \$1,951,160.

A schedule of changes in the medical center's capital leases is as follows:

Balance 7-1-16	Additions	Reductions	Balance 6-30-17	Due Within One Year
\$ 296,494	\$ -	\$ (208,330)	\$ 88,164	\$ 88,164

The medical center generates rental income primarily from operating leases of two medical office buildings. Rental revenue was \$2,036,553 in 2017 and is included in other revenue.

Approximate future minimum rental revenue under noncancellable leases at June 30, 2017, was as follows:

Year Ending June 30	Amount
2018	\$ 1,826,000
2019	1,317,000
2020	1,176,000
2021	1,130,000
2022	915,000
2023 and later years	<u>1,389,000</u>
Total	<u>\$ 7,753,000</u>

Future minimum rental payments generally include minor annual increases for inflation.

O. Commitments and Contingencies

Medical malpractice liability is limited under provisions of the Tennessee Governmental Tort Liability Act (Section 29-20-403, et seq., *Tennessee Code Annotated*), which removed tort liability from governmental entities which, in the opinion of management and legal counsel, includes the medical center. In addition to requiring claims to be made in conformance with this act, special provisions include, but are not limited to, special notice of requirements imposed upon the claimant, a one-year statute of limitations, and a provision requiring the governmental entity to purchase insurance or to be self-insured within certain limits. This act also prohibits a judgment or award exceeding the minimum amounts of insurance coverage set out in the act (\$300,000 for bodily injury or death of any one person and \$700,000 in the aggregate for all persons in any one accident, occurrence, or act) or the amount of insurance purchased by the governmental entity.

The medical center maintains commercial insurance on a claims-made basis for medical malpractice liabilities. Insurance coverages are \$1 million per claim and \$3 million in the aggregate annually with a deductible of \$100,000 per claim. In addition, the medical center maintains an annual aggregate excess liability policy. Management intends to maintain such coverages in the future. During the past five fiscal years, no settlements of malpractice claims have exceeded insurance coverage limits.

There are known incidents occurring through June 30, 2017, that have resulted in the assertion of claims, although other claims may be asserted, arising from services provided to patients in the past. Management of the medical center is of the opinion that such liability, if any, related to these asserted claims will not have a material effect on the medical center's financial position. No amounts have been accrued for potential losses related to unreported incidents or reported incidents, which have not yet resulted in asserted claims, as the medical center is not able to estimate such amounts.

The health care industry is subject to numerous laws and regulations of federal, state, and local governments. These laws and regulations include, but are not necessarily limited to, matters such as licensure, accreditation, government health care program participation requirements, reimbursement for patient services, Medicare fraud and abuse, and, most recently under the provisions of the Health Insurance Portability and Accountability Act of 1996, matters related to patient records, privacy, and security. Recently, government activity has increased with respect to investigations and allegations concerning possible violations of fraud and abuse statutes and regulations by health care providers. Violations of these laws and regulations could result in expulsion from government health care programs together with the imposition of significant fines and penalties, as well as significant repayments for patient services previously billed. Compliance with such laws and regulations can be subject to future government review and interpretation, as well as regulatory actions unknown or unasserted at this time.

The medical center is self-insured for medical and other health care benefits provided to its employees and their families. The medical center maintains reinsurance through a commercial excess coverage policy, which covers annual individual employee claims paid in excess of \$100,000 for the plan year. Contributions by the medical center and participating employees are based on actual claims experience. A provision for estimated incurred but not reported claims has been provided in the accompanying financial statements. Expenses under this program totaled approximately \$10,872,000 for the year ended June 30, 2017.

The medical center is exposed to risks related to its cash and investments, a portion of which is included in assets limited as to use, although certain risks such as credit risk are mitigated due to the medical center's practice of maintaining investments primarily in cash and cash equivalents. The medical center's investment policy includes certificates of deposit, bank demand and savings accounts, and investment vehicles of the United States government. The medical center is subject to investment rate risk, the risk that changes in interest rates will adversely affect the fair value of an investment; however, the medical center's cash and investments are short-term in nature. The medical center's investment policy does not specifically address custodial credit risk, the risk that in the event of failure of a counterparty to a transaction, the medical center will not be able to recover the value of the investment or any collateral securities that are in the possession of an outside party, or concentration of credit risk, the risk that the amount of investments the medical center has with any one issuer exceeds five percent of its total investment. State statutes require that all deposits with financial institutions must be collateralized by securities whose market value is equal to 105 percent of the values of the uninsured deposits. The deposits must be covered by federal depository insurance or the Tennessee Bank Collateral Pool, by collateral held by the medical center's agent in the medical center's name, or by the Federal Reserve Banks acting as third party agents. Statutes also require that securities underlying repurchase agreements must have a market value at least equal to the amount of funds invested in the repurchase transaction. Substantially all of the medical center's cash and assets limited as to use are held in institutions, which participate in the Tennessee Bank collateral pool.

Management continues to implement policies, procedures, and compliance overview of organizational structure to enforce and monitor compliance with the Health Insurance Portability and Accountability Act of 1996 and other government statutes and regulations. The medical center's compliance with such laws and regulations is subject to future government review and interpretations, as well as regulatory actions, which are unknown or unasserted at this time.

The Centers for Medicare and Medicaid Services (CMS) have implemented a Recovery Audit Contractors (RAC) program. The purpose of the program is to reduce improper Medicare payments through the detection and recovery of overpayments. CMS has engaged subcontractors to perform these audits, and

they are being compensated on a contingency basis based on the amount of overpayments that are recovered. While management believes that all Medicare billings are proper and adequate support is maintained, certain aspects of Medicare billing, coding and support are subject to interpretation and may be viewed differently by the RAC auditors. The medical center has not recorded any potential losses as of June 30, 2017; however, the amount of actual losses incurred could differ materially from this estimate.

In March 2010, the Patient Protection and Affordable Care Act was signed into law, along with the Health Care and Education Reconciliation Act of 2010 (collectively, the “Affordable Care Act”). The passage of the Affordable Care Act has resulted in comprehensive reform of legislation that is expected to expand health care coverage to millions of currently uninsured people beginning in 2014 and provide for significant changes to the U.S. health care system over the next ten years. To help fund this expansion, the Affordable Care Act outlines certain reductions in Medicare reimbursements for various health care providers, as well as certain other changes in Medicare payment methodologies. This comprehensive health care legislation provides for extensive future rulemaking by regulatory authorities, and also may be altered or amended.

Due to the complexity of the Affordable Care Act, lack of current implementation regulations and interpretive guidance, and response by CMS and other participants in the health care industry to the choices available under the law, it is difficult for the medical center to predict the full impact of the law on the medical center’s operations. Additionally, pending legislative proposals, which may be adopted, may affect the medical center. The provisions of the legislation and other regulations implementing the provisions of the Affordable Care Act may materially impact the medical center through increased costs, decreased revenues, and additional exposure to potential liability.

VII. OTHER NOTES – DISCRETELY PRESENTED WILLIAMSON COUNTY EMERGENCY COMMUNICATIONS DISTRICT

A. Summary of Significant Accounting Policies

General Information – On May 15, 1984, the Tennessee state legislature approved the Tennessee Emergency Communications District Law (Acts 1984, Ch. 867), which enables a county, upon approval by voters, to create a district to provide local emergency telephone service. Subsequently, on March 11, 1988, the Williamson County Commission approved resolution number 3-88-7, which established a district for its county, the Williamson County Emergency Communications District (the “district”). As provided by the Act, the district operates as a governmental organization through the directives of a seven-member board of directors and provides enhanced 911 emergency telephone service for its service area. The Williamson County Commission at its February 14, 2005, meeting added an eighth representative

seat with the new director to be appointed from within the corporate limits of Franklin. The directors serve without compensation for terms of four years.

Financial Reporting Entity - Component Unit – The district is a component unit of the primary government of Williamson County, Tennessee. The district reports its financial information separately from Williamson County; however, the county in its financial report also presents the district’s financial information.

Legally, the district is a separate governmental entity that has considerable legal, financial, and administrative autonomy. However, as the governing board is not elected but instead is entirely appointed by the Williamson County Mayor and approved by the Williamson County Commission, the district cannot be a primary government. Instead, it qualifies as a component unit according to the directives of Governmental Accounting Standards Board (GASB).

GASB specifies that component units must be legally separate organizations, which have financial accountability to a primary government. Financial accountability exists prima facie if a special-purpose government is not fiscally independent. GASB states that to be fiscally independent, the government has to have the authority to do all of three activities. Two of these are to issue bonded debt without approval by another government and to levy taxes or set rates or charges without approval by another government. By Section 7-86-114, *Tennessee Code Annotated (TCA)*, before issuing negotiable bonds, the district must have approval of the legislative body of a county wherein a district is established. It also must have approval before making purchase contracts, lease agreements, and notes payable of over five years’ duration. In addition, the Williamson County Commission has the ability to adjust the district’s service charges. Because the district is both a legal entity and financially accountable to the primary government of Williamson County as the county commission approves all members of the governing board and by the nature of its fiscal dependence on Williamson County as described above, it is a component unit of Williamson County.

At June 30, 2017, there were no related receivables and one payable in the amount of \$22,848 between Williamson County and the district. The district did not engage in any activities that were subject to the approval of Williamson County.

Basis of Presentation – The financial statements are presented on the full accrual basis of accounting and conform to accounting principles generally accepted in the United States of America.

As a component unit of Williamson County, the accounts of the district are organized on the basis of a proprietary fund type, specifically an enterprise fund. The activities of this fund are accounted for with a separate set of self-balancing accounts that comprise the district’s assets, liabilities, net position,

revenues, and expenses. Enterprise funds account for activities (i) that are financed with debt that is secured by a pledge of the net revenues from fees and charges of the activity; or (ii) that are required by laws or regulations that the activity's costs of providing services, including capital costs (such as depreciation or debt service), be recovered with fees and charges, rather than with taxes or similar revenue; or (iii) that the pricing policies of the activity establish fees and charges designed to recover its costs, including capital costs (such as depreciation or debt service).

The district does not have the authority to levy or collect taxes but is supported instead by the fees collected from telephone subscribers who benefit from the availability of its service. It recovers the cost of providing its services from its customers. Consequently, the district functions in a manner similar to a private business enterprise and utilizes the accrual method of accounting. Income is recognized as it is earned, and expenses are recognized as they are incurred, whether or not cash is received or paid out at that time.

The accounting and financial reporting treatment applied to the district is determined by its measurement focus. The transactions of the district are accounted for on a flow of economic resources measurement focus. With this measurement focus, all assets and all liabilities associated with the operations are included on the Statement of Net Position. Net position (i.e., total assets plus net deferred outflows net of total liabilities and net deferred inflows) is segregated into net investment in capital assets, restricted for capital projects, and unrestricted components. As of June 30, 2017, the district had no debt that related to the aforementioned categories.

When both restricted and unrestricted resources are available for use, it is the district's policy to use restricted resources first and then unrestricted resources as they are needed.

Cash Flow - Cash and Cash Equivalents – The district presents its cash flow statement using the direct method. For purposes of cash flow presentation, the district considers cash in operating bank accounts, cash on hand, and certificates of deposit with an original maturity of 90 days or less to be cash and cash equivalents. At June 30, 2017, there were no certificates of deposit that qualified as cash equivalents.

Budgetary Law and Practice – The treasurer of the district files an annual budget with the mayor of Williamson County in accordance with *TCA*, Title 7, Chapter 86, Part 1. In March of each year, the treasurer presents a preliminary budget to the board of directors, which is then discussed and amended as necessary for approval by the board.

The budget for operations is prepared on the modified-cash receipts and disbursements basis by line-item accounts. Revenues are budgeted in the year receipt is expected, and disbursements are budgeted in the year that the disbursement is expected to occur.

Equipment – Equipment is stated at cost or estimated historical cost if actual cost is not available and depreciated from two to ten years by the straight-line method of depreciation. The district defines capital assets as assets with an initial, individual cost of more than \$10,000 and an estimated useful life in excess of one year. Maintenance and repairs are charged to operations when incurred. Major renewals and betterments are capitalized. When items of property are sold or retired, the related costs and accumulated depreciation are removed from the accounts, and any gain or loss is included as nonoperating revenue or loss.

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

Use of Facilities – The district conducts its operations in the Williamson County government’s office building at no cost to the district. The measurement of the contribution from Williamson County is not considered material for disclosure as in-kind support and as an expense in the accompanying statements of revenue, expenses, and changes in net position.

Operating Revenues and Expenses – The district’s operating revenues and expenses consist of revenues earned and expenses incurred relating to the operation and maintenance of its principal ongoing operations. All other revenues and expenses are reported as nonoperating revenues and expenses and consist of those revenues and expenses that are related to financing and investing type of activities and result from nonexchange transactions or ancillary activities.

B. Cash and Certificates of Deposit Investments

The district is authorized to make investments in bonds, notes, or treasury bills of the United States, Federal Land Bank bonds, Federal Home Loan Bank notes and bonds, Federal National Mortgage Association notes and debentures, banks for cooperative debentures, or any of its other agencies, or obligations guaranteed as to principal and interest by the United States or any of its agencies with a maturity not greater than one year, or in the pooled investment fund established under Tennessee law. During the year ended June 30, 2017, the board of directors chose to limit the investment of funds to certificates of deposits at banks. Cash reserves for operations were held in bank checking and savings accounts.

Cash – At June 30, 2017, the carrying amount of cash deposits and cash on hand was \$1,279,611, and the bank balance was \$1,544,569 as listed below. At June 30, 2017, the entire bank balance was covered by federal depository

insurance, or by collateral held in the Tennessee Bank Collateral Pool. The Tennessee Bank Collateral pool is a multiple financial institution collateral pool to which member financial institutions holding public funds pledge collateral securities. In the event any member financial institution fails, the entire collateral pool becomes available to satisfy the claims of governmental entities. The pool also has the ability to make additional assessments on a pro rata basis to the members of the pool if the value of collateral is inadequate to cover a loss.

Cash Accounts	Interest Rate	June 30, 2017	
		Carrying Amount	Bank Balance
Franklin Synergy Bank Checking	0.78%	\$ 1,229,605	\$ 1,494,563
Franklin Synergy Bank Money Market	0.32	50,006	50,006
Total		<u>\$ 1,279,611</u>	<u>\$ 1,544,569</u>

Certificates of Deposit – At June 30, 2017, the district held the following certificates of deposit:

Bank	Maturity	Interest	Amount
Franklin Synergy Bank	12-09-16	1.25 %	\$ 250,000
Franklin Synergy Bank	12-09-16	1.25	250,000
Franklin Synergy Bank	12-09-16	1.25	250,000
Franklin Synergy Bank	12-14-16	1.25	<u>250,000</u>
Total			<u>\$ 1,000,000</u>

The certificates of deposit are insured by the Federal Deposit Insurance Corporation or the Tennessee Bank Collateral Pool and are shown at their fair value.

C. Capital Assets

Capital assets are summarized as follows:

	Balance			Balance
	7-1-16	Additions	Deductions	6-30-17
Communications Equipment	\$ 10,124	\$ 0	\$ 0	\$ 10,124
Office Furniture and Equipment	0	0	0	0
Subtotal	\$ 10,124	\$ 0	\$ 0	\$ 10,124
Less: Accumulated Depreciation	(5,343)	(3,375)	0	(8,718)
Subtotal	\$ 4,781	\$ (3,375)	\$ 0	\$ 1,406
Capital Assets, Not Depreciated-				
Other Capital Assets	44,800	0	(44,800)	0
Construction in Progress	203,672	0	(203,672)	0
Total	\$ 253,253	\$ (3,375)	\$ (248,472)	\$ 1,406

D. Risk Management

The district is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The district is covered under insurance policies maintained by Williamson County. Settled claims have not exceeded this commercial coverage in any of the past three fiscal years.

E. Accounts Payable

Accounts payable include the following:

Amounts due to:

Primary Government	\$ 22,848
Vendors	<u>238</u>
Total	<u>\$ 23,086</u>

F. Related-party Transactions

Williamson County provides dispatch employees and certain services to the district. The district and the county signed an interlocal contract effective from July 1, 1998, to June 30, 1999, that automatically renews each year unless one party notifies the other in writing within 60 days prior to the commencement of the new fiscal year. The expenses, which are primarily salaries, employee benefits, and services, are billed to the district quarterly and are included in the Statement of Revenues, Expenses, and Changes in Net Position as contracts with government agencies. Amounts paid or payable to Williamson County for the fiscal year ended 2017 totaled \$1,974,124. A contribution in the amount of \$230,760 was remitted back to the district from the county. In addition, the district reimbursed the county for training in the amount of \$39,911 and \$22,848 for maintenance agreement expenses, reimbursement for

communications equipment in the amount of \$944,213 and a transfer of equipment in the amount of \$44,800.

**REQUIRED SUPPLEMENTARY
INFORMATION**

Exhibit F-1

Williamson 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	\$ 5,487,696	\$ 5,559,981	\$ 5,936,041
Interest	11,100,084	11,780,321	12,788,888
Differences Between Actual and Expected Experience	(2,507,952)	1,360,207	3,316,248
Benefit Payments, Including Refunds of Employee Contributions	(4,683,009)	(5,481,560)	(5,776,480)
Net Change in Total Pension Liability	\$ 9,396,819	\$ 13,218,949	\$ 16,264,697
Total Pension Liability, Beginning	144,854,932	154,251,751	167,470,700
Total Pension Liability, Ending (a)	\$ 154,251,751	\$ 167,470,700	\$ 183,735,397
Plan Fiduciary Net Position			
Contributions - Employer	\$ 5,483,272	\$ 4,679,182	\$ 5,081,850
Contributions - Employee	3,303,197	3,394,129	3,688,472
Net Investment Income	23,546,181	5,187,493	4,675,744
Benefit Payments, Including Refunds of Employee Contributions	(4,683,009)	(5,481,560)	(5,776,480)
Administrative Expense	(84,247)	(113,559)	(175,266)
Other	0	0	46,600
Net Change in Plan Fiduciary Net Position	\$ 27,565,394	\$ 7,665,685	\$ 7,540,920
Plan Fiduciary Net Position, Beginning	139,579,121	167,144,515	174,810,200
Plan Fiduciary Net Position, Ending (b)	\$ 167,144,515	\$ 174,810,200	\$ 182,351,120
Net Pension Liability (Asset), Ending (a - b)	\$ (12,892,764)	\$ (7,339,500)	\$ 1,384,277
Plan Fiduciary Net Position as a Percentage of Total Pension Liability	108.36%	104.38%	99.25%
Covered Payroll	\$ 66,063,529	\$ 67,487,335	\$ 73,441,452
Net Pension Liability (Asset) as a Percentage of Covered Payroll	(19.52)%	(10.88)%	1.88%

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

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

Exhibit F-2

Williamson 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	\$ 5,483,272	\$ 4,679,182	\$ 5,081,850	\$ 3,216,622
Less Contributions in Relation to the Actuarially Determined Contribution	(5,483,272)	(4,679,182)	(5,081,850)	(3,216,622)
Contribution Deficiency (Excess)	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
Covered Payroll	\$ 66,063,529	\$ 67,487,335	\$ 73,441,452	\$ 79,034,564
Contributions as a Percentage of Covered Payroll	8.30%	6.93%	6.92%	4.07%

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

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

Exhibit F-3

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

	2015	2016	2017
Contractually Required Contribution	\$ 358,890	\$ 820,704	\$ 1,324,387
Less Contributions in Relation to the Contractually Required Contribution	<u>(358,890)</u>	<u>(820,704)</u>	<u>(1,324,387)</u>
Contribution Deficiency (Excess)	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
Covered Payroll	\$ 8,972,207	\$ 20,517,553	\$ 33,101,751
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

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

	2014	2015	2016	2017
Contractually Required Contribution	\$ 11,316,956	\$ 11,506,530	\$ 11,461,882	\$ 11,291,816
Less Contributions in Relation to the Contractually Required Contribution	(11,316,956)	(11,506,530)	(11,461,882)	(11,291,816)
Contribution Deficiency (Excess)	\$ 0	\$ 0	\$ 0	\$ 0
Covered Payroll	\$ 127,443,200	\$ 127,284,800	\$ 126,790,914	\$ 124,907,041
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

Williamson County, Tennessee
Schedule of Proportionate Share of the Net Pension Liability (Asset)
in the Teacher Retirement Pension Plan of TCRS
Discretely Presented Williamson 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	4.229148%	4.663044%
School Department's Proportionate Share of the Net Pension Liability (Asset)	\$ (173,723)	\$ (485,438)
Covered Payroll	\$ 8,972,207	\$ 20,517,553
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

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

	2015	2016	2017
School Department's Proportion of the Net Pension Liability/Asset	3.246967%	3.400148%	3.512405%
School Department's Proportionate Share of the Net Pension Liability (Asset)	\$ (527,617)	\$ 1,392,817	\$ 21,950,582
Covered Payroll	\$ 127,443,200	\$ 127,284,800	\$ 126,790,914
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

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

(Dollar amounts in thousands)

Plans	Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) Projected Unit Credit (b)	Unfunded AAL (UAAL) (b)-(a)	Funded Ratio (a/b)	Covered Payroll (c)	UAAL as a Percentage of Covered Payroll ((b-a)/c)
<u>PRIMARY GOVERNMENT</u>							
Health and Dental	7-1-12	\$ 0	\$ 46,259	\$ 46,259	0 %	\$ 32,111	144 %
"	7-1-14	0	44,201	44,201	0	33,884	130
"	7-1-16	0	53,982	53,982	0	38,496	140
<u>DISCRETELY PRESENTED WILLIAMSON COUNTY SCHOOL DEPARTMENT</u>							
Health and Dental	7-1-12	0	209,218	209,218	0	145,717	144
"	7-1-14	0	211,572	211,572	0	161,724	131
"	7-1-16	0	241,485	241,485	0	186,544	129
Medicare Supplement	7-1-11	0	1,939	1,939	0	N/A	N/A
"	7-1-13	0	1,687	1,687	0	N/A	N/A
"	7-1-15	0	1,983	1,983	0	N/A	N/A

WILLIAMSON 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 Adjustment	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 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 of Williamson County’s recycling and solid waste collection.

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

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

Exhibit G-1

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

	Special Revenue Funds		Total
	Solid Waste / Sanitation	Drug Control	Nonmajor Governmental Funds
<u>ASSETS</u>			
Cash	\$ 871	\$ 0	\$ 871
Equity in Pooled Cash and Investments	4,869,274	182,410	5,051,684
Accounts Receivable	100,794	0	100,794
Property Taxes Receivable	4,016,842	0	4,016,842
Allowance for Uncollectible Property Taxes	(24,906)	0	(24,906)
Total Assets	\$ 8,962,875	\$ 182,410	\$ 9,145,285
<u>LIABILITIES</u>			
Claims and Judgments Payable	\$ 57,870	\$ 0	\$ 57,870
Total Liabilities	\$ 57,870	\$ 0	\$ 57,870
<u>DEFERRED INFLOWS OF RESOURCES</u>			
Deferred Current Property Taxes	\$ 3,926,650	\$ 0	\$ 3,926,650
Deferred Delinquent Property Taxes	59,986	0	59,986
Other Deferred/Unavailable Revenue	23,333	0	23,333
Total Deferred Inflows of Resources	\$ 4,009,969	\$ 0	\$ 4,009,969
<u>FUND BALANCES</u>			
Restricted:			
Restricted for Public Safety	\$ 0	\$ 182,410	\$ 182,410
Committed:			
Committed for Public Health and Welfare	4,895,036	0	4,895,036
Total Fund Balances	\$ 4,895,036	\$ 182,410	\$ 5,077,446
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	\$ 8,962,875	\$ 182,410	\$ 9,145,285

Exhibit G-2

Williamson 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			Total Nonmajor Governmental Funds
	Solid Waste / Sanitation	Drug Control	Constitu - tional Officers - Fees	
<u>Revenues</u>				
Local Taxes	\$ 4,154,350	\$ 0	\$ 0	\$ 4,154,350
Fines, Forfeitures, and Penalties	0	75,001	0	75,001
Charges for Current Services	1,883,199	0	100	1,883,299
Other Local Revenues	412,680	5,908	0	418,588
State of Tennessee	3,965	0	0	3,965
Other Governments and Citizens Groups	0	21,875	0	21,875
Total Revenues	<u>\$ 6,454,194</u>	<u>\$ 102,784</u>	<u>\$ 100</u>	<u>\$ 6,557,078</u>
<u>Expenditures</u>				
Current:				
Public Safety	\$ 0	\$ 49,544	\$ 100	\$ 49,644
Public Health and Welfare	4,108,147	0	0	4,108,147
Other Operations	684,600	0	0	684,600
Total Expenditures	<u>\$ 4,792,747</u>	<u>\$ 49,544</u>	<u>\$ 100</u>	<u>\$ 4,842,391</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ 1,661,447</u>	<u>\$ 53,240</u>	<u>\$ 0</u>	<u>\$ 1,714,687</u>
<u>Other Financing Sources (Uses)</u>				
Insurance Recovery	\$ 21,520	\$ 0	\$ 0	\$ 21,520
Transfers Out	(365,000)	0	0	(365,000)
Total Other Financing Sources (Uses)	<u>\$ (343,480)</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ (343,480)</u>

(Continued)

Exhibit G-2

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

	<u>Special Revenue Funds</u>			Total Nonmajor Governmental Funds
	Solid Waste / Sanitation	Drug Control	Constitu - tional Officers - Fees	
Net Change in Fund Balances	\$ 1,317,967	\$ 53,240	\$ 0	\$ 1,371,207
Fund Balance, July 1, 2016	3,577,069	129,170	0	3,706,239
Fund Balance, June 30, 2017	<u>\$ 4,895,036</u>	<u>\$ 182,410</u>	<u>\$ 0</u>	<u>\$ 5,077,446</u>

Exhibit G-3

Williamson 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	\$ 4,154,350	\$ 0	\$ 0	\$ 4,154,350	\$ 3,913,850	\$ 3,913,850	\$ 240,500
Charges for Current Services	1,883,199	0	0	1,883,199	945,000	971,399	911,800
Other Local Revenues	412,680	0	0	412,680	217,300	217,456	195,224
State of Tennessee	3,965	0	0	3,965	0	0	3,965
Total Revenues	\$ 6,454,194	\$ 0	\$ 0	\$ 6,454,194	\$ 5,076,150	\$ 5,102,705	\$ 1,351,489
<u>Expenditures</u>							
<u>Public Health and Welfare</u>							
Sanitation Management	\$ 4,108,147	\$ (170,857)	\$ 192,481	\$ 4,129,771	\$ 4,794,468	\$ 4,831,978	\$ 702,207
<u>Other Operations</u>							
Other Charges	263,540	0	0	263,540	480,000	482,400	218,860
Employee Benefits	421,060	0	0	421,060	466,450	466,450	45,390
Total Expenditures	\$ 4,792,747	\$ (170,857)	\$ 192,481	\$ 4,814,371	\$ 5,740,918	\$ 5,780,828	\$ 966,457
Excess (Deficiency) of Revenues Over Expenditures	\$ 1,661,447	\$ 170,857	\$ (192,481)	\$ 1,639,823	\$ (664,768)	\$ (678,123)	\$ 2,317,946
<u>Other Financing Sources (Uses)</u>							
Insurance Recovery	\$ 21,520	\$ 0	\$ 0	\$ 21,520	\$ 0	\$ 0	\$ 21,520
Transfers Out	(365,000)	0	0	(365,000)	0	(365,000)	0
Total Other Financing Sources	\$ (343,480)	\$ 0	\$ 0	\$ (343,480)	\$ 0	\$ (365,000)	\$ 21,520
Net Change in Fund Balance	\$ 1,317,967	\$ 170,857	\$ (192,481)	\$ 1,296,343	\$ (664,768)	\$ (1,043,123)	\$ 2,339,466
Fund Balance, July 1, 2016	3,577,069	(170,857)	0	3,406,212	3,406,212	3,406,212	0
Fund Balance, June 30, 2017	\$ 4,895,036	\$ 0	\$ (192,481)	\$ 4,702,555	\$ 2,741,444	\$ 2,363,089	\$ 2,339,466

Exhibit G-4

Williamson County, Tennessee
Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Actual (Budgetary Basis) and Budget
Drug Control Fund
For the Year Ended June 30, 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>							
Fines, Forfeitures, and Penalties	\$ 75,001	\$ 0	\$ 0	\$ 75,001	\$ 36,000	\$ 36,000	\$ 39,001
Other Local Revenues	5,908	0	0	5,908	0	0	5,908
Other Governments and Citizens Groups	21,875	0	0	21,875	0	0	21,875
Total Revenues	\$ 102,784	\$ 0	\$ 0	\$ 102,784	\$ 36,000	\$ 36,000	\$ 66,784
<u>Expenditures</u>							
<u>Public Safety</u>							
Drug Enforcement	\$ 49,544	\$ (1,096)	\$ 4,950	\$ 53,398	\$ 75,000	\$ 75,000	\$ 21,602
Total Expenditures	\$ 49,544	\$ (1,096)	\$ 4,950	\$ 53,398	\$ 75,000	\$ 75,000	\$ 21,602
Excess (Deficiency) of Revenues Over Expenditures	\$ 53,240	\$ 1,096	\$ (4,950)	\$ 49,386	\$ (39,000)	\$ (39,000)	\$ 88,386
Net Change in Fund Balance	\$ 53,240	\$ 1,096	\$ (4,950)	\$ 49,386	\$ (39,000)	\$ (39,000)	\$ 88,386
Fund Balance, July 1, 2016	129,170	(1,096)	0	128,074	120,762	120,762	7,312
Fund Balance, June 30, 2017	\$ 182,410	\$ 0	\$ (4,950)	\$ 177,460	\$ 81,762	\$ 81,762	\$ 95,698

Major Governmental Funds

Debt Service Funds

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

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

Rural Debt Service Fund – The Rural Debt Service Fund is used to account for the accumulation of resources for, and the payment of, debt principal, interest, and related costs specifically issued for schools outside the territorial boundaries of the Franklin Special School District.

Exhibit H-1

Williamson 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	\$ 31,100,633	\$ 29,207,134	\$ 29,207,134	\$ 1,893,499
Other Local Revenues	686,761	445,000	447,123	239,638
State of Tennessee	356,607	360,000	360,000	(3,393)
Federal Government	611,618	656,594	656,594	(44,976)
Other Governments and Citizens Groups	164,852	464,852	164,852	0
Total Revenues	\$ 32,920,471	\$ 31,133,580	\$ 30,835,703	\$ 2,084,768
<u>Expenditures</u>				
<u>Principal on Debt</u>				
General Government	\$ 13,142,400	\$ 15,797,400	\$ 13,142,400	\$ 0
Highways and Streets	192,600	192,600	192,600	0
Education	11,870,000	11,870,000	11,870,000	0
<u>Interest on Debt</u>				
General Government	5,408,818	6,930,000	5,408,818	0
Highways and Streets	15,912	15,950	15,950	38
Education	7,193,058	7,160,000	7,193,058	0
<u>Other Debt Service</u>				
General Government	10,350,766	610,000	10,366,197	15,431
Education	128,750	0	128,750	0
Total Expenditures	\$ 48,302,304	\$ 42,575,950	\$ 48,317,773	\$ 15,469
Excess (Deficiency) of Revenues Over Expenditures	\$ (15,381,833)	\$ (11,442,370)	\$ (17,482,070)	\$ 2,100,237
<u>Other Financing Sources (Uses)</u>				
Refunding Debt Issued	\$ 9,180,000	\$ 0	\$ 9,180,000	\$ 0
Premiums on Debt Sold	465,124	0	465,124	0
Transfers In	5,000,000	5,000,000	5,000,000	0
Total Other Financing Sources	\$ 14,645,124	\$ 5,000,000	\$ 14,645,124	\$ 0
Net Change in Fund Balance	\$ (736,709)	\$ (6,442,370)	\$ (2,836,946)	\$ 2,100,237
Fund Balance, July 1, 2016	16,069,271	12,428,271	12,428,271	3,641,000
Fund Balance, June 30, 2017	\$ 15,332,562	\$ 5,985,901	\$ 9,591,325	\$ 5,741,237

Exhibit H-2

Williamson County, Tennessee
Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Actual and Budget
Rural 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	\$ 19,317,331	\$ 17,834,718	\$ 17,864,795	\$ 1,452,536
Other Local Revenues	80,417	50,000	50,001	30,416
Federal Government	871,680	935,781	935,781	(64,101)
Total Revenues	\$ 20,269,428	\$ 18,820,499	\$ 18,850,577	\$ 1,418,851
<u>Expenditures</u>				
<u>Principal on Debt</u>				
Education	\$ 14,910,000	\$ 14,910,000	\$ 14,910,000	\$ 0
<u>Interest on Debt</u>				
Education	10,307,071	9,825,000	10,307,071	0
<u>Other Debt Service</u>				
Education	377,760	335,000	385,000	7,240
Total Expenditures	\$ 25,594,831	\$ 25,070,000	\$ 25,602,071	\$ 7,240
Excess (Deficiency) of Revenues Over Expenditures	\$ (5,325,403)	\$ (6,249,501)	\$ (6,751,494)	\$ 1,426,091
<u>Other Financing Sources (Uses)</u>				
Transfers In	\$ 5,000,000	\$ 5,000,000	\$ 5,000,000	\$ 0
Total Other Financing Sources	\$ 5,000,000	\$ 5,000,000	\$ 5,000,000	\$ 0
Net Change in Fund Balance	\$ (325,403)	\$ (1,249,501)	\$ (1,751,494)	\$ 1,426,091
Fund Balance, July 1, 2016	7,688,869	7,660,890	7,660,890	27,979
Fund Balance, June 30, 2017	\$ 7,363,466	\$ 6,411,389	\$ 5,909,396	\$ 1,454,070

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.

Cities - Property Tax Fund – The Cities - Property Tax Fund is used to account for the property taxes of the City of Nolensville, City of Brentwood, City of Franklin, and the Town of Thompson’s Station. These collections are remitted to each city and town monthly.

Cities Adequate Facilities Tax Fund – The Cities Adequate Facilities Tax Fund is used to account for various cities’ share of adequate facilities tax collected by the county. These collections are remitted to the cities on a monthly basis.

Special School District Fund – The Special School District Fund is used to account for the Franklin Special School District’s share of education revenues collected by the county that must be apportioned between the county and special school district on an average daily attendance basis and property taxes assessed on parcels that lie within the Franklin Special School District. These collections are remitted to the special school district on a monthly basis.

Judicial District Drug Fund – The Judicial District Drug Fund is used to account for state grants and other restricted revenues that 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 in trust for the benefit of the Office of District Attorney General.

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

Other Agency Fund – The Other Agency Fund is used to account for a special litigation tax levied by Chapter 9, Private Acts of 1957, as amended. Proceeds of the tax must be expended for the benefit of the county’s law library under the control of the Williamson County Governmental Library Commission.

Exhibit I-1

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

	Agency Funds							Total
	Cities - Sales Tax	Cities - Property Tax	Special School District	Judicial District Drug	District Attorney General	Constitu- tional Officers - Agency	Other Agency	
<u>ASSETS</u>								
Cash	\$ 0	\$ 0	\$ 0	\$ 6,729	\$ 0	\$ 11,257,039	\$ 0	\$ 11,263,768
Equity in Pooled Cash and Investments	0	95,347	540,246	1,408,526	169,309	0	15,938	2,229,366
Accounts Receivable	0	0	0	0	0	135,121	0	135,121
Due from Other Governments	8,917,648	0	768,525	0	0	0	0	9,686,173
Taxes Receivable	0	0	12,053,881	0	0	0	0	12,053,881
Allowance for Uncollectible Taxes	0	0	(83,364)	0	0	0	0	(83,364)
Total Assets	<u>\$ 8,917,648</u>	<u>\$ 95,347</u>	<u>\$ 13,279,288</u>	<u>\$ 1,415,255</u>	<u>\$ 169,309</u>	<u>\$ 11,392,160</u>	<u>\$ 15,938</u>	<u>\$ 35,284,945</u>
<u>LIABILITIES</u>								
Due to Other Taxing Units	\$ 8,917,648	\$ 95,347	\$ 13,279,288	\$ 0	\$ 0	\$ 0	\$ 0	\$ 22,292,283
Due to Other Funds	0	0	0	15,579	0	233,504	0	249,083
Due to Joint Venture	0	0	0	1,036,026	0	0	0	1,036,026
Due to Litigants, Heirs, and Others	0	0	0	363,650	169,309	11,158,656	0	11,707,553
Total Liabilities	<u>\$ 8,917,648</u>	<u>\$ 95,347</u>	<u>\$ 13,279,288</u>	<u>\$ 1,415,255</u>	<u>\$ 169,309</u>	<u>\$ 11,392,160</u>	<u>\$ 15,938</u>	<u>\$ 35,284,945</u>

Exhibit I-2

Williamson 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	\$ 54,171,328	\$ 54,171,328	\$ 0
Due from Other Governments	8,908,282	8,917,648	8,908,282	8,917,648
Total Assets	\$ 8,908,282	\$ 63,088,976	\$ 63,079,610	\$ 8,917,648
<u>Liabilities</u>				
Due to Other Taxing Units	\$ 8,908,282	\$ 63,088,976	\$ 63,079,610	\$ 8,917,648
Total Liabilities	\$ 8,908,282	\$ 63,088,976	\$ 63,079,610	\$ 8,917,648
<u>Cities - Property Tax Fund</u>				
<u>Assets</u>				
Equity in Pooled Cash and Investments	\$ 65,098	\$ 32,275,218	\$ 32,244,969	\$ 95,347
Total Assets	\$ 65,098	\$ 32,275,218	\$ 32,244,969	\$ 95,347
<u>Liabilities</u>				
Due to Other Taxing Units	\$ 65,098	\$ 32,275,218	\$ 32,244,969	\$ 95,347
Total Liabilities	\$ 65,098	\$ 32,275,218	\$ 32,244,969	\$ 95,347
<u>Cities Adequate Facilities Tax Fund</u>				
<u>Assets</u>				
Equity in Pooled Cash and Investments	\$ 0	\$ 2,553,910	\$ 2,553,910	\$ 0
Total Assets	\$ 0	\$ 2,553,910	\$ 2,553,910	\$ 0
<u>Liabilities</u>				
Due to Other Taxing Units	\$ 0	\$ 2,553,910	\$ 2,553,910	\$ 0
Total Liabilities	\$ 0	\$ 2,553,910	\$ 2,553,910	\$ 0
<u>Special School District Fund</u>				
<u>Assets</u>				
Equity in Pooled Cash and Investments	\$ 446,822	\$ 38,829,685	\$ 38,736,261	\$ 540,246
Due from Other Governments	767,898	768,525	767,898	768,525
Taxes Receivable	12,024,982	12,053,881	12,024,982	12,053,881
Allowance for Uncollectible Taxes	(43,631)	(83,364)	(43,631)	(83,364)
Total Assets	\$ 13,196,071	\$ 51,568,727	\$ 51,485,510	\$ 13,279,288
<u>Liabilities</u>				
Due to Other Taxing Units	\$ 13,196,071	\$ 51,568,727	\$ 51,485,510	\$ 13,279,288
Total Liabilities	\$ 13,196,071	\$ 51,568,727	\$ 51,485,510	\$ 13,279,288

(Continued)

Exhibit I-2

Williamson 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>				
Cash	\$ 5,192	\$ 6,729	\$ 5,192	\$ 6,729
Equity in Pooled Cash and Investments	1,430,356	868,257	890,087	1,408,526
Total Assets	\$ 1,435,548	\$ 874,986	\$ 895,279	\$ 1,415,255
<u>Liabilities</u>				
Due to Joint Venture	\$ 1,141,256	\$ 188,777	\$ 294,007	\$ 1,036,026
Due to Other Funds	0	15,579	0	15,579
Due to Litigants, Heirs, and Others	294,292	670,630	601,272	363,650
Total Liabilities	\$ 1,435,548	\$ 874,986	\$ 895,279	\$ 1,415,255
<u>District Attorney General Fund</u>				
<u>Assets</u>				
Equity in Pooled Cash and Investments	\$ 198,197	37,352	\$ 66,240	\$ 169,309
Total Assets	\$ 198,197	\$ 37,352	\$ 66,240	\$ 169,309
<u>Liabilities</u>				
Due to Litigants, Heirs, and Others	\$ 198,197	\$ 37,352	\$ 66,240	\$ 169,309
Total Liabilities	\$ 198,197	\$ 37,352	\$ 66,240	\$ 169,309
<u>Constitutional Officers - Agency Fund</u>				
<u>Assets</u>				
Cash	\$ 8,679,540	\$ 79,586,673	\$ 77,009,174	\$ 11,257,039
Accounts Receivable	202,933	135,121	202,933	135,121
Cash Shortage	1,110	0	1,110	0
Total Assets	\$ 8,883,583	\$ 79,721,794	\$ 77,213,217	\$ 11,392,160
<u>Liabilities</u>				
Due to Other Funds	\$ 153,181	\$ 233,504	\$ 153,181	\$ 233,504
Due to Litigants, Heirs, and Others	8,730,402	79,488,290	77,060,036	11,158,656
Total Liabilities	\$ 8,883,583	\$ 79,721,794	\$ 77,213,217	\$ 11,392,160

(Continued)

Exhibit I-2

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

	Beginning Balance	Additions	Deductions	Ending Balance
<u>Other Agency Fund</u>				
<u>Assets</u>				
Equity in Pooled Cash and Investments	\$ 21,019	\$ 23,254	\$ 28,335	\$ 15,938
Total Assets	\$ 21,019	\$ 23,254	\$ 28,335	\$ 15,938
<u>Liabilities</u>				
Due to Litigants, Heirs, and Others	\$ 21,019	\$ 23,254	\$ 28,335	\$ 15,938
Total Liabilities	\$ 21,019	\$ 23,254	\$ 28,335	\$ 15,938
<u>Totals - All Agency Funds</u>				
<u>Assets</u>				
Cash	\$ 8,684,732	\$ 79,593,402	\$ 77,014,366	\$ 11,263,768
Equity in Pooled Cash and Investments	2,161,492	128,759,004	128,691,130	2,229,366
Accounts Receivable	202,933	135,121	202,933	135,121
Cash Shortage	1,110	0	1,110	0
Due from Other Governments	9,676,180	9,686,173	9,676,180	9,686,173
Taxes Receivable	12,024,982	12,053,881	12,024,982	12,053,881
Allowance for Uncollectible Taxes	(43,631)	(83,364)	(43,631)	(83,364)
Total Assets	\$ 32,707,798	\$ 230,144,217	\$ 227,567,070	\$ 35,284,945
<u>Liabilities</u>				
Due to Other Taxing Units	\$ 22,169,451	\$ 149,486,831	\$ 149,363,999	\$ 22,292,283
Due to Other Funds	153,181	249,083	153,181	249,083
Due to Joint Venture	1,141,256	188,777	294,007	1,036,026
Due to Litigants, Heirs, and Others	9,243,910	80,219,526	77,755,883	11,707,553
Total Liabilities	\$ 32,707,798	\$ 230,144,217	\$ 227,567,070	\$ 35,284,945

Williamson County School Department

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

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

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

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

Extended School Program Fund – The Extended School Program Fund is used to account for transactions related to the after-school programs in the individual schools.

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

Exhibit J-1

Williamson County, Tennessee
Statement of Activities
Discretely Presented Williamson 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	\$ 211,994,026	\$ 399,092	\$ 8,056,769	\$ 0	\$ (203,538,165)
Support Services	131,755,260	537,419	0	69,492,939	(61,724,902)
Operation of Non-instructional Services	19,799,241	15,847,925	3,317,983	0	(633,333)
Total Governmental Activities	\$ 363,548,527	\$ 16,784,436	\$ 11,374,752	\$ 69,492,939	\$ (265,896,400)
General Revenues:					
Taxes:					
Property Taxes Levied for General Purposes					\$ 131,077,275
Local Option Sales Tax					51,566,035
Other Local Taxes					15,278
Grants and Contributions Not Restricted to Specific Programs					131,761,953
Unrestricted Investment Income					737,716
Miscellaneous					418,817
Total General Revenues					\$ 315,577,074
Change in Net Position					\$ 49,680,674
Net Position, July 1, 2016					361,887,539
Net Position, June 30, 2017					\$ 411,568,213

Exhibit J-2

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

	<u>Major Funds</u>		<u>Nonmajor</u>	<u>Total</u>
	<u>General</u>	<u>Education</u>	<u>Funds</u>	
	<u>Purpose</u>	<u>Capital</u>	<u>Other</u>	
	<u>School</u>	<u>Projects</u>	<u>Governmental</u>	<u>Governmental</u>
			<u>Funds</u>	<u>Funds</u>
<u>ASSETS</u>				
Cash	\$ 300	\$ 0	\$ 528,081	\$ 528,381
Equity in Pooled Cash and Investments	42,962,731	54,203,660	2,182,607	99,348,998
Accounts Receivable	7,535	0	33,856	41,391
Due from Other Governments	14,441,539	0	29,838	14,471,377
Property Taxes Receivable	136,320,876	0	0	136,320,876
Allowance for Uncollectible Property Taxes	(604,365)	0	0	(604,365)
Restricted Assets	0	0	408,742	408,742
Total Assets	<u>\$ 193,128,616</u>	<u>\$ 54,203,660</u>	<u>\$ 3,183,124</u>	<u>\$ 250,515,400</u>
<u>LIABILITIES</u>				
Accounts Payable	\$ 42,763	\$ 0	\$ 2,039	\$ 44,802
Accrued Payroll	17,548,174	0	160,525	17,708,699
Payroll Deductions Payable	4,891,266	0	23,850	4,915,116
Contracts Payable	0	4,925,991	0	4,925,991
Retainage Payable	0	199,175	0	199,175
Claims and Judgments Payable	733,376	0	0	733,376
Current Liabilities Payable From Restricted Assets	0	0	408,742	408,742
Total Liabilities	<u>\$ 23,215,579</u>	<u>\$ 5,125,166</u>	<u>\$ 595,156</u>	<u>\$ 28,935,901</u>
<u>DEFERRED INFLOWS OF RESOURCES</u>				
Deferred Current Property Taxes	\$ 134,516,657	\$ 0	\$ 0	\$ 134,516,657
Deferred Delinquent Property Taxes	1,049,854	0	0	1,049,854
Other Deferred/Unavailable Revenue	4,240,000	0	11,995	4,251,995
Total Deferred Inflows of Resources	<u>\$ 139,806,511</u>	<u>\$ 0</u>	<u>\$ 11,995</u>	<u>\$ 139,818,506</u>

(Continued)

Exhibit J-2

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

	<u>Major Funds</u>		<u>Nonmajor</u>	<u>Total</u>
	<u>General</u>	<u>Education</u>	<u>Funds</u>	
			<u>Other</u>	
<u>Purpose</u>	<u>Capital</u>	<u>Governmental</u>	<u>Governmental</u>	
	<u>School</u>	<u>Projects</u>	<u>Funds</u>	<u>Funds</u>
<u>FUND BALANCES</u>				
Restricted:				
Restricted for Education	\$ 53,819	\$ 0	\$ 1,014	\$ 54,833
Committed:				
Committed for Education	0	0	175,000	175,000
Committed for Capital Outlay	0	49,078,494	0	49,078,494
Assigned:				
Assigned for Education	18,811,798	0	2,399,959	21,211,757
Unassigned	11,240,909	0	0	11,240,909
Total Fund Balances	<u>\$ 30,106,526</u>	<u>\$ 49,078,494</u>	<u>\$ 2,575,973</u>	<u>\$ 81,760,993</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 193,128,616</u>	<u>\$ 54,203,660</u>	<u>\$ 3,183,124</u>	<u>\$ 250,515,400</u>

Exhibit J-3

Williamson County, Tennessee
Reconciliation of the Balance Sheet of Governmental Funds to the Statement of Net Position
Discretely Presented Williamson 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)		\$ 81,760,993
(1) Capital assets used in governmental activities are not financial resources and therefore are not reported in the governmental funds.		
Add: land	\$ 47,914,913	
Add: construction in progress	23,884,796	
Add: buildings and improvements net of accumulated depreciation	382,167,841	
Add: other capital assets net of accumulated depreciation	<u>20,910,718</u>	474,878,268
(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	\$ (1,510,050)	
Less: other postemployment benefits liability - state Medicare plan	(1,983,000)	
Less: other postemployment benefits liability - self-insurance plan	(144,969,867)	
Less: net pension liability - agent pension plan	(637,183)	
Less: net pension liability - teacher legacy pension plan	<u>(21,950,582)</u>	(171,050,682)
(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	\$ 47,412,575	
Less: deferred inflows of resources related to pensions	<u>(27,220,228)</u>	20,192,347
(4) Net pension assets of the teacher retirement pension plan are not current financial resources and therefore are not reported in the governmental funds.		485,438
(5) Other long-term assets are not available to pay for current-period expenditures and therefore are deferred in the governmental funds.		<u>5,301,849</u>
Net position of governmental activities (Exhibit A)		<u>\$ 411,568,213</u>

Exhibit J-4

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

	Major Funds		Nonmajor Funds	Total Governmental Funds
	General Purpose School	Education Capital Projects	Other Govern- mental Funds	
<u>Revenues</u>				
Local Taxes	\$ 184,027,171	\$ 0	\$ 0	\$ 184,027,171
Licenses and Permits	9,462	0	0	9,462
Charges for Current Services	1,421,161	0	14,991,482	16,412,643
Other Local Revenues	1,082,829	237,537	43,053	1,363,419
State of Tennessee	130,071,679	0	95,445	130,167,124
Federal Government	1,393,370	0	10,286,921	11,680,291
Other Governments and Citizens Groups	0	66,701,912	0	66,701,912
Total Revenues	<u>\$ 318,005,672</u>	<u>\$ 66,939,449</u>	<u>\$ 25,416,901</u>	<u>\$ 410,362,022</u>
<u>Expenditures</u>				
Current:				
Instruction	\$ 205,127,059	\$ 0	\$ 5,273,940	\$ 210,400,999
Support Services	108,539,031	0	1,652,216	110,191,247
Operation of Non-Instructional Services	1,621,727	0	18,265,202	19,886,929
Capital Projects	0	51,930,707	0	51,930,707
Total Expenditures	<u>\$ 315,287,817</u>	<u>\$ 51,930,707</u>	<u>\$ 25,191,358</u>	<u>\$ 392,409,882</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ 2,717,855</u>	<u>\$ 15,008,742</u>	<u>\$ 225,543</u>	<u>\$ 17,952,140</u>
<u>Other Financing Sources (Uses)</u>				
Insurance Recovery	\$ 185,333	\$ 0	\$ 0	\$ 185,333
Transfers In	748,973	0	0	748,973
Transfers Out	0	0	(748,973)	(748,973)
Total Other Financing Sources (Uses)	<u>\$ 934,306</u>	<u>\$ 0</u>	<u>\$ (748,973)</u>	<u>\$ 185,333</u>

(Continued)

Exhibit J-4

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

	Major Funds		Nonmajor Funds	Total Governmental Funds
	General Purpose School	Education Capital Projects	Other Govern- mental Funds	
Net Change in Fund Balances	\$ 3,652,161	\$ 15,008,742	\$ (523,430)	\$ 18,137,473
Fund Balance, July 1, 2016	26,454,365	34,069,752	3,099,403	63,623,520
Fund Balance, June 30, 2017	\$ 30,106,526	\$ 49,078,494	\$ 2,575,973	\$ 81,760,993

Exhibit J-5

Williamson County, Tennessee
Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances
of Governmental Funds to the Statement of Activities
Discretely Presented Williamson 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)		\$ 18,137,473
(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	\$ 41,421,086	
Less: current-year depreciation expense	<u>(14,605,629)</u>	26,815,457
(2) The net effect of various miscellaneous transactions involving capital assets (sales, trade-ins, and donations) is to increase net position.		
Add: assets donated and capitalized	\$ 2,791,027	
Less: book value of capital assets disposed	<u>(58,932)</u>	2,732,095
(3) Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.		
Less: deferred delinquent property taxes and other deferred June 30, 2016	\$ (5,411,030)	
Add: deferred delinquent property taxes and other deferred June 30, 2017	<u>5,301,849</u>	(109,181)
(4) Some expenses reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in the governmental funds.		
Change in net pension asset - teacher retirement pension plan	\$ 311,715	
Change in net pension liability - agent pension plan	(3,975,188)	
Change in net pension liability - teacher legacy pension plan	(20,557,765)	
Change in deferred outflows related to pensions	29,889,544	
Change in deferred inflows related to pensions	3,441,327	
Change in other postemployment benefit obligation	(6,856,621)	
Change in compensated absences	<u>(148,182)</u>	2,104,830
Change in net position of governmental activities (Exhibit B)		<u>\$ 49,680,674</u>

Exhibit J-6

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

	<u>Special Revenue Funds</u>			Total Nonmajor Governmental Funds
	School Federal Projects	Central Cafeteria	Extended School Program	
<u>ASSETS</u>				
Cash	\$ 0	\$ 9,442	\$ 518,639	\$ 528,081
Equity in Pooled Cash and Investments	332,387	890,077	960,143	2,182,607
Accounts Receivable	0	9,824	24,032	33,856
Due from Other Governments	29,838	0	0	29,838
Restricted Assets	0	408,742	0	408,742
Total Assets	<u>\$ 362,225</u>	<u>\$ 1,318,085</u>	<u>\$ 1,502,814</u>	<u>\$ 3,183,124</u>
<u>LIABILITIES</u>				
Accounts Payable	\$ 1,836	\$ 0	\$ 203	\$ 2,039
Accrued Payroll	160,525	0	0	160,525
Payroll Deductions Payable	23,850	0	0	23,850
Current Liabilities Payable From Restricted Assets	0	408,742	0	408,742
Total Liabilities	<u>\$ 186,211</u>	<u>\$ 408,742</u>	<u>\$ 203</u>	<u>\$ 595,156</u>
<u>DEFERRED INFLOWS OF RESOURCES</u>				
Other Deferred/Unavailable Revenue	\$ 0	\$ 0	\$ 11,995	\$ 11,995
Total Deferred Inflows of Resources	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 11,995</u>	<u>\$ 11,995</u>
<u>FUND BALANCES</u>				
Restricted:				
Restricted for Education	\$ 1,014	\$ 0	\$ 0	\$ 1,014

(Continued)

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

FUND BALANCES (Cont.)

Committed:

Committed for Education

Assigned:

Assigned for Education

Total Fund Balances

Total Liabilities, Deferred Inflows of Resources, and Fund Balances

<u>Special Revenue Funds</u>			Total
School Federal Projects	Central Cafeteria	Extended School Program	Nonmajor Governmental Funds
\$ 175,000	\$ 0	\$ 0	\$ 175,000
0	909,343	1,490,616	2,399,959
<u>\$ 176,014</u>	<u>\$ 909,343</u>	<u>\$ 1,490,616</u>	<u>\$ 2,575,973</u>
<u>\$ 362,225</u>	<u>\$ 1,318,085</u>	<u>\$ 1,502,814</u>	<u>\$ 3,183,124</u>

Exhibit J-7

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

	<u>Special Revenue Funds</u>			Total Nonmajor Governmental Funds
	School Federal Projects	Central Cafeteria	Extended School Program	
<u>Revenues</u>				
Charges for Current Services	\$ 0	\$ 9,739,638	\$ 5,251,844	\$ 14,991,482
Other Local Revenues	0	37,680	5,373	43,053
State of Tennessee	0	95,445	0	95,445
Federal Government	7,064,383	3,222,538	0	10,286,921
Total Revenues	<u>\$ 7,064,383</u>	<u>\$ 13,095,301</u>	<u>\$ 5,257,217</u>	<u>\$ 25,416,901</u>
<u>Expenditures</u>				
Current:				
Instruction	\$ 5,273,940	\$ 0	\$ 0	\$ 5,273,940
Support Services	1,652,216	0	0	1,652,216
Operation of Non-Instructional Services	0	12,922,027	5,343,175	18,265,202
Total Expenditures	<u>\$ 6,926,156</u>	<u>\$ 12,922,027</u>	<u>\$ 5,343,175</u>	<u>\$ 25,191,358</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ 138,227</u>	<u>\$ 173,274</u>	<u>\$ (85,958)</u>	<u>\$ 225,543</u>
<u>Other Financing Sources (Uses)</u>				
Transfers Out	\$ (137,307)	\$ (499,901)	\$ (111,765)	\$ (748,973)
Total Other Financing Sources (Uses)	<u>\$ (137,307)</u>	<u>\$ (499,901)</u>	<u>\$ (111,765)</u>	<u>\$ (748,973)</u>
Net Change in Fund Balances	\$ 920	\$ (326,627)	\$ (197,723)	\$ (523,430)
Fund Balance, July 1, 2016	<u>175,094</u>	<u>1,235,970</u>	<u>1,688,339</u>	<u>3,099,403</u>
Fund Balance, June 30, 2017	<u>\$ 176,014</u>	<u>\$ 909,343</u>	<u>\$ 1,490,616</u>	<u>\$ 2,575,973</u>

Exhibit J-8

Williamson County, Tennessee
Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Actual (Budgetary Basis) and Budget
Discretely Presented Williamson 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	
<u>Revenues</u>							
Local Taxes	\$ 184,027,171	\$ 0	\$ 0	\$ 184,027,171	\$ 175,709,098	\$ 176,960,498	\$ 7,066,673
Licenses and Permits	9,462	0	0	9,462	9,000	9,000	462
Charges for Current Services	1,421,161	0	0	1,421,161	1,010,202	1,473,702	(52,541)
Other Local Revenues	1,082,829	0	0	1,082,829	609,800	640,550	442,279
State of Tennessee	130,071,679	0	0	130,071,679	130,897,520	131,000,501	(928,822)
Federal Government	1,393,370	0	0	1,393,370	1,172,000	1,172,000	221,370
Total Revenues	\$ 318,005,672	\$ 0	\$ 0	\$ 318,005,672	\$ 309,407,620	\$ 311,256,251	\$ 6,749,421
<u>Expenditures</u>							
<u>Instruction</u>							
Regular Instruction Program	\$ 153,690,430	\$ (1,339,326)	\$ 254,228	\$ 152,605,332	\$ 156,330,857	\$ 155,978,853	\$ 3,373,521
Alternative Instruction Program	513,922	0	0	513,922	515,737	515,737	1,815
Special Education Program	42,684,412	(81,634)	26,963	42,629,741	44,388,054	44,852,594	2,222,853
Career and Technical Education Program	6,207,874	(38,620)	24,026	6,193,280	6,633,477	6,633,477	440,197
Student Body Education Program	2,030,421	(94,760)	18,476	1,954,137	2,090,000	2,090,000	135,863
<u>Support Services</u>							
Attendance	343,415	0	0	343,415	372,077	372,077	28,662
Health Services	4,590,650	(13,233)	11,036	4,588,453	4,696,175	4,711,875	123,422
Other Student Support	9,460,654	(171,522)	150,375	9,439,507	9,631,122	9,691,122	251,615
Regular Instruction Program	8,396,205	(5,601)	8,766	8,399,370	9,324,648	8,666,286	266,916
Special Education Program	5,138,984	(32,107)	16,868	5,123,745	5,338,720	5,338,220	214,475
Career and Technical Education Program	297,113	(306)	630	297,437	292,984	350,484	53,047
Technology	10,018,995	0	145,418	10,164,413	9,666,444	10,599,961	435,548
Other Programs	11,050	0	0	11,050	0	11,050	0
Board of Education	5,964,612	(56,140)	68,606	5,977,078	5,247,906	6,072,906	95,828
Director of Schools	1,335,186	(22,044)	18,709	1,331,851	1,294,661	1,486,312	154,461
Office of the Principal	20,114,355	0	0	20,114,355	20,728,566	20,728,566	614,211
Fiscal Services	1,452,947	(36,375)	36,119	1,452,691	1,596,981	1,596,981	144,290
Human Services/Personnel	1,012,849	(803)	387	1,012,433	1,128,392	1,128,392	115,959

(Continued)

Exhibit J-8

Williamson County, Tennessee
Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Actual (Budgetary Basis) and Budget
Discretely Presented Williamson 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>							
Operation of Plant	\$ 16,311,777	\$ (123,515)	\$ 216,648	\$ 16,404,910	\$ 17,347,090	\$ 17,347,090	\$ 942,180
Maintenance of Plant	7,411,763	(958,927)	1,246,106	7,698,942	8,358,835	8,375,766	676,824
Transportation	16,627,974	(1,578,908)	1,826,375	16,875,441	15,906,593	17,860,797	985,356
Central and Other	50,502	(50,502)	0	0	0	0	0
<u>Operation of Non-Instructional Services</u>							
Community Services	792,521	(17,362)	14,258	789,417	786,587	861,587	72,170
Early Childhood Education	829,206	(13,116)	0	816,090	862,008	862,008	45,918
Total Expenditures	\$ 315,287,817	\$ (4,634,801)	\$ 4,083,994	\$ 314,737,010	\$ 322,537,914	\$ 326,132,141	\$ 11,395,131
Excess (Deficiency) of Revenues Over Expenditures	\$ 2,717,855	\$ 4,634,801	\$ (4,083,994)	\$ 3,268,662	\$ (13,130,294)	\$ (14,875,890)	\$ 18,144,552
<u>Other Financing Sources (Uses)</u>							
Insurance Recovery	\$ 185,333	\$ 0	\$ 0	\$ 185,333	\$ 0	\$ 0	\$ 185,333
Transfers In	748,973	0	0	748,973	650,000	650,000	98,973
Total Other Financing Sources	\$ 934,306	\$ 0	\$ 0	\$ 934,306	\$ 650,000	\$ 650,000	\$ 284,306
Net Change in Fund Balance	\$ 3,652,161	\$ 4,634,801	\$ (4,083,994)	\$ 4,202,968	\$ (12,480,294)	\$ (14,225,890)	\$ 18,428,858
Fund Balance, July 1, 2016	26,454,365	(4,634,801)	0	21,819,564	21,857,356	21,857,356	(37,792)
Fund Balance, June 30, 2017	\$ 30,106,526	\$ 0	\$ (4,083,994)	\$ 26,022,532	\$ 9,377,062	\$ 7,631,466	\$ 18,391,066

Exhibit J-9

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

	Actual	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
		Original	Final	
<u>Revenues</u>				
Federal Government	\$ 7,064,383	\$ 7,291,702	\$ 7,926,732	\$ (862,349)
Total Revenues	\$ 7,064,383	\$ 7,291,702	\$ 7,926,732	\$ (862,349)
<u>Expenditures</u>				
<u>Instruction</u>				
Regular Instruction Program	\$ 1,110,541	\$ 817,799	\$ 1,128,011	\$ 17,470
Special Education Program	3,882,741	4,413,363	4,476,835	594,094
Career and Technical Education Program	280,658	257,879	281,093	435
<u>Support Services</u>				
Health Services	640,496	744,613	744,746	104,250
Other Student Support	115,378	154,797	134,305	18,927
Regular Instruction Program	496,069	342,073	565,469	69,400
Special Education Program	387,660	414,729	428,253	40,593
Career and Technical Education Program	10,399	12,169	10,404	5
Transportation	2,214	0	3,325	1,111
Total Expenditures	\$ 6,926,156	\$ 7,157,422	\$ 7,772,441	\$ 846,285
Excess (Deficiency) of Revenues Over Expenditures	\$ 138,227	\$ 134,280	\$ 154,291	\$ (16,064)
<u>Other Financing Sources (Uses)</u>				
Transfers Out	\$ (137,307)	\$ (134,280)	\$ (154,291)	\$ 16,984
Total Other Financing Sources	\$ (137,307)	\$ (134,280)	\$ (154,291)	\$ 16,984
Net Change in Fund Balance	\$ 920	\$ 0	\$ 0	\$ 920
Fund Balance, July 1, 2016	175,094	175,000	175,000	94
Fund Balance, June 30, 2017	\$ 176,014	\$ 175,000	\$ 175,000	\$ 1,014

Exhibit J-10

Williamson County, Tennessee
Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Actual (Budgetary Basis) and Budget
Discretely Presented Williamson County School Department
Central Cafeteria 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>							
Charges for Current Services	\$ 9,739,638	\$ 0	\$ 0	\$ 9,739,638	\$ 9,020,000	\$ 9,020,000	\$ 719,638
Other Local Revenues	37,680	0	0	37,680	12,000	12,000	25,680
State of Tennessee	95,445	0	0	95,445	105,000	105,000	(9,555)
Federal Government	3,222,538	0	0	3,222,538	2,718,000	3,553,499	(330,961)
Total Revenues	\$ 13,095,301	\$ 0	\$ 0	\$ 13,095,301	\$ 11,855,000	\$ 12,690,499	\$ 404,802
<u>Expenditures</u>							
<u>Operation of Non-Instructional Services</u>							
Food Service	\$ 12,922,027	\$ (447,356)	\$ 64,081	\$ 12,538,752	\$ 11,870,964	\$ 12,876,463	\$ 337,711
Total Expenditures	\$ 12,922,027	\$ (447,356)	\$ 64,081	\$ 12,538,752	\$ 11,870,964	\$ 12,876,463	\$ 337,711
Excess (Deficiency) of Revenues Over Expenditures	\$ 173,274	\$ 447,356	\$ (64,081)	\$ 556,549	\$ (15,964)	\$ (185,964)	\$ 742,513
<u>Other Financing Sources (Uses)</u>							
Transfers Out	\$ (499,901)	\$ 0	\$ 0	\$ (499,901)	\$ (500,000)	\$ (500,000)	\$ 99
Total Other Financing Sources	\$ (499,901)	\$ 0	\$ 0	\$ (499,901)	\$ (500,000)	\$ (500,000)	\$ 99
Net Change in Fund Balance	\$ (326,627)	\$ 447,356	\$ (64,081)	\$ 56,648	\$ (515,964)	\$ (685,964)	\$ 742,612
Fund Balance, July 1, 2016	1,235,970	(447,356)	0	788,614	1,255,544	1,255,544	(466,930)
Fund Balance, June 30, 2017	\$ 909,343	\$ 0	\$ (64,081)	\$ 845,262	\$ 739,580	\$ 569,580	\$ 275,682

Exhibit J-11

Williamson County, Tennessee
Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Actual (Budgetary Basis) and Budget
Discretely Presented Williamson County School Department
Extended School Program 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>							
Charges for Current Services	\$ 5,251,844	\$ 0	\$ 0	\$ 5,251,844	\$ 4,979,829	\$ 6,292,014	\$ (1,040,170)
Other Local Revenues	5,373	0	0	5,373	1,228	1,228	4,145
Total Revenues	<u>\$ 5,257,217</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 5,257,217</u>	<u>\$ 4,981,057</u>	<u>\$ 6,293,242</u>	<u>\$ (1,036,025)</u>
<u>Expenditures</u>							
<u>Operation of Non-Instructional Services</u>							
Community Services	\$ 5,343,175	\$ (75,806)	\$ 60,219	\$ 5,327,588	\$ 4,973,267	\$ 6,170,152	\$ 842,564
Total Expenditures	<u>\$ 5,343,175</u>	<u>\$ (75,806)</u>	<u>\$ 60,219</u>	<u>\$ 5,327,588</u>	<u>\$ 4,973,267</u>	<u>\$ 6,170,152</u>	<u>\$ 842,564</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ (85,958)</u>	<u>\$ 75,806</u>	<u>\$ (60,219)</u>	<u>\$ (70,371)</u>	<u>\$ 7,790</u>	<u>\$ 123,090</u>	<u>\$ (193,461)</u>
<u>Other Financing Sources (Uses)</u>							
Transfers Out	\$ (111,765)	\$ 0	\$ 0	\$ (111,765)	\$ 0	\$ (115,300)	\$ 3,535
Total Other Financing Sources	<u>\$ (111,765)</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ (111,765)</u>	<u>\$ 0</u>	<u>\$ (115,300)</u>	<u>\$ 3,535</u>
Net Change in Fund Balance	\$ (197,723)	\$ 75,806	\$ (60,219)	\$ (182,136)	\$ 7,790	\$ 7,790	\$ (189,926)
Fund Balance, July 1, 2016	1,688,339	(75,806)	0	1,612,533	1,460,169	1,460,169	152,364
Fund Balance, June 30, 2017	<u>\$ 1,490,616</u>	<u>\$ 0</u>	<u>\$ (60,219)</u>	<u>\$ 1,430,397</u>	<u>\$ 1,467,959</u>	<u>\$ 1,467,959</u>	<u>\$ (37,562)</u>

MISCELLANEOUS SCHEDULES

Exhibit K-1

Williamson County, Tennessee
Schedule of Changes in Long-term Notes and Bonds
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
NOTES PAYABLE									
<u>Payable through Rural Debt Service Fund</u>									
County District School Bond Anticipation Note, Series 2017	\$ 15,000,000	.9983	% 2-27-17	12-31-17	\$ 0	\$ 15,000,000	\$ 0	\$ 0	\$ 15,000,000
Total Payable through Rural Debt Service Fund					\$ 0	\$ 15,000,000	\$ 0	\$ 0	\$ 15,000,000
Total Notes Payable					\$ 0	\$ 15,000,000	\$ 0	\$ 0	\$ 15,000,000
BONDS PAYABLE									
<u>Payable through General Debt Service Fund</u>									
General Obligation Refunding	5,025,000	2 to 4	2-1-04	4-1-18	\$ 1,105,000	\$ 0	\$ 535,000	\$ 0	\$ 570,000
General Obligation Refunding - Schools	1,335,000	2 to 4	2-1-04	4-1-18	295,000	0	145,000	0	150,000
General Obligation Refunding	16,170,000	5	12-20-06	3-21-17	10,585,000	0	1,575,000	9,010,000	0
General Obligation Refunding - Schools	145,000	5	12-20-06	3-21-17	90,000	0	15,000	75,000	0
Landfill Refunding	440,000	5	12-20-06	3-21-17	280,000	0	45,000	235,000	0
General Obligation	3,565,000	4 to 5	2-22-07	3-21-17	60,000	0	60,000	0	0
School Improvements	4,070,000	4 to 5	2-22-07	3-21-17	85,000	0	85,000	0	0
General Obligation Schools	7,465,000	3.5 to 4.25	2-28-08	5-1-19	1,170,000	0	380,000	0	790,000
General Obligation Refunding	3,635,000	3.5 to 4.25	2-28-08	5-1-19	570,000	0	180,000	0	390,000
General Obligation Bonds, Series 2009A	18,000,000	2.5 to 4.4	2-24-09	4-1-20	3,505,000	0	850,000	0	2,655,000
General Obligation Bonds, Series 2009A - School	8,450,000	2.5 to 4.4	2-24-09	4-1-20	1,645,000	0	400,000	0	1,245,000
General Obligation School Bonds, Series 2009	24,700,000	2.25 to 5.75	12-3-09	4-1-34	23,600,000	0	500,000	0	23,100,000
General Obligation Refunding Bonds, Series 2010	32,960,000	2.5 to 5	4-1-10	4-1-26	30,140,000	0	2,980,000	0	27,160,000
General Obligation School Bonds, Series 2010	17,950,000	1 to 4.6	10-26-10	4-1-30	16,750,000	0	500,000	0	16,250,000
General Obligation Refunding Bonds, Series 2010A	24,500,000	2 to 4	12-22-10	3-1-19	7,485,000	0	3,625,000	0	3,860,000
General Obligation Refunding Bonds, Series 2012B	30,085,000	2 to 4	12-7-12	3-1-25	22,245,000	0	4,325,000	0	17,920,000
General Obligation Bonds, Series 2013	30,115,000	3 to 5	11-20-13	5-1-34	29,405,000	0	1,080,000	0	28,325,000
General Obligation Bonds, Series 2013 - School	25,095,000	3 to 5	11-20-13	5-1-34	24,505,000	0	900,000	0	23,605,000
General Obligation Bonds, Series 2014	13,675,000	3 to 5	8-28-14	4-1-34	13,105,000	0	590,000	0	12,515,000
General Obligation Bonds, Series 2014 - School	19,765,000	3 to 5	8-28-14	4-1-34	18,935,000	0	860,000	0	18,075,000
General Obligation School Bonds, Series 2015A	19,170,000	1.75 to 4	6-11-15	4-1-35	18,670,000	0	700,000	0	17,970,000
General Obligation School Bonds, Series 2015B	12,040,000	2 to 5	10-29-15	4-1-30	12,040,000	0	635,000	0	11,405,000
General Obligation Public Improvement Bonds, Series 2015B	6,975,000	2 to 5	10-29-15	4-1-30	6,975,000	0	365,000	0	6,610,000
General Obligation Refunding Bonds, Series 2016	8,875,000	2 to 5	1-5-16	4-1-21	8,875,000	0	1,610,000	0	7,265,000
General Obligation Refunding Bonds, Series 2016 - School	12,435,000	2 to 5	1-5-16	4-1-21	12,435,000	0	2,265,000	0	10,170,000
General Obligation Refunding Bonds, Series 2016A	13,510,000	1.5 to 5	3-10-16	4-1-29	13,510,000	0	0	0	13,510,000
General Obligation Refunding Bonds, Series 2016A - School	10,695,000	1.5 to 5	3-10-16	4-1-29	10,695,000	0	0	0	10,695,000
General Obligation Refunding Bonds, Series 2017	9,105,703	2 to 5	1-4-17	4-1-22	0	9,105,703	0	0	9,105,703
General Obligation Refunding Bonds, Series 2017 - School	74,297	2 to 5	1-4-17	4-1-22	0	74,297	0	0	74,297
General Obligation Public Improvement Bonds, Series 2016B	20,755,294	3 to 5	11-29-16	4-1-37	0	20,755,294	0	0	20,755,294
General Obligation School Bonds, Series 2016B	2,789,706	3 to 5	11-29-16	4-1-37	0	2,789,706	0	0	2,789,706
Total Payable through General Debt Service Fund					\$ 288,760,000	\$ 32,725,000	\$ 25,205,000	\$ 9,320,000	\$ 286,960,000

(Continued)

Exhibit K-1

Williamson County, Tennessee
Schedule of Changes in Long-term Notes and Bonds (Cont.)

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 (CONT.)</u>									
<u>Payable through Rural Debt Service Fund</u>									
Rural School Refunding	\$ 11,750,000	2 to 5	% 2-1-04	4-1-18	\$ 2,795,000	\$ 0	\$ 1,360,000	\$ 0	\$ 1,435,000
County District School Bonds, Series 2007	27,560,000	4 to 4.5	2-22-07	3-21-17	1,535,000	0	1,535,000	0	0
County District School Bonds, Series 2008	19,250,000	3.5 to 4.25	2-28-08	5-1-19	3,320,000	0	1,070,000	0	2,250,000
County District School Bonds, Series 2009A	23,660,000	2.5 to 5	2-24-09	4-1-29	5,610,000	0	875,000	0	4,735,000
County District School Bonds, Series 2009B	39,000,000	2.25 to 5.75	12-31-09	4-1-34	37,900,000	0	500,000	0	37,400,000
County District School Refunding Bonds, Series 2010	38,930,000	3 to 5	4-1-10	4-1-26	33,370,000	0	3,650,000	0	29,720,000
County District School Bonds, Series 2010	18,000,000	.85 to 5	10-26-10	4-1-30	17,000,000	0	350,000	0	16,650,000
County District School Refunding Bonds, Series 2010A	14,500,000	2 to 4	12-22-10	3-1-19	5,830,000	0	1,900,000	0	3,930,000
County District School Refunding Bonds, Series 2012	11,085,000	2 to 4	12-7-12	3-1-25	9,620,000	0	1,395,000	0	8,225,000
County District School Bonds, Series 2013	18,100,000	2 to 5	11-20-13	5-1-34	17,800,000	0	300,000	0	17,500,000
County District School Bonds, Series 2014A	21,100,000	3 to 5	8-28-14	4-1-34	20,100,000	0	1,000,000	0	19,100,000
County District School Refunding Bonds, Series 2014B	17,500,000	2.5 to 5	8-28-14	4-1-27	17,500,000	0	0	0	17,500,000
County District School Bonds, Series 2015A	14,120,000	3 to 5	6-11-15	4-1-35	13,620,000	0	465,000	0	13,155,000
County District School Bonds, Series 2015B	5,000,000	2	10-29-15	4-1-25	5,000,000	0	510,000	0	4,490,000
County District School Refunding Bonds, Series 2016A	23,355,000	2.75 to 5	3-10-16	4-1-29	23,355,000	0	0	0	23,355,000
County District School Bonds, Series 2016B	14,425,000	1.75 to 5	4-28-16	4-1-36	14,425,000	0	0	0	14,425,000
County District School Bonds, Series 2016C	36,225,000	3 to 5	11-29-16	4-1-37	0	36,225,000	0	0	36,225,000
Total Payable through Rural Debt Service Fund					<u>\$ 228,780,000</u>	<u>\$ 36,225,000</u>	<u>\$ 14,910,000</u>	<u>\$ 0</u>	<u>\$ 250,095,000</u>
Total Bonds Payable					<u>\$ 517,540,000</u>	<u>\$ 68,950,000</u>	<u>\$ 40,115,000</u>	<u>\$ 9,320,000</u>	<u>\$ 537,055,000</u>

Exhibit K-2

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

Year Ending June 30	Notes		Total
	Principal	Interest	
2018	\$ 15,000,000	\$ 125,000	\$ 15,125,000
Total	\$ 15,000,000	\$ 125,000	\$ 15,125,000

Year Ending June 30	Bonds		Total
	Principal	Interest	
2018	\$ 43,220,000	\$ 22,778,859	\$ 65,998,859
2019	43,280,000	20,911,120	64,191,120
2020	41,185,000	19,048,794	60,233,794
2021	38,730,000	17,262,419	55,992,419
2022	35,710,000	15,583,595	51,293,595
2023	33,745,000	13,989,783	47,734,783
2024	34,445,000	12,410,534	46,855,534
2025	34,250,000	10,874,160	45,124,160
2026	31,730,000	9,466,803	41,196,803
2027	29,160,000	8,075,717	37,235,717
2028	27,790,000	6,835,802	34,625,802
2029	26,055,000	5,734,362	31,789,362
2030	23,445,000	4,711,838	28,156,838
2031	19,125,000	3,746,024	22,871,024
2032	19,780,000	2,974,014	22,754,014
2033	19,955,000	2,182,085	22,137,085
2034	20,655,000	1,367,907	22,022,907
2035	6,635,000	520,193	7,155,193
2036	4,505,000	289,706	4,794,706
2037	3,655,000	132,495	3,787,495
Total	\$ 537,055,000	\$ 178,896,210	\$ 715,951,210

Exhibit K-3

Williamson County, Tennessee
Schedule of Notes Receivable
June 30, 2017

Description	Debtor	Original Amount of Notes	Date of Issue	Date of Maturity	Interest Rate	Balance
<u>General Debt Service Fund</u>						
Spring Hill Recreation Center	City of Spring Hill	\$ 2,858,428	4-1-10	4-1-26	2.5 to 5 %	\$ 2,590,000
Spring Hill Recreation Center	City of Spring Hill	751,000	3-10-16	4-1-29	1.5 to 5	<u>751,000</u>
Total Notes Receivable						<u><u>\$ 3,341,000</u></u>

Exhibit K-4

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

<u>From Fund</u>	<u>To Fund</u>	<u>Purpose</u>	<u>Amount</u>
<u>PRIMARY GOVERNMENT</u>			
General	General Capital Projects	Various capital projects	\$ 1,941,255
"	Judicial District Drug	Salaries	71,845
General Capital Projects	Highway/Public Works	Allocation of highway privilege tax	416,371
"	General Debt Service	Allocation of adequate school facilities privilege tax	5,000,000
"	Rural Debt Service	Allocation of education privilege tax	5,000,000
"	Cities Adequate Facilities Tax	Allocation of cities share of adequate facilities tax	2,553,910
"	Special School District	Allocation of ADA share of education privilege tax	609,100
"	"	Allocation of ADA share of adequate school facilities privilege tax	488,836
Judicial District Drug	General	Salaries	81,969
Highway/Public Works	General Capital Projects	Various capital projects	1,200,000
Solid Waste Sanitation	"	"	<u>365,000</u>
Total Transfers Primary Government			<u>\$ 17,728,286</u>
<u>DISCRETELY PRESENTED WILLIAMSON COUNTY SCHOOL DEPARTMENT</u>			
School Federal Projects	General Purpose School	Indirect costs	\$ 137,307
Central Cafeteria	"	"	499,901
Extended School Program	"	"	<u>111,765</u>
Total Transfers Discretely Presented Williamson County School Department			<u>\$ 748,973</u>

Exhibit K-5

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

Official	Authorization for Salary	Salary Paid During Period	Bond	Surety
County Mayor	Section 8-24-102, <i>TCA</i>	\$ 157,914	\$ 100,000	Cincinnati Insurance Company
Highway Superintendent	Section 8-24-102, <i>TCA</i>	130,707	100,000	"
Director of Schools	State Board of Education and Williamson County Board of Education	275,904 (1)	(2)	
Trustee	Section 8-24-102, <i>TCA</i>	118,830	11,136,072	Cincinnati Insurance Company
Assessor of Property	Section 8-24-102, <i>TCA</i>	118,830	100,000	"
County Clerk	Section 8-24-102, <i>TCA</i>	118,830	100,000	"
Circuit and General Sessions Courts Clerk	Section 8-24-102, <i>TCA</i>	118,830	100,000	"
Clerk and Master	Section 8-24-102, <i>TCA</i>	118,830	100,000	"
Juvenile Court Clerk	Section 8-24-102, <i>TCA</i>	118,830	100,000	"
Register of Deeds	Section 8-24-102, <i>TCA</i>	118,830	100,000	"
Sheriff	Section 8-24-102, <i>TCA</i>	130,707 (3)	100,000	"
Director of Accounts and Budgets	County Commission	106,247	100,000	"
Employee Blanket Bonds - All County and School Department Employees:				
Public Employee Dishonesty			100,000	Self-insured
Public Employee Dishonesty			100,001 to 500,000	The Princeton Excess and Surplus Lines Insurance Company

(1) Includes a chief executive officer training supplement of \$1,000 and unused vacation pay of \$14,904.

(2) Covered under county's employee blanket bond.

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

Exhibit K-6

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

	Special Revenue Funds				
	General	Solid Waste / Sanitation	Drug Control	Constitutional Officers - Fees	Highway / Public Works
<u>Local Taxes</u>					
<u>County Property Taxes</u>					
Current Property Tax	\$ 44,018,108	\$ 3,769,658	\$ 0	\$ 0	\$ 1,178,822
Trustee's Collections - Prior Year	327,344	29,331	0	0	10,723
Circuit Clerk/Clerk and Master Collections - Prior Years	122,137	12,270	0	0	5,279
Interest and Penalty	78,028	7,309	0	0	2,665
Payments in-Lieu-of Taxes - T.V.A.	906	143	0	0	119
Payments in-Lieu-of Taxes - Other	316,203	26,263	0	0	2,341
<u>County Local Option Taxes</u>					
Local Option Sales Tax	0	309,376	0	0	0
Hotel/Motel Tax	5,286,323	0	0	0	0
Wheel Tax	507,437	0	0	0	4,050,000
Litigation Tax - General	40,794	0	0	0	0
Litigation Tax - Special Purpose	250,056	0	0	0	0
Litigation Tax - Jail, Workhouse, or Courthouse	2,949	0	0	0	0
Litigation Tax - Courthouse Security	281,542	0	0	0	0
Business Tax	4,139,961	0	0	0	2,622,000
Mixed Drink Tax	103,848	0	0	0	0
Mineral Severance Tax	0	0	0	0	122,251
Other County Local Option Taxes	0	0	0	0	0
<u>Statutory Local Taxes</u>					
Bank Excise Tax	1,901,891	0	0	0	0
Wholesale Beer Tax	570,750	0	0	0	0
Beer Privilege Tax	2,090	0	0	0	0
Interstate Telecommunications Tax	2,896	0	0	0	0
Other Statutory Local Taxes	4,359	0	0	0	0
Total Local Taxes	\$ 57,957,622	\$ 4,154,350	\$ 0	\$ 0	\$ 7,994,200

(Continued)

Exhibit K-6

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

	Special Revenue Funds				
	General	Solid Waste / Sanitation	Drug Control	Constitutional Officers - Fees	Highway / Public Works
<u>Licenses and Permits</u>					
<u>Licenses</u>					
Animal Vaccination	\$ 145,452	\$ 0	\$ 0	\$ 0	0
Cable TV Franchise	818,759	0	0	0	0
<u>Permits</u>					
Beer Permits	2,612	0	0	0	0
Building Permits	950,432	0	0	0	0
Electrical Permits	1,455	0	0	0	0
Other Permits	65,872	0	0	0	0
Total Licenses and Permits	<u>\$ 1,984,582</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>0</u>
<u>Fines, Forfeitures, and Penalties</u>					
<u>Circuit Court</u>					
Fines	\$ 15,932	\$ 0	\$ 0	\$ 0	0
Officers Costs	46,243	0	0	0	0
Drug Control Fines	1,900	0	20,634	0	0
Jail Fees	8,815	0	0	0	0
Judicial Commissioner Fees	806	0	0	0	0
DUI Treatment Fines	4,845	0	0	0	0
Data Entry Fee - Circuit Court	6,368	0	0	0	0
Courtroom Security Fee	1,826	0	0	0	0
<u>Criminal Court</u>					
Drug Court Fees	10,212	0	0	0	0
Veterans Treatment Court Fees	3,895	0	0	0	0
Data Entry Fee - Criminal Court	25,356	0	0	0	0
Courtroom Security Fee	6,958	0	0	0	0
Victims Assistance Assessments	17,869	0	0	0	0

(Continued)

Exhibit K-6

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

	Special Revenue Funds				
	General	Solid Waste / Sanitation	Drug Control	Constitutional Officers - Fees	Highway / Public Works
<u>Fines, Forfeitures, and Penalties (Cont.)</u>					
<u>General Sessions Court</u>					
Fines	\$ 125,847	\$ 0	\$ 0	\$ 0	0
Officers Costs	187,918	0	0	0	0
Game and Fish Fines	281	0	0	0	0
Drug Control Fines	0	0	31,586	0	0
Drug Court Fees	47,429	0	0	0	0
Veterans Treatment Court Fees	26,146	0	0	0	0
Jail Fees	27,885	0	0	0	0
Judicial Commissioner Fees	6,454	0	0	0	0
DUI Treatment Fines	34,010	0	0	0	0
Data Entry Fee - General Sessions Court	15,126	0	0	0	0
Victims Assistance Assessments	63,221	0	0	0	0
<u>Juvenile Court</u>					
Fines	60,943	0	0	0	0
Data Entry Fee - Juvenile Court	4,285	0	0	0	0
<u>Chancery Court</u>					
Officers Costs	9,058	0	0	0	0
Data Entry Fee - Chancery Court	12,559	0	0	0	0
<u>Other Courts - In-county</u>					
Drug Court Fees	3,021	0	0	0	0
DUI Treatment Fines	2,185	0	0	0	0
<u>Judicial District Drug Program</u>					
Victims Assistance Assessments	4,271	0	0	0	0
<u>Other Fines, Forfeitures, and Penalties</u>					
Proceeds from Confiscated Property	0	0	22,781	0	0
Other Fines, Forfeitures, and Penalties	63,884	0	0	0	0
Total Fines, Forfeitures, and Penalties	\$ 845,548	\$ 0	\$ 75,001	\$ 0	0

(Continued)

Exhibit K-6

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

	Special Revenue Funds				
	General	Solid Waste / Sanitation	Drug Control	Constitutional Officers - Fees	Highway / Public Works
<u>Charges for Current Services</u>					
<u>General Service Charges</u>					
Tipping Fees	\$ 0	\$ 1,633,183	\$ 0	\$ 0	0
Surcharge - Waste Tire Disposal	0	250,016	0	0	0
Other General Service Charges	7,017	0	0	0	0
Service Charges	119,650	0	0	0	0
<u>Fees</u>					
Engineer Review Fees	20,050	0	0	0	0
Recreation Fees	5,428,260	0	0	0	0
Copy Fees	16,712	0	0	0	0
Library Fees	89,180	0	0	0	0
Archives and Records Management Fee	71,296	0	0	0	0
Telephone Commissions	146,817	0	0	0	0
Constitutional Officers' Fees and Commissions	0	0	0	100	0
Data Processing Fee - Register	114,496	0	0	0	0
Probation Fees	485,811	0	0	0	0
Data Processing Fee - Sheriff	15,703	0	0	0	0
Sexual Offender Registration Fee - Sheriff	2,500	0	0	0	0
Data Processing Fee - County Clerk	47,142	0	0	0	0
<u>Education Charges</u>					
Other Charges for Services	178,350	0	0	0	0
Total Charges for Current Services	\$ 6,742,984	\$ 1,883,199	\$ 0	\$ 100	\$ 0
<u>Other Local Revenues</u>					
<u>Recurring Items</u>					
Investment Income	\$ 257,646	\$ 30,593	\$ 0	\$ 0	0
Lease/Rentals	376,231	12,300	0	0	0

(Continued)

Exhibit K-6

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

	Special Revenue Funds				
	General	Solid Waste / Sanitation	Drug Control	Constitutional Officers - Fees	Highway / Public Works
<u>Other Local Revenues (Cont.)</u>					
<u>Recurring Items (Cont.)</u>					
Sale of Materials and Supplies	\$ 918	\$ 228,418	\$ 0	\$ 0	\$ 3,597
Commissary Sales	31,884	0	0	0	0
Sale of Maps	119,483	0	0	0	0
Sale of Recycled Materials	1,976	134,536	0	0	0
Miscellaneous Refunds	106,557	0	0	0	33,870
Expenditure Credits	1,411	0	0	0	0
<u>Nonrecurring Items</u>					
Sale of Equipment	29,708	0	5,908	0	240,126
Damages Recovered from Individuals	585	0	0	0	0
<u>Other Local Revenues</u>					
Other Local Revenues	9,027	6,833	0	0	2,082
Total Other Local Revenues	\$ 935,426	\$ 412,680	\$ 5,908	\$ 0	\$ 279,675
<u>Fees Received From County Officials</u>					
<u>Fees In-Lieu-of Salary</u>					
County Clerk	\$ 3,233,055	\$ 0	\$ 0	\$ 0	\$ 0
Circuit Court Clerk	420,476	0	0	0	0
General Sessions Court Clerk	746,864	0	0	0	0
Clerk and Master	523,151	0	0	0	0
Juvenile Court Clerk	36,257	0	0	0	0
Register	2,352,277	0	0	0	0
Sheriff	215,366	0	0	0	0
Trustee	7,254,810	0	0	0	0
Total Fees Received From County Officials	\$ 14,782,256	\$ 0	\$ 0	\$ 0	\$ 0

(Continued)

Exhibit K-6

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

	Special Revenue Funds				
	General	Solid Waste / Sanitation	Drug Control	Constitutional Officers - Fees	Highway / Public Works
<u>State of Tennessee</u>					
<u>Public Safety Grants</u>					
Law Enforcement Training Programs	\$ 92,000	\$ 0	\$ 0	\$ 0	0
<u>Public Works Grants</u>					
State Aid Program	0	0	0	0	872,769
Litter Program	64,048	0	0	0	0
<u>Other State Revenues</u>					
Income Tax	1,750,000	0	0	0	0
Beer Tax	18,415	0	0	0	0
Alcoholic Beverage Tax	274,732	0	0	0	0
State Revenue Sharing - T.V.A.	356,607	0	0	0	0
Contracted Prisoner Boarding	698,560	0	0	0	0
Gasoline and Motor Fuel Tax	0	0	0	0	3,249,648
Petroleum Special Tax	0	0	0	0	132,174
Registrar's Salary Supplement	15,164	0	0	0	0
Other State Grants	1,167,184	0	0	0	0
Other State Revenues	92,644	3,965	0	0	0
Total State of Tennessee	\$ 4,529,354	\$ 3,965	\$ 0	\$ 0	4,254,591
<u>Federal Government</u>					
<u>Federal Through State</u>					
Civil Defense Reimbursement	\$ 1,743,363	\$ 0	\$ 0	\$ 0	0
Other Federal through State	362,754	0	0	0	0
<u>Direct Federal Revenue</u>					
Asset Forfeiture Funds	117,028	0	0	0	0
Tax Credit Bond Rebate	0	0	0	0	0
Other Direct Federal Revenue	314,194	0	0	0	0
Total Federal Government	\$ 2,537,339	\$ 0	\$ 0	\$ 0	0

(Continued)

Exhibit K-6

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

	Special Revenue Funds				
	General	Solid Waste / Sanitation	Drug Control	Constitutional Officers - Fees	Highway / Public Works
<u>Other Governments and Citizens Groups</u>					
<u>Other Governments</u>					
Prisoner Board	\$ 3,737	\$ 0	\$ 0	\$ 0	0
Paving and Maintenance	0	0	0	0	20,725
Contributions	105,000	0	0	0	0
Contracted Services	386,380	0	0	0	0
<u>Citizens Groups</u>					
Donations	635,315	0	21,875	0	0
Total Other Governments and Citizens Groups	<u>\$ 1,130,432</u>	<u>\$ 0</u>	<u>\$ 21,875</u>	<u>\$ 0</u>	<u>\$ 20,725</u>
Total	<u>\$ 91,445,543</u>	<u>\$ 6,454,194</u>	<u>\$ 102,784</u>	<u>\$ 100</u>	<u>\$ 12,549,191</u>

(Continued)

Exhibit K-6

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

	<u>Debt Service Funds</u>		<u>Capital</u>	<u>Total</u>
	<u>General</u>	<u>Rural</u>	<u>Projects Fund</u>	
	<u>Debt</u>	<u>Debt</u>	<u>General</u>	
	<u>Service</u>	<u>Service</u>	<u>Capital</u>	
			<u>Projects</u>	
<u>Local Taxes</u>				
<u>County Property Taxes</u>				
Current Property Tax	\$ 30,114,656	\$ 17,216,345	\$ 0	\$ 96,297,589
Trustee's Collections - Prior Year	229,783	115,512	0	712,693
Circuit Clerk/Clerk and Master Collections - Prior Years	83,568	43,378	0	266,632
Interest and Penalty	53,864	28,312	0	170,178
Payments in-Lieu-of Taxes - T.V.A.	620	453	0	2,241
Payments in-Lieu-of Taxes - Other	216,350	158,102	0	719,259
<u>County Local Option Taxes</u>				
Local Option Sales Tax	0	1,755,229	0	2,064,605
Hotel/Motel Tax	0	0	0	5,286,323
Wheel Tax	0	0	0	4,557,437
Litigation Tax - General	0	0	0	40,794
Litigation Tax - Special Purpose	0	0	0	250,056
Litigation Tax - Jail, Workhouse, or Courthouse	401,792	0	0	404,741
Litigation Tax - Courthouse Security	0	0	0	281,542
Business Tax	0	0	0	6,761,961
Mixed Drink Tax	0	0	0	103,848
Mineral Severance Tax	0	0	0	122,251
Other County Local Option Taxes	0	0	17,197,187	17,197,187
<u>Statutory Local Taxes</u>				
Bank Excise Tax	0	0	0	1,901,891
Wholesale Beer Tax	0	0	0	570,750
Beer Privilege Tax	0	0	0	2,090
Interstate Telecommunications Tax	0	0	0	2,896
Other Statutory Local Taxes	0	0	0	4,359
Total Local Taxes	\$ 31,100,633	\$ 19,317,331	\$ 17,197,187	\$ 137,721,323

(Continued)

Exhibit K-6

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

	<u>Debt Service Funds</u>		<u>Capital</u>	<u>Total</u>
	<u>General</u>	<u>Rural</u>	<u>Projects Fund</u>	
	<u>Debt</u>	<u>Debt</u>	<u>General</u>	
	<u>Service</u>	<u>Service</u>	<u>Capital</u>	
			<u>Projects</u>	
<u>Licenses and Permits</u>				
<u>Licenses</u>				
Animal Vaccination	\$ 0	\$ 0	\$ 0	\$ 145,452
Cable TV Franchise	0	0	0	818,759
<u>Permits</u>				
Beer Permits	0	0	0	2,612
Building Permits	0	0	0	950,432
Electrical Permits	0	0	0	1,455
Other Permits	0	0	0	65,872
Total Licenses and Permits	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 1,984,582</u>
<u>Fines, Forfeitures, and Penalties</u>				
<u>Circuit Court</u>				
Fines	\$ 0	\$ 0	\$ 0	\$ 15,932
Officers Costs	0	0	0	46,243
Drug Control Fines	0	0	0	22,534
Jail Fees	0	0	0	8,815
Judicial Commissioner Fees	0	0	0	806
DUI Treatment Fines	0	0	0	4,845
Data Entry Fee - Circuit Court	0	0	0	6,368
Courtroom Security Fee	0	0	0	1,826
<u>Criminal Court</u>				
Drug Court Fees	0	0	0	10,212
Veterans Treatment Court Fees	0	0	0	3,895
Data Entry Fee - Criminal Court	0	0	0	25,356
Courtroom Security Fee	0	0	0	6,958
Victims Assistance Assessments	0	0	0	17,869

(Continued)

Exhibit K-6

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

	<u>Debt Service Funds</u>		<u>Capital</u>	<u>Total</u>
	<u>General</u> <u>Debt</u> <u>Service</u>	<u>Rural</u> <u>Debt</u> <u>Service</u>	<u>Projects Fund</u> <u>General</u> <u>Capital</u> <u>Projects</u>	
<u>Fines, Forfeitures, and Penalties (Cont.)</u>				
<u>General Sessions Court</u>				
Fines	\$ 0	\$ 0	\$ 0	125,847
Officers Costs	0	0	0	187,918
Game and Fish Fines	0	0	0	281
Drug Control Fines	0	0	0	31,586
Drug Court Fees	0	0	0	47,429
Veterans Treatment Court Fees	0	0	0	26,146
Jail Fees	0	0	0	27,885
Judicial Commissioner Fees	0	0	0	6,454
DUI Treatment Fines	0	0	0	34,010
Data Entry Fee - General Sessions Court	0	0	0	15,126
Victims Assistance Assessments	0	0	0	63,221
<u>Juvenile Court</u>				
Fines	0	0	0	60,943
Data Entry Fee - Juvenile Court	0	0	0	4,285
<u>Chancery Court</u>				
Officers Costs	0	0	0	9,058
Data Entry Fee - Chancery Court	0	0	0	12,559
<u>Other Courts - In-county</u>				
Drug Court Fees	0	0	0	3,021
DUI Treatment Fines	0	0	0	2,185
<u>Judicial District Drug Program</u>				
Victims Assistance Assessments	0	0	0	4,271
<u>Other Fines, Forfeitures, and Penalties</u>				
Proceeds from Confiscated Property	0	0	0	22,781
Other Fines, Forfeitures, and Penalties	0	0	0	63,884
Total Fines, Forfeitures, and Penalties	\$ 0	\$ 0	\$ 0	920,549

(Continued)

Exhibit K-6

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

	<u>Debt Service Funds</u>		<u>Capital</u>	<u>Total</u>
	<u>General</u> <u>Debt</u> <u>Service</u>	<u>Rural</u> <u>Debt</u> <u>Service</u>	<u>Projects Fund</u> <u>General</u> <u>Capital</u> <u>Projects</u>	
<u>Charges for Current Services</u>				
<u>General Service Charges</u>				
Tipping Fees	\$ 0	\$ 0	\$ 0	1,633,183
Surcharge - Waste Tire Disposal	0	0	0	250,016
Other General Service Charges	0	0	0	7,017
Service Charges	0	0	0	119,650
<u>Fees</u>				
Engineer Review Fees	0	0	0	20,050
Recreation Fees	0	0	0	5,428,260
Copy Fees	0	0	0	16,712
Library Fees	0	0	0	89,180
Archives and Records Management Fee	0	0	0	71,296
Telephone Commissions	0	0	0	146,817
Constitutional Officers' Fees and Commissions	0	0	0	100
Data Processing Fee - Register	0	0	0	114,496
Probation Fees	0	0	0	485,811
Data Processing Fee - Sheriff	0	0	0	15,703
Sexual Offender Registration Fee - Sheriff	0	0	0	2,500
Data Processing Fee - County Clerk	0	0	0	47,142
<u>Education Charges</u>				
Other Charges for Services	0	0	0	178,350
Total Charges for Current Services	\$ 0	\$ 0	\$ 0	8,626,283
<u>Other Local Revenues</u>				
<u>Recurring Items</u>				
Investment Income	\$ 460,735	\$ 80,417	\$ 217,311	\$ 1,046,702
Lease/Rentals	150,249	0	0	538,780

(Continued)

Exhibit K-6

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

	<u>Debt Service Funds</u>		<u>Capital</u>	<u>Total</u>
	<u>General</u>	<u>Rural</u>	<u>Projects Fund</u>	
	<u>Debt</u>	<u>Debt</u>	<u>General</u>	
	<u>Service</u>	<u>Service</u>	<u>Capital</u>	
			<u>Projects</u>	
<u>Other Local Revenues (Cont.)</u>				
<u>Recurring Items (Cont.)</u>				
Sale of Materials and Supplies	\$ 0	\$ 0	\$ 0	232,933
Commissary Sales	0	0	0	31,884
Sale of Maps	0	0	0	119,483
Sale of Recycled Materials	0	0	0	136,512
Miscellaneous Refunds	0	0	0	140,427
Expenditure Credits	0	0	0	1,411
<u>Nonrecurring Items</u>				
Sale of Equipment	0	0	0	275,742
Damages Recovered from Individuals	0	0	0	585
<u>Other Local Revenues</u>				
Other Local Revenues	75,777	0	2,509,664	2,603,383
Total Other Local Revenues	\$ 686,761	\$ 80,417	\$ 2,726,975	\$ 5,127,842
<u>Fees Received From County Officials</u>				
<u>Fees In-Lieu-of Salary</u>				
County Clerk	\$ 0	\$ 0	\$ 0	3,233,055
Circuit Court Clerk	0	0	0	420,476
General Sessions Court Clerk	0	0	0	746,864
Clerk and Master	0	0	0	523,151
Juvenile Court Clerk	0	0	0	36,257
Register	0	0	0	2,352,277
Sheriff	0	0	0	215,366
Trustee	0	0	0	7,254,810
Total Fees Received From County Officials	\$ 0	\$ 0	\$ 0	14,782,256

(Continued)

Exhibit K-6

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

	<u>Debt Service Funds</u>		<u>Capital</u>	<u>Total</u>
	<u>General</u> <u>Debt</u> <u>Service</u>	<u>Rural</u> <u>Debt</u> <u>Service</u>	<u>Projects</u> <u>Fund</u> <u>General</u> <u>Capital</u> <u>Projects</u>	
<u>State of Tennessee</u>				
<u>Public Safety Grants</u>				
Law Enforcement Training Programs	\$ 0	\$ 0	\$ 0	92,000
<u>Public Works Grants</u>				
State Aid Program	0	0	0	872,769
Litter Program	0	0	0	64,048
<u>Other State Revenues</u>				
Income Tax	0	0	0	1,750,000
Beer Tax	0	0	0	18,415
Alcoholic Beverage Tax	0	0	0	274,732
State Revenue Sharing - T.V.A.	356,607	0	0	713,214
Contracted Prisoner Boarding	0	0	0	698,560
Gasoline and Motor Fuel Tax	0	0	0	3,249,648
Petroleum Special Tax	0	0	0	132,174
Registrar's Salary Supplement	0	0	0	15,164
Other State Grants	0	0	0	1,167,184
Other State Revenues	0	0	0	96,609
Total State of Tennessee	\$ 356,607	\$ 0	\$ 0	\$ 9,144,517
<u>Federal Government</u>				
<u>Federal Through State</u>				
Civil Defense Reimbursement	\$ 0	\$ 0	\$ 0	1,743,363
Other Federal through State	0	0	1,044,735	1,407,489
<u>Direct Federal Revenue</u>				
Asset Forfeiture Funds	0	0	0	117,028
Tax Credit Bond Rebate	611,618	871,680	0	1,483,298
Other Direct Federal Revenue	0	0	409,563	723,757
Total Federal Government	\$ 611,618	\$ 871,680	\$ 1,454,298	\$ 5,474,935

(Continued)

Exhibit K-6

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

	<u>Debt Service Funds</u>		<u>Capital</u>	<u>Total</u>
	<u>General</u> <u>Debt</u> <u>Service</u>	<u>Rural</u> <u>Debt</u> <u>Service</u>	<u>Projects Fund</u> <u>General</u> <u>Capital</u> <u>Projects</u>	
<u>Other Governments and Citizens Groups</u>				
<u>Other Governments</u>				
Prisoner Board	\$ 0	\$ 0	\$ 0	\$ 3,737
Paving and Maintenance	0	0	0	20,725
Contributions	164,852	0	0	269,852
Contracted Services	0	0	0	386,380
<u>Citizens Groups</u>				
Donations	0	0	1,622,244	2,279,434
Total Other Governments and Citizens Groups	\$ 164,852	\$ 0	\$ 1,622,244	\$ 2,960,128
Total	\$ 32,920,471	\$ 20,269,428	\$ 23,000,704	\$ 186,742,415

Exhibit K-7

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

	Special Revenue Funds				Capital	Total
	General Purpose School	School Federal Projects	Central Cafeteria	Extended School Program	Projects Fund Education Capital Projects	
<u>Local Taxes</u>						
<u>County Property Taxes</u>						
Current Property Tax	\$ 128,806,481	\$ 0	\$ 0	\$ 0	\$ 0	\$ 128,806,481
Trustee's Collections - Prior Year	784,186	0	0	0	0	784,186
Circuit Clerk/Clerk and Master Collections - Prior Years	357,051	0	0	0	0	357,051
Interest and Penalty	226,071	0	0	0	0	226,071
Payments in-Lieu-of Taxes - T.V.A.	2,647	0	0	0	0	2,647
Payments in-Lieu-of Taxes - Local Utilities	129,693	0	0	0	0	129,693
Payments in-Lieu-of Taxes - Other	794,573	0	0	0	0	794,573
<u>County Local Option Taxes</u>						
Local Option Sales Tax	51,796,124	0	0	0	0	51,796,124
Mixed Drink Tax	1,115,067	0	0	0	0	1,115,067
<u>Statutory Local Taxes</u>						
Interstate Telecommunications Tax	15,278	0	0	0	0	15,278
Total Local Taxes	\$ 184,027,171	\$ 0	\$ 0	\$ 0	\$ 0	\$ 184,027,171
<u>Licenses and Permits</u>						
<u>Licenses</u>						
Marriage Licenses	\$ 9,462	\$ 0	\$ 0	\$ 0	\$ 0	\$ 9,462
Total Licenses and Permits	\$ 9,462	\$ 0	\$ 0	\$ 0	\$ 0	\$ 9,462
<u>Charges for Current Services</u>						
<u>Education Charges</u>						
Tuition - Regular Day Students	\$ 269,615	\$ 0	\$ 0	\$ 0	\$ 0	\$ 269,615
Tuition - Summer School	68,877	0	0	0	0	68,877
Lunch Payments - Children	0	0	5,428,007	0	0	5,428,007

(Continued)

Exhibit K-7

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

	Special Revenue Funds				Capital	Total
	General Purpose School	School Federal Projects	Central Cafeteria	Extended School Program	Projects Fund Education Capital Projects	
<u>Charges for Current Services (Cont.)</u>						
<u>Education Charges (Cont.)</u>						
Lunch Payments - Adults	\$ 0	\$ 0	251,372	\$ 0	\$ 0	251,372
Income from Breakfast	0	0	254,202	0	0	254,202
A la Carte Sales	0	0	3,806,057	0	0	3,806,057
Contract for Instructional Services with Other LEA's	63,200	0	0	0	0	63,200
Receipts from Individual Schools	60,600	0	0	0	0	60,600
Community Service Fees - Children	484,650	0	0	5,251,844	0	5,736,494
Other Charges for Services	474,219	0	0	0	0	474,219
Total Charges for Current Services	\$ 1,421,161	\$ 0	\$ 9,739,638	\$ 5,251,844	\$ 0	\$ 16,412,643
<u>Other Local Revenues</u>						
<u>Recurring Items</u>						
Investment Income	\$ 483,941	\$ 0	10,865	\$ 5,373	\$ 237,537	737,716
Lease/Rentals	221,673	0	0	0	0	221,673
Commodity Rebates	20,107	0	0	0	0	20,107
Miscellaneous Refunds	104,013	0	26,815	0	0	130,828
<u>Nonrecurring Items</u>						
Sale of Equipment	35,480	0	0	0	0	35,480
Damages Recovered from Individuals	36,019	0	0	0	0	36,019
Contributions and Gifts	43,471	0	0	0	0	43,471
<u>Other Local Revenues</u>						
Other Local Revenues	138,125	0	0	0	0	138,125
Total Other Local Revenues	\$ 1,082,829	\$ 0	\$ 37,680	\$ 5,373	\$ 237,537	\$ 1,363,419

(Continued)

Exhibit K-7

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

	Special Revenue Funds				Capital	Total
	General Purpose School	School Federal Projects	Central Cafeteria	Extended School Program	Projects Fund Education Capital Projects	
<u>State of Tennessee</u>						
<u>General Government Grants</u>						
On-behalf Contributions for OPEB	\$ 11,050	\$ 0	\$ 0	\$ 0	\$ 0	11,050
<u>State Education Funds</u>						
Basic Education Program	127,648,487	0	0	0	0	127,648,487
Early Childhood Education	488,166	0	0	0	0	488,166
School Food Service	0	0	95,445	0	0	95,445
Energy Efficient School Initiative	16,830	0	0	0	0	16,830
Driver Education	18,652	0	0	0	0	18,652
Other State Education Funds	353,477	0	0	0	0	353,477
Career Ladder Program	465,197	0	0	0	0	465,197
<u>Other State Revenues</u>						
State Revenue Sharing - T.V.A.	1,069,820	0	0	0	0	1,069,820
Total State of Tennessee	\$ 130,071,679	\$ 0	\$ 95,445	\$ 0	\$ 0	\$ 130,167,124
<u>Federal Government</u>						
<u>Federal Through State</u>						
USDA School Lunch Program	\$ 0	\$ 0	\$ 2,091,572	\$ 0	\$ 0	2,091,572
USDA - Commodities	0	0	835,499	0	0	835,499
Breakfast	0	0	295,467	0	0	295,467
Vocational Education - Basic Grants to States	0	338,236	0	0	0	338,236
Other Vocational	0	52,500	0	0	0	52,500
Title I Grants to Local Education Agencies	0	1,255,140	0	0	0	1,255,140
Special Education - Grants to States	970,875	4,950,223	0	0	0	5,921,098
Special Education Preschool Grants	0	63,660	0	0	0	63,660
English Language Acquisition Grants	0	65,599	0	0	0	65,599

(Continued)

Exhibit K-7

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

	<u>Special Revenue Funds</u>				<u>Capital</u>	<u>Total</u>
	<u>General Purpose School</u>	<u>School Federal Projects</u>	<u>Central Cafeteria</u>	<u>Extended School Program</u>	<u>Projects Fund Education Capital Projects</u>	
<u>Federal Government (Cont.)</u>						
<u>Federal Through State (Cont.)</u>						
Eisenhower Professional Development State Grants	\$ 0	\$ 297,458	\$ 0	\$ 0	\$ 0	\$ 297,458
Other Federal through State	0	41,567	0	0	0	41,567
<u>Direct Federal Revenue</u>						
ROTC Reimbursement	422,495	0	0	0	0	422,495
Total Federal Government	\$ 1,393,370	\$ 7,064,383	\$ 3,222,538	\$ 0	\$ 0	\$ 11,680,291
<u>Other Governments and Citizens Groups</u>						
<u>Other Governments</u>						
Contributions	\$ 0	\$ 0	\$ 0	\$ 0	\$ 66,701,912	\$ 66,701,912
Total Other Governments and Citizens Groups	\$ 0	\$ 0	\$ 0	\$ 0	\$ 66,701,912	\$ 66,701,912
Total	\$ 318,005,672	\$ 7,064,383	\$ 13,095,301	\$ 5,257,217	\$ 66,939,449	\$ 410,362,022

Exhibit K-8

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

General Fund

General Government

County Commission

County Official/Administrative Officer	\$	144,358	
Other Per Diem and Fees		3,006	
Audit Services		77,446	
Consultants		135,368	
Maintenance and Repair Services - Office Equipment		4,248	
Postal Charges		2,000	
Travel		3,105	
Tax Relief Program		639,096	
Total County Commission			\$ 1,008,627

Board of Equalization

Board and Committee Members Fees	\$	6,268	
Total Board of Equalization			6,268

Beer Board

Board and Committee Members Fees	\$	2,100	
Total Beer Board			2,100

Other Boards and Committees

Board and Committee Members Fees	\$	775	
Total Other Boards and Committees			775

County Mayor/Executive

County Official/Administrative Officer	\$	157,914	
Supervisor/Director		92,251	
Secretary(ies)		117,880	
Part-time Personnel		4,357	
Longevity Pay		2,350	
Overtime Pay		663	
Communication		2,404	
Consultants		5,000	
Dues and Memberships		1,102	
Operating Lease Payments		2,281	
Maintenance and Repair Services - Office Equipment		160	
Postal Charges		4,500	
Printing, Stationery, and Forms		586	
Travel		2,893	
Other Contracted Services		228,539	
Office Supplies		1,353	
Other Supplies and Materials		548	
In Service/Staff Development		7,250	
Other Charges		5,165	
Total County Mayor/Executive			637,196

Personnel Office

Assistant(s)	\$	70,352	
Supervisor/Director		107,993	

(Continued)

Exhibit K-8

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

General Fund (Cont.)

General Government (Cont.)

Personnel Office (Cont.)

Part-time Personnel	\$	8,734	
Longevity Pay		1,550	
Communication		294	
Dues and Memberships		348	
Postal Charges		300	
Printing, Stationery, and Forms		2,333	
Office Supplies		537	
Periodicals		295	
In Service/Staff Development		2,477	
Total Personnel Office			\$ 195,213

County Attorney

Legal Services	\$	712,691	
Total County Attorney			712,691

Election Commission

County Official/Administrative Officer	\$	106,921	
Assistant(s)		156,349	
Temporary Personnel		177,931	
Part-time Personnel		35,718	
Longevity Pay		1,650	
Overtime Pay		34,334	
Election Commission		5,525	
Election Workers		148,124	
Advertising		6,768	
Communication		1,093	
Dues and Memberships		3,170	
Freight Expenses		17,810	
Operating Lease Payments		5,496	
Licenses		25,151	
Maintenance and Repair Services - Equipment		46,919	
Maintenance and Repair Services - Office Equipment		32,662	
Postal Charges		28,232	
Printing, Stationery, and Forms		28,355	
Travel		1,570	
Office Supplies		14,964	
Other Charges		2,674	
Total Election Commission			881,416

Register of Deeds

County Official/Administrative Officer	\$	118,830	
Deputy(ies)		460,390	
Part-time Personnel		2,625	
Longevity Pay		8,600	
Communication		316	
Dues and Memberships		993	
Operating Lease Payments		10,020	

(Continued)

Exhibit K-8

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

General Fund (Cont.)

General Government (Cont.)

Register of Deeds (Cont.)

Maintenance and Repair Services - Office Equipment	\$	22,778	
Postal Charges		3,271	
Printing, Stationery, and Forms		32,748	
In Service/Staff Development		1,264	
Data Processing Equipment		2,718	
Total Register of Deeds	\$		664,553

Development

Assistant(s)	\$	1,453,276	
Supervisor/Director		115,690	
Deputy(ies)		424,903	
Secretary(ies)		330,661	
Temporary Personnel		4,866	
Part-time Personnel		1,358	
Longevity Pay		32,200	
Board and Committee Members Fees		11,860	
Communication		10,522	
Consultants		1,975	
Dues and Memberships		681	
Operating Lease Payments		8,924	
Licenses		22,537	
Maintenance and Repair Services - Office Equipment		2,317	
Postal Charges		3,850	
Travel		54	
Office Supplies		8,970	
In Service/Staff Development		335	
Other Charges		348	
Total Development			2,435,327

Planning

Advertising	\$	437	
Consultants		1,176	
Dues and Memberships		1,107	
Evaluation and Testing		7,000	
Maintenance and Repair Services - Vehicles		145	
Travel		25	
Gasoline		325	
Instructional Supplies and Materials		713	
In Service/Staff Development		1,632	
Total Planning			12,560

Building

Communication	\$	424	
Dues and Memberships		440	
Maintenance and Repair Services - Vehicles		2,284	
Gasoline		7,816	
Uniforms		1,342	

(Continued)

Exhibit K-8

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

General Fund (Cont.)

General Government (Cont.)

Building (Cont.)

In Service/Staff Development	\$	5,683	
Motor Vehicles		50,665	
Total Building			\$ 68,654

Engineering

Board and Committee Members Fees	\$	2,584	
Dues and Memberships		1,394	
Evaluation and Testing		3,623	
Maintenance and Repair Services - Vehicles		1,348	
Permits		3,460	
Gasoline		4,135	
Instructional Supplies and Materials		955	
Uniforms		665	
In Service/Staff Development		5,742	
Total Engineering			23,906

Codes Compliance

Advertising	\$	387	
Communication		1,104	
Consultants		500	
Contracts with Private Agencies		3,575	
Maintenance and Repair Services - Vehicles		215	
Gasoline		1,403	
Periodicals		136	
Uniforms		816	
In Service/Staff Development		2,702	
Total Codes Compliance			10,838

Geographical Information Systems

Supervisor/Director	\$	108,243	
Data Processing Personnel		606,479	
Secretary(ies)		35,901	
Part-time Personnel		13,896	
Longevity Pay		8,150	
Communication		119,059	
Dues and Memberships		1,403	
Licenses		310,056	
Maintenance and Repair Services - Vehicles		156	
Travel		583	
Other Contracted Services		99,281	
Gasoline		2,035	
Instructional Supplies and Materials		30	
Office Supplies		4,631	
Uniforms		3,124	
In Service/Staff Development		6,224	
Total Geographical Information Systems			1,319,251

(Continued)

Exhibit K-8

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

General Fund (Cont.)

General Government (Cont.)

County Buildings

Supervisor/Director	\$	97,081	
Deputy(ies)		41,395	
Foremen		228,211	
Mechanic(s)		652,067	
Nightwatchmen		30,742	
Clerical Personnel		42,702	
Custodial Personnel		289,194	
Part-time Personnel		253,153	
Longevity Pay		10,550	
Overtime Pay		50,438	
Communication		45,604	
Contracts with Private Agencies		102,956	
Operating Lease Payments		1,289	
Maintenance and Repair Services - Buildings		519,810	
Maintenance and Repair Services - Vehicles		23,032	
Custodial Supplies		74,289	
Electricity		647,886	
Gasoline		37,259	
Natural Gas		37,975	
Office Supplies		1,640	
Uniforms		11,344	
Water and Sewer		58,158	
In Service/Staff Development		15,390	
Other Charges		203	
Motor Vehicles		22,154	
Total County Buildings			\$ 3,294,522

Other Facilities

Assistant(s)	\$	70,405	
Supervisor/Director		49,391	
Part-time Personnel		25,995	
Longevity Pay		1,850	
Communication		408	
Maintenance and Repair Services - Vehicles		504	
Travel		163	
Gasoline		275	
Office Supplies		1,969	
Other Supplies and Materials		2,509	
Total Other Facilities			153,469

Preservation of Records

County Official/Administrative Officer	\$	57,752	
Assistant(s)		87,882	
Temporary Personnel		5,617	
Part-time Personnel		17,200	
Longevity Pay		250	
Board and Committee Members Fees		50	

(Continued)

Exhibit K-8

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

General Fund (Cont.)

General Government (Cont.)

Preservation of Records (Cont.)

Communication	\$	2,489	
Operating Lease Payments		2,159	
Licenses		2,721	
Maintenance and Repair Services - Office Equipment		7,190	
Postal Charges		285	
Other Contracted Services		106	
Office Supplies		10,728	
Other Supplies and Materials		9,770	
Total Preservation of Records			\$ 204,199

Risk Management

County Official/Administrative Officer	\$	94,848	
Assistant(s)		82,041	
Longevity Pay		1,300	
Communication		1,756	
Dues and Memberships		215	
Operating Lease Payments		1,070	
Postal Charges		1,000	
Printing, Stationery, and Forms		300	
Travel		233	
Instructional Supplies and Materials		203	
Office Supplies		1,241	
In Service/Staff Development		852	
Total Risk Management			185,059

Other Risk Management

Paraprofessionals	\$	84,107	
Clerical Personnel		207,100	
Longevity Pay		1,900	
Communication		971	
Operating Lease Payments		5,815	
Postal Charges		8,350	
Printing, Stationery, and Forms		2,584	
Travel		31	
Office Supplies		3,505	
In Service/Staff Development		234	
Total Other Risk Management			314,597

Finance

Accounting and Budgeting

County Official/Administrative Officer	\$	106,247	
Assistant(s)		71,781	
Accountants/Bookkeepers		449,154	
Purchasing Personnel		113,035	
Temporary Personnel		3,197	
Longevity Pay		6,800	
Communication		2,870	

(Continued)

Exhibit K-8

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

General Fund (Cont.)

Finance (Cont.)

Accounting and Budgeting (Cont.)

Operating Lease Payments	\$	1,195	
Licenses		190,697	
Postal Charges		5,976	
Printing, Stationery, and Forms		5,944	
Travel		99	
Office Supplies		6,788	
Premiums on Corporate Surety Bonds		300	
In Service/Staff Development		17,836	
Other Charges		119	
Total Accounting and Budgeting			\$ 982,038

Property Assessor's Office

County Official/Administrative Officer	\$	118,830	
Deputy(ies)		1,199,889	
Salary Supplements		14,011	
Part-time Personnel		17,158	
Longevity Pay		16,650	
Overtime Pay		13,507	
Advertising		79	
Communication		1,224	
Consultants		76,989	
Data Processing Services		8,451	
Dues and Memberships		3,440	
Operating Lease Payments		21,986	
Maintenance and Repair Services - Office Equipment		19,859	
Maintenance and Repair Services - Vehicles		2,210	
Postal Charges		10,662	
Printing, Stationery, and Forms		5,289	
Travel		3,028	
Gasoline		1,874	
Office Supplies		13,240	
Periodicals		4,067	
Uniforms		2,016	
In Service/Staff Development		3,478	
Other Charges		5,441	
Motor Vehicles		20,334	
Total Property Assessor's Office			1,583,712

County Trustee's Office

County Official/Administrative Officer	\$	118,830	
Assistant(s)		290,663	
Part-time Personnel		36,048	
Longevity Pay		3,350	
Overtime Pay		100	
Advertising		1,095	
Communication		1,340	
Data Processing Services		63,480	

(Continued)

Exhibit K-8

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

General Fund (Cont.)

Finance (Cont.)

County Trustee's Office (Cont.)

Dues and Memberships	\$	1,208	
Maintenance and Repair Services - Office Equipment		21,759	
Postal Charges		4,698	
Printing, Stationery, and Forms		8,974	
Travel		855	
In Service/Staff Development		2,555	
Other Charges		493	
Total County Trustee's Office			\$ 555,448

County Clerk's Office

County Official/Administrative Officer	\$	118,830	
Assistant(s)		708,178	
Part-time Personnel		66,474	
Longevity Pay		9,950	
Advertising		1,445	
Communication		332	
Dues and Memberships		933	
Operating Lease Payments		3,423	
Maintenance and Repair Services - Office Equipment		23,752	
Postal Charges		66,580	
Printing, Stationery, and Forms		6,941	
Office Equipment		24,102	
Total County Clerk's Office			1,030,940

Other Finance

Duplicating Supplies	\$	36,981	
Data Processing Equipment		338,849	
Furniture and Fixtures		40,766	
Total Other Finance			416,596

Administration of Justice

Circuit Court

County Official/Administrative Officer	\$	118,830	
Deputy(ies)		1,209,255	
Part-time Personnel		26,297	
Longevity Pay		20,750	
Jury and Witness Expense		15,304	
Communication		3,743	
Dues and Memberships		998	
Operating Lease Payments		37,435	
Postal Charges		19,482	
Printing, Stationery, and Forms		12,985	
Travel		222	
Other Contracted Services		18,050	
Office Supplies		17,462	
Premiums on Corporate Surety Bonds		50	
Office Equipment		27,286	
Total Circuit Court			1,528,149

(Continued)

Exhibit K-8

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

General Fund (Cont.)

Administration of Justice (Cont.)

General Sessions Court

Judge(s)	\$	322,650	
Assistant(s)		182,957	
Probation Officer(s)		163,979	
Secretary(ies)		81,886	
Clerical Personnel		32,801	
Part-time Personnel		16,513	
Longevity Pay		4,350	
Overtime Pay		864	
Communication		696	
Contracts with Government Agencies		275,234	
Dues and Memberships		1,837	
Evaluation and Testing		5,420	
Operating Lease Payments		2,684	
Postal Charges		1,274	
Printing, Stationery, and Forms		1,238	
Travel		999	
Other Contracted Services		12,549	
Office Supplies		6,735	
Periodicals		2,829	
In Service/Staff Development		1,145	
Other Charges		85	
Total General Sessions Court			\$ 1,118,725

Drug Court

Drug Treatment	\$	109,550	
Total Drug Court			109,550

Chancery Court

County Official/Administrative Officer	\$	118,830	
Assistant(s)		289,333	
Part-time Personnel		14,548	
Longevity Pay		5,400	
Overtime Pay		891	
Communication		325	
Dues and Memberships		833	
Maintenance and Repair Services - Office Equipment		25,391	
Postal Charges		12,765	
Printing, Stationery, and Forms		3,379	
Office Supplies		6,109	
Periodicals		783	
Other Supplies and Materials		559	
In Service/Staff Development		250	
Other Charges		103	
Total Chancery Court			479,499

Juvenile Court

County Official/Administrative Officer	\$	118,830	
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(Continued)

Exhibit K-8

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

General Fund (Cont.)

Administration of Justice (Cont.)

Juvenile Court (Cont.)

Assistant(s)	\$	310,570	
Part-time Personnel		11,026	
Longevity Pay		4,950	
Communication		1,229	
Dues and Memberships		748	
Operating Lease Payments		6,498	
Maintenance and Repair Services - Office Equipment		789	
Postal Charges		4,000	
Printing, Stationery, and Forms		4,309	
Travel		28	
Other Contracted Services		12,462	
Office Supplies		1,648	
In Service/Staff Development		600	
Other Charges		88	
Total Juvenile Court			\$ 477,775

Judicial Commissioners

Assistant(s)	\$	281,674	
Part-time Personnel		21,636	
Longevity Pay		4,200	
Overtime Pay		302	
Dues and Memberships		600	
Operating Lease Payments		1,984	
Office Supplies		1,918	
Periodicals		359	
In Service/Staff Development		500	
Total Judicial Commissioners			313,173

Other Administration of Justice

County Official/Administrative Officer	\$	60,630	
Assistant(s)		166,933	
Part-time Personnel		35,476	
Total Other Administration of Justice			263,039

Victim Assistance Programs

Contributions	\$	89,020	
Total Victim Assistance Programs			89,020

Public Safety

Sheriff's Department

County Official/Administrative Officer	\$	130,707	
Deputy(ies)		7,348,406	
Accountants/Bookkeepers		69,160	
Salary Supplements		91,800	
Clerical Personnel		627,534	
Longevity Pay		78,900	
Overtime Pay		254,800	

(Continued)

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

General Fund (Cont.)Public Safety (Cont.)Sheriff's Department (Cont.)

Communication	\$	44,462	
Contracts with Private Agencies		122,543	
Evaluation and Testing		2,786	
Operating Lease Payments		11,783	
Maintenance and Repair Services - Vehicles		235,789	
Postal Charges		6,448	
Transportation - Other than Students		48,135	
Travel		4,349	
Data Processing Supplies		34,487	
Gasoline		426,622	
Law Enforcement Supplies		64,287	
Office Supplies		25,814	
Periodicals		1,046	
Tires and Tubes		61,284	
Uniforms		155,795	
Other Supplies and Materials		5,444	
In Service/Staff Development		176,012	
Other Charges		23,306	
Data Processing Equipment		52,485	
Law Enforcement Equipment		350,625	
Motor Vehicles		11,850	
Other Equipment		97,264	
Other Capital Outlay		18,665	
Total Sheriff's Department			\$ 10,582,588

Traffic Control

Guards	\$	145,207	
Advertising		1,000	
Uniforms		6,187	
Total Traffic Control			152,394

Jail

Guards	\$	3,572,192	
Longevity Pay		15,500	
Overtime Pay		146,942	
Advertising		1,174	
Communication		18,360	
Evaluation and Testing		14,650	
Laundry Service		57,372	
Operating Lease Payments		8,465	
Maintenance and Repair Services - Buildings		149,659	
Maintenance and Repair Services - Equipment		14,006	
Maintenance and Repair Services - Vehicles		6,287	
Medical and Dental Services		1,409,979	
Postal Charges		732	
Drugs and Medical Supplies		6,807	
Electricity		237,044	

(Continued)

Exhibit K-8

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

General Fund (Cont.)

Public Safety (Cont.)

Jail (Cont.)

Food Supplies	\$	560,345	
Gasoline		9,032	
Natural Gas		34,942	
Office Supplies		28,674	
Periodicals		75	
Prisoners Clothing		19,668	
Uniforms		75,064	
Water and Sewer		123,973	
Other Supplies and Materials		42,775	
In Service/Staff Development		41,555	
Data Processing Equipment		9,321	
Total Jail			\$ 6,604,593

Workhouse

Deputy(ies)	\$	93,389	
Longevity Pay		2,050	
Maintenance and Repair Services - Vehicles		3,091	
Gasoline		8,104	
Instructional Supplies and Materials		30,015	
Office Supplies		708	
Other Road Materials		5,510	
Small Tools		2,000	
Uniforms		2,395	
Other Supplies and Materials		3,619	
Motor Vehicles		38,413	
Total Workhouse			189,294

Juvenile Services

Judge(s)	\$	161,325	
Assistant(s)		1,301,461	
Teachers		152,776	
Part-time Personnel		98,015	
Longevity Pay		14,150	
Overtime Pay		10,445	
Communication		7,678	
Contracts with Government Agencies		145,781	
Dues and Memberships		350	
Operating Lease Payments		7,226	
Legal Services		2,529	
Maintenance and Repair Services - Office Equipment		16,561	
Medical and Dental Services		517	
Postal Charges		1,524	
Printing, Stationery, and Forms		1,651	
Transportation - Other than Students		1,042	
Travel		7,248	
Other Contracted Services		7,259	
Food Supplies		12,456	

(Continued)

Exhibit K-8

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

General Fund (Cont.)

Public Safety (Cont.)

Juvenile Services (Cont.)

Office Supplies	\$	10,466	
Other Supplies and Materials		29,935	
In Service/Staff Development		7,378	
Total Juvenile Services			\$ 1,997,773

Fire Prevention and Control

Contracts with Government Agencies	\$	2,000	
Contributions		494,359	
Total Fire Prevention and Control			496,359

Other Emergency Management

In Service/Staff Development	\$	13,285	
Total Other Emergency Management			13,285

County Coroner/Medical Examiner

Contracts with Private Agencies	\$	81,765	
Medical and Dental Services		33,065	
Other Contracted Services		85,140	
Drugs and Medical Supplies		57,735	
Total County Coroner/Medical Examiner			257,705

Other Public Safety

County Official/Administrative Officer	\$	101,110	
Assistant(s)		519,360	
Supervisor/Director		155,727	
Dispatchers/Radio Operators		1,330,145	
Secretary(ies)		42,057	
Part-time Personnel		59,264	
Longevity Pay		9,800	
Overtime Pay		211,111	
Advertising		49	
Communication		88,148	
Contracts with Government Agencies		1,502	
Dues and Memberships		2,299	
Evaluation and Testing		11,164	
Operating Lease Payments		225,009	
Maintenance Agreements		91,948	
Maintenance and Repair Services - Equipment		58,866	
Maintenance and Repair Services - Office Equipment		1,121	
Maintenance and Repair Services - Vehicles		29,874	
Postal Charges		209	
Rentals		725	
Travel		2,117	
Other Contracted Services		15,067	
Electricity		229,300	
Gasoline		20,368	
Natural Gas		38,191	

(Continued)

Exhibit K-8

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

General Fund (Cont.)

Public Safety (Cont.)

Other Public Safety (Cont.)

Office Supplies	\$	6,341	
Uniforms		51,314	
Water and Sewer		6,146	
Other Supplies and Materials		42,388	
In Service/Staff Development		26,643	
Motor Vehicles		72,794	
Other Equipment		120,994	
Total Other Public Safety			\$ 3,571,151

Public Health and Welfare

Local Health Center

Medical Personnel	\$	192,581	
Secretary(ies)		36,088	
Clerical Personnel		30,389	
Custodial Personnel		27,810	
Part-time Personnel		14,226	
Longevity Pay		6,350	
Board and Committee Members Fees		2,025	
Communication		10,885	
Contracts with Government Agencies		638,069	
Dues and Memberships		300	
Laundry Service		249	
Maintenance and Repair Services - Buildings		3,771	
Travel		2,623	
Other Contracted Services		2,500	
Drugs and Medical Supplies		6,613	
Food Supplies		1,415	
Instructional Supplies and Materials		13,513	
Office Supplies		322	
Utilities		27,733	
Liability Insurance		1,065	
Other Charges		405	
Total Local Health Center			1,018,932

Rabies and Animal Control

Assistant(s)	\$	57,965	
Supervisor/Director		82,048	
Paraprofessionals		146,794	
Attendants		403,351	
Custodial Personnel		30,170	
Part-time Personnel		85,050	
Longevity Pay		2,650	
Overtime Pay		40,649	
Communication		7,710	
Contracts with Private Agencies		5,993	
Operating Lease Payments		1,759	
Maintenance and Repair Services - Buildings		1,760	

(Continued)

Exhibit K-8

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

General Fund (Cont.)

Public Health and Welfare (Cont.)

Rabies and Animal Control (Cont.)

Maintenance and Repair Services - Office Equipment	\$	449	
Maintenance and Repair Services - Vehicles		6,122	
Postal Charges		386	
Printing, Stationery, and Forms		1,607	
Veterinary Services		11,087	
Other Contracted Services		20,831	
Animal Food and Supplies		49,119	
Custodial Supplies		5,530	
Drugs and Medical Supplies		156,533	
Electricity		29,907	
Gasoline		9,306	
Instructional Supplies and Materials		205	
Natural Gas		6,743	
Office Supplies		7,342	
Uniforms		1,417	
Water and Sewer		8,737	
Other Supplies and Materials		29,219	
In Service/Staff Development		6,472	
Motor Vehicles		43,651	
Other Capital Outlay		25,281	
Total Rabies and Animal Control			\$ 1,285,843

Ambulance/Emergency Medical Services

Contracts with Government Agencies	\$	1,943,624	
Total Ambulance/Emergency Medical Services			1,943,624

Other Local Health Services

Contributions	\$	9,576	
Total Other Local Health Services			9,576

Appropriation to State

Contributions	\$	103,816	
Total Appropriation to State			103,816

General Welfare Assistance

Contributions	\$	17,617	
Total General Welfare Assistance			17,617

Aid to Dependent Children

Contracts with Government Agencies	\$	7,686	
Total Aid to Dependent Children			7,686

Other Local Welfare Services

Pauper Burials	\$	1,800	
Total Other Local Welfare Services			1,800

(Continued)

Exhibit K-8

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

General Fund (Cont.)

Public Health and Welfare (Cont.)

Other Public Health and Welfare

Communication	\$	6,072	
Dues and Memberships		1,200	
Operating Lease Payments		7,485	
Maintenance and Repair Services - Vehicles		5,567	
Printing, Stationery, and Forms		1,331	
Travel		170	
Data Processing Supplies		2,336	
Gasoline		7,098	
Office Supplies		5,796	
Periodicals		37	
Uniforms		2,086	
Other Supplies and Materials		3,024	
Motor Vehicles		27,821	
Total Other Public Health and Welfare			\$ 70,023

Social, Cultural, and Recreational Services

Adult Activities

Contributions	\$	45,464	
Total Adult Activities			45,464

Senior Citizens Assistance

Contributions	\$	88,530	
Total Senior Citizens Assistance			88,530

Libraries

County Official/Administrative Officer	\$	80,788	
Librarians		1,208,271	
Temporary Personnel		7,263	
Part-time Personnel		248,580	
Longevity Pay		14,500	
Communication		9,664	
Contributions		98,115	
Data Processing Services		5,500	
Dues and Memberships		705	
Operating Lease Payments		11,158	
Maintenance and Repair Services - Office Equipment		4,334	
Postal Charges		2,581	
Printing, Stationery, and Forms		222	
Travel		288	
Other Contracted Services		36,565	
Data Processing Supplies		122,556	
Library Books/Media		226,254	
Office Supplies		8,338	
Periodicals		7,500	
Utilities		132,324	
Other Supplies and Materials		50,552	
In Service/Staff Development		1,911	
Other Charges		3,248	
Total Libraries			2,281,217

(Continued)

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

General Fund (Cont.)

Social, Cultural, and Recreational Services (Cont.)

Parks and Fair Boards

County Official/Administrative Officer	\$	101,420
Assistant(s)		2,366,803
Supervisor/Director		427,110
Mechanic(s)		40,622
Clerical Personnel		326,432
Custodial Personnel		208,353
Maintenance Personnel		472,700
Temporary Personnel		461,307
Part-time Personnel		3,494,773
Longevity Pay		35,400
Overtime Pay		25,614
Advertising		66,391
Communication		88,626
Contracts with Private Agencies		248,196
Dues and Memberships		2,178
Evaluation and Testing		3,982
Maintenance and Repair Services - Buildings		672,507
Maintenance and Repair Services - Equipment		80,570
Maintenance and Repair Services - Office Equipment		39,146
Maintenance and Repair Services - Vehicles		41,052
Pest Control		1,835
Postal Charges		2,165
Printing, Stationery, and Forms		22,154
Rentals		4,379
Travel		29
Disposal Fees		35,952
Permits		5,330
Other Contracted Services		77,184
Custodial Supplies		141,400
Drugs and Medical Supplies		9,095
Electricity		909,705
Fertilizer, Lime, and Seed		54,846
Food Supplies		6,486
Fuel Oil		1,695
Gasoline		43,980
Instructional Supplies and Materials		178,845
Natural Gas		159,275
Office Supplies		27,786
Periodicals		1,176
Sand		1,590
Uniforms		46,947
Water and Sewer		192,869
Clay		7,129
Chemicals		85,002
Other Supplies and Materials		211,829
Refunds		53,081
Surcharge		13,595

(Continued)

Exhibit K-8

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

General Fund (Cont.)

Social, Cultural, and Recreational Services (Cont.)

Parks and Fair Boards (Cont.)

In Service/Staff Development	\$	780	
Other Charges		173,061	
Motor Vehicles		71,658	
Total Parks and Fair Boards			\$ 11,744,040

Other Social, Cultural, and Recreational

Supervisor/Director	\$	79,511	
Foremen		51,771	
Clerical Personnel		87,547	
Cafeteria Personnel		71,885	
Maintenance Personnel		288,713	
Temporary Personnel		13,064	
Longevity Pay		5,800	
Overtime Pay		18,224	
Communication		11,034	
Dues and Memberships		835	
Operating Lease Payments		1,838	
Maintenance and Repair Services - Buildings		12,002	
Maintenance and Repair Services - Equipment		7,153	
Maintenance and Repair Services - Vehicles		520	
Rentals		23,530	
Travel		812	
Disposal Fees		117,283	
Other Contracted Services		3,816	
Custodial Supplies		15,110	
Electricity		180,537	
Food Supplies		74,226	
Gasoline		4,470	
Natural Gas		23,467	
Office Supplies		943	
Small Tools		3,999	
Tires and Tubes		393	
Uniforms		4,411	
Water and Sewer		27,126	
Other Supplies and Materials		24,495	
In Service/Staff Development		2,950	
Total Other Social, Cultural, and Recreational			1,157,465

Agriculture and Natural Resources

Agricultural Extension Service

Assistant(s)	\$	88,504	
Salary Supplements		158,700	
Part-time Personnel		24,336	
Longevity Pay		1,334	
Board and Committee Members Fees		450	
Social Security		9,291	
Extension Service Medicare		1,387	

(Continued)

Exhibit K-8

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

General Fund (Cont.)

Agriculture and Natural Resources (Cont.)

Agricultural Extension Service (Cont.)

Pensions	\$	23,180	
Medical Insurance		11,519	
Communication		5,287	
Dues and Memberships		685	
Janitorial Services		6,221	
Operating Lease Payments		2,271	
Maintenance and Repair Services - Equipment		1,375	
Maintenance and Repair Services - Vehicles		587	
Travel		1,643	
Gasoline		1,246	
Total Agricultural Extension Service			\$ 338,016

Soil Conservation

Secretary(ies)	\$	46,530	
Longevity Pay		1,600	
Other Charges		5,463	
Total Soil Conservation			53,593

Other Operations

Public Transportation

Other Contracted Services	\$	223,063	
Total Public Transportation			223,063

Veterans' Services

Supervisor/Director	\$	22,660	
Dues and Memberships		399	
Travel		220	
Office Supplies		111	
Other Supplies and Materials		890	
Total Veterans' Services			24,280

Other Charges

Dues and Memberships	\$	52,154	
Building and Contents Insurance		175,095	
Excess Risk Insurance		779,984	
Trustee's Commission		1,240,280	
Workers' Compensation Insurance		62,992	
Liability Claims		1,617,472	
Total Other Charges			3,927,977

Employee Benefits

Social Security	\$	2,623,468	
Pensions		1,537,317	
Life Insurance		45,318	
Medical Insurance		8,715,000	
Disability Insurance		41,020	
Unemployment Compensation		6,027	

(Continued)

Exhibit K-8

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

General Fund (Cont.)

Other Operations (Cont.)

Employee Benefits (Cont.)

Local Retirement	\$ 150,000	
Employer Medicare	617,178	
Total Employee Benefits		\$ 13,735,328

Miscellaneous

Consultants	\$ 7,146	
Contracts with Private Agencies	112,254	
Contributions	1,554,152	
Total Miscellaneous		<u>1,673,552</u>

Total General Fund \$ 84,695,469

Solid Waste/Sanitation Fund

Public Health and Welfare

Sanitation Management

Supervisor/Director	\$ 86,146	
Deputy(ies)	200,475	
Laborers	625,299	
Guards	525,319	
Clerical Personnel	107,362	
Longevity Pay	14,500	
Overtime Pay	71,301	
Advertising	2,897	
Communication	17,314	
Dues and Memberships	524	
Evaluation and Testing	925	
Maintenance and Repair Services - Buildings	12,711	
Maintenance and Repair Services - Equipment	222,995	
Maintenance and Repair Services - Office Equipment	1,825	
Maintenance and Repair Services - Vehicles	115,096	
Postal Charges	38	
Printing, Stationery, and Forms	1,594	
Rentals	7,656	
Other Contracted Services	1,681,781	
Diesel Fuel	240,501	
Electricity	28,454	
Gasoline	15,921	
Lubricants	9,957	
Natural Gas	998	
Office Supplies	2,369	
Periodicals	218	
Tires and Tubes	40,237	
Uniforms	9,736	
Water and Sewer	2,335	
Other Supplies and Materials	30,190	
In Service/Staff Development	3,454	
Other Charges	28,019	
Total Sanitation Management		\$ 4,108,147

(Continued)

Exhibit K-8

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

Solid Waste/Sanitation Fund (Cont.)

Other Operations

Other Charges

Building and Contents Insurance	\$	6,958	
Excess Risk Insurance		127,236	
Trustee's Commission		99,568	
Workers' Compensation Insurance		2,249	
Liability Claims		27,529	
Total Other Charges			\$ 263,540

Employee Benefits

Social Security	\$	97,677	
Pensions		44,742	
Life Insurance		1,350	
Medical Insurance		250,000	
Disability Insurance		4,447	
Employer Medicare		22,844	
Total Employee Benefits			421,060

Total Solid Waste/Sanitation Fund \$ 4,792,747

Drug Control Fund

Public Safety

Drug Enforcement

Communication	\$	1,644	
Confidential Drug Enforcement Payments		10,000	
Towing Services		250	
Other Supplies and Materials		18,693	
Trustee's Commission		560	
In Service/Staff Development		2,929	
Other Capital Outlay		15,468	
Total Drug Enforcement			\$ 49,544

Total Drug Control Fund 49,544

Constitutional Officers - Fees Fund

Public Safety

Sheriff's Department

Constitutional Officers' Operating Expenses	\$	100	
Total Sheriff's Department			\$ 100

Total Constitutional Officers - Fees Fund 100

Highway/Public Works Fund

Highways

Administration

County Official/Administrative Officer	\$	130,707	
Accountants/Bookkeepers		67,538	
Dispatchers/Radio Operators		58,989	
Secretary(ies)		48,839	

(Continued)

Exhibit K-8

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

Highway/Public Works Fund (Cont.)

Highways (Cont.)

Administration (Cont.)

Longevity Pay	\$	47,050	
Board and Committee Members Fees		5,400	
Advertising		466	
Communication		10,264	
Engineering Services		429,783	
Evaluation and Testing		1,910	
Operating Lease Payments		1,297	
Legal Services		33,820	
Maintenance and Repair Services - Office Equipment		752	
Postal Charges		1,300	
Electricity		40,958	
Natural Gas		12,549	
Office Supplies		1,078	
Water and Sewer		10,773	
Other Charges		6,398	
Total Administration			\$ 909,871

Highway and Bridge Maintenance

Foremen	\$	179,463	
Equipment Operators		2,308,919	
Part-time Personnel		69,906	
Overtime Pay		54,246	
Contracts with Private Agencies		56,931	
Rentals		31,870	
Asphalt - Cold Mix		15,000	
Asphalt - Hot Mix		2,712,534	
Asphalt - Liquid		84,189	
Other Road Materials		226,011	
Pipe		24,923	
Road Signs		19,844	
Salt		119,511	
Uniforms		24,919	
Other Charges		3,128	
Total Highway and Bridge Maintenance			5,931,394

Operation and Maintenance of Equipment

Foremen	\$	64,148	
Mechanic(s)		173,573	
Nightwatchmen		122,055	
Part-time Personnel		9,043	
Diesel Fuel		323,555	
Equipment Parts - Heavy		315,353	
Equipment and Machinery Parts		2,500	
Garage Supplies		41,902	
Gasoline		100,239	
Lubricants		23,494	
Tires and Tubes		90,783	
Total Operation and Maintenance of Equipment			1,266,645

(Continued)

Exhibit K-8

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

Highway/Public Works Fund (Cont.)

Highways (Cont.)

Quarry Operations

Equipment Operators	\$	344,614	
Overtime Pay		7,682	
Explosive and Drilling Services		2,652	
Maintenance and Repair Services - Vehicles		104,090	
Electricity		31,222	
Other Supplies and Materials		5,499	
Total Quarry Operations			\$ 495,759

Other Charges

Building and Contents Insurance	\$	11,404	
Excess Risk Insurance		275,885	
Trustee's Commission		125,810	
Workers' Compensation Insurance		4,948	
Liability Claims		9,923	
Total Other Charges			427,970

Employee Benefits

Social Security	\$	220,927	
Pensions		145,602	
Life Insurance		4,200	
Medical Insurance		780,000	
Disability Insurance		2,600	
Employer Medicare		51,718	
Total Employee Benefits			1,205,047

Capital Outlay

Bridge Construction	\$	96,287	
Highway Construction		34,006	
Highway Equipment		805,423	
Site Development		5,481	
Total Capital Outlay			941,197

Total Highway/Public Works Fund \$ 11,177,883

General Debt Service Fund

Principal on Debt

General Government

Principal on Bonds	\$	13,142,400	
Total General Government			\$ 13,142,400

Highways and Streets

Principal on Bonds	\$	192,600	
Total Highways and Streets			192,600

Education

Principal on Bonds	\$	11,870,000	
Total Education			11,870,000

(Continued)

Exhibit K-8

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

General Debt Service Fund (Cont.)

Interest on Debt

General Government

Interest on Bonds	\$ 5,408,818	
Total General Government		\$ 5,408,818

Highways and Streets

Interest on Bonds	\$ 15,912	
Total Highways and Streets		15,912

Education

Interest on Bonds	\$ 7,193,058	
Total Education		7,193,058

Other Debt Service

General Government

Fiscal Agent Charges	\$ 8,064	
Trustee's Commission	631,504	
Underwriter's Discount	7,912	
Other Debt Issuance Charges	197,448	
Other Debt Service	9,505,838	
Total General Government		10,350,766

Education

Underwriter's Discount	\$ 65	
Other Debt Issuance Charges	1,611	
Other Debt Service	127,074	
Total Education		<u>128,750</u>

Total General Debt Service Fund		\$ 48,302,304
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Rural Debt Service Fund

Principal on Debt

Education

Principal on Bonds	\$ 14,910,000	
Total Education		\$ 14,910,000

Interest on Debt

Education

Interest on Bonds	\$ 10,307,071	
Total Education		10,307,071

Other Debt Service

Education

Fiscal Agent Charges	\$ 7,678	
Trustee's Commission	369,082	
Other Debt Service	1,000	
Total Education		<u>377,760</u>

Total Rural Debt Service Fund		25,594,831
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(Continued)

Exhibit K-8

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

General Capital Projects Fund

Capital Projects

General Administration Projects

Underwriter's Discount	\$	49,707	
Other Debt Issuance Charges		63,469	
Building Improvements		1,318,421	
Building Purchases		4,500,000	
Other Equipment		203,161	
Other Capital Outlay		362,926	
Total General Administration Projects			\$ 6,497,684

Public Safety Projects

Trustee's Commission	\$	3,753	
Building Construction		2,638,862	
Building Improvements		661,706	
Communication Equipment		17,309	
Data Processing Equipment		73,159	
Land		70,384	
Law Enforcement Equipment		50,400	
Motor Vehicles		1,505,009	
Other Equipment		1,362,489	
Other Capital Outlay		4,827,748	
Total Public Safety Projects			11,210,819

Public Health and Welfare Projects

Solid Waste Equipment	\$	235,820	
Other Equipment		283,450	
Other Construction		156	
Other Capital Outlay		108,216	
Total Public Health and Welfare Projects			627,642

Social, Cultural, and Recreation Projects

Trustee's Commission	\$	6,939	
Building Construction		5,919,254	
Building Improvements		683,905	
Other Equipment		9,173	
Other Construction		576	
Other Capital Outlay		1,678,298	
Total Social, Cultural, and Recreation Projects			8,298,145

Other General Government Projects

Motor Vehicles	\$	1,003,775	
Total Other General Government Projects			1,003,775

Highway and Street Capital Projects

Engineering Services	\$	32,756	
Trustee's Commission		478	
Highway Construction		305,764	
Total Highway and Street Capital Projects			338,998

(Continued)

Exhibit K-8

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

General Capital Projects Fund (Cont.)

Capital Projects (Cont.)

Education Capital Projects

Trustee's Commission	\$ 186,757	
Underwriter's Discount	150,516	
Other Debt Issuance Charges	<u>113,031</u>	
Total Education Capital Projects		\$ 450,304

Capital Projects - Donated

Capital Projects Donated to School Department

Contributions	\$ 64,701,912	
Total Capital Projects Donated to School Department		<u>64,701,912</u>

Total General Capital Projects Fund \$ 93,129,279

Total Governmental Funds - Primary Government \$ 267,742,157

Exhibit K-9

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

General Purpose School Fund

Instruction

Regular Instruction Program

Teachers	\$ 103,684,928	
Career Ladder Program	277,209	
Career Ladder Extended Contracts	85,222	
Homebound Teachers	162,403	
Educational Assistants	1,952,370	
Longevity Pay	32,400	
Other Salaries and Wages	687,420	
Certified Substitute Teachers	963,295	
Non-certified Substitute Teachers	2,473,360	
Social Security	6,540,680	
Pensions	9,371,798	
Life Insurance	87,065	
Medical Insurance	20,557,000	
Dental Insurance	1,078,000	
Unemployment Compensation	15,910	
Employer Medicare	1,541,850	
Maintenance and Repair Services - Equipment	95,582	
Other Contracted Services	255,096	
Instructional Supplies and Materials	816,313	
Textbooks - Bound	1,492,111	
Other Supplies and Materials	6,810	
Other Charges	1,175,013	
Regular Instruction Equipment	338,595	
Total Regular Instruction Program	\$ 153,690,430	

Alternative Instruction Program

Teachers	\$ 330,606	
Career Ladder Program	3,000	
Educational Assistants	31,913	
Social Security	21,849	
Pensions	31,474	
Life Insurance	300	
Medical Insurance	76,000	
Dental Insurance	4,000	
Employer Medicare	5,110	
Other Supplies and Materials	5,670	
Other Equipment	4,000	
Total Alternative Instruction Program	513,922	

Special Education Program

Teachers	\$ 18,387,645
Career Ladder Program	30,050
Educational Assistants	7,375,784
Speech Pathologist	2,245,233
Longevity Pay	63,750
Overtime Pay	33

(Continued)

Exhibit K-9

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

General Purpose School Fund (Cont.)

Instruction (Cont.)

Special Education Program (Cont.)

Other Salaries and Wages	\$	156,236	
Social Security		1,662,809	
Pensions		2,163,004	
Life Insurance		35,374	
Medical Insurance		8,252,630	
Dental Insurance		413,100	
Employer Medicare		389,444	
Contracts with Private Agencies		996,232	
Maintenance and Repair Services - Equipment		15,483	
Other Contracted Services		77,690	
Instructional Supplies and Materials		201,350	
Textbooks - Bound		84,635	
Special Education Equipment		133,930	
Total Special Education Program			\$ 42,684,412

Career and Technical Education Program

Teachers	\$	3,458,455	
Career Ladder Program		11,500	
Educational Assistants		428,015	
Longevity Pay		4,900	
Other Salaries and Wages		122,020	
Social Security		238,994	
Pensions		325,502	
Life Insurance		3,171	
Medical Insurance		787,805	
Dental Insurance		41,000	
Employer Medicare		55,892	
Maintenance and Repair Services - Equipment		12,623	
Other Contracted Services		212,627	
Instructional Supplies and Materials		219,956	
Other Supplies and Materials		250	
Other Charges		2,826	
Vocational Instruction Equipment		282,338	
Total Career and Technical Education Program			6,207,874

Student Body Education Program

Other Salaries and Wages	\$	80,897	
Certified Substitute Teachers		64,839	
In-service Training		8,157	
Other Contracted Services		4,208	
Instructional Supplies and Materials		632,866	
Library Books/Media		180,104	
Other Supplies and Materials		110,029	
In Service/Staff Development		195,209	
Fee Waivers		15,240	
Other Charges		110,395	
Regular Instruction Equipment		628,477	
Total Student Body Education Program			2,030,421

(Continued)

Exhibit K-9

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

General Purpose School Fund (Cont.)

Support Services

Attendance

Supervisor/Director	\$	81,785	
Longevity Pay		1,000	
Other Salaries and Wages		170,957	
Social Security		15,175	
Pensions		14,392	
Life Insurance		200	
Medical Insurance		47,500	
Dental Insurance		2,500	
Employer Medicare		3,549	
Other Contracted Services		412	
In Service/Staff Development		5,945	
Total Attendance			\$ 343,415

Health Services

Medical Personnel	\$	3,157,339	
Longevity Pay		13,550	
Other Salaries and Wages		106,641	
Social Security		190,847	
Pensions		267,947	
Life Insurance		2,896	
Medical Insurance		688,750	
Dental Insurance		36,750	
Employer Medicare		45,258	
Communication		540	
Travel		9,701	
Other Contracted Services		12,700	
Drugs and Medical Supplies		23,632	
Other Supplies and Materials		23,414	
In Service/Staff Development		4,333	
Health Equipment		6,352	
Total Health Services			4,590,650

Other Student Support

Career Ladder Program	\$	12,872	
Guidance Personnel		5,302,264	
Social Workers		466,512	
Secretary(ies)		334,909	
Longevity Pay		2,950	
Social Security		356,732	
Pensions		528,692	
Life Insurance		4,847	
Medical Insurance		1,083,000	
Dental Insurance		57,000	
Employer Medicare		84,521	
Contracts with Government Agencies		550,155	
Other Contracted Services		526,768	
Other Supplies and Materials		149,432	
Total Other Student Support			9,460,654

(Continued)

Exhibit K-9

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

General Purpose School Fund (Cont.)

Support Services (Cont.)

Regular Instruction Program

Supervisor/Director	\$	492,119	
Career Ladder Program		20,543	
Librarians		2,605,980	
Secretary(ies)		313,871	
Clerical Personnel		717,884	
Longevity Pay		19,250	
Other Salaries and Wages		1,579,840	
In-service Training		54,237	
Social Security		341,367	
Pensions		466,931	
Life Insurance		5,101	
Medical Insurance		1,149,500	
Dental Insurance		60,500	
Employer Medicare		80,164	
Consultants		5,522	
Travel		23,961	
Other Contracted Services		90,673	
Other Supplies and Materials		55,701	
In Service/Staff Development		229,192	
Other Charges		21,644	
Regular Instruction Equipment		62,225	
Total Regular Instruction Program			\$ 8,396,205

Special Education Program

Supervisor/Director	\$	113,656	
Career Ladder Program		3,959	
Psychological Personnel		2,562,473	
Secretary(ies)		57,248	
Other Salaries and Wages		638,311	
In-service Training		82,788	
Social Security		206,876	
Pensions		305,576	
Life Insurance		2,310	
Medical Insurance		546,250	
Dental Insurance		28,750	
Employer Medicare		48,431	
Travel		82,645	
Other Contracted Services		224,041	
Other Supplies and Materials		170,669	
In Service/Staff Development		60,245	
Other Equipment		4,756	
Total Special Education Program			5,138,984

Career and Technical Education Program

Supervisor/Director	\$	111,389	
Secretary(ies)		23,793	

(Continued)

Exhibit K-9

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

General Purpose School Fund (Cont.)

Support Services (Cont.)

Career and Technical Education Program (Cont.)

Longevity Pay	\$	950	
Other Salaries and Wages		80,579	
Social Security		12,753	
Pensions		18,361	
Life Insurance		100	
Medical Insurance		23,750	
Dental Insurance		1,250	
Employer Medicare		2,983	
Travel		4,521	
Other Contracted Services		9,731	
Other Supplies and Materials		2,873	
In Service/Staff Development		4,080	
Total Career and Technical Education Program			\$ 297,113

Technology

Supervisor/Director	\$	203,685	
Data Processing Personnel		1,897,500	
Educational Assistants		371,061	
Longevity Pay		21,950	
Overtime Pay		14,852	
Other Salaries and Wages		495,076	
Social Security		176,395	
Pensions		148,994	
Life Insurance		2,346	
Medical Insurance		437,000	
Dental Insurance		19,167	
Employer Medicare		41,254	
Internet Connectivity		369,495	
Travel		23,196	
Other Contracted Services		1,846,893	
Instructional Supplies and Materials		495,555	
Software		1,812,568	
Other Supplies and Materials		141,649	
In Service/Staff Development		11,174	
Data Processing Equipment		1,483,594	
Regular Instruction Equipment		5,591	
Total Technology			10,018,995

Other Programs

On-behalf Payments to OPEB	\$	11,050	
Total Other Programs			11,050

Board of Education

Longevity Pay	\$	300	
Other Salaries and Wages		74,991	
Board and Committee Members Fees		71,100	

(Continued)

Exhibit K-9

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

General Purpose School Fund (Cont.)

Support Services (Cont.)

Board of Education (Cont.)

Social Security	\$	8,264	
Pensions		3,073	
Life Insurance		40	
Medical Insurance		9,500	
Dental Insurance		500	
Employer Medicare		1,933	
Audit Services		50,315	
Dues and Memberships		54,436	
Legal Services		5,298	
Travel		242	
Lobbying Services		21,150	
Other Contracted Services		35,471	
Other Supplies and Materials		7,474	
Liability Insurance		1,100,000	
Trustee's Commission		3,272,836	
Workers' Compensation Insurance		1,200,000	
In Service/Staff Development		3,084	
Criminal Investigation of Applicants - TBI		44,605	
Total Board of Education			\$ 5,964,612

Director of Schools

County Official/Administrative Officer	\$	275,904	
Assistant(s)		142,096	
Secretary(ies)		184,711	
Longevity Pay		3,600	
Other Salaries and Wages		252,352	
Social Security		41,730	
Pensions		47,647	
Life Insurance		881	
Medical Insurance		95,000	
Dental Insurance		4,500	
Employer Medicare		12,068	
Communication		188,797	
Travel		146	
Other Contracted Services		40,020	
Office Supplies		31,931	
In Service/Staff Development		13,803	
Total Director of Schools			1,335,186

Office of the Principal

Principals	\$	4,902,232	
Career Ladder Program		37,997	
Accountants/Bookkeepers		1,516,924	
Assistant Principals		6,597,011	
Secretary(ies)		1,986,143	
Longevity Pay		43,450	

(Continued)

Exhibit K-9

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

General Purpose School Fund (Cont.)

Support Services (Cont.)

Office of the Principal (Cont.)

Overtime Pay	\$	920	
Social Security		893,682	
Pensions		1,169,776	
Life Insurance		9,740	
Medical Insurance		2,185,392	
Dental Insurance		116,100	
Employer Medicare		209,783	
Other Contracted Services		445,205	
Total Office of the Principal			\$ 20,114,355

Fiscal Services

Supervisor/Director	\$	127,744	
Accountants/Bookkeepers		522,906	
Purchasing Personnel		214,864	
Longevity Pay		9,500	
Overtime Pay		1,313	
Other Salaries and Wages		100,110	
Social Security		57,766	
Pensions		37,692	
Life Insurance		681	
Medical Insurance		161,500	
Dental Insurance		8,500	
Employer Medicare		13,586	
Travel		385	
Other Contracted Services		100,440	
In Service/Staff Development		8,988	
Administration Equipment		86,972	
Total Fiscal Services			1,452,947

Human Services/Personnel

Supervisor/Director	\$	120,122	
Secretary(ies)		329,282	
Longevity Pay		2,550	
Overtime Pay		12,226	
Other Salaries and Wages		186,361	
Social Security		38,735	
Pensions		30,932	
Life Insurance		508	
Medical Insurance		123,500	
Dental Insurance		6,500	
Employer Medicare		9,059	
Travel		1,553	
Other Contracted Services		56,968	
Other Supplies and Materials		53,338	
In Service/Staff Development		21,474	
Administration Equipment		19,741	
Total Human Services/Personnel			1,012,849

(Continued)

Exhibit K-9

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

General Purpose School Fund (Cont.)

Support Services (Cont.)

Operation of Plant

Supervisor/Director	\$	115,737	
Secretary(ies)		29,650	
Custodial Personnel		227,145	
Longevity Pay		4,050	
Other Salaries and Wages		86,044	
Social Security		28,409	
Pensions		19,065	
Life Insurance		334	
Medical Insurance		76,000	
Dental Insurance		4,500	
Employer Medicare		6,644	
Janitorial Services		6,430,647	
Disposal Fees		175,116	
Other Contracted Services		30,077	
Electricity		6,955,187	
Natural Gas		312,502	
Water and Sewer		1,436,241	
Other Supplies and Materials		38,691	
Building and Contents Insurance		291,986	
Plant Operation Equipment		43,752	
Total Operation of Plant			\$ 16,311,777

Maintenance of Plant

Supervisor/Director	\$	93,597	
Secretary(ies)		83,123	
Maintenance Personnel		2,430,486	
Longevity Pay		29,050	
Overtime Pay		69,338	
Other Salaries and Wages		140,047	
Social Security		165,931	
Pensions		112,679	
Life Insurance		3,098	
Medical Insurance		674,500	
Dental Insurance		35,500	
Employer Medicare		39,379	
Maintenance and Repair Services - Buildings		510,632	
Maintenance and Repair Services - Equipment		256,876	
Travel		752	
Other Contracted Services		1,163,092	
General Construction Materials		1,265,953	
Other Supplies and Materials		14,815	
In Service/Staff Development		15,142	
Other Charges		46,067	
Plant Operation Equipment		261,706	
Total Maintenance of Plant			7,411,763

(Continued)

Exhibit K-9

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

General Purpose School Fund (Cont.)

Support Services (Cont.)

Transportation

Supervisor/Director	\$	93,597	
Mechanic(s)		468,719	
Bus Drivers		6,282,707	
Clerical Personnel		59,804	
Longevity Pay		109,050	
Overtime Pay		307,317	
Other Salaries and Wages		1,113,372	
Social Security		493,618	
Pensions		338,554	
Life Insurance		14,225	
Medical Insurance		3,315,500	
Dental Insurance		174,500	
Employer Medicare		116,228	
Contracts with Parents		14,575	
Contracts with Public Carriers		27,525	
Maintenance and Repair Services - Buildings		3,067	
Maintenance and Repair Services - Vehicles		269,610	
Other Contracted Services		92,510	
Gasoline		1,065,775	
Lubricants		63,047	
Tires and Tubes		218,305	
Vehicle Parts		598,798	
Other Supplies and Materials		46,289	
Vehicle and Equipment Insurance		301,311	
In Service/Staff Development		4,753	
Other Charges		41,650	
Transportation Equipment		993,568	
Total Transportation			\$ 16,627,974

Central and Other

Other Contracted Services	\$	14,340	
Other Supplies and Materials		6,680	
In Service/Staff Development		6,600	
Data Processing Equipment		22,882	
Total Central and Other			50,502

Operation of Non-Instructional Services

Community Services

Supervisor/Director	\$	93,597	
Teachers		53,275	
Clerical Personnel		48,072	
Longevity Pay		2,650	
Overtime Pay		1,192	
Other Salaries and Wages		285,894	
Social Security		27,620	
Pensions		20,612	

(Continued)

Exhibit K-9

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

General Purpose School Fund (Cont.)

Operation of Non-Instructional Services (Cont.)

Community Services (Cont.)

Life Insurance	\$	280	
Medical Insurance		57,000	
Dental Insurance		3,000	
Employer Medicare		6,516	
Travel		6,308	
Other Contracted Services		148,004	
Food Supplies		974	
Instructional Supplies and Materials		1,484	
Other Supplies and Materials		13,501	
In Service/Staff Development		10,042	
Other Equipment		12,500	
Total Community Services	\$		792,521

Early Childhood Education

Supervisor/Director	\$	83,790	
Teachers		392,761	
Career Ladder Program		1,000	
Educational Assistants		99,416	
In-service Training		187	
Social Security		34,486	
Pensions		43,095	
Life Insurance		392	
Medical Insurance		104,500	
Dental Insurance		5,500	
Employer Medicare		8,068	
Travel		813	
Other Contracted Services		1,500	
Instructional Supplies and Materials		18,276	
Other Supplies and Materials		24,508	
In Service/Staff Development		7,043	
Regular Instruction Equipment		3,871	
Total Early Childhood Education			829,206

Total General Purpose School Fund \$ 315,287,817

School Federal Projects Fund

Instruction

Regular Instruction Program

Teachers	\$	764,147	
Educational Assistants		18,083	
Other Salaries and Wages		31,959	
Certified Substitute Teachers		780	
Social Security		46,636	
Pensions		69,322	
Life Insurance		605	
Medical Insurance		137,750	

(Continued)

Exhibit K-9

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

School Federal Projects Fund (Cont.)

Instruction (Cont.)

Regular Instruction Program (Cont.)

Dental Insurance	\$	7,250	
Employer Medicare		11,447	
Instructional Supplies and Materials		22,562	
Total Regular Instruction Program			\$ 1,110,541

Special Education Program

Teachers	\$	37,440	
Educational Assistants		2,006,604	
Other Salaries and Wages		134,485	
Certified Substitute Teachers		735	
Social Security		125,907	
Pensions		86,321	
Life Insurance		5,192	
Medical Insurance		1,181,071	
Dental Insurance		62,172	
Employer Medicare		29,447	
Other Contracted Services		133,331	
Instructional Supplies and Materials		80,036	
Total Special Education Program			3,882,741

Career and Technical Education Program

Teachers	\$	57,477	
Clerical Personnel		17,844	
Social Security		4,536	
Pensions		5,637	
Life Insurance		64	
Medical Insurance		14,646	
Dental Insurance		771	
Employer Medicare		1,061	
Vocational Instruction Equipment		178,622	
Total Career and Technical Education Program			280,658

Support Services

Health Services

Medical Personnel	\$	484,018	
Social Security		28,373	
Pensions		40,478	
Life Insurance		334	
Medical Insurance		76,000	
Dental Insurance		4,000	
Employer Medicare		6,636	
Travel		657	
Total Health Services			640,496

Other Student Support

Secretary(ies)	\$	12,675	
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(Continued)

Exhibit K-9

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

School Federal Projects Fund (Cont.)

Support Services (Cont.)

Other Student Support (Cont.)

Other Salaries and Wages	\$	13,300	
Social Security		1,562	
Pensions		1,182	
Employer Medicare		365	
Travel		65,568	
In Service/Staff Development		14,481	
Other Charges		6,245	
Total Other Student Support			\$ 115,378

Regular Instruction Program

Secretary(ies)	\$	17,863	
Other Salaries and Wages		279,841	
In-service Training		1,638	
Social Security		17,803	
Pensions		26,091	
Life Insurance		188	
Medical Insurance		42,750	
Dental Insurance		2,250	
Employer Medicare		4,164	
Travel		1,450	
Food Supplies		3,038	
In Service/Staff Development		98,993	
Total Regular Instruction Program			496,069

Special Education Program

Psychological Personnel	\$	116,323	
Secretary(ies)		28,392	
Other Salaries and Wages		146,630	
Social Security		17,533	
Pensions		24,778	
Life Insurance		195	
Medical Insurance		44,334	
Dental Insurance		2,334	
Employer Medicare		4,101	
Travel		3,040	
Total Special Education Program			387,660

Career and Technical Education Program

Clerical Personnel	\$	5,948	
Social Security		364	
Pensions		242	
Life Insurance		5	
Medical Insurance		1,188	
Dental Insurance		63	
Employer Medicare		85	
In Service/Staff Development		2,504	
Total Career and Technical Education Program			10,399

(Continued)

Exhibit K-9

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

School Federal Projects Fund (Cont.)

Support Services (Cont.)

Transportation

Contracts with Parents	\$	1,919	
Contracts with Vehicle Owners		295	
Total Transportation			\$ 2,214

Total School Federal Projects Fund \$ 6,926,156

Central Cafeteria Fund

Operation of Non-Instructional Services

Food Service

Supervisor/Director	\$	93,597	
Clerical Personnel		64,999	
Cafeteria Personnel		3,346,948	
Longevity Pay		45,850	
Overtime Pay		43,972	
Other Salaries and Wages		297,854	
Social Security		230,616	
Pensions		109,257	
Life Insurance		5,229	
Medical Insurance		1,064,000	
Dental Insurance		55,000	
Unemployment Compensation		52	
Employer Medicare		54,038	
Bank Charges		12,748	
Communication		3,940	
Maintenance and Repair Services - Equipment		10,280	
Transportation - Other than Students		40,983	
Travel		6,268	
Other Contracted Services		129,393	
Equipment and Machinery Parts		51,265	
Food Supplies		5,153,860	
Uniforms		10,732	
USDA - Commodities		835,499	
Other Supplies and Materials		557,425	
In Service/Staff Development		19,411	
Other Charges		8,385	
Food Service Equipment		670,426	
Total Food Service			\$ 12,922,027

Total Central Cafeteria Fund 12,922,027

Extended School Program Fund

Operation of Non-Instructional Services

Community Services

Accountants/Bookkeepers	\$	72,441	
Secretary(ies)		116,495	
Attendants		2,123,986	

(Continued)

Exhibit K-9

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

Extended School Program Fund (Cont.)

Operation of Non-Instructional Services (Cont.)

Community Services (Cont.)

Longevity Pay	\$	2,100	
Overtime Pay		58,080	
Other Salaries and Wages		1,194,468	
Social Security		205,399	
Pensions		91,513	
Life Insurance		1,987	
Medical Insurance		396,622	
Dental Insurance		20,877	
Unemployment Compensation		1,219	
Employer Medicare		48,183	
Bank Charges		67,768	
Communication		18,270	
Consultants		12,200	
Travel		26,173	
Other Contracted Services		476,248	
Food Supplies		183,386	
Other Supplies and Materials		130,966	
Refunds		5,244	
In Service/Staff Development		15,018	
Other Equipment		74,532	
Total Community Services			\$ 5,343,175

Total Extended School Program Fund \$ 5,343,175

Education Capital Projects Fund

Capital Projects

Education Capital Projects

Architects	\$	1,267,521	
Engineering Services		56,008	
Other Contracted Services		454,285	
Library Books/Media		562,781	
T&I Construction Materials		56,566	
Utilities		899,107	
Water and Sewer		527,644	
Building Construction		16,711,048	
Building Improvements		14,031,904	
Data Processing Equipment		6,648,994	
Furniture and Fixtures		1,606,328	
Land		8,721,857	
Site Development		282,598	
Other Equipment		72,733	
Other Capital Outlay		31,333	
Total Education Capital Projects			\$ 51,930,707

Total Education Capital Projects Fund 51,930,707

Total Governmental Funds - Williamson County School Department \$ 392,409,882

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

	Governmental Activities - Internal Service Fund <hr/> Self - Insurance Fund <hr/>
<u>Revenues</u>	
<u>Charges for Current Services</u>	
<u>General Service Charges</u>	
Self-Insurance Premiums/Contributions	\$ 55,663,035
Other Employee Benefits Charges/Contributions	6,867,374
Total Charges for Current Services	<hr/> \$ 62,530,409 <hr/>
<u>Other Local Revenues</u>	
<u>Recurring Items</u>	
Retirees' Insurance Payments	\$ 1,713,264
Cobra Insurance Payments	137,713
Miscellaneous Refunds	3,239,190
Total Other Local Revenues	<hr/> \$ 5,090,167 <hr/>
Total Revenues	<hr/> <hr/> \$ 67,620,576 <hr/> <hr/>
<u>Expenses</u>	
<u>Other Operations</u>	
<u>Employee Benefits</u>	
Handling Charges and Administrative Costs	\$ 9,153,515
Life Insurance	227,634
Dental Insurance	3,645,170
Other Fringe Benefits	1,773,012
Medical Claims	46,284,068
Other Self-Insured Claims	11,953,752
Total Other General Government	<hr/> \$ 73,037,151 <hr/>
Total Expenses	<hr/> <hr/> \$ 73,037,151 <hr/> <hr/>

Exhibit K-11

Williamson County, Tennessee
Schedule of Detailed Receipts, Disbursements,
and Changes in Cash Balances - City Agency Funds
For the Year Ended June 30, 2017

	Cities - Sales Tax Fund	Cities - Property Tax Fund	Cities Adequate Facilities Tax Fund	Special School District Fund	Total
<u>Cash Receipts</u>					
<u>County Property Taxes</u>					
Current Property Taxes	\$ 0	\$ 0	\$ 0	\$ 11,497,000	\$ 11,497,000
Trustee's Collections - Prior Year	0	0	0	85,128	85,128
Circuit/Clerk & Master Collections - Prior Years	0	0	0	33,420	33,420
Interest and Penalty	0	0	0	20,350	20,350
Payments in-Lieu-of Taxes - T.V.A.	0	0	0	237	237
Payments in-Lieu-of Taxes - Other	0	0	0	82,594	82,594
Local Option Sales Tax	54,171,328	0	0	4,612,946	58,784,274
Mixed Drink Tax	0	0	0	105,786	105,786
Interstate Telecommunications Tax	0	0	0	1,370	1,370
<u>City/School District Property Taxes</u>					
Current Property Taxes	0	31,576,670	0	20,934,120	52,510,790
Trustee's Collections - Prior Year	0	284,406	0	241,201	525,607
Interest and Penalty	0	53,082	0	50,893	103,975
Payments in-Lieu-of Taxes	0	361,060	0	0	361,060
Pick-up Taxes	0	0	0	65,715	65,715
Marriage Licenses	0	0	0	845	845
Other Local Revenues	0	0	0	144	144
Transfers In	0	0	2,553,910	1,097,936	3,651,846
Total Cash Receipts	\$ 54,171,328	\$ 32,275,218	\$ 2,553,910	\$ 38,829,685	\$ 127,830,141
<u>Cash Disbursements</u>					
Remittance of Revenues Collected	\$ 53,629,615	\$ 32,229,112	\$ 2,553,910	\$ 38,028,769	\$ 126,441,406
Trustee's Commission	541,713	15,857	0	707,492	1,265,062
Total Cash Disbursements	\$ 54,171,328	\$ 32,244,969	\$ 2,553,910	\$ 38,736,261	\$ 127,706,468
Excess of Cash Receipts Over (Under) Cash Disbursements	\$ 0	\$ 30,249	\$ 0	\$ 93,424	\$ 123,673
Cash Balance, July 1, 2016	0	65,098	0	446,822	511,920
Cash Balance, June 30, 2017	\$ 0	\$ 95,347	\$ 0	\$ 540,246	\$ 635,593

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*

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

To the County Mayor and Board of County Commissioners:

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Williamson County, Tennessee, as of and for the year ended June 30, 2017, and the related notes to the financial statements, which collectively comprise Williamson County's basic financial statements, and have issued our report thereon dated December 5, 2017. Our report includes a reference to other auditors who audited the financial statements of the discretely presented Williamson County Emergency Communications District and the discretely presented Williamson County Hospital District, as described in our report on Williamson County's financial statements. This report does not include the results of the other auditors' testing of internal control over financial reporting or compliance and other matters that are reported on separately by those auditors.

Internal Control Over Financial Reporting

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

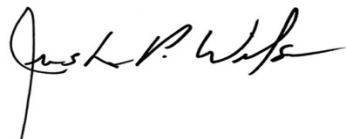
Compliance and Other Matters

As part of obtaining reasonable assurance about whether Williamson 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 results 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 Williamson 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

December 5, 2017

JPW/kp



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

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

To the County Mayor and Board of County Commissioners:

Report on Compliance for Each Major Federal Program

We have audited Williamson 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 Williamson County's major federal programs for the year ended June 30, 2017. Williamson 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 Williamson 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 Williamson 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 Williamson County's compliance.

Opinion on Each Major Federal Program

In our opinion, Williamson 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 Williamson 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 Williamson 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 Williamson 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.

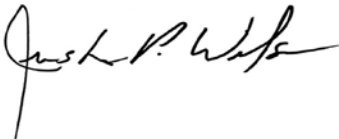
Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies. We did not identify any 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 Williamson County, Tennessee, as of and for the year ended June 30, 2017, and the related notes to the financial statements, which collectively comprise Williamson County's basic financial statements. We issued our report thereon dated December 5, 2017, 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

December 5, 2017

JPW/kp

Williamson County, Tennessee, and the Williamson 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:			
Passed-through State Department of Agriculture:			
Child Nutrition Cluster: (4)			
National School Lunch Program (Commodities - Noncash Assistance)	10.555	N/A	\$ 835,499 (5)
Passed-through State Department of Education:			
Child Nutrition Cluster: (4)			
School Breakfast Program	10.553	N/A	295,467
National School Lunch Program	10.555	N/A	2,091,572 (5)
Total U.S. Department of Agriculture			<u>\$ 3,222,538</u>
U.S. Department of Military:			
Passed-through State Department of General Services:			
Section 1033 Excess Property Program (Noncash Assistance)	12.U01	N/A	\$ 441,750 (6)
Total U.S. Department of Military			<u>\$ 441,750</u>
U.S. Department of Justice:			
Direct Programs:			
Federal Asset Forfeiture Program	16.U01	N/A	\$ 118,954
State Criminal Alien Assistance Program	16.606	N/A	771
Total U.S. Department of Justice			<u>\$ 119,725</u>
U.S. Department of Transportation:			
Passed-through State Department of Transportation:			
Highway Planning and Construction	20.205	(3)	\$ 1,252,131
Alcohol Open Container Requirements	20.607	(3)	29,053
National Priority Safety Programs	20.616	(3)	41,223
Interagency Hazardous Materials and Public Sector Training and Planning Grants	20.703	(3)	5,360
Total U.S. Department of Transportation			<u>\$ 1,327,767</u>
U.S. Institute of Museum and Library Services:			
Passed-through Tennessee State Library and Archives:			
Grants to States	45.310	(3)	\$ 5,170
Total U.S. Institute of Museum and Library Services			<u>\$ 5,170</u>
U.S. Department of Education:			
Passed-through State Department of Education:			
Title I Grants to Local Educational Agencies	84.010	N/A	\$ 1,254,130
Special Education Cluster: (4)			
Special Education - Grants to States	84.027	N/A	5,921,098
Special Education - Preschool Grants	84.173	N/A	63,660
Career and Technical Education - Basic Grants to States	84.048	N/A	390,736
English Language Acquisition State Grants	84.365	N/A	65,599
Improving Teacher Quality State Grants	84.367	N/A	297,552
Total U.S. Department of Education			<u>\$ 7,992,775</u>

(Continued)

Williamson County, Tennessee, and the Williamson 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 Health and Human Services:			
Direct Program:			
Substance Abuse and Mental Health Services - Projects of Regional and National Significance	93.243	N/A	\$ 313,423
Passed-through State Department of Human Services:			
Child Care and Development Block Grant	93.575	(3)	41,563
Passed-through State Administrative Office of the Courts:			
State Court Improvement Program	93.586	(3)	5,036
Total U.S. Department of Health and Human Services			\$ 360,022
U.S. Department of Homeland Security:			
Direct Program:			
Assistance to Firefighters Grant	97.044	N/A	\$ 409,563
Passed-through State Department of Military:			
Emergency Management Performance Grants	97.042	(3)	53,850
Homeland Security Grant Program	97.067	(3)	15,667
Total U.S. Department of Homeland Security			\$ 479,080
Total Expenditures of Federal Awards			\$ 13,948,827

State Grants	Federal CFDA Number	Contract Number	Expenditures
Lottery for Education Afterschool Program - State Department of Education	N/A	(3)	\$ 69,076
Energy Efficient Schools Initiative - State Department of Education	N/A	(3)	16,830
Coordinated School Health - State Department of Education	N/A	(3)	154,791
Safe Schools Act Grant - State Department of Education	N/A	(3)	129,610
Early Childhood Education - State Department of Education	N/A	(3)	488,166
Community Intervention Services - State Department of Children's Services	N/A	(3)	128,073
Litter Grant - State Department of Transportation	N/A	(3)	64,048
Dental Services Grant - State Department of Health	N/A	(3)	153,902
Development and Coordination of Rural Health Services Grant - State Department of Health	N/A	(3)	865,582
Archives Development Grant - Tennessee Secretary of State	N/A	(3)	3,528
Clean Stream Grant - State Department of Agriculture	N/A	(3)	559
Access to Health and Healthy Active Built Environments - State Department of Health	N/A	(3)	10,000
Partnering to Promote Primary Prevention with Minority Communities - State Department of Health	N/A	(3)	2,500
Animal Friendly Spay/Neuter Grant - State Department of Health	N/A	(3)	3,040
Total State Grants			\$ 2,089,705

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) Williamson 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 \$3,222,538; Special Education Cluster total \$5,984,758.
- (5) Total for CFDA No. 10.555 is \$2,927,071.
- (6) During the year ended June 30, 2017, Williamson County received excess military equipment from the U.S. Department of Military valued at \$441,750.

SUBRECIPIENTS Program Title	Federal CFDA Number	Amount Provided to Subrecipient	Subrecipient
Highway Planning and Construction	20.205	\$ 223,063	The TMA Group

Williamson 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 Williamson 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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There were no prior-year findings to report.

Prior-year Federal Awards Findings

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

WILLIAMSON 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 Williamson County is unmodified.
2. Internal Control Over Financial Reporting:
 - * Material weakness identified? **NO**
 - * Significant deficiency identified? **NONE REPORTED**
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 Number: 20.205 Highway Planning and Construction
 - * CFDA Numbers: 84.027 and 84.173 Special Education Cluster: Special Education - Grants to States and Special Education - Preschool Grants
8. Dollar threshold used to distinguish between Type A and Type B Programs. **\$750,000**
9. Auditee qualified as low-risk auditee? **YES**

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 Williamson County, Tennessee.

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.

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

The audit of Williamson 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 is a best practice that should be adopted by the governing body as a means of significantly improving accountability and the quality of services provided to the citizens of Williamson County.

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

Williamson 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 Williamson 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.