

COMPREHENSIVE ANNUAL FINANCIAL REPORT
ANDERSON COUNTY, TENNESSEE

FOR THE YEAR ENDED JUNE 30, 2018



DIVISION OF LOCAL GOVERNMENT AUDIT

COMPREHENSIVE ANNUAL FINANCIAL REPORT
ANDERSON COUNTY, TENNESSEE
FOR THE YEAR ENDED JUNE 30, 2018

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

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Summary of Audit Findings

Comprehensive Annual Financial Report
Anderson County, Tennessee
For the Year Ended June 30, 2018

Scope

We have audited the basic financial statements of Anderson County as of and for the year ended June 30, 2018.

Results

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

Our audit resulted in one finding and recommendation, which we have reviewed with Anderson County's management. Details of the finding, recommendation, and management's response are included in the Single Audit section of this report.

Findings

The following is a summary of the audit finding:

OFFICES OF MAYOR AND FINANCE DIRECTOR

- ◆ The Ambulance Service Fund had a deficit in unassigned fund balance at June 30, 2018.
-

INTRODUCTORY SECTION



ANDERSON COUNTY, TENNESSEE

Letter of Transmittal

November 29, 2018

To the Honorable Terry Frank, County Mayor,
Board of County Commissioners, and
Citizens of Anderson County, Tennessee

The Comprehensive Annual Financial Report of Anderson County, Tennessee, for the year ended June 30, 2018, is hereby submitted as required by state statutes. These statutes require that all local governments publish a complete set of financial statements presented in conformity with generally accepted accounting principles (GAAP) and audited in accordance with generally accepted auditing standards (GAAS) by the State of Tennessee's Comptroller of the Treasury, Division of Local Government Audit, or by independent public accountants within six months of the close of each fiscal year. Pursuant to that requirement, we hereby issue the comprehensive annual financial report for Anderson County, Tennessee. This report was prepared by the county's Finance Department in conjunction with the above state agency.

Management assumes full responsibility for the completeness and reliability of all the information contained in this report based upon a comprehensive internal control framework that it has established for this purpose. Because the cost of internal control should not exceed anticipated benefits, the objective is to provide reasonable, rather than absolute, assurance that the financial statements are free of any material misstatements.

The State of Tennessee's Comptroller of the Treasury, Division of Local Government Audit has issued an unmodified ("clean") opinion on the financial statements of Anderson County, Tennessee, for the fiscal year ended June 30, 2018. The independent auditor's report is presented at the front of the financial section of this report.

Management's Discussion and Analysis (MD&A) immediately follows the report of the independent auditor's report and provides a narrative introduction, overview and analysis of the basic financial statements. MD&A complements this letter of transmittal and should be read in conjunction with it.

Profile of the Government

Anderson County was established on November 6, 1801, by Private Act of the State of Tennessee. The county is named after Joseph Anderson, who was the U.S. senator from Tennessee at the time. The county is located in the eastern portion of the state. The bordering counties are Campbell (north), Union (northeast), Knox (southeast), Roane (southwest), Morgan (west), and Scott (northwest). Anderson County occupies a land area of approximately 345 square miles and serves a population of 76,257.

Anderson County operates as a political subdivision of the state as provided by the Tennessee Constitution. Anderson County, as a political subdivision of the state, is subject to control by the Tennessee General Assembly, and the county has no authority except that expressly given by state statutes. Anderson County is empowered to levy a property tax on both real and personal properties located within its boundaries.

Anderson County operates under a County Mayor – County Commission form of government since September 1, 1980. The Anderson County Commission consists of a 16-member board elected in eight districts within the county. Policymaking and legislative authority is vested in the Anderson County Commission. The County Commission is responsible for various tasks, including but not limited to, adopting the annual budget, setting the property tax levy, appointing various board and committees, and passing local ordinances. The County Mayor is popularly elected for a four-year term and is the county's chief executive officer. The County Mayor is responsible for carrying out policies and ordinances of the County Commission, overseeing the day-to-day operations of the government, appointing or recommending for appointment various department heads. In addition, the County Mayor serves as an ex-officio member of the County Commission and as a member of several boards, committees and commissions.

Anderson County provides a full range of essential services, including police and fire protection; solid waste disposal; emergency medical services, emergency management planning; and construction and maintenance of highways, streets, and other infrastructure. Anderson County also is financially responsible for a legally separate school district, which is reported separately within its financial statements. Additional information on this legally separate entity along with the county's other discretely presented component units can be found in Note I.A. in the notes to the financial statements.

Anderson County is required to adopt an annual budget in compliance with state statutes. The annual budget serves as the foundation for Anderson County's financial planning and control. As required, each department submits an itemized statement of appropriations needed for the upcoming year to the Director of Finance. Each fiscal year, the Director of Finance submits a consolidated budget to the Budget Committee. According to the *Tennessee Code Annotated* §§ 5-21-110 & 111, the Budget Committee shall vote to approve or reject the proposed budgets for all departments, offices and agencies. After approval by the Budget Committee, the recommended budget is published in a paper of general circulation and holds a public hearing, including the budget appropriation resolution and the tax levy resolution. The proposed budget and resolutions are presented to County Commission for adoption before seeking approval from the state.

Local Economy

Anderson County is centrally located in the eastern United States, the county is adjacent to thousands of industrial and commercial customers in a concentrated eight-state area. It is within 500 miles of approximately one-third of the population of the United States.

The county's largest employers are U.S. Department of Energy (DOE)/Consolidated Nuclear Security (CNS), Anderson County Government, and Tennessee Department of Human Services. The DOE Oak Ridge Reservation, which includes the CNS-Y-12 National Security, is located in Anderson County. These DOE facilities are vital to the nation's scientific research and development, environmental remediation and weapons disarmament, and the development of alternative types of energy and materials. Over 50% of the county's workforce is employed by the top ten employers.

Anderson County is home to such diverse companies as Clayton Homes, Pharma Packaging Solutions, Techmer PM, Mag USA Inc., Energy Solutions, Powder Cote II, Remotec, Navarro Research and Engineering, and Leidos. Anderson County is also home to two of the top ten global automotive companies, Eagle Bend Manufacturing and Aisin Automotive as well as automotive giant SL Tennessee.

The unemployment rate in Anderson County fell to a ten-year low of 4.5%. The median household income is \$42,241 in the county compared to \$46,574 for the state. The positive trends of low interest rates, increased government spending, and good consumer spending will enable Anderson County to remain an attractive location for future economic development.

Recent surveys indicate that although government funded operations are still a strong factor in the local economy, service and manufacturing related employment are also important. One of the area's strengths is its high percentage of precision craft and repair workers and technicians. Over 80% of Anderson County's population is in the labor work force age group of 18 to 64.

Long-term Financial Planning and Major Initiatives

Anderson County continues to work hard to keep new debt issues to a minimum. During fiscal year 2018, the county did two advanced bond refinancing on \$11,080,000 existing debt with savings exceeding 4%, \$400,000, over the life of the bonds, but will not extend the maturity dates of the debt.

With growing economic concerns around the nation and globally, Anderson County is closely monitoring the unassigned fund balances and open to long-term financing options for large capital projects if conditions warrant. The county's minimum fund balance policy requires a two-thirds approval vote by the County Commission to spend down the fund balance below \$4 million. Anderson County maintains a credit rating of Aa2 from Moody's Investor Service, which was last upgraded in February 2018. The county has a strong capacity to meet its financial commitments.

For the year ended June 30, 2018, the county increased the unassigned fund balance by \$1,833,418 for unforeseen contingencies to a total of \$5,625,259. To draw the unassigned fund balance below \$4,000,000 required two-thirds (2/3) affirmative vote by County Commission.

Anderson County adopted the County Financial Management System of 1981 in February 2016. This local option law created a county financial management office. In May 2017, the county hired a certified public accountant as its director of finance. Financial Management Policies and Procedures were adopted by County Commission.

Awards and Acknowledgments

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to Anderson County for its comprehensive annual financial report (CAFR) for the fiscal year ended June 30, 2017. This was the twenty-second consecutive year that Anderson County has achieved this prestigious award. To be awarded a Certificate of Achievement, the county had to publish an easily readable and efficiently organized CAFR that satisfies both generally accepted accounting principles and applicable legal requirements.

The Certificate of Achievement for Excellence in Financial Reporting is valid for a period of one year only. However, we believe that our current CAFR continues to conform to the Certificate of Achievement for Excellence in Financial Reporting Program's requirements, and we are submitting it to the GFOA to determine its eligibility for another certificate.

Also, Anderson County received the GFOA's Award for Outstanding Achievement in Popular Annual Financial Reporting (PAFR) for its annual condensed financial report. To receive this award, a government unit must publish a PAFR, whose contents conform to program standards of creativity, presentation, understandability, and reader appeal.

The preparation of this report could not have been possible without the skill, effort and dedication of the entire Department of Finance. I would like extend my sincerest gratitude to Robby Holbrook, Katherine Ajmeri, Randy Walters, Lydia Beckwith, Kevin Bowling, Kayla Childress, Royden Crocker, Sheila Davis, Karen Holbrook, Paul Richardson and Libby Smith. I would also like to thank the staff of the county's Information Technology Department for keeping our accounting system secure and operational. We also express our appreciation to the County Mayor and County Commission for their interest, support, and leadership in the financial operations of the county.

Sincerely,

A handwritten signature in black ink that reads "Natalie Erb". The signature is written in a cursive style with a large, sweeping loop at the end of the name.

Natalie Erb, CPA, CTP
Director of Finance



Government Finance Officers Association

**Certificate of
Achievement
for Excellence
in Financial
Reporting**

Presented to

**Anderson County
Tennessee**

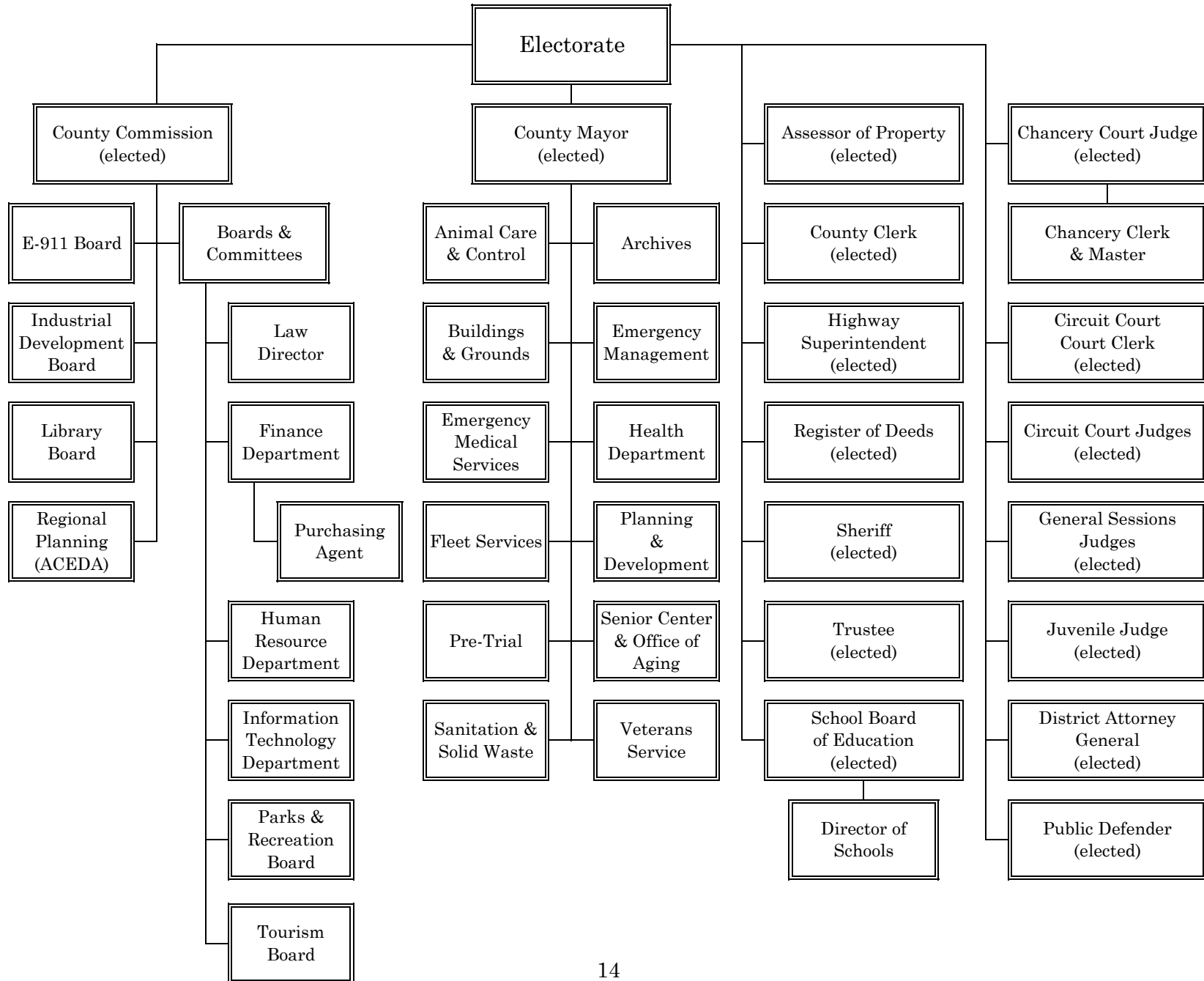
For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended

June 30, 2017

*Christopher P. Morill*¹³

Executive Director/CEO

Anderson County, Tennessee Organization Chart



Anderson County Officials
June 30, 2018

Officials

Theresa Frank, County Mayor
Gary Long, Highway Superintendent
Dr. Tim Parrott, Director of Schools
Myron Iwanski, Trustee
Johnny Alley, Assessor of Property
Jeff Cole, County Clerk
William Jones, Circuit, General Sessions, and Juvenile Courts Clerk
Harold Cousins, Jr., Clerk and Master
Tim Shelton, Register of Deeds
Paul White, Sheriff
Natalie Erb, CPA, CTP, Finance Director

Board of County Commissioners

Steve Emert, Chairman	Rick Meredith
Mark Alderson	Theresa Scott
Jerry Creasey	Bob Smallridge
Catherine Denenberg	Shain Vowell
Chuck Fritts	Tracy Wandell
Tim Isbel	Phil Warfield
Robert McKamey	Jerry White
Steve Mead	Phil Yager

Financial Management Committee

Myron Iwanski, Chairman	Chuck Fritts
Theresa Frank, County Mayor	Tim Isbel
Gary Long, Highway Superintendent	Phil Warfield
Dr. Tim Parrott, Director of Schools	

Anderson County Officials (Cont.)

Board of Education

Dr. John Burrell, Chairman
Don Bell
Dail Cantrell
Scott Gillenwaters

Glenda Langenberg
Andy McKamey
Teresa Portwood
Jo Williams

Audit Committee

Steve Mead, Chairman
Gail Cook
Catherine Denenberg
Steve Emert

Chuck Fritts
Bob Smallridge
Phil Warfield

FINANCIAL SECTION



JUSTIN P. WILSON
Comptroller

JASON E. MUMPOWER
Deputy Comptroller

Independent Auditor's Report

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

To the County Mayor and Board of County Commissioners:

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Anderson County, Tennessee, as of and for the year ended June 30, 2018, 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 Anderson County Emergency Communications District, which represent 2.8 percent, 4.3 percent, and 0.6 percent, respectively, of the assets, net position, and revenues of the aggregate discretely presented component units. Those statements were audited by other auditors whose report has been furnished to us, and our opinion, insofar as it relates to the amounts included for the Anderson County Emergency Communications District, is based solely on the report of the other auditors. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

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

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

Opinions

In our opinion, based on our audit and the report of other auditors, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Anderson County, Tennessee, as of June 30, 2018, and the respective changes in financial position and, where applicable, cash flows thereof and the respective budgetary comparison for the General, Ambulance Service, and Highway/Public Works funds for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Change in Accounting Principle

As described in Note V.B., Anderson County has adopted the provisions of Governmental Accounting Standards Board (GASB) Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions*. Our opinion is not modified with respect to this matter.

Also, as described in Note V.B. Anderson County changed its accounting for financial operations of the Ambulance Service Department from an Enterprise Fund to a Special Revenue Fund as of July 1, 2017. Our opinion is not modified with respect to this matter.

Emphasis of Matter

We draw attention to Note I.D.10. to the financial statements, which describes restatements reducing the beginning Governmental Activities net position of the primary government by \$302,370, and the beginning net position of the discretely presented Anderson County School Department by \$3,130,745, on the Government-wide Statement of Activities. These restatements were necessary because of the transitional requirements of GASB Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions*. Our opinion is not modified with respect to this matter.

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 22 through 35 and the schedule of changes in the county's net pension liability and related ratios, schedules of county and school contributions, schedules of school's proportionate share of the net pension liability, and schedules of county and school changes in the total other postemployment benefits liability and related ratios on pages 136 through 144 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 Anderson County's basic financial statements. The combining and individual nonmajor fund financial statements, budgetary comparison schedules of nonmajor governmental funds, combining and individual fund financial statements of the Anderson County School Department (a discretely presented component unit), miscellaneous schedules and the other information such as the introductory section and management's corrective action plans and statistical section 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 also 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 not a required part of the basic financial statements.

The combining and individual nonmajor fund financial statements, budgetary comparison schedules of nonmajor governmental funds, combining and individual fund financial statements of the Anderson County School Department (a discretely presented component unit), schedule of expenditures of federal awards, and miscellaneous schedules are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the

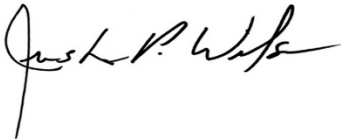
United States of America. In our opinion, the combining and individual nonmajor fund financial statements, budgetary comparison schedules of nonmajor governmental funds, combining and individual fund financial statements of the Anderson County School Department (a discretely presented component unit), schedule of expenditures of federal awards, and miscellaneous schedules are fairly stated in all material respects in relation to the basic financial statements as a whole.

The introductory section, management's corrective action plans, and statistical section have 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 them.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated November 29, 2018, on our consideration of Anderson 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 Anderson 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 Anderson County's internal control over financial reporting and compliance.

Very truly yours,



Justin P. Wilson
Comptroller of the Treasury
Nashville, Tennessee

November 29, 2018

JPW/tg

**Anderson County, Tennessee
Management's Discussion and Analysis
For the Year Ended June 30, 2018**

As management of Anderson County, Tennessee, we offer readers of Anderson County's financial statements, this narrative overview and analysis of the financial activities of Anderson County for the year ended June 30, 2018. We encourage readers to consider this information in conjunction with additional information furnished in the letter of transmittal in the introductory section of this report.

FINANCIAL HIGHLIGHTS

- The assets and deferred outflows of Anderson County Primary Government exceeded liabilities and deferred inflows at the end of the fiscal year by \$8,417,484 (net position). Of this amount, a negative \$17,054,986 represents unrestricted net position.
- Anderson County's total net position increased by \$5,453,311.
- At the end of the fiscal year, Anderson County's governmental funds reported combined fund balances of \$21,482,650, an increase of \$250,464 in comparison with the prior year. Approximately 23% of this amount or \$5,012,730 is available for spending at the county's discretion (*unassigned fund balance*).
- At the end of the fiscal year, unrestricted fund balance (the total of the *committed*, *assigned* and *unassigned* components of *fund balance*) for the General Fund was \$9,457,968, or approximately 38% of total General Fund expenditures.
- Anderson County's total outstanding long-term debt for governmental activities decreased \$4,741,418 or approximately 9% during the current fiscal year.

OVERVIEW OF THE FINANCIAL REPORT

The discussion and analysis provided here are intended to serve as an introduction to Anderson County's basic financial statements. Anderson County's basic financial statements include three components: (1) government-wide financial statements, (2) fund financial statements, and (3) notes to the financial statements. This report also includes supplementary information intended to furnish additional detail to support the basic financial statements themselves.

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

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

The *statement of activities* presents information showing changes to Anderson County's net position 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 only 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 Anderson County that 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 Anderson County include general government, finance; administration of justice; public safety; public health and welfare; social, cultural and recreational services; agricultural and natural resources; emergency medical services/ambulance; highway/public works; education; and interest on long-term debt.

The county does not have functions that are business-type activities.

The government-wide financial statements include not only Anderson County government itself (known as the *primary government*), but also a legally separate school system for which the Anderson County government is financially accountable. These statements also include a legally separate E-911 district. Financial information for these component units is reported separately from the financial information presented for the primary government itself.

The government-wide financial statements can be found in Exhibits A and B of this report.

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. Anderson 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 the county can be divided into three categories: governmental funds, proprietary funds, and fiduciary funds.

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 the 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*.

Anderson County maintains 12 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, and Ambulance Service funds, which are considered to be major funds. Data from the other eight 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 in the combining and individual fund financial statements and schedules of this report.

Anderson County adopts an annual appropriated budget for the primary government's General Fund, Highway/Public Works Fund, Ambulance Service Fund, and the discretely presented component unit (DPCU) School Department's General Purpose School Fund.

The DPCU School Department maintains five individual governmental funds. The General Purpose School is considered to be a major fund with the remaining four funds combined into a single, aggregated amount with detail provided in the combining and individual fund financial statements and schedules.

Budgetary comparison statements have been provided for these funds to demonstrate compliance with their budgets.

The basic governmental fund financial statements can be found in Exhibits C-1 through C-7 of this report.

Proprietary Funds. *Proprietary funds* are used to account for activities where the emphasis is placed on net income determination. There are two types of proprietary funds – enterprise funds and internal service funds. Enterprise funds are used to report the same functions presented as *business-type activities* in the government-wide financial statements. The county does not have any business-type activities. Internal service funds are accounting devices used to accumulate and allocate costs internally among the county's various functions. The county uses two internal service funds, one to account for employee health insurance activities and the other to account for the county's cable Channel 95 activities. Because internal service funds predominantly benefit governmental rather than business-type functions, their assets and liabilities have been included with governmental activities in the government-wide financial statements.

The internal service funds are combined within the governmental activities in the government-wide financial statements and are presented separately in the fund financial statements.

The proprietary fund financial statements can be found in Exhibits D-1 through D-3 and H-1 through H-3 of this report.

Fiduciary Funds. *Fiduciary funds* are used to account for resources held for the benefit of parties outside the governmental entity. Fiduciary funds are *not* reported in the government-wide financial statements because the resources of those funds are *not* available to support Anderson County's own programs. The accounting used for fiduciary funds is much like that used for proprietary funds. The county's fiduciary funds consist of the Cities Sales Tax, Clinton School Average Daily Attendance Tax and Oak Ridge School Daily Attendance Tax,

Judicial District Drug, District Attorney General, and Constitutional Officers - Agency funds, which are combined into agency funds on the fiduciary funds financial statements.

The basic fiduciary funds financial statement can be found on Exhibit E-1 of this report.

Notes to the Financial Statements. The notes provide additional information that is necessary to acquire a full understanding of the data provided in the government-wide and fund financial statements. Page references for notes to the financial statements can be found in the table of contents.

Other Information. In addition to the basic financial statements and accompanying notes, this report presents required supplementary information concerning pension and other postemployment benefits information. This required information is presented in the required supplementary information section of this report.

The combining statements referred to earlier in connection with non-major governmental funds are presented immediately following the notes to the required supplementary information. Page references for combining and individual fund statements and schedules can be found in the table of contents.

GOVERNMENT-WIDE FINANCIAL ANALYSIS

As noted earlier, net position (surplus or deficit) may serve as a useful indicator of a government's financial position. In the case of Anderson County, assets and deferred outflows exceeded its liabilities and deferred inflows by \$8,417,484 at the close of the most recent fiscal year. The Constitution for the State of Tennessee authorizes the local legislative body to issue debt. Therefore, whenever the Anderson County Board of Education requires additional money to fund school construction and equipment, the related debt must be issued by the Anderson County Government. As of June 30, 2018, Anderson County had outstanding debt totaling \$49,622,767. Of the county's total outstanding debt, \$29,390,799 is for capital purposes of the Anderson County Board of Education.

Anderson County's Statement of Net Position – Primary Government

	Governmental Activities	
	2018	2017
Current and Other Assets	\$ 45,384,557	\$ 43,361,180
Capital Assets	34,498,632	33,111,231
Total Assets	<u>\$ 79,883,189</u>	<u>\$ 76,472,411</u>
Total Deferred Outflows of Resources	\$ 2,571,212	\$ 2,820,754
Long-term Liabilities	\$ 52,516,185	\$ 55,840,289
Other Liabilities	2,467,725	2,489,298
Total Liabilities	<u>\$ 54,983,910</u>	<u>\$ 58,329,587</u>
Total Deferred Inflows of Resources	\$ 19,053,007	\$ 18,559,015
Net Position:		
Net Investment in Capital Assets	\$ 14,227,812	\$ 13,178,548
Restricted	11,244,658	9,408,283
Unrestricted	(17,054,986)	(20,182,268)
Total Net Position	<u>\$ 8,417,484</u>	<u>\$ 2,404,563</u>

Anderson County's Statement of Net Position – DPCU School Department

	Governmental Activities	
	2018	2017
Current and Other Assets	\$ 27,637,416	\$ 25,182,001
Capital Assets	46,151,541	45,191,349
Total Assets	<u>\$ 73,788,957</u>	<u>\$ 70,373,350</u>
Total Deferred Outflows of Resources	6,439,344	\$ 9,652,645
Long-term Liabilities	\$ 2,920,225	\$ 6,575,780
Other Liabilities	5,056,240	2,700,113
Total Liabilities	<u>\$ 7,976,465</u>	<u>9,275,893</u>
Total Deferred Inflows of Resources	\$ 21,086,084	\$ 21,370,038
Net Position:		
Net Investment in Capital Assets	\$ 46,151,541	\$ 45,191,349
Restricted	2,788,018	1,923,646
Unrestricted	2,226,193	2,265,069
Total Net Position	<u>\$ 51,165,752</u>	<u>\$ 49,380,064</u>

Anderson County's Statement of Net Position – Ambulance Service Fund

	Business-Type Activities	
	2018	2017
Current and Other Assets	\$ 0	\$ (9,194)
Capital Assets	0	661,143
Total Assets	\$ 0	\$ 651,949
Total Deferred Outflows of Resources	\$ 0	\$ 478,150
Long-term Liabilities	\$ 0	\$ 284,140
Other Liabilities	0	123,530
Total Liabilities	\$ 0	\$ 407,670
Total Deferred Inflows of Resources	\$ 0	\$ 162,819
Net Position:		
Net Investment in Capital Assets	\$ 0	\$ 511,757
Restricted	0	0
Unrestricted	0	47,853
Total Net Position	\$ 0	\$ 559,610

The largest portion of Anderson County's net position totaling \$14,227,812 reflects its investment in capital assets (e.g., land, buildings, machinery, equipment, vehicles, and infrastructure) less any related outstanding debt used to acquire those assets; the total for the DPCU School Department is \$46,151,541. Anderson County uses these capital assets to provide a variety of services to citizens. Accordingly, these assets are not available for future spending. Although Anderson County's investment in capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

An additional portion of Anderson County's net position totaling \$11,244,658 represents resources that are subject to external restrictions on how they may be used; the total for the DPCU School Department is \$2,788,018.

Anderson County's Governmental Activities unrestricted net position is a negative \$17,054,986; the DPCU School Department is a \$2,226,193. The negative balance represents non-capital related asset net of Anderson County's Government Activities debt.

Governmental Activities. The net position for governmental activities increased \$6,012,921 from the prior fiscal year for an ending balance of \$8,417,484.

Revenues on the government-wide Statement of Activities are broken into two major categories, program and general revenues.

Program revenues are comprised of 3 types: charges for services to customers, operating grants and contributions (restricted for a specific purpose), and capital grants and contributions (restricted for a specific purpose).

General revenues are all revenues that do not qualify as program revenues and are the largest revenue source. The largest revenue sources within this major category are local taxes for the county and state and federal – unrestricted for the DPCU School Department.

Anderson County’s Statement of Activities – Primary Government

	Governmental Activities	
	2018	2017
Program Revenues:		
Charges for Services	\$ 14,404,955	\$ 7,946,373
Operating Grants and Contributions	3,706,388	3,163,801
Capital Grants and Contributions	889,035	1,882,756
General Revenues:		
Local Taxes	21,427,759	20,858,226
Grants and Contributions Not Restricted to Specific Programs	5,413,716	4,934,772
Unrestricted Investment Income	79,209	33,688
Miscellaneous	35,196	71,469
Total Revenues	<u>\$ 45,956,258</u>	<u>\$ 38,891,085</u>
Expenses:		
General Government	\$ 4,800,543	\$ 5,525,125
Finance	2,957,049	2,957,033
Administration of Justice	2,957,763	2,866,798
Public Safety	13,070,328	13,275,663
Public Health and Welfare	8,476,280	3,447,087
Social, Cultural and Recreational Services	1,368,608	1,254,501
Agricultural and Natural Resources	247,912	246,231
Highways	4,463,812	4,032,399
Education	0	0
Interest on Long-term Debt	1,858,282	2,006,374
Total Expenses	<u>\$ 40,200,577</u>	<u>\$ 35,611,211</u>
Increase (decrease) in Net Position		
Before Transfers	\$ 5,755,681	\$ 3,279,874
Transfers In (Out)	559,610	17,127
Increase (Decrease) in Net Position	<u>\$ 6,315,291</u>	<u>\$ 3,297,001</u>
Net Position, July 1	2,404,563	(892,438)
Restatement – Pension Liability	(302,370)	0
Net Position, June 30	<u>\$ 8,417,484</u>	<u>\$ 2,404,563</u>

Anderson County's Statement of Activities – DPCU School Department

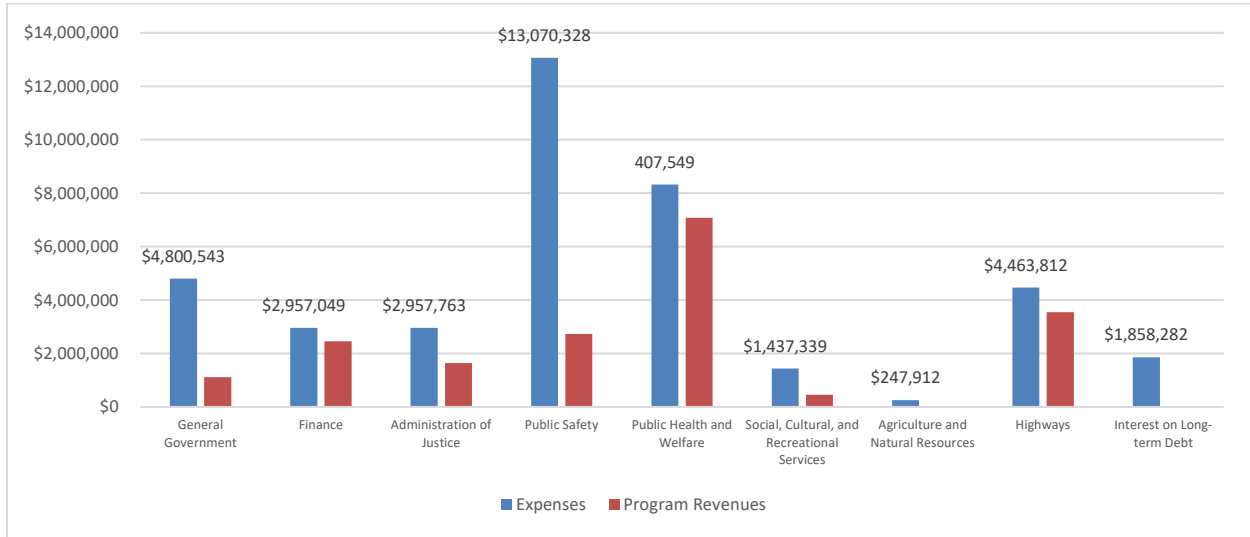
	Governmental Activities	
	2018	2017
Program Revenues:		
Charges for Services	\$ 783,688	\$ 905,991
Operating Grants and Contributions	13,857,043	12,041,535
Capital Grants and Contributions	1,854,328	176,553
General Revenues:		
Local Taxes	24,526,983	24,193,315
State and Federal – Unrestricted	32,638,337	31,360,868
Pension Income	0	0
Investment Income	28,848	9,159
Miscellaneous	51,014	241,857
Total Revenues	<u>\$ 73,740,241</u>	<u>\$ 68,929,278</u>
Expenses:		
Education	<u>\$ 68,823,808</u>	<u>\$ 66,402,053</u>
Total Expenses	<u>\$ 68,823,808</u>	<u>\$ 66,402,053</u>
Increase (Decrease) in Net Position	\$ 4,916,433	\$ 2,527,225
Net Position, July 1	49,380,064	46,852,839
Restatement – Pension Liability	(3,130,745)	0
Net Position, June 30	<u>\$ 51,165,752</u>	<u>\$ 49,380,064</u>

Anderson County's Statement of Activities – Ambulance Service Fund

	Business-Type Activities	
	2018	2017
Operating Revenues:		
Charges for Services	\$ 0	\$ 5,243,281
Total Revenues	<u>\$ 0</u>	<u>\$ 5,243,281</u>
Operating Expenses:		
Ambulance Service	\$ 0	\$ 5,572,929
Total Expenses	<u>\$ 0</u>	<u>\$ 5,572,929</u>
Nonoperating Revenues (Expenses)	\$ 0	\$ (1,949)
Income (Loss) Before Transfers	\$ 0	\$ (331,597)
Transfers In (Out)	(559,610)	(17,127)
Increase (Decrease) in Net Position	\$ 0	\$ (348,724)
Net Position, July 1	559,610	908,334
Restatement – Pension Liability	0	0
Net Position, June 30	<u>\$ 0</u>	<u>\$ 559,610</u>

The Ambulance Service Fund is accounted for as governmental activities in a special revenue fund in 2018, not a business-type activity as it was in previous years.

Anderson County Expense and Program Revenue for Governmental Activities



Program expenses exceed program revenues for governmental activities by (\$21,200,199). Expenses for Public Safety, Public Health & Welfare, General Government, and Highways are the largest components of Anderson County, which when combined total \$30,810,963 and are 76% of total expenses.

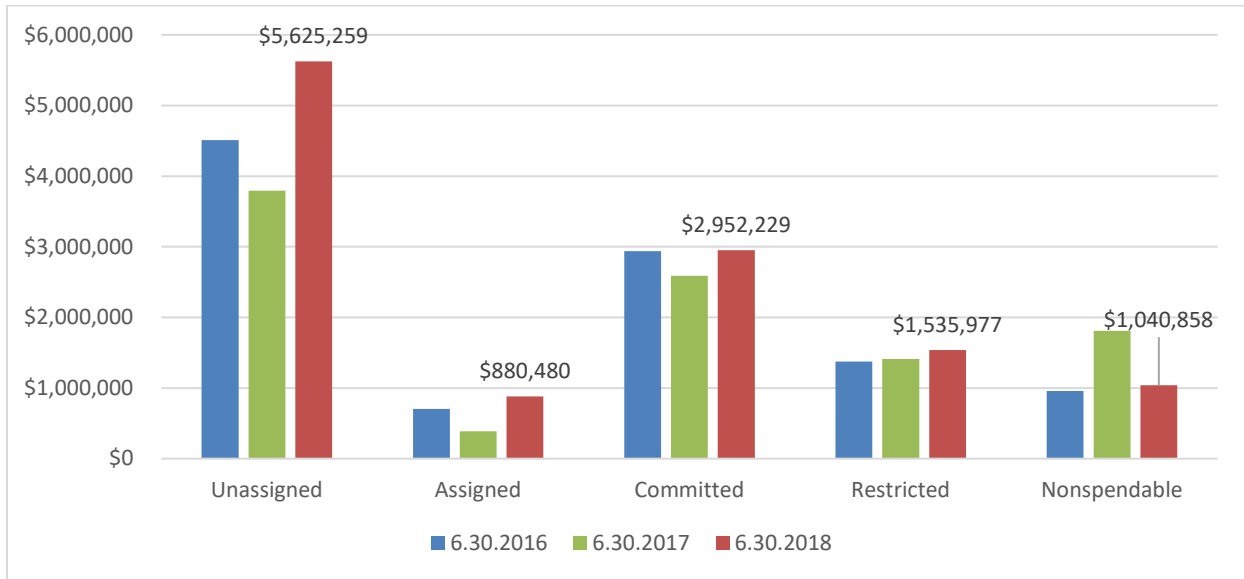
FINANCIAL ANALYSIS OF THE GOVERNMENT'S FUNDS

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

The focus of Anderson County's *governmental funds* is to provide information on the near-term inflows, outflows and balances of spendable resources. Such information is useful in assessing Anderson County's financing requirements. In particular, unassigned fund balance may serve as a useful measure of a government's net resources available for discretionary use as they represent the portion of fund balance which has not yet been limited to use for a particular purpose by either an external party, Anderson County Government itself, or a group or individual that has been delegated authority to assign resources for use for particular purposes.

At June 30, 2018, Anderson County's governmental funds reported combined ending fund balances of \$21,482,650, an increase of \$250,469, in comparison with the prior year. Approximately 23% of this amount or \$5,012,730 constitutes *unassigned fund balance*, which is available for spending at the government's discretion. The remainder or fund balance is either restricted, committed, or assigned to indicate that it is (1) nonspendable, \$1,095,103; (2) restricted for particular purposes, \$11,026,913; (3) committed for particular purposes, \$3,467,424; or (4) assigned for particular purposes, \$880,480.

Anderson County General Fund Components of Fund Balance



The General Fund is the chief operating fund of Anderson County. At the end of the current fiscal year, unassigned fund balance increased to \$5,625,259 and the total fund balance increased to \$12,034,803. 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 General Fund expenditures. The General Fund’s liquidity increased in the current fiscal year due to the increase in General Fund revenues and the decrease in total General Fund expenditures.

Anderson County’s General Fund Liquidity

	2018	2017
Total General Fund Expenditures	\$ 25,151,540	\$ 26,389,287
Unassigned Fund Balance to Total General Fund Expenditures	22%	14%
Total Fund Balance to Total General Fund Expenditures	48%	38%

The Ambulance Service Fund is accounted for as governmental activities in a special revenue fund in 2018, not a business-type activity as it was in previous years. The Ambulance Service Fund balance was (\$612,529), which was a decrease from 2017. This change in the type of fund resulted in liabilities and deferred inflows exceeding assets.

The Highway/Public Works Fund balance was \$3,581,239, which is an increase of \$474,156 from 2017. This increase was due to from an increase in revenue from the State of Tennessee. This fund balance represents 81% of current-year expenditures.

The DPCU School Department’s main operating fund is the General Purpose School Fund. At the close of fiscal year, the fund balance of this fund was \$5,654,930, with an unassigned balance of \$5,620,766. The balance in this fund increased \$763,914 during the fiscal year. The unassigned balance represents 3% of current-year expenditures.

BUDGETARY HIGHLIGHTS

Original budget compared to final budget. During the fiscal year, appropriations to the original budget increased in the General Fund. These differences are summarized in the following table:

General Fund Appropriations	Original	Amended	Increase (Decrease)
General Government	\$ 4,045,209	\$ 4,354,911	\$ 309,702
Finance	3,180,355	3,233,465	53,110
Administration of Justice	3,173,024	3,240,175	67,151
Public Safety	13,432,985	13,820,255	387,270
Public Health and Welfare	1,413,140	1,634,776	221,636
Social, Cultural and Recreational Services	82,181	156,776	74,595
Agricultural and Natural Resources	269,286	264,286	(5,000)
Other Operations	903,892	971,521	67,629
Capital Projects	0	663,835	663,835
Total Net Position	\$ 26,500,072	\$ 28,340,000	\$ 1,839,928

The increase in the Capital Projects budget was primarily due to several additional grant-funded public safety and public utility projects. These projects are funded through federal and state programs, such as community block development grants, safe routes to school grant, and the office of surface mining.

The increase in the Public Safety budget was due to a Civil Defense appropriation for the funding necessary to initiate a contract to build a fire truck.

The increase in General Government budget was due to Other Boards and Committees engaging in a state matching grant to install a boat ramp at a county park.

Additional details on revenue and expenditures differences can be found in Exhibits C-5 of this report.

Final budget compared to actual results. The most significant difference between estimated revenues and actual revenues in the General Fund were grants from the State of Tennessee for \$407,192 more than anticipated.

At the close of the fiscal year, actual General Fund expenditures and encumbrances were \$3,374,120 less than budgetary estimates. A review of actual expenditures compared with the appropriations in the final budget resulted in the following significant variances:

- In the Public Safety function, the Sheriff's Department and Jail expenditures decreased \$199,952 and \$389,506, respectively. Vacant positions resulting in unspent compensation, payroll tax and fringe benefits accounted for 71% and 57% of the respective department's available funding.

- In the Public Safety function, the Civil Defense budget included the appropriation to build a fire truck for \$241,215. The appropriation crossed fiscal years and the funds will be expended next fiscal year.
- In the Capital Projects, the appropriations for Public Safety Projects and Public Utilities Projects were increased during the fiscal year, but the actual expenses were not incurred. As previously discussed, several grant-related projects were approved and appropriated for, but the actual expenses were not incurred prior to the end of the fiscal year.

Proprietary Funds. Anderson County’s proprietary funds provide the same type of information found in the government-wide financial statements.

Net Position of Internal Service Funds

	Proprietary Funds	
	2018	2017
Employee Health Insurance Fund	\$370,184	\$253,925
Channel 95	142,374	206,618

The proprietary fund financial statements can be found as Exhibits D-1 through D-3 and H-1 through H-3 in the financial statements.

CAPITAL ASSETS AND DEBT ADMINISTRATION

Capital Assets. Anderson County’s investment in capital assets for its governmental activities as of June 30, 2018, totals \$34,498,632 (net of accumulated depreciation). The investment in capital assets includes land, buildings, improvements, other capital assets (includes equipment), and infrastructure (roads, highways, and bridges). The total increase in capital assets for the current fiscal year was approximately 4%.

Anderson County’s Capital Assets (net of depreciation)

	Governmental Activities	
	2018	2017
Land	\$ 2,462,093	\$ 1,715,743
Construction in Progress	14,000	19,000
Buildings and Improvements	22,221,940	21,746,267
Other Capital Assets	4,192,000	3,780,254
Infrastructure	5,608,599	5,849,967
Total	\$ 34,498,632	\$ 33,111,231

Additional information on Anderson County’s capital assets can be found in Note IV.B. of the notes to the financial statements.

Long-term Debt. At the end of the 2018 fiscal year, Anderson County government had total debt outstanding of \$49,622,767. All debt is backed by the full faith and credit of the government.

Anderson County's Outstanding Debt

	Governmental Activities	
	2018	2017
Notes Payable	\$ 2,166,322	\$ 2,630,562
Other Loans Payable	9,933,019	10,663,455
Bonds Payable	37,150,000	40,500,000
Capital Lease Payable	373,426	570,168
Business-Type Notes Payable	0	163,000
Total	\$ 49,622,767	\$ 54,527,185

Anderson County's total debt decreased \$4,904,418 or approximately 9% during the current fiscal year.

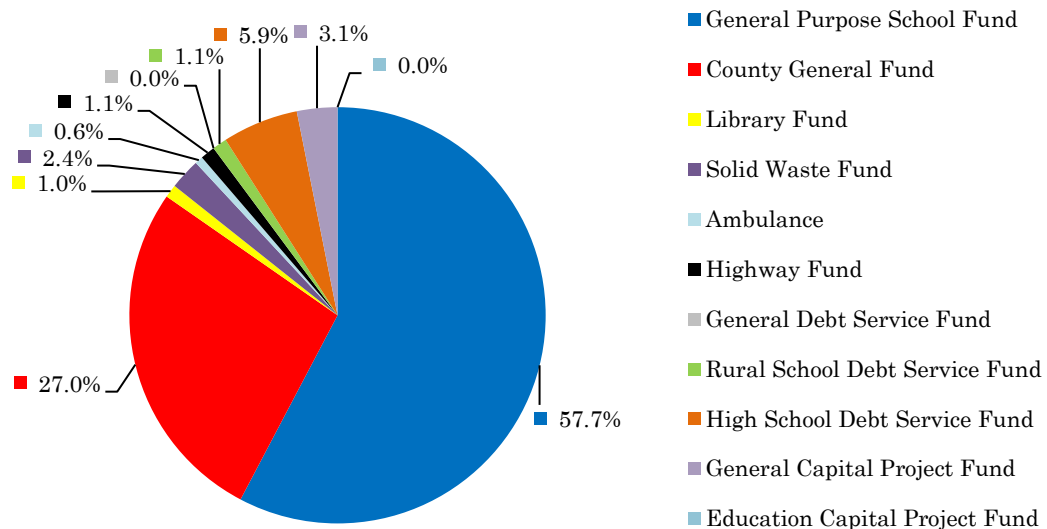
Currently state statutes do not limit the amount of general obligation debt a government entity may issue. Anderson County's bond rating from Moody's Investor Services was affirmed at Aa2 in February 2018.

Additional information on Anderson County government's long-term debt can be found in Exhibits K-1, K-2, and Note IV.F. of this report.

ECONOMIC FACTORS AND NEXT YEAR'S BUDGETS AND RATES

The following economic factors currently affect Anderson County and were considered in developing the 2018-19 fiscal year budget:

- The unemployment rate for Anderson County is currently 4.5%, which is 0.1% less than the rate a year ago.
- County Commission has approved the same total tax rate of \$2.7903 for the last four tax years; however, allocation of this rate changed between funds.



- The county plans to utilize \$763,172 of unassigned fund balance to balance the General Fund budget. This amount increased from \$292,135 for the previous fiscal year's budget.
- Interest rates are expected to increase slightly while remaining at low levels.

REQUESTS FOR INFORMATION

This financial report is designed to provide a general overview of Anderson County's finances for all those with an interest in the government's financial information. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the Anderson County Director of Finance, 100 North Main Street, Room 212, Clinton, Tennessee 37716-3625.

BASIC FINANCIAL STATEMENTS

Exhibit A

Anderson County, Tennessee
Statement of Net Position
June 30, 2018

	Primary Governmental Activities	Component Units	
		Anderson County School Department	Emergency Communica- tions District
<u>ASSETS</u>			
Cash	\$ 575,543	\$ 10,305	\$ 1,498,357
Equity in Pooled Cash and Investments	21,425,217	7,561,903	0
Inventories	47,973	72,796	0
Investments	18,982	0	0
Accounts Receivable	2,901,678	35,359	0
Allowance for Uncollectible	(1,469,810)	0	0
Due from Other Governments	1,507,352	3,138,389	0
Due from Primary Government	0	28,848	0
Due from Component Units	273,357	0	0
Property Taxes Receivable	19,340,462	16,206,702	0
Allowance for Uncollectible Property Taxes	(671,374)	(562,366)	0
Prepaid Items	20,343	0	44,556
Net Pension Asset - Agent Plan	1,414,834	757,155	0
Net Pension Asset - Teacher Legacy Plan	0	243,830	0
Net Pension Asset - Teacher Retirement Plan	0	144,495	0
Capital Assets:			
Assets Not Depreciated:			
Land	2,462,093	865,214	0
Construction in Progress	14,000	0	0
Assets Net of Accumulated Depreciation:			
Buildings and Improvements	22,221,940	42,487,804	0
Other Capital Assets	4,192,000	2,798,523	602,200
Infrastructure	5,608,599	0	0
Total Assets	<u>\$ 79,883,189</u>	<u>\$ 73,788,957</u>	<u>\$ 2,145,113</u>

(Continued)

Exhibit A

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

	Primary Government <u>Governmental</u> <u>Activities</u>	Component Units	
		Anderson County School Department	Emergency Communica- tions District
<u>DEFERRED OUTFLOWS OF RESOURCES</u>			
Deferred Charge on Refunding	\$ 423,456	\$ 0	\$ 0
Pension Changes in Experience	69,295	189,145	0
Pension Changes in Assumptions	930,709	2,575,856	0
Pension Changes in Investment Earnings	0	37,013	0
Pension Contributions After Measurement Date	1,147,752	3,196,616	147,907
Pension Other Deferrals	0	80,141	0
OPEB Contributions After Measurement Date	0	360,573	0
Total Deferred Outflows of Resources	<u>\$ 2,571,212</u>	<u>\$ 6,439,344</u>	<u>\$ 147,907</u>
<u>LIABILITIES</u>			
Accounts Payable	\$ 1,467,433	\$ 1,670,925	\$ 17,126
Accrued Payroll	301,594	1,897	0
Accrued Interest Payable	344,771	0	0
Payroll Deductions Payable	50,250	879,920	0
Contracts Payable	4,592	93,825	0
Retainage Payable	31,867	0	0
Due to Primary Government	0	273,357	0
Due to Component Units	28,848	0	0
Due to State of Tennessee	1,252	17	0
Other Current Liabilities	237,118	284	0
Noncurrent Liabilities:			
Due Within One Year	4,150,250	337,358	0
Due in More Than One Year	48,365,935	4,718,882	0
Total Liabilities	<u>\$ 54,983,910</u>	<u>\$ 7,976,465</u>	<u>\$ 17,126</u>
<u>DEFERRED INFLOWS OF RESOURCES</u>			
Deferred Current Property Taxes	\$ 18,033,025	\$ 15,106,038	\$ 0
Pension Changes in Experience	1,008,643	5,584,563	0
Pension Changes in Investment Earnings	11,339	13,843	0
Pension Other Deferrals	0	186,881	0
OPEB Changes in Assumptions	0	194,759	0
Total Deferred Inflows of Resources	<u>\$ 19,053,007</u>	<u>\$ 21,086,084</u>	<u>\$ 0</u>

(Continued)

Exhibit A

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

	Primary Government Governmental Activities	Component Units	
		Anderson County School Department	Emergency Communica- tions District
<u>NET POSITION</u>			
Net Investment in Capital Assets	\$ 14,227,812	\$ 46,151,541	\$ 602,200
Restricted for:			
General Government	93,231	0	0
Finance	68,661	0	0
Administration of Justice	817,386	0	0
Public Safety	849,352	0	0
Public Health and Welfare	534,746	0	0
Social, Cultural, and Recreational Services	639,582	0	0
Highway/Public Works	3,721,912	0	0
Debt Service	3,044,885	0	0
Capital Projects	60,069	19,011	0
Education	0	1,623,527	0
Pensions	1,414,834	1,145,480	0
Unrestricted	(17,054,986)	2,226,193	1,673,694
Total Net Position	<u>\$ 8,417,484</u>	<u>\$ 51,165,752</u>	<u>\$ 2,275,894</u>

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

Exhibit B

Anderson County, Tennessee
Statement of Activities
For the Year Ended June 30, 2018

Functions/Programs	Net (Expense) Revenue and Changes in Net Position									
	Program Revenues				Primary Government			Component Units		
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-type Activities	Total	Anderson County School Department	Emergency Communications District	
Primary Government:										
Governmental Activities:										
General Government	\$ 4,800,543	\$ 1,019,812	\$ 88,920	\$ 0	\$ (3,691,811)	\$ 0	\$ (3,691,811)	\$ 0	\$ 0	
Finance	2,957,049	2,460,709	0	0	(496,340)	0	(496,340)	0	0	
Administration of Justice	2,957,763	1,532,869	102,301	0	(1,322,593)	0	(1,322,593)	0	0	
Public Safety	13,070,328	2,306,962	425,297	0	(10,338,069)	0	(10,338,069)	0	0	
Public Health and Welfare	8,476,280	6,543,431	363,593	161,139	(1,408,117)	0	(1,408,117)	0	0	
Social, Cultural, and Recreational Services	1,368,608	338,362	117,757	1,186	(911,303)	0	(911,303)	0	0	
Agriculture and Natural Resources	247,912	0	0	0	(247,912)	0	(247,912)	0	0	
Highways	4,463,812	202,810	2,608,520	726,710	(925,772)	0	(925,772)	0	0	
Debt Service:										
Interest on Long-term Debt	1,858,282	0	0	0	(1,858,282)	0	(1,858,282)	0	0	
Total Primary Government	\$ 40,200,577	\$ 14,404,955	\$ 3,706,388	\$ 889,035	\$ (21,200,199)	\$ 0	\$ (21,200,199)	\$ 0	\$ 0	
Component Units:										
Anderson County School Department	\$ 68,823,808	\$ 783,688	\$ 13,857,043	\$ 1,854,328	\$ 0	\$ 0	\$ 0	\$ (52,328,749)	\$ 0	
Emergency Communications District	424,704	435,843	5,328	0	0	0	0	0	16,467	
Total Component Units	\$ 69,248,512	\$ 1,219,531	\$ 13,862,371	\$ 1,854,328	\$ 0	\$ 0	\$ 0	\$ (52,328,749)	\$ 16,467	

(Continued)

Exhibit B

Anderson County, Tennessee
Statement of Activities (Cont.)

Functions/Programs	Expenses	Program Revenues		Net (Expense) Revenue and Changes in Net Position			Component Units		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Primary Government		Anderson County School Department	Emergency Communications District	
					Governmental Activities	Business-type Activities			Total
General Revenues:									
Taxes:									
Property Taxes Levied for General Purposes					\$ 14,532,835	\$ 0	\$ 14,532,835	\$ 15,675,527	\$ 0
Property Taxes Levied for Debt Service					3,481,559	0	3,481,559	0	0
Property Taxes Levied for Capital Projects					30,794	0	30,794	0	0
Local Option Sales Taxes					1,249,588	0	1,249,588	8,848,544	0
Hotel/Motel Tax					384,964	0	384,964	0	0
Litigation Tax					318,670	0	318,670	0	0
Business Tax					1,070,057	0	1,070,057	0	0
Wholesale Beer Tax					155,969	0	155,969	0	0
Mineral and Coal Severance Tax					163,800	0	163,800	0	0
Gas and Oil Severance Tax					28,499	0	28,499	0	0
Other Local Taxes					11,024	0	11,024	2,912	0
Grants and Contributions Not Restricted to Specific Programs					5,413,716	0	5,413,716	32,638,337	0
Unrestricted Investment Income					79,209	0	79,209	28,848	7,883
Miscellaneous					35,196	0	35,196	51,014	0
Transfers					559,610	(559,610)	0	0	0
Total General Revenues and Transfers					\$ 27,515,490	\$ (559,610)	\$ 26,955,880	\$ 57,245,182	\$ 7,883
Change in Net Position					\$ 6,315,291	\$ (559,610)	\$ 5,755,681	\$ 4,916,433	\$ 24,350
Restatement - See Note I.D.10					(302,370)	0	(302,370)	(3,130,745)	0
Net Position, July 1, 2017					2,404,563	559,610	2,964,173	49,380,064	2,251,544
Net Position, June 30, 2018					\$ 8,417,484	\$ 0	\$ 8,417,484	\$ 51,165,752	\$ 2,275,894

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

Exhibit C-1

Anderson County, Tennessee
Balance Sheet
Governmental Funds
June 30, 2018

	Major Funds			Nonmajor Funds	Total Governmental Funds
	General	Ambulance Service	Highway / Public Works	Other Govern- mental Funds	
<u>ASSETS</u>					
Cash	\$ 63,375	\$ 0	\$ 0	\$ 2,227	\$ 65,602
Equity in Pooled Cash and Investments	10,511,830	259,526	3,953,837	6,579,935	21,305,128
Inventories	0	0	47,973	0	47,973
Accounts Receivable	158,109	2,479,928	6,627	150,970	2,795,634
Allowance for Uncollectibles	0	(1,469,810)	0	0	(1,469,810)
Due from Other Governments	779,478	123,716	591,099	13,059	1,507,352
Due from Other Funds	1,211,014	1,735	52,489	17,203	1,282,441
Due from Component Units	4,387	0	4,523	17,970	26,880
Property Taxes Receivable	13,282,488	291,823	557,572	5,208,579	19,340,462
Allowance for Uncollectible Property Taxes	(461,088)	(5,374)	(18,638)	(186,274)	(671,374)
Prepaid Items	14,071	0	0	6,272	20,343
Total Assets	\$ 25,563,664	\$ 1,681,544	\$ 5,195,482	\$ 11,809,941	\$ 44,250,631
<u>LIABILITIES</u>					
Accounts Payable	\$ 221,785	\$ 205,926	\$ 780,469	\$ 138,477	\$ 1,346,657
Accrued Payroll	216,237	56,017	18,161	10,350	300,765
Payroll Deductions Payable	39,066	7,203	2,604	1,250	50,123
Contracts Payable	4,592	0	0	0	4,592
Retainage Payable	0	0	0	31,867	31,867
Due to Other Funds	37,060	1,131,705	108	114,106	1,282,979
Due to Component Units	0	0	0	28,848	28,848
Other Current Liabilities	33,000	0	0	0	33,000
Sales Tax	1,252	0	0	0	1,252
Total Liabilities	\$ 552,992	\$ 1,400,851	\$ 801,342	\$ 324,898	\$ 3,080,083

(Continued)

Exhibit C-1

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

	<u>Major Funds</u>			<u>Nonmajor</u>	<u>Total</u>
	<u>General</u>	<u>Ambulance</u>	<u>Highway /</u>	<u>Other</u>	
		<u>Service</u>	<u>Public</u>	<u>Governmental</u>	<u>Governmental</u>
			<u>Works</u>	<u>Funds</u>	<u>Funds</u>
<u>DEFERRED INFLOWS OF RESOURCES</u>					
Deferred Current Property Taxes	\$ 12,379,838	\$ 286,449	\$ 521,863	\$ 4,844,875	\$ 18,033,025
Deferred Delinquent Property Taxes	399,424	0	15,442	161,031	575,897
Other Deferred/Unavailable Revenue	196,607	606,773	275,596	0	1,078,976
Total Deferred Inflows of Resources	<u>\$ 12,975,869</u>	<u>\$ 893,222</u>	<u>\$ 812,901</u>	<u>\$ 5,005,906</u>	<u>\$ 19,687,898</u>
<u>FUND BALANCES</u>					
Nonspendable:					
Inventory	\$ 0	\$ 0	\$ 47,973	\$ 0	\$ 47,973
Long-term Receivable	1,026,787	0	0	0	1,026,787
Prepaid Items	14,071	0	0	6,272	20,343
Restricted:					
Restricted for General Government	93,231	0	0	0	93,231
Restricted for Finance	68,661	0	0	0	68,661
Restricted for Administration of Justice	817,386	0	0	0	817,386
Restricted for Public Safety	424,660	0	0	424,692	849,352
Restricted for Public Health and Welfare	132,039	0	0	368,934	500,973
Restricted for Social, Cultural, and Recreational Services	0	0	0	626,826	626,826
Restricted for Highways/Public Works	0	0	3,533,266	0	3,533,266
Restricted for Capital Outlay	0	0	0	59,061	59,061
Restricted for Debt Service	0	0	0	4,320,709	4,320,709
Restricted for Capital Projects	0	0	0	157,448	157,448
Committed:					
Committed for General Government	208,215	0	0	0	208,215
Committed for Finance	190,855	0	0	0	190,855
Committed for Public Safety	247,680	0	0	3,906	251,586

(Continued)

Exhibit C-1

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

	Major Funds			Nonmajor Funds	Total Governmental Funds
	General	Ambulance Service	Highway / Public Works	Other Govern- mental Funds	
<u>FUND BALANCES (Cont.)</u>					
Committed (Cont.):					
Committed for Public Health and Welfare	\$ 71,552	\$ 0	\$ 0	\$ 0	\$ 71,552
Committed for Social, Cultural, and Recreational Services	47,500	0	0	0	47,500
Committed for Highways/Public Works	284,608	0	0	0	284,608
Committed for Capital Outlay	4,623	0	0	0	4,623
Committed for Debt Service	0	0	0	425,889	425,889
Committed for Capital Projects	1,307,032	0	0	85,400	1,392,432
Committed for Other Purposes	590,164	0	0	0	590,164
Assigned:					
Assigned for General Government	876,980	0	0	0	876,980
Assigned for Administration of Justice	3,500	0	0	0	3,500
Unassigned	5,625,259	(612,529)	0	0	5,012,730
Total Fund Balances	<u>\$ 12,034,803</u>	<u>\$ (612,529)</u>	<u>\$ 3,581,239</u>	<u>\$ 6,479,137</u>	<u>\$ 21,482,650</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 25,563,664</u>	<u>\$ 1,681,544</u>	<u>\$ 5,195,482</u>	<u>\$ 11,809,941</u>	<u>\$ 44,250,631</u>

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

Anderson County, Tennessee
Reconciliation of the Balance Sheet of Governmental Funds
to the Statement of Net Position
June 30, 2018

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)		\$ 21,482,650
(1) Capital assets used in governmental activities are not financial resources and therefore are not reported in the governmental funds.		
Add: land	\$ 2,462,093	
Add: construction in progress	14,000	
Add: infrastructure net of accumulated depreciation	5,608,599	
Add: buildings and improvements net of accumulated depreciation	22,175,671	
Add: other capital assets net of accumulated depreciation	<u>4,155,455</u>	34,415,818
(2) Internal service funds are used by management to charge the cost of employee health insurance to individual funds and to reflect activities of the county television station. The assets and liabilities are included in governmental activities in the statement of net position:		
Add: capital assets	\$ 82,814	
Add: current assets	755,594	
Less: liabilities	<u>(325,850)</u>	512,558
(3) Long-term liabilities are not due and payable in the current period and therefore are not reported in the governmental funds.		
Less: notes payable	\$ (2,166,322)	
Less: other loans payable	(9,933,019)	
Less: bonds payable	(37,150,000)	
Less: capital lease payable	(373,426)	
Add: deferred amount on refunding	423,456	
Add: debt to be contributed by the School Department	246,477	
Less: unamortized premium on debt	(1,710,545)	
Less: OPEB liability	(549,196)	
Less: compensated absences payable	(633,677)	
Less: accrued interest on bonds, notes, and other loans	(344,771)	
Add: net pension asset	<u>1,414,834</u>	(50,776,189)
(4) Amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be amortized and recognized as components of pension expense in future years:		
Add: deferred outflows of resources related to pensions	\$ 2,147,756	
Less: deferred inflows of resources related to pensions	<u>(1,019,982)</u>	1,127,774
(5) Other long-term assets are not available to pay for current-period expenditures and therefore are deferred in the governmental funds.		<u>1,654,873</u>
Net position of governmental activities (Exhibit A)		<u>\$ 8,417,484</u>

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

Exhibit C-3

Anderson County, Tennessee
Statement of Revenues, Expenditures,
and Changes in Fund Balances
Governmental Funds
For the Year Ended June 30, 2018

	Major Funds			Nonmajor	Total
	General	Ambulance Service	Highway / Public Works	Other Govern- mental Funds	
<u>Revenues</u>					
Local Taxes	\$ 17,885,943	\$ 0	\$ 1,074,780	\$ 5,445,178	\$ 24,405,901
Licenses and Permits	334,894	0	0	0	334,894
Fines, Forfeitures, and Penalties	343,025	0	0	143,951	486,976
Charges for Current Services	575,581	5,102,552	0	518,665	6,196,798
Other Local Revenues	479,814	1,735	249,587	88,157	819,293
Fees Received From County Officials	3,779,542	0	0	0	3,779,542
State of Tennessee	3,270,521	6,760	3,583,771	77,810	6,938,862
Federal Government	523,325	582,182	6,010	59,340	1,170,857
Other Governments and Citizens Groups	118,683	250	0	1,854,284	1,973,217
Total Revenues	\$ 27,311,328	\$ 5,693,479	\$ 4,914,148	\$ 8,187,385	\$ 46,106,340
<u>Expenditures</u>					
Current:					
General Government	\$ 3,834,111	\$ 0	\$ 0	\$ 0	\$ 3,834,111
Finance	3,043,409	0	0	622	3,044,031
Administration of Justice	3,002,811	0	0	3,369	3,006,180
Public Safety	12,698,894	0	0	122,961	12,821,855
Public Health and Welfare	1,243,707	5,727,217	0	1,616,643	8,587,567
Social, Cultural, and Recreational Services	127,341	0	0	608,663	736,004
Agriculture and Natural Resources	248,764	0	0	0	248,764
Other Operations	872,857	0	0	374,404	1,247,261
Highways	0	0	4,431,339	0	4,431,339
Debt Service:					
Principal on Debt	0	31,000	0	3,658,418	3,689,418
Interest on Debt	0	3,668	0	1,668,334	1,672,002
Other Debt Service	0	0	0	268,041	268,041

(Continued)

Exhibit C-3

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

	Major Funds			Nonmajor	Total
	General	Ambulance Service	Highway / Public Works	Funds Other Govern- mental Funds	
<u>Expenditures (Cont.)</u>					
Capital Projects	\$ 79,646	\$ 0	\$ 0	\$ 1,693,921	\$ 1,773,567
Total Expenditures	\$ 25,151,540	\$ 5,761,885	\$ 4,431,339	\$ 10,015,376	\$ 45,360,140
<u>Excess (Deficiency) of Revenues</u>					
Over Expenditures	\$ 2,159,788	\$ (68,406)	\$ 482,809	\$ (1,827,991)	\$ 746,200
<u>Other Financing Sources (Uses)</u>					
Refunding Debt Issued	\$ 0	\$ 0	\$ 0	\$ 11,080,000	\$ 11,080,000
Premiums on Debt Sold	0	0	0	1,359,374	1,359,374
Proceeds from Sale of Capital Assets	5,668	0	4,886	0	10,554
Insurance Recovery	125,330	25,334	5,038	9,050	164,752
Transfers Out	(241,241)	(569,457)	(18,577)	(11,219)	(840,494)
Payments to Refunded Debt Escrow Agent	0	0	0	(12,269,917)	(12,269,917)
Total Other Financing Sources (Uses)	\$ (110,243)	\$ (544,123)	\$ (8,653)	\$ 167,288	\$ (495,731)
<u>Net Change in Fund Balances</u>					
Fund Balance, July 1, 2017	\$ 9,985,258	\$ 0	\$ 3,107,083	\$ 8,139,840	\$ 21,232,181
Fund Balance, June 30, 2018	\$ 12,034,803	\$ (612,529)	\$ 3,581,239	\$ 6,479,137	\$ 21,482,650

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

Exhibit C-4

Anderson 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, 2018

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)		\$ 250,469
(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	\$ 2,554,212	
Less: current-year depreciation expense	(1,706,841)	
Add: current-year depreciation expense included in internal service fund operations - item (6) below.	<u>9,639</u>	857,010
(2) The net effect of various miscellaneous transactions involving capital assets (sales, trades-ins, and donations) is to increase net position:		
Less: net book value of assets disposed	\$ (121,113)	
Add: net book value of assets disposed included in internal service fund operations - see item (6) below.	73,731	
Add: capital assets, net of accumulated depreciation, contributed from enterprise fund	<u>661,143</u>	613,761
(3) Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.		
Add: deferred delinquent property taxes and other deferred June 30, 2018	\$ 1,654,873	
Less: deferred delinquent property taxes and other deferred June 30, 2017	<u>(1,518,576)</u>	136,297
(4) The issuance of long-term debt (e.g., bonds, notes, other loans, leases) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net position. Also, governmental funds report the effect of premiums, discounts, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities. This amount is the effect of these differences in the treatment of long-term debt and related items:		
Add: principal payments on notes	\$ 627,240	
Add: principal payments on other loans	730,436	
Add: principal payments on bonds	2,135,000	
Add: principal payments on capital leases	196,742	
Less: notes payable transferred from enterprise fund	(163,000)	
Less: change in premium on debt issuances	(1,126,158)	
Less: refunding debt proceeds	(11,080,000)	
Add: debt principal refunded	12,295,000	
Less: contributions from the School Department for capital leases	(89,685)	
Less: change in deferred amount on refunding debt	<u>(127,253)</u>	3,398,322
(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	\$ (49,285)	
Change in OPEB liability (net of restatement)	(33,643)	
Change in net pension asset/liability	1,501,369	
Change in deferred outflows related to pensions	(122,289)	
Change in deferred inflows related to pensions	(247,057)	
Change in compensated absences payable	<u>(41,678)</u>	1,007,417
(6) Internal service funds are used by management to charge the cost of employee health benefits to individual funds and to reflect activities of the county television station. The net revenue (expense) of certain activities of the internal service fund is reported with governmental activities in the statement of activities.		<u>52,015</u>
Change in net position of governmental activities (Exhibit B)		<u>\$ 6,315,291</u>

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

Exhibit C-5

Anderson County, Tennessee
Statement of Revenues, Expenditures, and Changes
in Fund Balance - Actual (Budgetary Basis) and Budget
General Fund
For the Year Ended June 30, 2018

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2017	Add: Encumbrances 6/30/2018	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
<u>Revenues</u>							
Local Taxes	\$ 17,885,943	\$ 0	\$ 0	\$ 17,885,943	\$ 17,772,402	\$ 17,772,402	\$ 113,541
Licenses and Permits	334,894	0	0	334,894	335,500	345,500	(10,606)
Fines, Forfeitures, and Penalties	343,025	0	0	343,025	383,525	383,525	(40,500)
Charges for Current Services	575,581	0	0	575,581	585,050	601,098	(25,517)
Other Local Revenues	479,814	0	0	479,814	478,962	479,477	337
Fees Received From County Officials	3,779,542	0	0	3,779,542	3,967,000	3,982,000	(202,458)
State of Tennessee	3,270,521	0	0	3,270,521	2,527,989	2,863,329	407,192
Federal Government	523,325	0	0	523,325	121,409	824,321	(300,996)
Other Governments and Citizens Groups	118,683	0	0	118,683	52,200	104,792	13,891
Total Revenues	\$ 27,311,328	\$ 0	\$ 0	\$ 27,311,328	\$ 26,224,037	\$ 27,356,444	\$ (45,116)
<u>Expenditures</u>							
<u>General Government</u>							
County Commission	\$ 309,469	\$ 0	\$ 0	\$ 309,469	\$ 327,561	\$ 332,661	\$ 23,192
Board of Equalization	58	0	0	58	7,448	7,448	7,390
Other Boards and Committees	285,382	0	0	285,382	303,591	430,840	145,458
County Mayor/Executive	198,662	0	0	198,662	215,827	215,827	17,165
Personnel Office	194,717	0	0	194,717	227,759	226,862	32,145
County Attorney	345,176	0	0	345,176	323,388	351,925	6,749
Election Commission	369,246	0	0	369,246	430,312	430,312	61,066
Register of Deeds	407,044	0	0	407,044	417,689	435,689	28,645
Planning	177,649	0	0	177,649	235,508	250,508	72,859
Building	39,002	0	0	39,002	43,000	55,500	16,498
County Buildings	877,565	0	0	877,565	935,640	958,022	80,457
Other General Administration	579,802	(74,000)	0	505,802	539,643	601,691	95,889
Preservation of Records	50,339	0	0	50,339	37,843	57,626	7,287
<u>Finance</u>							
Accounting and Budgeting	618,495	0	0	618,495	646,683	638,884	20,389
Purchasing	213,843	0	0	213,843	239,782	238,382	24,539
Property Assessor's Office	349,102	0	0	349,102	384,880	372,838	23,736

(Continued)

Exhibit C-5

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

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2017	Add: Encumbrances 6/30/2018	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
<u>Expenditures (Cont.)</u>							
<u>Finance (Cont.)</u>							
Reappraisal Program	\$ 202,578	\$ 0	\$ 0	\$ 202,578	\$ 246,205	\$ 240,400	\$ 37,822
County Trustee's Office	630,779	0	0	630,779	653,408	660,134	29,355
County Clerk's Office	807,109	0	0	807,109	813,661	850,684	43,575
Data Processing	221,503	0	0	221,503	195,736	232,143	10,640
<u>Administration of Justice</u>							
Circuit Court	1,062,467	0	0	1,062,467	1,160,839	1,169,084	106,617
Criminal Court	839	0	0	839	2,058	2,058	1,219
General Sessions Judge	553,947	0	0	553,947	559,323	561,323	7,376
Drug Court	76,858	0	0	76,858	80,851	80,851	3,993
Chancery Court	477,034	0	0	477,034	497,893	498,223	21,189
Juvenile Court	539,644	0	0	539,644	562,833	562,833	23,189
District Attorney General	89,959	0	0	89,959	48,954	101,797	11,838
Office of Public Defender	36,087	0	0	36,087	32,725	36,788	701
Judicial Commissioners	874	0	0	874	2,154	2,154	1,280
Probate Court	2,365	0	0	2,365	3,500	3,170	805
Other Administration of Justice	99,783	0	0	99,783	119,644	119,644	19,861
Courtroom Security	46,979	0	0	46,979	75,500	75,500	28,521
Victim Assistance Programs	15,975	0	0	15,975	26,750	26,750	10,775
<u>Public Safety</u>							
Sheriff's Department	4,887,332	0	0	4,887,332	4,957,690	5,087,284	199,952
Jail	5,626,726	0	0	5,626,726	5,990,990	6,016,232	389,506
Correctional Incentive Program Improvements	73,030	0	0	73,030	149,622	149,622	76,592
Commissary	13,226	0	0	13,226	25,000	25,000	11,774
Civil Defense	659,643	(235,250)	123,590	547,983	619,435	849,670	301,687
Rescue Squad	27,500	0	0	27,500	27,500	27,500	0
Other Emergency Management	689,564	0	0	689,564	877,975	880,175	190,611
County Coroner/Medical Examiner	385,804	0	0	385,804	385,804	385,804	0
Other Public Safety	336,069	0	0	336,069	398,969	398,968	62,899

(Continued)

Exhibit C-5

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

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2017	Add: Encumbrances 6/30/2018	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	\$ 338,537	\$ 0	\$ 0	\$ 338,537	\$ 263,355	\$ 433,210	\$ 94,673
Rabies and Animal Control	125,244	0	0	125,244	135,231	139,837	14,593
Dental Health Program	256,428	0	0	256,428	365,619	365,494	109,066
Alcohol and Drug Programs	0	0	0	0	10,000	10,000	10,000
Other Local Health Services	402,744	0	0	402,744	515,449	562,749	160,005
Appropriation to State	120,754	0	0	120,754	123,486	123,486	2,732
<u>Social, Cultural, and Recreational Services</u>							
Senior Citizens Assistance	109,341	0	0	109,341	79,181	138,276	28,935
Parks and Fair Boards	3,000	0	0	3,000	3,000	3,000	0
Other Social, Cultural, and Recreational	15,000	0	0	15,000	0	15,500	500
<u>Agriculture and Natural Resources</u>							
Agricultural Extension Service	165,153	0	0	165,153	173,190	173,190	8,037
Soil Conservation	54,851	0	0	54,851	55,836	55,836	985
Storm Water Management	28,760	0	0	28,760	40,260	35,260	6,500
<u>Other Operations</u>							
Industrial Development	168,230	0	0	168,230	218,433	262,000	93,770
Veterans' Services	105,403	0	0	105,403	105,836	105,836	433
Other Charges	458,171	0	0	458,171	451,600	460,100	1,929
Miscellaneous	141,053	0	0	141,053	128,023	143,585	2,532
<u>Capital Projects</u>							
Administration of Justice Projects	20,233	0	0	20,233	0	24,150	3,917
Public Safety Projects	13,214	0	0	13,214	0	234,056	220,842
Public Utility Projects	46,199	0	0	46,199	0	405,629	359,430
Total Expenditures	\$ 25,151,540	\$ (309,250)	\$ 123,590	\$ 24,965,880	\$ 26,500,072	\$ 28,340,000	\$ 3,374,120
Excess (Deficiency) of Revenues Over Expenditures	\$ 2,159,788	\$ 309,250	\$ (123,590)	\$ 2,345,448	\$ (276,035)	\$ (983,556)	\$ 3,329,004

(Continued)

Exhibit C-5

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

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2017	Add: Encumbrances 6/30/2018	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
<u>Other Financing Sources (Uses)</u>							
Proceeds from Sale of Capital Assets	\$ 5,668	\$ 0	\$ 0	\$ 5,668	\$ 0	\$ 0	\$ 5,668
Insurance Recovery	125,330	0	0	125,330	0	116,023	9,307
Transfers Out	(241,241)	0	0	(241,241)	(16,100)	(257,341)	16,100
Total Other Financing Sources	<u>\$ (110,243)</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ (110,243)</u>	<u>\$ (16,100)</u>	<u>\$ (141,318)</u>	<u>\$ 31,075</u>
Net Change in Fund Balance	\$ 2,049,545	\$ 309,250	\$ (123,590)	\$ 2,235,205	\$ (292,135)	\$ (1,124,874)	\$ 3,360,079
Fund Balance, July 1, 2017	<u>9,985,258</u>	<u>(309,250)</u>	<u>0</u>	<u>9,676,008</u>	<u>7,967,678</u>	<u>7,967,678</u>	<u>1,708,330</u>
Fund Balance, June 30, 2018	<u>\$ 12,034,803</u>	<u>\$ 0</u>	<u>\$ (123,590)</u>	<u>\$ 11,911,213</u>	<u>\$ 7,675,543</u>	<u>\$ 6,842,804</u>	<u>\$ 5,068,409</u>

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

Exhibit C-6

Anderson County, Tennessee
Statement of Revenues, Expenditures, and Changes
in Fund Balance - Actual and Budget
Ambulance Service Fund
For the Year Ended June 30, 2018

	Actual	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
		Original	Final	
<u>Revenues</u>				
Charges for Current Services	\$ 5,102,552	\$ 5,818,400	\$ 5,818,400	\$ (715,848)
Other Local Revenues	1,735	0	0	1,735
State of Tennessee	6,760	0	6,760	0
Federal Government	582,182	0	156,200	425,982
Other Governments and Citizens Groups	250	0	250	0
Total Revenues	<u>\$ 5,693,479</u>	<u>\$ 5,818,400</u>	<u>\$ 5,981,610</u>	<u>\$ (288,131)</u>
<u>Expenditures</u>				
<u>Public Health and Welfare</u>				
Ambulance/Emergency Medical Services	\$ 5,727,217	\$ 5,784,195	\$ 5,923,714	\$ 196,497
<u>Principal on Debt</u>				
General Government	31,000	0	31,000	0
<u>Interest on Debt</u>				
General Government	3,668	2,511	3,668	0
<u>Other Debt Service</u>				
General Government	0	31,694	0	0
Total Expenditures	<u>\$ 5,761,885</u>	<u>\$ 5,818,400</u>	<u>\$ 5,958,382</u>	<u>\$ 196,497</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ (68,406)</u>	<u>\$ 0</u>	<u>\$ 23,228</u>	<u>\$ (91,634)</u>
<u>Other Financing Sources (Uses)</u>				
Insurance Recovery	\$ 25,334	\$ 0	\$ 22,531	\$ 2,803
Transfers Out	(569,457)	0	(45,510)	(523,947)
Total Other Financing Sources	<u>\$ (544,123)</u>	<u>\$ 0</u>	<u>\$ (22,979)</u>	<u>\$ (521,144)</u>
Net Change in Fund Balance	\$ (612,529)	\$ 0	\$ 249	\$ (612,778)
Fund Balance, July 1, 2017	0	0	0	0
Fund Balance, June 30, 2018	<u>\$ (612,529)</u>	<u>\$ 0</u>	<u>\$ 249</u>	<u>\$ (612,778)</u>

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

Exhibit C-7

Anderson County, Tennessee
Statement of Revenues, Expenditures, and Changes
in Fund Balance - Actual and Budget
Highway/Public Works Fund
For the Year Ended June 30, 2018

	Actual	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
		Original	Final	
<u>Revenues</u>				
Local Taxes	\$ 1,074,780	\$ 944,657	\$ 944,657	\$ 130,123
Other Local Revenues	249,587	300,000	300,000	(50,413)
State of Tennessee	3,583,771	2,294,000	3,076,706	507,065
Federal Government	6,010	0	0	6,010
Total Revenues	<u>\$ 4,914,148</u>	<u>\$ 3,538,657</u>	<u>\$ 4,321,363</u>	<u>\$ 592,785</u>
<u>Expenditures</u>				
<u>Highways</u>				
Administration	\$ 234,714	\$ 309,363	\$ 315,863	\$ 81,149
Highway and Bridge Maintenance	3,302,706	1,974,016	4,010,676	707,970
Operation and Maintenance of Equipment	666,470	848,905	1,128,158	461,688
Other Charges	227,403	226,000	236,200	8,797
Capital Outlay	46	585,000	1,124,290	1,124,244
Total Expenditures	<u>\$ 4,431,339</u>	<u>\$ 3,943,284</u>	<u>\$ 6,815,187</u>	<u>\$ 2,383,848</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ 482,809</u>	<u>\$ (404,627)</u>	<u>\$ (2,493,824)</u>	<u>\$ 2,976,633</u>
<u>Other Financing Sources (Uses)</u>				
Proceeds from Sale of Capital Assets	\$ 4,886	\$ 0	\$ 0	\$ 4,886
Insurance Recovery	5,038	0	5,038	0
Transfers Out	(18,577)	0	(18,577)	0
Total Other Financing Sources	<u>\$ (8,653)</u>	<u>\$ 0</u>	<u>\$ (13,539)</u>	<u>\$ 4,886</u>
Net Change in Fund Balance	\$ 474,156	\$ (404,627)	\$ (2,507,363)	\$ 2,981,519
Fund Balance, July 1, 2017	<u>3,107,083</u>	<u>2,900,094</u>	<u>2,900,094</u>	<u>206,989</u>
Fund Balance, June 30, 2018	<u>\$ 3,581,239</u>	<u>\$ 2,495,467</u>	<u>\$ 392,731</u>	<u>\$ 3,188,508</u>

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

Exhibit D-1

Anderson County, Tennessee
Statement of Net Position
Proprietary Funds
June 30, 2018

	<u>Governmental Activities</u>
	<u>Internal Service Funds</u>
<u>ASSETS</u>	
Current Assets:	
Cash	\$ 509,941
Equity in Pooled Cash and Investments	120,089
Investments	18,982
Accounts Receivable	106,044
Due from Other Funds	538
Total Current Assets	<u>\$ 755,594</u>
Noncurrent Assets:	
Capital Assets:	
Assets Net of Accumulated Depreciation:	
Buildings and Improvements	\$ 46,269
Other Capital Assets	36,545
Total Noncurrent Assets	<u>\$ 82,814</u>
Total Assets	<u>\$ 838,408</u>
<u>LIABILITIES</u>	
Current Liabilities:	
Accounts Payable	\$ 120,776
Accrued Payroll	829
Payroll Deductions Payable	127
Other Current Liabilities	204,118
Total Liabilities	<u>\$ 325,850</u>
<u>NET POSITION</u>	
Net Investment in Capital Assets	\$ 82,814
Unrestricted	<u>429,744</u>
Total Net Position	<u>\$ 512,558</u>

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

Anderson County, Tennessee
Statement of Revenues, Expenses, and Changes
in Net Position
Proprietary Funds
For the Year Ended June 30, 2018

	Business-type Activities	
	Major Enterprise Fund	Governmental Activities
	Ambulance Service Fund	Internal Service Funds
<u>Operating Revenues</u>		
Charges for Services	\$ 0	\$ 4,356,744
Licenses and Permits	0	148,663
Total Operating Revenues	<u>\$ 0</u>	<u>\$ 4,505,407</u>
<u>Operating Expenses</u>		
Salaries	\$ 0	\$ 60,440
Fringe Benefits	0	22,468
Communication	0	2,237
Other Contracted Services	0	328,678
Supplies and Materials	0	4,735
Trustee's Commission	0	1,206
Workers' Compensation Insurance	0	150
Depreciation	0	9,639
Loss on Disposal of Property	0	73,731
Other Charges	0	1,331
Medical and Dental Services	0	3,733,798
Excess Risk Insurance	0	460,253
Data Processing Equipment	0	71,585
Total Operating Expenses	<u>\$ 0</u>	<u>\$ 4,770,251</u>
Operating Income (Loss)	<u>\$ 0</u>	<u>\$ (264,844)</u>
<u>Nonoperating Revenues (Expenses)</u>		
Investment Income	<u>\$ 0</u>	<u>\$ 312</u>
Total Nonoperating Revenues (Expenses)	<u>\$ 0</u>	<u>\$ 312</u>

(Continued)

Anderson County, Tennessee
Statement of Revenues, Expenses, and Changes
in Net Position
Proprietary Funds (Cont.)

	Business-type Activities	
	Major Enterprise Fund	Governmental Activities
	Ambulance Service Fund	Internal Service Funds
Income (Loss) Before Transfers	\$ 0	\$ (264,532)
Transfers In	523,947	317,910
Transfers Out	(1,083,557)	(1,363)
Change in Net Position	\$ (559,610)	\$ 52,015
Net Position, July 1, 2017	559,610	460,543
Net Position, June, 30, 2018	<u>\$ 0</u>	<u>\$ 512,558</u>

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

Anderson County, Tennessee
Statement of Cash Flows
Proprietary Funds
For the Year Ended June 30, 2018

	Business-type Activities	
	Major	
	Enterprise Fund	Governmental Activities
	Ambulance Service Fund	Internal Service Funds
<u>Cash Flows from Operating Activities</u>		
Receipts from Customers and Users	\$ 357,390	\$ 35,000
Receipts for Self-insurance Premiums	0	4,479,006
Receipts for Licenses and Permits	0	144,475
Payments to Vendors	0	(31,572)
Payments to Employees	(67,441)	(60,497)
Payments for Fringe Benefits	(53,401)	(22,410)
Payments to Fiscal Agents	(2,688)	(315,290)
Payments to Insurers	0	(409,008)
Receipts for Stop-loss Recovery	0	152,385
Payments for Administrative Costs	0	(2,997)
Payments for Claims	0	(3,847,926)
Net Cash Provided By (Used In) Operating Activities	<u>\$ 233,860</u>	<u>\$ 121,166</u>
<u>Cash Flows from Noncapital Financing Activities</u>		
Transfers from Other Funds	\$ 0	\$ 317,910
Transfers to Other Funds	(506,267)	(1,363)
Net Cash Provided By (Used In) Noncapital Financing Activities	<u>\$ (506,267)</u>	<u>\$ 316,547</u>
<u>Cash Flows from Investing Activities</u>		
Interest on Investments	\$ 0	\$ 63
Net Cash Provided By (Used In) Investing Activities	<u>\$ 0</u>	<u>\$ 63</u>
Increase (Decrease) in Cash	\$ (272,407)	\$ 437,776
Cash, July 1, 2017	<u>272,407</u>	<u>192,254</u>
Cash, June 30, 2018	<u>\$ 0</u>	<u>\$ 630,030</u>

(Continued)

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

	Business-type Activities	
	Major	
	Enterprise Fund	Governmental Activities
	Ambulance Service Fund	Internal Service Funds
<u>Reconciliation of Net Operating Income (Loss)</u>		
<u>to Net Cash Provided By (Used In) Operating Activities</u>		
Operating Income (Loss)	\$ 0	\$ (264,844)
Adjustments to Reconcile Net Operating Income (Loss) to Net Cash Provided By (Used In) Operating Activities:		
Depreciation	0	9,639
Loss on Disposal of Property	0	73,731
Changes in Assets and Liabilities (net of balances transferred to Special Revenue Fund/Governmental Activities - See Noncash Financing Activities Below)		
(Increase) Decrease in Accounts Receivables (net of allowance)	357,390	8,842
(Increase) Decrease in Due from Other Funds (non-transfers)	0	156,724
(Increase) Decrease in Prepaid Items	0	14,493
Increase (Decrease) in Accounts Payable	(67,441)	82,656
Increase (Decrease) in Accrued Payroll	(53,401)	(57)
Increase (Decrease) in Payroll Deductions	(2,688)	58
Increase (Decrease) in Due to Other Funds (non-transfers)	0	(150)
Increase (Decrease) in Other Current Liabilities	0	40,074
Net Cash Provided By (Used In) Operating Activities	<u>\$ 233,860</u>	<u>\$ 121,166</u>
<u>Reconciliation of Cash With the Statement of Net Position</u>		
Cash Per Net Position	\$ 0	\$ 509,941
Equity in Pooled Cash and Investments Per Net Position	<u>0</u>	<u>120,089</u>
Cash, June 30, 2018	<u>\$ 0</u>	<u>\$ 630,030</u>

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

Non-cash Financing Activities

Noncurrent Financial Resources, Long-term Obligations and Associated Deferred Inflows/Outflows Transferred to Governmental Activities:		
Receivables not Meeting Availability Criteria of Governmental funds	\$ (391,223)	\$ 0
Capital Assets net of Accumulated Depreciations	(661,143)	0
Long-term Obligations	284,140	0
Deferred Inflows and Deferred Outflows Associated with Long-term Obligations	<u>(315,331)</u>	<u>0</u>
Total Noncurrent Financial Resources, Long-term Obligations, and Associated Deferred Inflows/Deferred Outflows Transferred to Governmental Activities	<u>\$ (1,083,557)</u>	<u>\$ 0</u>
Interfund Obligations Transferred to Special Revenue Fund	1,185,508	0
Prepaid Expenses Transferred to Special Revenue Fund	(155,294)	0

Exhibit E-1

Anderson County, Tennessee
Statement of Fiduciary Assets and Liabilities
Fiduciary Funds
June 30, 2018

	<u>Agency Funds</u>
<u>ASSETS</u>	
Cash	\$ 2,019,418
Equity in Pooled Cash and Investments	360,296
Due from Other Governments	3,606,252
Taxes Receivable	12,238,039
Allowance for Uncollectible Taxes	<u>(424,654)</u>
Total Assets	<u>\$ 17,799,351</u>
<u>LIABILITIES</u>	
Accounts Payable	\$ 3,420
Due to Other Taxing Units	15,419,940
Due to Joint Ventures	335,372
Due to Litigants, Heirs, and Others	<u>2,040,619</u>
Total Liabilities	<u>\$ 17,799,351</u>

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

ANDERSON COUNTY, TENNESSEE
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ANDERSON COUNTY, TENNESSEE
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended June 30, 2018

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Anderson 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 Anderson County:

A. Reporting Entity

Anderson County is a public municipal corporation governed by an elected 16-member board. As required by GAAP, these financial statements present Anderson 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 Anderson County School Department operates the public school system in the county, and the voters of Anderson County elect its board. The School Department is fiscally dependent on the county because its budget and property tax levy are subject to the County Commission's approval. The School Department has a financial benefit/burden relationship with the county since all debt issued for school purposes is a liability of the primary government. Also, 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 Anderson County Emergency Communications District provides a simplified means of securing emergency services through a uniform emergency number for the residents of Anderson County, and the Anderson 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 approval of the county commission.

The Anderson 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 Anderson County Emergency

Communications District can be obtained from its administrative office at the following address:

Administrative Office:

Anderson County Emergency
Communications District
101 South Main Street, Suite 440
Clinton, Tennessee 37716

Related Organizations – The Anderson County Water Authority is a related organization of Anderson County. The county mayor nominates and the Anderson County Commission confirms the board members, but the county’s accountability for the organization does not extend beyond making the appointments.

The Anderson County Industrial Development Board is a related organization of Anderson County. The Anderson County Commission elects the board members, but the county’s accountability 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. Likewise, the primary government is reported separately from certain legally separate component units for which the primary government is financially accountable. The Anderson 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.

Anderson County issues all debt for the discretely presented Anderson County School Department. There were no debt issues contributed by the county to the School Department during the year ended June 30, 2018.

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

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

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

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

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

Anderson 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.

Ambulance Service Fund – This fund is used to account for the county’s ambulance service operations. Fees for services are the foundations revenues of the fund.

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

Anderson County previously reported the Ambulance Service major enterprise fund. That fund was closed July 1, 2017. Operations of the Ambulance Service are now accounted for as a special revenue fund. See Note V.B., Accounting Changes.

Additionally, Anderson County reports the following fund types:

Debt Service Funds – These funds account for the resources accumulated and payments made for principal and interest on long-term obligation debt of governmental funds.

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

Internal Service Funds – These funds, the Employee Health Insurance Fund and the Channel 95 Fund are used to account for the county's self-insured employee health program and the community television station, which serves the primary government, School Department, and cities in Anderson County. Premiums charged to the various county funds and employee payroll deductions are placed in the Employee Health Insurance Fund for the payment of claims of county employees. Channel 95 is funded by annually determined charges to the participating entities.

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 Anderson County, city school systems' shares of educational revenues, state grants and other restricted revenues held for the benefit of the Judicial District Drug Task Force, and restricted revenues held for the benefit of the Office of District Attorney General. Agency funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations. They do, however, use the accrual basis of accounting to recognize receivables and payables.

The discretely presented Anderson County School Department reports the following major governmental fund:

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

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

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

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

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

Proprietary funds distinguish operating revenues and expenses from nonoperating items. The county has three proprietary funds, an enterprise fund used to account for ambulance service operations, an internal service fund used to account for the employees' health insurance program, and an internal service fund used to account for the operations of Channel 95, the community television station. As previously stated, the enterprise fund was closed as of July 1, 2017. Operating revenues and expenses generally result from providing services in connection with the funds' principal ongoing operations. The principal operating revenues of the county's internal service funds are self-insurance premiums and charges to the users of Channel 95's services. Operating expenses for the health internal service fund include medical claims, excess risk insurance, and administrative charges. For Channel 95, operating expenses include salaries, benefits, and equipment.

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

1. Deposits and Investments

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

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

The county trustee maintains a cash and internal investment pool that is used by all funds and the discretely presented Anderson County School Department. Each fund's portion of this pool is displayed on the balance sheets or statements of net position as Equity in Pooled Cash and Investments. Income from these investments is credited to various funds based on legal requirements of the budget adopted by the county

commission, with the majority of the investment income being assigned to the General, General Purpose School, and the various debt service funds. In addition, investments are held separately by the self-insurance fund. Anderson County and the School Department have adopted a policy of reporting U.S. Treasury obligations, U.S. agency obligations, and repurchase agreements with maturities of one year or less when purchased on the balance sheet at amortized cost. Certificates of deposit are reported at cost. Investments in the State Treasurer's Investment Pool are reported at amortized cost using a stable net asset value. State statutes require the state treasurer to administer the pool under the same terms and conditions, including collateral requirements, as prescribed for other funds invested by the state treasurer. All other investments are reported at fair value.

2. Receivables and Payables

Activity between funds for unremitted current collections or that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year is referred to as due to/from other funds.

All ambulance and property taxes receivables are shown with an allowance for uncollectibles. Ambulance receivables allowance for uncollectibles is based on historical collection data. The allowance for uncollectible property taxes is equal to 1.84 percent of total taxes levied.

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

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

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

Most payables are disaggregated on the face of the financial statements. The balance in the account Other Current Liabilities totaling \$237,118 in the governmental activities Statement of Net Position for the primary government consists of performance bonds of \$33,000 and self-insurance claims of \$204,118.

3. Inventories and Prepaid Items

Inventories of Anderson County and the discretely presented Anderson County School Department are recorded at cost, determined on the first-in, first-out basis. Inventories of governmental funds are recorded as expenditures when consumed rather than when purchased. Inventories are offset in the nonspendable fund balance account in governmental funds.

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

4. Capital Assets

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

Capital assets, which include property, plant, equipment, and infrastructure assets (e.g., roads, bridges, and similar items), are reported in the governmental column in the government-wide financial statements. Capital assets are defined by the government as assets with an initial, individual cost of \$5,000 or more and an estimated useful life exceeding one year. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at acquisition value at the date of donation.

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

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

<u>Assets</u>	<u>Years</u>
Building and Improvements	20 - 50
Other Capital Assets	5 - 20
Infrastructure	25 - 40

5. Deferred Outflows/Inflows of Resources

In addition to assets, the Statement of Net Position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net position that applies to a future period and so will not be recognized as an outflow of resources (expense/expenditure) until then. The government has items that qualify for reporting in this category. Accordingly, the items are reported in the government-wide Statement of Net Position. These items are for a deferred charge on refunding, pension changes in experience, pension changes in assumptions, pension changes in investment earnings, employer contributions made to the pension and OPEB plans after the measurement date, and pension other deferrals. A deferred charge on refunding results from the difference in the carrying value of refunded debt and its reacquisition price. This amount is deferred and amortized over the shorter of the life of the refunded or refunding debt.

In addition to liabilities, the Statement of Net Position will sometimes report a separate section for deferred inflows of resources. 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 investment earnings, other pension deferrals, OPEB changes in assumptions, and various receivables for revenues, which do not meet the availability criteria for governmental funds.

6. Compensated Absences

The policies of the county and School Department permit employees to accumulate earned but unused vacation and sick pay benefits. There is no liability for unpaid accumulated sick leave since the county and the School Department do not have policies to pay any amounts when employees separate from service with the government. All vacation pay is accrued when incurred in the government-wide 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.

7. Long-term Obligations

In the government-wide financial statements, long-term debt and other long-term obligations are reported as liabilities in the governmental activities 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 payable is reported net of the applicable debt premium or discount. 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 and other postemployment benefits, are recognized to the extent that the liabilities have matured (come due for payment) each period.

8. Net Position and Fund Balance

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

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

As of June 30, 2018, Anderson County had \$29,390,799 in outstanding debt for capital purposes for the discretely presented Anderson County School Department. This debt is a liability of Anderson County, but the capital assets acquired are reported in the financial statements of the School Department. Therefore, Anderson County has incurred a liability, significantly decreasing its unrestricted net position with no corresponding increase in the county's capital assets.

For most funds, 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. One exception is the Highway/Public Works Fund for which unrestricted amounts are reduced first, followed by restricted 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 follows a policy requiring all assignments of fund balance to be approved by resolution by the County Commission for the primary government and by the Board of Education for the School Department.

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

The primary restrictions and commitments of fund balance for the governmental funds are identified below.

Fund/ Function/Purpose	Amount
<u>PRIMARY GOVERNMENT</u>	
General Fund:	
Restricted for Administration of Justice:	
Drug Court	\$ 71,574
Courthouse Security	554,181
Circuit, Sessions, and Chancery Data Processing	66,819
Archives	108,156
Sex Offender Registry	16,656
Restricted for Public Safety:	
Various Law Enforcement Purpose	76,317
Jail Commissary	308,040
Sheriff Data Processing	40,303
Restricted for Public Health and Welfare:	
Alcohol and Drug Treatment	92,088
Animal Holding Facilities	37,822
Committed for General Government:	
Courthouse Maintenance	98,215
Motor Pool	110,000
Committed for Finance:	
Property Asessor	141,081
Purchasing - Surplus Property	49,774
Committed for Public Safety:	
Fire Department	247,180
Committed for Highways:	
Bridge Construction	284,608
Committed for Capital Projects and Other Purposes:	
Industrial Land Purchases	1,632,416
Tennessee College of Applied Technology	250,000
Highway/Public Works Fund:	
Restricted for Highway/Public Works:	
General Highway Purposes	3,533,266

Fund/ Function/Purpose	Amount
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PRIMARY GOVERNMENT (CONT.)

Nonmajor Governmental Funds:	
Restricted for Public Safety:	
Drug Control	\$ 424,692
Restricted for Public Health and Welfare:	
Solid Waste/Sanitation	368,934
Restricted For Social, Cultural, and Recreational Services:	
Public Libraries	337,771
Tourism	289,055
Restricted for Debt Service:	
Principal and Interest on General County Debt	3,079,514
Principal and Interest on Debt Related to Elementary Schools	637,322
Principal and Interest on Debt Related to Middle and High Schools	603,873
Restricted for Capital Projects:	
General Future Capital Purchases	129,368
Solid Waste/Sanitation	28,080
Committed for Debt Service:	
Principal and Interest on General County Debt	425,889

DISCRETELY PRESENTED SCHOOL DEPARTMENT

Nonmajor Governmental:	
Restricted for Education:	
Cafeteria Operations	1,471,024
Various Federal Grant Programs	119,728

Assigned fund balance in the General Fund consists primarily of amounts appropriated for use in the 2018-19 year budget (\$763,172).

9. Minimum Fund Balance Policy

To provide management with appropriate guidelines and direction to assist in making sound decisions related to managing the fund balance, the County Commission adopted a policy establishing a minimum unassigned fund balance level for the General Fund of \$4,000,000. To draw the unassigned fund balance below \$4,000,000 requires two-thirds (2/3) affirmative vote by the Board of County Commissioners. At June 30, 2018, the unassigned fund balance was \$5,625,259, which is \$1,625,259 above the minimum amount.

10. Restatement

In prior years, the government was required to recognize a liability for its other postemployment benefits plans under Governmental Accounting Standards Board (GASB) Statement No. 45. As of July 1, 2017, Anderson County has adopted the provisions of GASB Statement No. 75, Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions. Restatements reducing the beginning net position of the Governmental Activities of the Primary Government and the Discretely Presented Anderson County School Department totaling \$302,370 and \$3,130,745, respectively, have been recognized to account for the transitional requirements.

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 Anderson County's participation in the Public Employee Retirement Plan of the Tennessee Consolidated Retirement System (TCRS), and additions to/deductions from Anderson 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 Anderson 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.

F. Other Postemployment Benefit (OPEB) Plans

Primary Government

Anderson County provides OPEB benefits to its retirees through a self-insured health plan administered by Blue Cross Blue Shield. For reporting purposes the plan is considered a single-employer defined benefit OPEB plan based on

criteria in Statement No. 75 of the Governmental Accounting Standards Board (GASB). For purposes of measuring the net OPEB liability, deferred outflows of resources and deferred inflows of resources related to OPEB, and OPEB expense, have been determined on the same basis as they are reported by Anderson County. For this purpose, Anderson County recognizes benefit payments when due and payable in accordance with benefit terms. Anderson County's OPEB plan is not administered through a trust.

Discretely Presented Anderson County School Department

Anderson County School Department provides OPEB benefits to its retirees through a state administered public entity risk pool. For reporting purposes the plan is considered a single-employer defined benefit OPEB plan based on criteria in Statement No. 75 of the Governmental Accounting Standards Board (GASB). For purposes of measuring the net OPEB liability, deferred outflows of resources and deferred inflows of resources related to OPEB, and OPEB expense, have been determined on the same basis as they are reported by the discretely presented Anderson County School Department. For this purpose, the School Department recognizes benefit payments when due and payable in accordance with benefit terms. The School Department's OPEB plan is not administered through a trust.

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 Anderson 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 Anderson 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. All annual appropriations lapse at fiscal year-end.

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

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

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

At June 30, 2018, Anderson County reported encumbrances in budgeted funds as follows:

<u>Fund</u>	<u>Amount</u>
General	\$ 123,590
Nonmajor governmental	32,500

B. Fund Deficit

The Ambulance Service Fund (special revenue fund) had a deficit unassigned fund balance of \$612,529 at June 30, 2018. This deficit unassigned fund balance resulted from a transfer being made that was necessary to close the Ambulance Service Enterprise Fund in addition to expenditures exceeding restricted, committed, and assigned balances. The deficit unassigned fund balance has not been liquidated as of the date of this report.

C. Expenditures Exceeding Appropriations

Expenditures exceeded appropriations approved by the county commission in the following major appropriation categories (the legal level of control) in the following funds:

<u>Fund/Major Appropriation Category</u>	<u>Amount Overspent</u>
Primary Government:	
Solid Waste/Sanitation:	
Public Health and Welfare - Recycling Center	\$ 80
Public Health and Welfare - Landfill Operation and Maintenance	1,280
Ambulance Service:	
Other Financing Uses - Transfers Out	523,947
General Debt Service:	
Principal on Debt - General Government	672

Expenditures that exceed appropriations are a violation of state statutes. These expenditures in excess of appropriations, with the exception of those in the Ambulance Service Fund, were funded by unspent appropriations in other major categories. The expenditures in excess of appropriations in the Ambulance Service Fund contributed to the deficit in unassigned fund balance at June 30, 2018, as discussed in Note III.B.

D. The County Had Deposits Exposed to Custodial Credit Risk

The trustee did not require one depository holding county funds to pledge adequate securities to protect funds that exceeded Federal Deposit Insurance Corporation (FDIC) coverage. At June 30, 2018, deposits at this depository exceeded FDIC coverage and collateral securities pledged by \$1,538. Section 5-8-201, *Tennessee Code Annotated*, requires any bank that is a depository of county funds to deposit in an escrow account in a second bank collateral security equal to 105 percent of such county funds. Pledged collateral for the depository at June 30, 2018, was \$39,251 below the required 105 percent threshold.

IV. DETAILED NOTES ON ALL FUNDS

A. Deposits and Investments

Anderson County and the Anderson 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.

Custodial Credit Risk. Custodial credit risk is the risk that in the event of a bank failure, Anderson County's deposits may not be returned to it. Anderson County does not have a formal policy that limits custodial credit risk for deposits. Separate disclosures concerning bank balances of pooled deposits cannot be made for Anderson County the discretely presented Anderson County School Department since both pool their deposits and investments through the county trustee. As of June 30, 2018, bank balances of \$1,538 were uninsured and uncollateralized. This entire amount was in the pooled bank balance. Uninsured and uncollateralized deposits are a violation of state statute.

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, 2018, Anderson County had the following investments carried at amortized cost using a Stable Net Asset Value. Pooled investments are held in the county trustee's investment pool. Separate disclosures concerning pooled investments cannot be made for Anderson County and the discretely presented Anderson County School Department since both pool their deposits and investments through the county trustee. Nonpooled investments represent amounts held in the Employee Health Insurance Fund (an internal service fund).

POOLED INVESTMENTS

<u>Investment</u>	<u>Weighted Average Maturity (days)</u>	<u>Maturities</u>	<u>Amortized Cost</u>
State Treasurer's Investment Pool	2 to 113	N/A	\$ 598,629

NONPOOLED INVESTMENTS

Investment	Weighted Average Maturity (days)	Maturities	Amortized Cost
State Treasurer's Investment Pool	2 to 113	N/A	\$ 18,982

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. Anderson 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. Anderson County has no investment policy that would further limit its investment choices. As of June 30, 2018, Anderson County's investments in the State Treasurer's Investment Pool were unrated.

B. Capital Assets

Capital assets activity for the year ended June 30, 2018, was as follows:

Primary Government

Governmental Activities

	Balance 7-1-17	Transfers In	Other Increases	Decreases	Balance 6-30-18
Capital Assets Not Depreciated:					
Land	\$ 1,715,743	\$ 82,950	\$ 663,400	\$ 0	\$ 2,462,093
Construction in Progress	19,000	0	0	(5,000)	14,000
Total Capital Assets Not Depreciated	<u>\$ 1,734,743</u>	<u>\$ 82,950</u>	<u>\$ 663,400</u>	<u>\$ (5,000)</u>	<u>\$ 2,476,093</u>
Capital Assets Depreciated:					
Buildings and Improvements	\$ 32,326,653	\$ 569,924	\$ 895,898	\$ 0	\$ 33,792,475
Infrastructure	46,915,556	0	118,873	0	47,034,429
Other Capital Assets	12,013,467	2,228,911	881,041	(492,496)	14,630,923
Total Capital Assets Depreciated	<u>\$ 91,255,676</u>	<u>\$ 2,798,835</u>	<u>\$ 1,895,812</u>	<u>\$ (492,496)</u>	<u>\$ 95,457,827</u>
Less Accumulated Depreciation For:					
Buildings and Improvements	\$ 10,580,386	\$ 288,027	\$ 702,122	\$ 0	\$ 11,570,535
Infrastructure	41,065,589	0	360,241	0	41,425,830
Other Capital Assets	8,233,213	1,932,615	644,478	(371,383)	10,438,923
Total Accumulated Depreciation	<u>\$ 59,879,188</u>	<u>\$ 2,220,642</u>	<u>\$ 1,706,841</u>	<u>\$ (371,383)</u>	<u>\$ 63,435,288</u>
Total Capital Assets Depreciated, Net	<u>\$ 31,376,488</u>	<u>\$ 578,193</u>	<u>\$ 188,971</u>	<u>\$ (121,113)</u>	<u>\$ 32,022,539</u>
Governmental Activities Capital Assets, Net	<u>\$ 33,111,231</u>	<u>\$ 661,143</u>	<u>\$ 852,371</u>	<u>\$ (126,113)</u>	<u>\$ 34,498,632</u>

Transfers in represent capital assets transferred from the Ambulance Service Fund (business type activities, enterprise fund) to governmental activities during the year.

Business-type Activities:

	Balance 7-1-17	Transfers Out	Balance 6-30-18
Capital Assets Not Depreciated:			
Land	\$ 82,950	\$ (82,950)	\$ 0
Total Capital Assets Not Depreciated	<u>\$ 82,950</u>	<u>\$ (82,950)</u>	<u>\$ 0</u>
Capital Assets Depreciated:			
Buildings and Improvement	\$ 569,924	\$ (569,924)	\$ 0
Other Capital Assets	2,228,911	(2,228,911)	0
Total Capital Assets Depreciated	<u>\$ 2,798,835</u>	<u>\$ (2,798,835)</u>	<u>\$ 0</u>
Less Accumulated Depreciation For:			
Buildings and Improvement	\$ 288,027	\$ (288,027)	\$ 0
Other Capital Assets	1,932,615	(1,932,615)	0
Total Accumulated Depreciation	<u>\$ 2,220,642</u>	<u>\$ (2,220,642)</u>	<u>\$ 0</u>
Total Capital Assets Depreciated, Net	<u>\$ 578,193</u>	<u>\$ (578,193)</u>	<u>\$ 0</u>
Business-type Activities Capital Assets, Net	<u><u>\$ 661,143</u></u>	<u><u>\$ (661,143)</u></u>	<u><u>\$ 0</u></u>

Transfers out represent capital assets transferred to governmental activities from the Ambulance Service Fund (business type activities, enterprise fund) during the year.

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

Governmental Activities:

General Government	\$ 373,176
Finance	10,332
Administration of Justice	27,965
Public Safety	627,197
Public Health and Welfare	236,991
Social, Cultural, and Recreational	23,245
Highway/Public Works	<u>407,935</u>
Total Depreciation Expense - Governmental Activities	<u><u>\$ 1,706,841</u></u>

Discretely Presented Anderson County School Department

Governmental Activities:

	Balance 7-1-17	Increases	Balance 6-30-18
Capital Assets Not Depreciated:			
Land	\$ 865,214	\$ 0	\$ 865,214
Total Capital Assets Not Depreciated	<u>\$ 865,214</u>	<u>\$ 0</u>	<u>\$ 865,214</u>
Capital Assets Depreciated:			
Buildings and Improvements	\$ 85,899,021	\$ 2,607,691	\$ 88,506,712
Other Capital Assets	7,634,866	734,442	8,369,308
Total Capital Assets Depreciated	<u>\$ 93,533,887</u>	<u>\$ 3,342,133</u>	<u>\$ 96,876,020</u>
Less Accumulated Depreciation For:			
Buildings and Improvements	\$ 43,898,003	\$ 2,120,905	\$ 46,018,908
Other Capital Assets	5,309,749	261,036	5,570,785
Total Accumulated Depreciation	<u>\$ 49,207,752</u>	<u>\$ 2,381,941</u>	<u>\$ 51,589,693</u>
Total Capital Assets Depreciated, Net	<u>\$ 44,326,135</u>	<u>\$ 960,192</u>	<u>\$ 45,286,327</u>
Governmental Activities Capital Assets, Net	<u>\$ 45,191,349</u>	<u>\$ 960,192</u>	<u>\$ 46,151,541</u>

There were no decreases in capital assets to report for the year.

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

Governmental Activities:

Instruction	\$ 1,990,629
Support Services	166,553
Operation of Non-instructional Services	<u>224,759</u>
Total Depreciation Expense - Governmental Activities	<u>\$ 2,381,941</u>

C. Interfund Receivables, Payables, and Transfers

The composition of interfund balances as of June 30, 2018, was as follows:

Primary Government

Due to/from Other Funds:

Receivable Fund	Payable Fund	Amount
Primary Government:		
General	Ambulance Service	\$ 1,126,796
"	Nonmajor governmental	84,218
Ambulance Service	Nonmajor governmental	1,735
Highway/Public Works	General	33,165
"	Ambulance Service	4,425
"	Nonmajor governmental	14,899
Nonmajor governmental	General	3,408
"	Ambulance Service	433
"	Highway/Public Works	108
"	Nonmajor governmental	13,254
Internal Service	General	487
"	Ambulance Service	51

Amounts due to the General Fund from the Ambulance Service Fund are the result of: (1) inadequate cash balances in the Ambulance Service Fund to reimburse the General Fund for expenses paid on behalf of the Ambulance Service, and (2) amounts loaned to the Ambulance Service Fund when it was established during the year ended June 30, 2010. Due to the uncertainty of when these amounts will be paid, the General Fund has classified \$1,026,787 of its fund balance as nonspendable to offset most of the amount of the receivables due from the Ambulance Service Fund at June 30, 2018.

The remaining balances resulted from the time lag between the dates that interfund goods and services are provided or reimbursable expenditures occur and payments between funds are made. These remaining balances are expected to be liquidated within one year.

Discretely Presented Anderson County School Department

Due to/from Other Funds

Receivable Fund	Payable Fund	Amount
General Purpose School	Nonmajor governmental	\$ 352,115
Nonmajor governmental	General Purpose School	63,390

Due to/from Primary Government and Component Unit

Receivable Fund	Payable Fund	Amount
	Component Unit:	
Primary Government:	School Department:	
General	General Purpose School	\$ 4,026
"	Nonmajor governmental	361
Highway/Public Works	General Purpose School	4,105
"	Nonmajor governmental	418
Nonmajor governmental	General Purpose School	17,970
	Component Unit:	
	School Department:	
	General Purpose School	28,848
	Primary Government:	
	General Debt Service	28,848

The amount reflected as due to primary government from the discretely presented School Department on the government-wide Statement of Net Position also includes \$246,477 for debt issued by the primary government, which is being retired by the School Department. Of that amount, \$101,616 is not expected to be received within one year.

Interfund Transfers

Interfund transfers for the year ended June 30, 2018, consisted of the following amounts:

Primary Government

Transfers Out	Transfers In	
	Internal Service Funds	Ambulance Service Enterprise Fund
General Fund	\$ 241,241	\$ 0
Ambulance Service	45,510	523,947
Highway/Public Works Fund	18,577	0
Nonmajor Governmental Funds	11,219	0
Internal Service Funds	1,363	0
Total	\$ 317,910	\$ 523,947

Transfers into the Internal Service funds represent contributions in excess of premiums charged for the self-insured health program. The transfer into the enterprise fund was reported to recognize the closing of that fund.

Discretely Presented Anderson County School Department

Transfers Out	Transfers In	
	General Purpose School Fund	Nonmajor Governmental Funds
General Purpose School Fund	\$ 0	\$ 1,697
Nonmajor Governmental Funds	171,376	41,082
Total	<u>\$ 171,376</u>	<u>\$ 42,779</u>

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

D. Income from Operating Lease Commitments

Anderson County leases space in the Robert Jolley Administration Building and the Daniel Arthur Rehabilitation Center to various tenants under operating lease agreements. The carrying value of the leased properties was \$943,621 at June 30, 2018. The original cost was \$3,079,264 and accumulated depreciation was \$2,135,643. Total lease revenues for the year ended June 30, 2018, were \$122,310. The future minimum lease payments under existing leases are as follows:

Year Ending June 30	Amount
2019	\$ 116,804
2020	93,010
2021	93,010
2022	93,000
2023	93,000
Total	<u>\$ 488,824</u>

E. Capital Lease

On July 23, 2014, Anderson County entered into a seven-year lease-purchase agreement for a phone system for several county buildings. The terms of the agreement require total lease payments of \$501,365 plus interest of 6.25 percent. The lease payments are made from the General Debt Service Fund.

During the 2003-04 year, Anderson County entered into an agreement for the School Department for the lease of a building for its daycare and head start programs. Generally accepted accounting principles require the lease to be capitalized because, at the time of inception of the lease, the present value of minimum lease payments exceeded 90 percent of the fair value of the asset. The School Department made advance payments totaling \$749,060 to decrease the entity's future lease obligations, and the revised lease agreement provides for all required payments to be made during a 16-year period ending in 2021. The School Department has an option to extend the lease for two five-year terms. The lease carries an implicit interest rate of 11.4 percent, and the title does not transfer at the end of the lease.

The assets acquired through the capital leases outstanding at June 30, 2018, consisted of the following:

	Primary Government - Governmental Activities	School Department - Governmental Activities
	<u> </u>	<u> </u>
Building and Improvements	\$ 501,365	\$ 1,606,295
Less: Accumulated Depreciation	<u>(350,955)</u>	<u>(1,164,564)</u>
Total	<u>\$ 150,410</u>	<u>\$ 441,731</u>

Future minimum payments and the net present value of these minimum lease payments as of June 30, 2018, were as follows:

Year Ending June 30	Governmental Activities
	<u> </u>
2019	\$ 234,350
2020	143,918
2021	30,448
Total Minimum Lease Payments	<u>\$ 408,716</u>
Less: Amount Representing Interest	<u>(35,290)</u>
Present Value of Minimum Payments	<u>\$ 373,426</u>

F. Long-term Obligations

Primary Government

General Obligation Bonds, Notes, and Other Loans

Anderson County issues general obligation bonds and other loans to provide funds for the acquisition and construction of major capital facilities for the primary government and the discretely presented School Department. In addition, general obligation bonds and other loans have been issued to refund other general obligation debt. Capital outlay notes are also issued to fund capital facilities and other capital outlay purchases, such as equipment.

General obligation bonds, capital outlay notes, and other loans are direct obligations and pledge the full faith and credit of the government. General obligation bonds, capital outlay notes, and other loans outstanding were issued for original terms of up to 20 years for bonds, up to 12 years for notes, and 29 years for other loans. Repayment terms are generally structured with increasing amounts of principal maturing as interest requirements decrease over the term of the debt. All bonds, notes, other loans, and capital leases will be retired from the debt service funds.

General obligation bonds, capital outlay notes, other loans, and capital leases outstanding as of June 30, 2018, for governmental activities are as follows:

Type	Interest Rate	Final Maturity	Original Amount of Issue	Balance 6-30-18
General Obligation Bonds	1 to 5.25	% 5-1-29	\$ 17,200,000	\$ 8,600,000
General Obligation Refunding Bonds	2 to 3	5-1-35	9,780,000	8,285,000
Rural School Bonds	2 to 4	5-1-31	10,000,000	9,185,000
Rural School Refunding Bonds	3 to 5	5-1-26	11,080,000	11,080,000
Capital Outlay Notes	0 to 2.35	6-1-29	3,665,658	2,166,322
Other Loans	See table below	7-25-42	14,510,215	9,933,019
Capital Lease	6.25 to 11.4	5-25-21	1,458,601	373,426

The following table further details loan agreements outstanding at June 30, 2018:

Description	Original Amount of Loan Agreement	Outstanding Principal 6-30-18	Interest Type	Interest Rates as of 6-30-18	Other Fees
<u>Montgomery County Public</u>					
<u>Building Authority</u>					
Industrial Development	\$ 1,700,000	\$ 383,000	Variable	1.56 %	.73 %
Jail Renovation	3,000,000	1,311,000	Variable	1.66	.67
<u>City of Clarksville Public</u>					
<u>Building Authority</u>					
Rural Debt Series 2014	4,505,215	3,810,000	Fixed	2.75	NA
Education Debt Series 2014	5,180,000	4,335,000	Fixed	2.75	NA
<u>USDA Loan Program</u>	<u>125,000</u>	<u>94,019</u>	Fixed	3.38	NA
Total	<u>\$ 14,510,215</u>	<u>\$ 9,933,019</u>			

The annual requirements to amortize all general obligation bonds, notes, and other loans outstanding as of June 30, 2018, including interest payments and other loan fees, are presented in the following tables. The interest rates on the variable rate public building authority loan agreements are tax-exempt rates determined by the remarketing agent daily or weekly depending on the particular program. In addition, the county pays various other fees (trustee, debt remarketing, etc.) in connection with these variable rate loans. Interest payments and other fees included in the table for the variable rate issues are computed based on the rates in effect at June 30, 2018.

Year Ending June 30	Notes		
	Principal	Interest	Total
2019	\$ 639,240	\$ 38,522	\$ 677,762
2020	223,240	30,380	253,620
2021	225,240	27,147	252,387
2022	200,709	23,866	224,575
2023	120,893	20,492	141,385
2024-2028	622,000	60,490	682,490
2029	135,000	3,173	138,173
Total	<u>\$ 2,166,322</u>	<u>\$ 204,070</u>	<u>\$ 2,370,392</u>

Year Ending June 30	Other Loans			
	Principal	Interest	Other Fees	Total
2019	\$ 718,725	\$ 254,856	\$ 11,568	\$ 985,149
2020	731,818	238,366	9,544	979,728
2021	742,915	221,663	7,429	972,007
2022	615,015	204,780	5,236	825,031
2023	621,118	189,886	3,987	814,991
2024-2028	3,646,270	709,620	4,067	4,359,957
2029-2033	2,815,439	163,117	0	2,978,556
2034-2038	24,192	5,088	0	29,280
2039-2042	17,527	975	0	18,502
Total	\$ 9,933,019	\$ 1,988,351	\$ 41,831	\$ 11,963,201

Year Ending June 30	Bonds		
	Principal	Interest	Total
2019	\$ 1,980,000	\$ 1,486,145	\$ 3,466,145
2020	2,115,000	1,349,595	3,464,595
2021	2,170,000	1,271,490	3,441,490
2022	2,410,000	1,180,190	3,590,190
2023	2,550,000	1,076,540	3,626,540
2024-2028	13,190,000	3,668,328	16,858,328
2029-2033	10,105,000	1,198,660	11,303,660
2034-2035	2,630,000	106,920	2,736,920
Total	\$ 37,150,000	\$ 11,337,868	\$ 48,487,868

There is \$4,752,454 available in the debt service funds to service long-term debt. Bonded debt per capita totaled \$225, based on the 2010 federal census for residents living inside the Oak Ridge School District, \$490 for residents living inside the Clinton School District, and \$716 for residents living outside of these school districts. Total debt per capita, including bonds, notes, other loans, capital leases, and unamortized debt premiums, totaled \$272 for residents living inside the Oak Ridge School District, \$656 for residents living inside the Clinton School District, and \$1,026 for residents living outside of these school districts, based on the 2010 federal census.

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

<u>Description of Indebtedness</u>	<u>Outstanding 6-30-18</u>
<u>Capital Leases</u>	
<u>Contributions from the Other Education Special Revenue Fund to the Rural Debt Service Fund</u>	
Headstart Facility	<u>\$ 246,477</u>
Total	<u><u>\$ 246,477</u></u>

In addition to the above-noted contributions, based on budgetary appropriations, the School Department remitted \$1,560,556 to the primary government's Rural Debt Service Fund to be applied to the retirement of other debt issued for the benefit of the School Department.

Changes in Long-term Obligations

Long-term obligations activity for the year ended June 30, 2018, was as follows:

Governmental Activities:	Bonds	Capital Leases	Other Loans
Balance, July 1, 2017	\$ 40,500,000	\$ 570,168	\$ 10,663,455
Additions	11,080,000	0	0
Reductions	(14,430,000)	(196,742)	(730,436)
Balance, June 30, 2018	<u>\$ 37,150,000</u>	<u>\$ 373,426</u>	<u>\$ 9,933,019</u>
Balance Due Within One Year	<u>\$ 1,980,000</u>	<u>\$ 210,292</u>	<u>\$ 718,725</u>

	Notes	Compensated Absences
Balance, July 1, 2017	\$ 2,630,562	\$ 591,999
Additions (1)	163,000	875,295
Reductions	(627,240)	(833,617)
Balance, June 30, 2018	<u>\$ 2,166,322</u>	<u>\$ 633,677</u>
Balance Due Within One Year	<u>\$ 639,240</u>	<u>\$ 601,993</u>

	Net Pension Liability Agent Plan	*Other Postemployment Benefits
Balance, July 1, 2017	\$ 86,535	\$ 515,553
Additions (1)	18,229	73,805
Reductions	(104,764)	(40,162)
Balance, June 30, 2018	<u>\$ 0</u>	<u>\$ 549,196</u>
Balance Due Within One Year	<u>\$ 0</u>	<u>\$ 0</u>

*Restated to comply with GASB Statement No. 75. See Note I.D.10.

(1) Additions to Notes (\$163,000), compensated absences (\$69,261), other postemployment benefits (\$33,650), and net pension liability (\$18,229) represent amounts transferred to governmental activities from business-type activities upon closing the enterprise fund.

Analysis of Noncurrent Liabilities Presented on Exhibit A:

Total Noncurrent Liabilities, June 30, 2018	\$ 50,805,640
Less: Balance Due Within One Year	(4,150,250)
Add: Unamortized Premium on Debt	<u>1,710,545</u>
Noncurrent Liabilities - Due in More Than One Year - Exhibit A	<u><u>\$ 48,365,935</u></u>

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

Current Refunding

On March 8, 2018, Anderson County refunded a general obligation rural (elementary school) bond issue with a separate general obligation rural (elementary school) bond issue. The refunding bond was issued in the amount of \$6,310,000. Proceeds of the refunding bonds along with \$804,767 of premiums on the debt issuance were used to redeem \$7,035,000 of existing debt. As a result of this refunding, total debt service payments over the next eight years will be reduced by \$270,672, and an economic gain (difference between the present value of the debt service payments of the refunded and refunding bonds) of \$240,044 was obtained.

On March 8, 2018, Anderson County refunded a general obligation rural (high school) bond issue with a separate general obligation rural (high school) bond issue. The refunding bond was issued in the amount of \$4,770,000. Proceeds of the refunding bonds, along with \$554,607 of premiums on the bond issue were used to redeem \$5,260,000 of existing debt. As a result of this refunding, total debt service payments over the next seven years will be reduced by \$182,861, and an economic gain (difference between the present value of the debt service payments of the refunded and refunding bonds) of \$165,422 was obtained.

Defeasance of Prior Debt

In prior years, Anderson 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, 2018, the following outstanding bonds are considered defeased:

	<u>Amount</u>
Series 2011 D General Obligation (callable 5-1-20)	\$ 7,350,000

Anderson County Ambulance Service Fund (enterprise fund)

During the year, Anderson County closed the Ambulance Service enterprise fund. Prior year business-type activity debt was transferred to governmental activities.

Changes in Long-term Obligations

Long-term obligations activity for the year ended June 30, 2018, was as follows:

Business-type Activities:

	<u>Notes</u>	<u>Compensated Absences</u>
Balance, July 1, 2017	\$ 163,000	\$ 69,261
Reductions (transfers to governmental activities)	<u>(163,000)</u>	<u>(69,261)</u>
Balance, June 30, 2018	<u>\$ 0</u>	<u>\$ 0</u>
Balance Due Within One Year	<u>\$ 0</u>	<u>\$ 0</u>

	<u>Other Postemployment Benefits</u>	<u>Net Pension Liability Agent Plan</u>
Balance, July 1, 2017	\$ 33,650	\$ 18,229
Reductions (transfers to governmental activities)	<u>(33,650)</u>	<u>(18,229)</u>
Balance, June 30, 2018	<u>\$ 0</u>	<u>\$ 0</u>

Discretely Presented Anderson County School Department

Changes in Long-term Obligations

Long-term obligations activity for the discretely presented Anderson County School Department, for the year ended June 30, 2018, was as follows:

	Compensated Absences	*Other Postemployment Benefits
Balance, July 1, 2017	\$ 331,695	\$ 4,865,361
Additions	468,134	409,644
Reductions	(444,716)	(573,878)
Balance, June 30, 2018	\$ 355,113	\$ 4,701,127
Balance Due Within One Year	\$ 337,358	\$ 0

	Net Pension Liability - Agent Plan	Net Pension Liability - Teacher Legacy Plan
Balance, July 1, 2017	\$ 53,609	\$ 4,814,691
Additions	0	0
Reductions	(53,609)	(4,814,691)
Balance, June 30, 2018	\$ 0	\$ 0
Balance Due Within One Year	\$ 0	\$ 0

*Restated to comply with GASB Statement No. 75. See Note I.D.10.

Analysis of Noncurrent Liabilities Presented on Exhibit A:

Total Noncurrent Liabilities, June 30, 2018	\$ 5,056,240
Less: Balance Due Within One Year	(337,358)
Noncurrent Liabilities - Due in More Than One Year - Exhibit A	\$ 4,718,882

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

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

The State of Tennessee pays health insurance premiums for retired teachers on-behalf of the Anderson County School Department. These payments are made by the state to the Local Education Group Insurance Plan and the Medicare Supplement Plan. Both of these plans are administered by the State of Tennessee and reported in the state’s Comprehensive Annual Financial Report. Payments by the state to the Local Education Group Insurance Plan and the Medicare Supplement Plan for the year ended June 30, 2018, were \$211,571 and \$64,373, respectively. The School Department has recognized these on-behalf payments as revenues and expenditures in the General Purpose School Fund.

H. Short-term Debt

Anderson County issued tax and revenue anticipation notes in advance of property tax and other revenue collections in the following funds. These notes were necessary because funds were not available to meet obligations coming due before revenues were available. Short-term debt activity for the year ended June 30, 2018, was as follows:

Fund	Balance 7-1-17	Issued	Paid	Balance 6-30-18
<u>Discretely Presented School Department</u>				
School Federal Projects Fund (Borrowed from Education Debt Service Fund)	\$ 0	\$ 140,000	\$ (140,000)	\$ 0
(Borrowed from General Purpose School Fund)	0	995,000	(995,000)	0

V. OTHER INFORMATION

A. Risk Management

The county has chosen to establish the Employee Health Insurance Fund for risks associated with the employees’ health insurance plan. The Employee Health Insurance Fund is accounted for as an internal service fund where assets are set aside for claim settlements. The county has obtained a stop/loss commercial policy to cover claims beyond certain liabilities. The stop/loss policy contains a maximum reimbursement limit of \$1,000,000 per claim year. Annually, the county retains the risk of loss to the first \$100,000 per covered person. An estimated liability for outstanding medical claims of \$204,118 has been recorded in the financial statements of the Employee Health Insurance Fund.

All full-time employees of the primary government are eligible to participate along with eligible pre-65 retirees as discussed in Note V.H., Other Postemployment Benefits. A premium charge is allocated to each fund that accounts for full-time employees or that pays premiums for retirees. This charge is based on actuarial estimates for the amounts needed to pay prior- and current-year claims and to establish a reserve for catastrophic losses. That reserve was \$323,915 at June 30, 2018. 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 Employee Health Insurance Fund establishes claims liabilities based on estimates of the ultimate cost of claims that have been incurred but not reported. Claims liabilities include specific, incremental claim adjustment expenditures/expenses, if any. 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:

Employee Insurance - Health Fund

	Beginning of Fiscal Year Liability	Current-year Claims and Estimates	Payments- Net of Stop Loss Recovery	Balance Fiscal Year-end
2016-17	\$ 340,348	\$ 3,351,703	\$ 3,528,007	\$ 164,044
2017-18	164,044	3,733,798	3,693,724	204,118

The discretely presented Anderson County School Department participates in the Local Education Group Insurance Fund (LEGIF), a public entity risk pool established to provide a program of health insurance coverage for employees of local education agencies. In accordance with Section 8-27-301, *Tennessee Code Annotated (TCA)*, all local education agencies are eligible to participate. The LEGIF is included in the Comprehensive Annual Financial Report of the State of Tennessee, but the state does not retain any risk for losses by this fund. Section 8-27-303, *TCA*, provides for the LEGIF to be self-sustaining through member premiums.

Anderson County and the discretely presented Anderson County School Department are exposed to various risks related to general liability, property, casualty, and workers’ compensation losses. The county and the School Department decided it was more economically feasible to join a public entity risk pool as opposed to purchasing commercial insurance for general liability, property, casualty, and workers’ compensation coverage. The county and the School Department joined the Tennessee Risk Management Trust (TN-RMT), which is a public entity risk pool created under the auspices of the Tennessee Governmental Tort Liability Act to provide governmental insurance coverage. The county and the School Department pay annual premiums to the TN-RMT for their general liability, property, casualty, and workers’ compensation insurance coverage. The creation of TN-RMT provides for it to be self-sustaining through member premiums.

B. Accounting Changes

At July 1, 2017, Anderson County changed its accounting for ambulance service operations from an enterprise fund to a special revenue fund. Charges for services for the ambulance service have not been sufficient to cover all costs of operations and are not expected to do so in the foreseeable future. Upon closing the enterprise fund and opening the special revenue fund, a transfer was recognized in the statement of activities from business-type activities to governmental activities for the net position of the business-type activities at July 1, 2017 (\$559,610). In the governmental fund financial statements, a transfer of \$523,947 was recognized out of the Ambulance Service Special Revenue Fund to provide funds to liquidate liabilities payable from current financial resources of the ambulance service operations. Transfers out of the enterprise fund totaling \$1,083,557 were reported to recognize noncurrent financial resources, long-term obligations, and associated deferred inflows/deferred outflows which were moved to governmental activities.

Provisions of Governmental Accounting Standards Board (GASB) Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions*; Statement No. 81, *Irrevocable Split-Interest Agreements*; Statement No. 85, *Omnibus 2017*; and Statement No. 86, *Certain Debt Extinguishment Issues* became effective for the year ended June 30, 2018.

GASB Statement No. 75, establishes accounting and reporting requirements for postemployment benefits other than pensions (other postemployment benefits or OPEB), which are included in the general purpose financial reports of state and local governmental OPEB plans. This statement replaces GASB Statements No. 45 and No. 57. The scope of this statement establishes standards for recognizing and measuring liabilities, deferred outflows of resources, deferred inflows of resources, and expense/expenditures. For defined benefit OPEB, this statement identifies the methods and assumptions that are required to be used to project benefit payments, discount projected benefit payments to their actuarial present value, and attribute that present value to periods of employee service. Note disclosure and required supplementary information requirements about defined benefit OPEB also are addressed.

GASB Statement No. 81, establishes accounting and financial reporting guidance for irrevocable split-interest agreements in which a government is a beneficiary.

GASB Statement No. 85, addresses practice issues that have been identified during implementation and application of certain GASB Statements. This statement addresses a variety of topics including issues related to blending component units, goodwill, fair value measurement and application, and postemployment benefits (pensions and other postemployment benefits [OPEB]).

GASB Statement No. 86, establishes guidance for transactions in which cash and other monetary assets acquired with only existing resources—resources other than the proceeds of refunding debt—are placed in an irrevocable trust for the sole purpose of extinguishing debt. This statement also provides guidance for accounting and financial reporting for prepaid insurance on debt that is extinguished and notes to financial statements for debt that is defeased in substance.

C. Contingent Liabilities

There are several pending lawsuits in which the county is involved. Based on letters from attorneys, management believes that the potential claims against the county not covered by insurance resulting from such litigation would not materially affect the financial statements of the county.

D. Changes in Administration

On July 1, 2017, Rodney Archer left the Office of Trustee and was succeeded by Myron Iwanski.

E. Joint Ventures

The Seventh Judicial District Drug Task Force (DTF) is a joint venture formed by an interlocal agreement between the district attorney general of the Seventh Judicial District, Anderson County, and various cities within Anderson County. 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, the sheriff, and police chiefs of participating law enforcement agencies. Anderson County did not contribute to the operation of the DTF for the year ended June 30, 2018.

The Anderson County Economic Development Association (ACEDA) is a joint venture formed by an interlocal agreement between Anderson County and the cities and towns within Anderson County. The East Tennessee Economic Development association and the Clinton Utilities Board are also members of the association. Membership on the Board of Directors is allocated based on the entities' relative level of funding for the prior fiscal year budget pro-rated among a total of 25 members, with no participating organization having more than one-third of the 25 members. In addition, the county mayor and the mayor or city manager of each municipality in Anderson County are members of the Board of Directors. Each participating organization appoints its own members on the Board of Directors. Anderson County has control over budgeting and financing the joint venture only to the extent of its representation by its board members. Anderson County contributed \$124,500 to the operations of ACEDA during the fiscal year ended June 30, 2018. In addition to the operations contribution, Anderson County also committed an additional \$250,000 for their

portion of the building renovations for the Tennessee College of Applied Technology.

Anderson County does not have an equity interest in either of the above-noted joint ventures. Complete financial statements for the DTF and ACEDA can be obtained at their administrative offices at the following addresses:

Seventh Judicial District Drug Task Force
101 S. Main Street, Suite 300
Clinton, TN 37716

Anderson County Economic Development Association
245 North Main Street, Suite 200
Clinton, TN 37716

F. Jointly Governed Organization

The Northeast Tennessee Railroad Authority is jointly operated by Anderson County in conjunction with Campbell and Scott counties. The authority's board consists of the county mayor of each county and one member selected by the governing body of each county; however, the counties do not have any ongoing financial interest or responsibility for the entity. Anderson County did not contribute to the operations of the Northeast Tennessee Railroad authority during the year ended June 30, 2018.

G. Retirement Commitments

1. Tennessee Consolidated Retirement System (TCRS)

Primary Government

General Information About the Pension Plan

Plan Description. Employees of Anderson County and non-certified employees of the discretely presented Anderson 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 65.14 percent, the non-certified employees of the discretely presented School Department comprise 34.86 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.state.tn.us/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, 2017, the following employees were covered by the benefit terms:

Inactive Employees or Beneficiaries Currently	
Receiving Benefits	413
Inactive Employees Entitled to But Not Yet Receiving	
Benefits	885
Active Employees	760
 Total	 <u>2,058</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. Anderson 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, 2018, the employer contribution for Anderson County was \$1,800,863 based on a rate of 7.33 percent of covered payroll. By law, employer contributions are required to be paid. The TCRS may intercept Anderson 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)

Anderson County’s net pension liability (asset) was measured as of June 30, 2017, 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, 2017, actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	2.5%
Salary Increases	Graded Salary Ranges from 8.72% to 3.46% Based on Age, Including Inflation, Averaging 4%
Investment Rate of Return	7.25%, Net of Pension Plan Investment Expenses, Including Inflation
Cost of Living Adjustment	2.25%

Mortality rates were based on actual experience including an adjustment for some anticipated improvement.

The actuarial assumptions used in the June 30, 2017, actuarial valuation were based on the results of an actuarial experience study performed for the period July 1, 2012, through June 30, 2016. 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, 2016, actuarial experience study. A blend of future capital market projections and historic market returns was used in a building-block method in which a best-estimate of expected future real rates of return (expected returns, net of pension plan investments expense and inflation) is developed for each major asset class. These best-estimates are combined to produce the long-term expected rate of return by weighing the expected future real rates of return by the target allocation percentage and by adding expected inflation of 2.5 percent. The best-estimates of geometric real rates of return and the TCRS investment policy target asset allocation for each major 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	5.69 %	31 %
International Equity Emerging Market	5.29	14
International Equity Private Equity and Strategic Lending	6.36	4
U.S. Fixed Income	5.79	20
Real Estate	2.01	20
Short-term Securities	4.32	10
	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 7.25 percent based on a blending of the factors described above.

Changes of Assumptions. In 2017, the following assumptions were changed: decreased inflation rate from 3.0 percent to 2.5 percent; decreased the investment rate of return from 7.5 percent to 7.25 percent; decreased the cost-of-living adjustment from 2.5 to 2.25 percent; decreased salary growth graded ranges from an average of 4.25 percent to an average of 4.0 percent; and modified the mortality assumptions.

Discount Rate. The discount rate used to measure the total pension liability was 7.25 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 Anderson 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	Plan	Net Pension
	Pension Liability (a)	Fiduciary Net Position (b)	Liability (Asset) (a)-(b)
Balance, July 1, 2016	\$ 69,244,458	\$ 69,086,085	\$ 158,373
Changes for the Year:			
Service Cost	\$ 2,160,412	\$ 0	\$ 2,160,412
Interest	5,228,786	0	5,228,786
Differences Between Expected and Actual Experience	(818,071)	0	(818,071)
Changes in Assumptions	1,785,979	0	1,785,979
Contributions-Employer	0	1,748,927	(1,748,927)
Contributions-Employees	0	1,199,857	(1,199,857)
Net Investment Income	0	7,801,377	(7,801,377)
Benefit Payments, Including Refunds of Employee Contributions	(3,375,434)	(3,375,434)	0
Administrative Expense	0	(62,693)	62,693
Other Changes	0	0	0
Net Changes	\$ 4,981,672	\$ 7,312,034	\$ (2,330,362)
Balance, June 30, 2017	\$ 74,226,130	\$ 76,398,119	\$ (2,171,989)

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

		Total Pension Liability	Plan Fiduciary Net Position	Net Pension Liability (Asset)
Primary Government	65.14%	\$ 48,350,901	\$ 49,765,735	\$ (1,414,834)
School Department	34.86%	25,875,229	26,632,384	(757,155)
Total		\$ 74,226,130	\$ 76,398,119	\$ (2,171,989)

Sensitivity of the Net Pension Liability (Asset) to Changes in the Discount Rate. The following presents the net pension liability (asset) of Anderson County calculated using the discount rate of 7.25 percent, as well as what the net pension liability (asset) would be if it were calculated using a discount rate that is one percentage point lower (6.25%) or one percentage point higher (8.25%) than the current rate:

	1% Decrease	Current Discount Rate	1% Increase
Anderson County	6.25%	7.25%	8.25%
Primary Government	\$ 4,852,806	\$ (1,414,834)	\$ (6,598,846)
School Department	2597003	(757,155)	(3,531,406)
Total Net Pension Liability	\$ 7,449,809	\$ (2,171,989)	\$ (10,130,252)

Pension Expense (Income) and Deferred Outflows of Resources and Deferred Inflows of Resources to Pensions

Pension Expense or Negative Pension Expense. For the year ended June 30, 2018, Anderson County recognized pension expense of \$472,262.

Deferred Outflows of Resources and Deferred Inflows of Resources. For the year ended June 30, 2018, Anderson 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	\$ 106,379	\$ 1,548,423
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	0	17,407
Changes in Assumptions	1,428,783	0
Contributions Subsequent to the Measurement Date of June 30, 2017 (1)	1,800,863	N/A
Total	\$ 3,336,025	\$ 1,565,830

- (1) The amount shown above for “Contributions Subsequent to the Measurement Date of June 30, 2017,” 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	\$ 2,147,756	\$ 1,019,982
School Department	1,188,269	545,848
Total	<u>\$ 3,336,025</u>	<u>\$ 1,565,830</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	Primary Government	School Department	Total
2019	\$ (401,696)	\$ (214,970)	\$ (616,666)
2020	367,594	196,720	564,314
2021	231,742	124,018	355,760
2022	(217,615)	(116,459)	(334,074)
2023	0	0	0
Thereafter	0	0	0

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

Discretely Presented Anderson County School Department

Non-certified Employees

General Information About the Pension Plan

Plan Description. As noted above under the primary government, employees of Anderson County and non-certified employees of the discretely presented Anderson 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 65.14 percent and the non-certified employees of the discretely presented School Department comprise 34.86 percent of the plan based on contribution data.

Certified Employees

Teacher Retirement Plan

General Information About the Pension Plan

Plan Description. Teachers of the Anderson 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.state.tn.us/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, 2018, to the Teacher Retirement Plan were \$199,116, 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, 2018, the School Department reported a liability (asset) of (\$144,495) for its proportionate share of the net pension liability (asset). The net pension liability (asset) was measured as of June 30, 2017, and the total pension liability (asset) used to calculate the net pension liability (asset) was determined by an actuarial valuation as of that date. The School Department's proportion of the net pension liability (asset) was based on the 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, 2017, the School Department's proportion was .547672 percent. The proportion as of June 30, 2016, was .395477 percent.

Pension Expense. For the year ended June 30, 2018, the School Department recognized pension expense of \$63,769.

Deferred Outflows of Resources and Deferred Inflows of Resources. For the year ended June 30, 2018, the 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	\$ 5,064	\$ 10,867
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	0	7,775
Changes in Assumptions	12,695	0
Changes in Proportion of Net Pension Liability (Asset)	0	21,320
LEA's Contributions Subsequent to the Measurement Date of June 30, 2017 (1)	199,116	N/A
Total	<u>\$ 216,875</u>	<u>\$ 39,962</u>

The School Department's employer contributions of \$199,116, reported as pension related deferred outflows of resources subsequent to the measurement date, will be recognized as an increase of net pension asset in the year ending June 30, 2019. 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
2019	\$ (2,460)
2020	(2,460)
2021	(2,905)
2022	(4,905)
2023	(1,239)
Thereafter	(8,231)

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, 2017, actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	2.5%
Salary Increases	Graded Salary Ranges from 8.72% to 3.46% Based on Age, Including Inflation, Averaging 4%
Investment Rate of Return	7.25%, Net of Pension Plan Investment Expenses, Including Inflation
Cost of Living Adjustment	2.25%

Mortality rates are based on actual experience including an adjustment for some anticipated improvement.

The actuarial assumptions used in the June 30, 2017, actuarial valuation were based on the results of an actuarial experience study performed for the period July 1, 2012, through June 30, 2016. 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, 2016, actuarial experience study. A blend of future capital market projections and historic market returns was used in a building-block method in which a best-estimate of expected future real rates of return (expected returns, net of pension plan investments expense and inflation) is developed for each major asset class. These best-estimates are combined to produce the long-term expected rate of return by weighing the expected future real rates of return by the target allocation percentage and by adding expected inflation of 2.5 percent. The best-estimates of geometric real rates of return and the TCRS investment policy target asset allocation for each major 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	5.69 %	31 %
International Equity Emerging Market	5.29	14
International Equity Private Equity and Strategic Lending	6.36	4
U.S. Fixed Income Real Estate	5.79	20
	2.01	20
	4.32	10
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 7.25 percent based on a blending of the factors described above.

Changes of Assumptions. In 2017, the following assumptions were changed: decreased inflation rate from 3.0 percent to 2.5 percent; decreased the investment rate of return from 7.5 percent to 7.25 percent; decreased the cost-of-living adjustment from 2.5 percent to 2.25 percent; decreased salary growth graded ranges from an average of 4.25 percent to an average of 4.0 percent; and modified the mortality assumptions.

Discount Rate. The discount rate used to measure the total pension liability was 7.25 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 School Department's proportionate share of the net pension liability (asset) calculated using the discount rate of 7.25 percent, as well as what the School Department's proportionate share of the net pension liability (asset) would be if it were calculated using a discount rate that is one percentage point lower (6.25%) or one percentage point higher (8.25%) than the current rate:

School Department's Proportionate Share of the Net Pension Liability (Asset)	1% Decrease	Current Discount Rate	1% Increase
	6.25%	7.25%	8.25%
Net Pension Liability	\$ 28,829	\$ (144,495)	\$ (271,631)

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 Anderson 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.state.tn.us/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 Anderson County School Department for the year ended June 30, 2018, to the Teacher Legacy Pension Plan were \$2,344,389, 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, 2018, the School Department reported a liability (asset) of (\$243,830) for its proportionate share of the net pension liability (asset). The net pension liability (asset) was measured as of June 30, 2017, and the total pension liability used to

calculate the net pension liability (asset) was determined by an actuarial valuation as of that date. The School Department's proportion of the net pension liability (asset) was based on the 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, 2017, the School Department's proportion was .745236 percent. The proportion measured at June 30, 2016, was .770419 percent.

Pension Expense. For the year ended June 30, 2018, the School Department recognized pension expense of \$3,519.

Deferred Outflows of Resources and Deferred Inflows of Resources. For the year ended June 30, 2018, the 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	\$ 146,997	\$ 5,033,916
Changes in Assumptions	2,065,087	0
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	37,013	0
Changes in Proportion of Net Pension Liability (Asset)	80,141	165,561
LEA's Contributions Subsequent to the Measurement Date of June 30, 2017	2,344,389	N/A
Total	<u>\$ 4,673,627</u>	<u>\$ 5,199,477</u>

The School Department's employer contributions of \$2,344,389 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, 2019. 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
2019	\$ (1,744,019)
2020	750,394
2021	(627,680)
2022	(1,248,935)
2023	0
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, 2017, actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	2.5%
Salary Increases	Graded Salary Ranges from 8.72% to 3.46% Based on Age, Including Inflation, Averaging 4%
Investment Rate of Return	7.25%, Net of Pension Plan Investment Expenses, Including Inflation
Cost of Living Adjustment	2.25%

Mortality rates are based on actual experience including an adjustment for some anticipated improvement.

The actuarial assumptions used in the June 30, 2017, actuarial valuation were based on the results of an actuarial experience study performed for the period July 1, 2012, through June 30, 2016. 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, 2016, actuarial experience study. A blend of future capital market projections and historic market returns was used in a building-block method in which a best-estimate of expected future real rates of return (expected returns, net of pension plan investments expense and inflation) is developed for each major asset class. These best-estimates are combined to produce the long-term expected rate of return by weighing the expected future real rates of return by the target allocation percentage and by adding expected inflation of 2.5 percent. The best-estimates of geometric real rates of return and the TCRS

investment policy target asset allocation for each major 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	5.69 %	31 %
International Equity Emerging Market	5.29	14
International Equity Private Equity and Strategic Lending	6.36	4
U.S. Fixed Income	5.79	20
Real Estate	2.01	20
Short-term Securities	4.32	10
	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 7.25 percent based on a blending of the factors described above.

Changes of Assumptions. In 2017, the following assumptions were changed: decreased inflation rate from 3.0 percent to 2.5 percent; decreased the investment rate of return from 7.5 percent to 7.25 percent; decreased the cost-of-living adjustment from 2.5 percent to 2.25 percent; decreased salary growth graded ranges from an average of 4.25 percent to an average of 4.0 percent; and modified the mortality assumptions.

Discount Rate. The discount rate used to measure the total pension liability was 7.25 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 School Department's proportionate share of the net pension liability (asset) calculated using the discount rate of 7.25 percent, as well as what the School Department's proportionate share of the net pension liability (asset) would be if it were calculated using a discount rate that is one percentage point lower (6.25%) or one percentage point higher (8.25%) than the current rate:

School Department's Proportionate Share of the Net Pension Liability (Asset)	1% Decrease	Current Discount Rate	1% Increase
	6.25%	7.25%	8.25%

Net Pension Liability	\$	21,878,380	\$	(243,830)	\$	(18,529,292)
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Pension Plan Fiduciary Net Position. Detailed information about the pension plan's fiduciary net position is available in a separately issued TCRS financial report.

2. Deferred Compensation

Teachers hired after July 1, 2014, by the School Department are required to participate in a hybrid pension plan consisting of a defined benefit portion, which is detailed in the pensions footnote above and is managed by the Tennessee Consolidated Retirement System, and a defined contribution portion which is placed in the state's 401 (K) plan and is managed by the employee. The defined contribution portion of the plan requires that the School Department contribute five percent of each teacher's salary into their deferred compensation plan. In addition, teachers are required to contribute two percent of their salaries into this deferred compensation plan, unless they opt out of the employee portion. During the year the School Department contributed \$248,896 to this deferred compensation pension plan.

H. Other Postemployment Benefits (OPEB)

Primary Government

Plan Description. Anderson County participates in a self-insured postemployment benefits plan administered by Blue Cross-Blue Shield for medical benefits for retirees and their beneficiaries. For reporting purposes the plan is considered to be a single employer defined benefit OPEB plan based on criteria in Statement No. 75 of the Governmental Accounting Standards Board (GASB). The plan is funded on a pay-as-you-go basis and there are no assets accumulating in a trust that meets the criteria of paragraph 4 of GASB Statement No. 75.

Benefits Provided. The premium requirements of plan members are established and may be amended by the insurance committee. Claims liabilities of the plan are periodically computed using actuarial and statistical techniques to establish premium rates. Retirees with 30-plus years of service with Anderson County are eligible to continue coverage, until they are Medicare eligible, as long as the retiree continues to pay the premiums. For employees who retired after July 1, 2012, Anderson County pays \$300 per month premium assistance until attainment of age 65 when the employee becomes eligible for Medicare. This premium assistance increased to \$350 per month for eligible retirees who retired on or after September 1, 2017. For employees retiring after December 31, 2018, the county will establish a Health Reimbursement Account for the retiree with a monthly stipend up to \$800 per month to reimburse out of pocket medical expenses and insurance premiums. This retiree group will no longer be eligible for coverage through the county medical plan.

Employees Covered by Benefit Terms

At the measurement date of June 30, 2018, the following employees were covered by the benefit terms:

Inactive Employees or Beneficiaries Currently	
Receiving Benefits	4
Inactive Employees Entitled to But Not Yet Receiving	
Benefits	0
Active Employees	307
Total	311

Total OPEB Liability

The plan’s total OPEB liability of \$549,196 was measured as of June 30, 2018, and was determined by an actuarial valuation as of that date.

Actuarial Assumptions and Other Inputs. The total OPEB liability in the actuarial valuation was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement, unless otherwise specified:

Actuarial Cost Method	Entry Age Normal
Inflation	3%
Salary Scale	2.5%
Discount Rate	3.88%
Healthcare Cost Trend Rates	5%
Retirees share of	
Benefit-related Cost	See discussion under Benefits Provided

The discount rate was based on the Bond Buyer GO 20 index as of June 30, 2018.

The mortality assumption is based on RPH-2014 Total Table with Projection MP-2017.

The actuarial assumptions used in the valuation were based on plan data and costs presented by the county with concurrence by the actuary.

Changes in the Total OPEB Liability

	<u>Total OPEB Liability</u>
Balance July 1, 2017	\$ 549,203
Changes for the Year:	
Service Cost	\$ 18,892
Interest	21,263
Changes in Benefit Terms	0
Difference between Expected and Actuarial Experience	0
Changes in Assumption and Other Inputs	0
Benefit Payments	(40,162)
Net Changes	<u>(7)</u>
Balance June 30, 2018	<u>\$ 549,196</u>

OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources. For the year ended June 30, 2018, the primary government recognized OPEB expense of \$40,155. At June 30, 2018, the primary government reported no deferred outflows of resources or deferred inflows of resources related to OPEB.

Sensitivity of the Total OPEB Liability to Changes in the Discount Rate. The following presents the total OPEB liability of the primary government calculated using the current discount rate, as well as what the OPEB liability would be if it was calculated using a discount rate that is one percentage point lower or one percentage point higher than the current rate:

	1% Decrease 2.88%	Current Discount Rate 3.88%	1% Increase 4.88%
Total OPEB Liability	\$ 596,736	\$ 549,196	\$ 506,151

Sensitivity of the Total OPEB Liability to Changes in the Healthcare Cost Trend Rate. The following presents the total OPEB liability of the county calculated using the current healthcare cost trend rate as well as what the OPEB liability would be if it was calculated using a trend rate that is one percentage point lower or one percentage point higher than the current rate:

	1% Decrease	Current Trend Rate	1% Increase
	4%	5%	6%
Total OPEB Liability	\$ 548,278	\$ 549,196	\$ 550,133

Discretely Presented Anderson County School Department

The discretely presented Anderson County School Department provides OPEB benefits to its retirees through a state administered public entity risk pool. For reporting purposes the plan is considered a single employer defined benefit OPEB plan based on criteria in Statement No. 75 of the Governmental Accounting Standards Board (GASB). The plan is funded on a pay-as-you-go basis and there are no assets accumulating in a trust that meets the criteria of paragraph 4 of GASB Statement No. 75.

The School Department provides healthcare benefits to its employees under the Local Education Plan (LEP) until they reach Medicare eligibility. The certified retirees of Anderson County School Department may then join the Tennessee Plan – Medicare (TNM), which provides supplemental medical insurance for retirees with Medicare. However, the School Department does not provide any subsidy (direct or indirect) to this plan and therefore does not recognize any OPEB liability associated with the TNM.

The School Department’s total OPEB liability was measured as of June 30, 2017, and was determined by an actuarial valuation as of that date.

Actuarial Assumptions and Other Inputs. The total OPEB liability in the June 30, 2017, actuarial valuation was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement, unless otherwise specified:

Actuarial Cost Method	Entry Age Normal
Inflation	2.25%
Salary Increases	Salary increases used in the July 1, 2107 TCRS actuarial valuation; 3.44% to 8.72%, including inflation
Discount Rate	3.56%
Healthcare Cost Trend Rates	Based on the Getzen Model, with trend starting at 7.5% for the 2018 calendar year, and decreasing over a 33-year period to a trend rate of 3.53 percent with .18% added to approximate the effect of the excise tax
Retirees Share of Benefit Related Cost	Discussed under Benefits Provided

The discount rate was 3.56%, based on the daily rate of Fidelity's 20-year Municipal GO AA index closest to but not later than the measurement date.

Mortality rates were based on the results of a statewide experience study undertaken on behalf of the Tennessee Consolidated Retirement System (TCRS). These mortality rates were used in the July 1, 2017, actuarial valuation of the TCRS.

Unless noted otherwise, the actuarial demographic assumptions used in the June 30, 2017, valuations were the same as those employed in the July 1, 2017 Pension Actuarial Valuation of the Tennessee Consolidated Retirement System (TCRS). These assumptions were developed by TCRS based on the results of an actuarial experience study for the period July 1, 2012 - June 30, 2016. The demographic assumptions were adjusted to more closely reflect actual and expected future experience. Mortality tables are used to measure the probabilities of participants dying before and after retirement. The mortality rates employed in this valuation are taken from the RP-2014 Healthy Participant Mortality Table for Annuitants for non-disabled post-retirement mortality, with mortality improvement projected to all future years using Scale MP-2016. Post-retirement tables are Blue Collar and adjusted with a 2% load for males and a -3% load for females. Mortality rates for impaired lives are the same as those used by TCRS and are taken from a gender distinct table published in the IRS Ruling 96-7 for disabled lives with a 10% load.

Changes in Assumptions. The discount rate changed from 2.92 percent as of the beginning of the measurement period to 3.56 percent as of the measurement date of June 30, 2017.

Plan Description. Employees of the Anderson County School Department who were hired prior to July 1, 2015, are provided with pre-65 retiree health insurance benefits through the closed Local Education Plan (LEP) administered by the Tennessee Department of Finance and Administration. All eligible pre-65 retired teachers, support staff, and disability participants of local education agencies, who choose coverage, participate in the LEP. This

plan is closed to the employees of all participating employers that were hired on or after July 1, 2015.

Benefits Provided. The Anderson County School Department offers the LEP to provide health insurance coverage to eligible pre-65 retirees, support staff, and disabled participants of local education agencies. Retirees are required to discontinue coverage under the LEP upon obtaining Medicare eligibility. Insurance coverage is the only postemployment benefit provided to retirees. An insurance committee created in accordance with TCA 8-27-301 establishes and amends the benefit terms of the LEP. All members have the option of choosing between the premier preferred provider organization (PPO), standard PPO, limited PPO or the wellness health savings consumer-driven health plan (CDHP) for healthcare benefits. Retired plan members of the LEP receive the same plan benefits as active employees at a blended premium rate that considers the cost of all participants. This creates an implicit subsidy for retirees. Participating employers determine their own policy related to direct subsidies provided for retiree premiums. Anderson County School Department does not provide a direct subsidy toward retirees insurance premiums and is subject only to the implicit subsidy. The state, as a governmental non-employer contributing entity, provides a direct subsidy for eligible retirees premiums based on years of service. Retirees with 30 or more years of service will receive 45%; 20 but less than 30 years, 35%; and less than 20 years, 20% of the scheduled premium. No subsidy is provided for enrollees of the health savings CDHP.

Employees Covered by Benefit Terms

At the measurement date of June 30, 2017, the following employees were covered by the benefit terms:

	<u>School Department</u>
Inactive Employees or Beneficiaries Currently Receiving Benefits	58
Inactive Employees Entitled to But Not Yet Receiving Benefits	0
Active Employees	797
Total	<u><u>855</u></u>

A state insurance committee, created in accordance with TCA 8-27-301, establishes the required payments to the LEP by member employers and employees through the blended premiums established for active and retired employees. Claims liabilities of the plan are periodically computed using actuarial and statistical techniques to establish premium rates. Administrative costs are allocated to plan participants. Employers contribute

towards employee costs based on their own developed policies. During the current reporting period, the School Department paid \$360,573 to the LEP for OPEB benefits as they came due.

Changes in the Collective Total OPEB Liability

	<u>Share of Collective Liability</u>		
	<u>Anderson County School Department 66.0428%</u>	<u>State of TN 33.9572%</u>	<u>Total OPEB Liability</u>
Balance July 1, 2016	\$ 4,865,361	\$ 2,501,620	\$ 7,366,981
Changes for the Year:			
Service Cost	\$ 265,074	\$ 136,293	\$ 401,367
Interest	144,570	74,333	218,903
Changes in Benefit Terms	0	0	0
Difference between Expected and Actuarial Experience	0	0	0
Changes in Assumption and Other Inputs	(215,046)	(110,570)	(325,616)
Benefit Payments	(358,831)	(184,500)	(543,331)
Net Changes	<u>\$ (164,233)</u>	<u>\$ (84,444)</u>	<u>\$ (248,677)</u>
Balance June 30, 2017	<u>\$ 4,701,127</u>	<u>\$ 2,417,177</u>	<u>\$ 7,118,304</u>

The Anderson County School Department has a special funding situation related to benefits paid by the State of Tennessee for its eligible retired employees participating in the LEP. The Anderson County School Department's proportionate share of the collective total OPEB liability was based on a projection of the employers long-term share of benefit payments to the OPEB plan relative to the projected share of benefit payments of all participating employers and nonemployer contributing entities, actuarially determined. The School Department recognized \$200,195 in revenue for subsidies provided by nonemployer contributing entities for benefits paid by the LEP for School Department retirees.

During the year, the Anderson County School Department's proportionate share of the collective OPEB liability was 66.0428% and the State of Tennessee's share was 33.9572%.

OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources. For the year ended June 30, 2018, the School Department recognized OPEB expense of \$589,552, which includes expenses funded by subsidies provided by the state. At June 30, 2018, the School Department reported deferred outflows of resources and deferred inflows of resources related to its proportionate share of OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference Between Expected and Actual Experience	\$ 0	\$ 0
Changes of Assumptions/Inputs	0	194,759
Changes in Proportion and Differences Between Amounts Paid as Benefits Came Due and Proportionate Share Amounts Paid by the Employee and Nonemployer Contributors As Benefits Came Due	0	0
Benefits Paid After the Measurement Date	<u>360,573</u>	<u>0</u>
Total	<u>\$ 360,573</u>	<u>\$ 194,759</u>

Amounts reported as deferred inflows and deferred outflows of resources (excluding benefits paid after the measurement date) related to OPEB will be recognized in OPEB expense as follows:

Year Ending June 30	School Department
2019	\$ (20,287)
2020	(20,287)
2021	(20,287)
2022	(20,287)
2023	(20,287)
Thereafter	(93,324)

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

Sensitivity of Proportionate Share of the Collective Total OPEB Liability to Changes in the Discount Rate. The following presents the School Department's proportionate share of the collective total OPEB liability related to the LEP, as well as what the proportionate share of the collective total OPEB liability would be if it were calculated using a discount rate that is one percentage point lower or one percentage point higher than the current discount rate.

<u>Discount Rate</u>	1% Decrease	Current Discount Rate	1% Increase
	2.56%	3.56%	4.56%

Proportionate Share of the Collective Total OPEB Liability	\$ 5,040,676	\$ 4,701,127	\$ 4,380,390
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Sensitivity of Proportionate Share of the Collective Total OPEB Liability to Changes in the Healthcare Cost Trend Rate. The following presents the School Department's proportionate share of the collective total OPEB liability related to the LEP, as well as what the proportionate share of the collective total OPEB liability would be if it were calculated using a healthcare cost trend rate that is one percentage point lower or one percentage point higher than the current healthcare cost trend rate.

<u>Healthcare Cost Trend Rate</u>	1% Decrease	Current Rates	1% Increase
	6.5 to 2.71%	7.5 to 3.71%	8.5 to 4.71%

Proportionate Share of the Collective Total OPEB Liability	\$ 4,191,526	\$ 4,701,127	\$ 5,311,567
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I. Termination Benefits

The Anderson County School Department adopted a policy to pay employees for each sick day that they have accumulated at the time of their retirement. The benefit ranges from \$10 to \$60 based on years of service and date of notice of intent to retire. Since payments will be made at the actual time of their retirement, the amount of future payments was not measurable at June 30, 2018. Payments totaling \$53,783 were paid to individuals who retired during the year ended June 30, 2018.

The Anderson County School Department also has a retirement incentive bonus payment plan in accordance with contract provisions. This plan is available to all certified teachers who retire from the School Department with at least ten years of service in Anderson County and are between the ages of 55 and 60. Under the terms of the plan, employees with 30 or more years of service shall receive \$100 for each school year of service with the School Department. Employees with 25 to 29 years of service shall receive \$50 for each school year of service in the School Department. Since payments will be made at the actual time of their retirement, the amount of future payments was not measurable at June 30, 2018. Payments totaling \$22,500 were paid to individuals who retired during the year ended June 30, 2018.

J. Office of Central Accounting, Budgeting, and Purchasing

Anderson County operates under provisions of the County Financial Management System of 1981. This act provides for a central system of accounting, budgeting, and purchasing for all county departments. The act also provides for the creation of a Finance Department operated under the direction of the finance director.

K. Purchasing Laws

The County Financial Management System of 1981 provides for the finance director or a deputy appointed by her to serve as the county purchasing agent. The finance director serves as the purchasing agent for Anderson County. All purchase orders are issued by the Finance Department. The Financial Management Committee established a policy that purchases exceeding \$20,000 for the County Mayor's Office and the Anderson County School Department are to be made on a competitive bid basis. Purchasing procedures for the Highway Department are also governed by provisions of the Uniform Road Law, Section 54-7-113, *Tennessee Code Annotated*. Competitive bids are also required on highway purchases exceeding \$20,000.

L. Subsequent Events

On August 31, 2018, Myron Iwanski left the Office of Trustee and was succeeded by Regina Copeland, William Jones left the Office of Circuit, General Sessions, and Juvenile Courts Clerk and was succeeded by Rex Lynch, and Paul White left the Office of Sheriff and was succeeded by Russell Barker.

VI. OTHER NOTES – DISCRETELY PRESENTED ANDERSON COUNTY EMERGENCY COMMUNICATIONS DISTRICT

A. Description of Organization

The Emergency Communications District of Anderson County, Tennessee, (the district) was created by a county-wide referendum on November 6, 1990. The Anderson County Board of Commissioners appointed the district's initial Board of Directors pursuant to *Tennessee Code Annotated*, Section 7-86-101. The district is responsible for the installation and maintenance of the emergency communications network of Anderson County, Tennessee, (Enhanced 911 Service).

The district is considered a component unit of Anderson County, Tennessee, because the Anderson County Board of Commissioners appoints a majority of the district's Board of Directors and must approve any debt issued by the district.

B. Summary of Significant Accounting Policies

1. Basis of Accounting

The district's financial statements are reported using the economic resources measurement focus and accrual basis of accounting. Accordingly, all assets and liabilities (whether current or noncurrent) are included on the statements of net position. The statement of revenues, expenses, and changes in net position present increases (revenue) and decreases (expenses) in total net position. Under the accrual basis of accounting, revenue is recognized in the period in which it is earned while expenses are recognized in the period in which the liability is incurred.

Operating revenue is revenue that is generated from the primary operations of the district. All other revenue is reported as nonoperating revenue. Operating expenses are those expenses that are essential to the primary operations of the district. All other expenses are reported as nonoperating expenses.

GASB Statement No. 34, *Basic Financial Statements and Management's Discussion and Analysis for State and Local Governments* establishes standards for external financial reporting for state and local governments and requires that resources be classified for accounting and reporting purposes into the following three net position groups:

Investment in capital assets: This category includes capital assets, net of accumulated depreciation. Investment in capital assets at June 30, 2018, has been calculated as follows:

Capital Assets	\$ 1,297,794
Less: Accumulated Depreciation	<u>(695,594)</u>
Capital Assets Being Depreciated, Net	<u><u>\$ 602,200</u></u>

Restricted: This category includes net position whose use is subject to externally imposed stipulations that can be fulfilled by actions of the district pursuant to those stipulations or that expire by the passage of time. The district had no restricted net position as of June 30, 2018.

Unrestricted: This category includes net position that is not subject to externally imposed stipulations and does not meet the definition of restricted or net investment in capital assets. Unrestricted net position may be designated for specific purposes by action of management or the Board of Directors or may otherwise be limited by contractual agreements with outside parties.

2. Accounts Receivable

Accounts receivable, which are deemed uncollectible based upon a periodic review of the accounts, are charged to revenue. At June 30, 2018, no allowance for uncollectible accounts was considered necessary.

3. Capital Assets

Capital assets, which include property and equipment, are recorded at cost. Capital assets are defined by the district as assets with an initial, individual cost of \$500 or more. Depreciation is computed using the straight-line method over the estimated useful lives, which range from five to 25 years.

4. Operating Budget

The district is required by state law to adopt an annual operating budget. The Board of Directors approves the original budget and any amendments, and maintains the legal level of control at the line-item level. The budget is prepared on the accrual basis of accounting. All appropriations lapse at the end of the year.

5. Compensated Absences

The district's full-time employees are granted vacation leave in varying amounts. In the event of termination, the employee is paid for any unused vacation leave.

6. Use of Restricted/Unrestricted Net Position

When an expense is incurred for purposes for which both restricted and unrestricted net position is available, the district's policy is to apply restricted net position first.

7. Pension

For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pension, and pension expense, information about the fiduciary net position of the district's participation in the Public Employee Retirement Plan of the Tennessee Consolidated Retirement System (TCRS), and additions to/deductions from the district'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.

C. Cash

Cash represents money on deposit in various banks. The district considers all highly liquid investments with an original maturity date of three months or less when purchased to be cash equivalents.

State of Tennessee law authorizes the district to invest in obligations of the United States or its agencies, non-convertible debt securities of certain federal agencies, other obligations guaranteed as to principal and interest by the United States or any of its agencies, secured certificates of deposit and other evidences of deposit in state and federal banks and savings and loan associations, and the State of Tennessee Local Government Investment Pool (LGIP). The LGIP contains investments in certificates of deposit, U.S. Treasury securities and repurchase agreements, backed by the U.S. Treasury securities. The Treasurer of the State of Tennessee administers the investment pool.

All deposits with financial institutions in excess of Federal Deposit Insurance Corporation (FDIC) limits are required to be secured by one of two methods. Excess funds can be deposited with a financial institution that participates in the State of Tennessee Bank Collateral Pool. For deposits with financial institutions that do not participate in the State of Tennessee Bank Collateral Pool, state statutes require that all deposits be collateralized with collateral whose market value is equal to 105 percent of the uninsured amount of the deposits.

All of the district's cash and cash equivalent balances at June 30, 2018, were either insured through the Federal Deposit Insurance Corporation or through the State of Tennessee Bank Collateral Pool.

D. Lease

The district occupies its facilities provided by Anderson County on a month-by-month basis without charge.

E. Risk Management

The district is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The district carries commercial insurance for all risks of loss, including general liability and workers' compensation coverage. Settled claims resulting from these risks have not exceeded commercial insurance coverage in any of the past three fiscal years.

F. Capital Assets

Capital assets activity for the year ended June 30, 2018, was as follows:

	Balance 7-1-17	Additions	Retirements	Balance 6-30-18
Capital Assets Depreciated:				
Communications Equipment	\$ 937,778	\$ 8,767	\$ 0	\$ 946,545
Furniture and Fixtures	69,906	0	0	69,906
Vehicle	49,433	0	0	49,433
Leasehold Improvements	77,621	10,939	0	88,560
Other Capital Assets	143,350	0	0	143,350
	<u>\$ 1,278,088</u>	<u>\$ 19,706</u>	<u>\$ 0</u>	<u>\$ 1,297,794</u>
Accumulated Depreciation	(591,710)	(103,884)	0	(695,594)
Capital Assets Depreciated, Net	<u>\$ 686,378</u>	<u>\$ (84,178)</u>	<u>\$ 0</u>	<u>\$ 602,200</u>

G. Pension Plan

Effective July 1, 2017, employees of the district are provided a defined benefit pension plan through the Public Employee Retirement Plan, an agent 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 operations 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 publically available financial report that can be obtained at www.treasury.state.tn.us/tcrs.

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 the state. 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 at age 55 and vested. 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 (COLAs) 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.

Pension assets (liabilities) and pension income (expense)

Since the actuarial measurement date is prior to the district’s July 1, 2017, participation in the defined benefit pension plan, there is not a net pension asset (liability) or any pension income (expense) to report at June 30, 2018.

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. The district makes employer contributions at the rate set by the TCRS Board of Trustees as determined by an actuarial valuation. For the year ended June 30, 2018, the actuarially determined contribution (ADC) for the district was \$4,446 based on a rate of six percent of covered payroll. By law, employer contributions are required to be paid. The TCRS may intercept the district’s base amount distributions if required contributions are not remitted. The employer’s 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.

Deferred Outflows of Resources and Deferred Inflows of Resources

For the year ended June 30, 2018, the district reported deferred outflows of resources and deferred inflows of resources related to the pension from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Contributions Subsequent to the Measurement Date of June 30, 2017	\$ 147,907	N/A

The amount shown above for “Contributions Subsequent to the Measurement Date of June 30, 2017,” will be recognized as a reduction (increase) to net pension liability (asset) in the following measurement period.

**REQUIRED SUPPLEMENTARY
INFORMATION**

Exhibit F-1

Anderson 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	2017
Total Pension Liability				
Service Cost	\$ 1,965,886	\$ 1,881,362	\$ 1,942,096	\$ 2,160,412
Interest	4,591,169	4,800,731	4,931,912	5,228,786
Changes in Benefit Terms	0	0	0	0
Differences Between Actual and Expected Experience	(736,310)	(1,866,757)	177,297	(818,071)
Changes in Assumptions	0	0	0	1,785,979
Benefit Payments, Including Refunds of Employee Contributions	(2,877,320)	(3,006,821)	(3,247,155)	(3,375,434)
Net Change in Total Pension Liability	<u>\$ 2,943,425</u>	<u>\$ 1,808,515</u>	<u>\$ 3,804,150</u>	<u>\$ 4,981,672</u>
Total Pension Liability, Beginning	<u>60,688,368</u>	<u>63,631,793</u>	<u>65,440,308</u>	<u>69,244,458</u>
Total Pension Liability, Ending (a)	<u>\$ 63,631,793</u>	<u>\$ 65,440,308</u>	<u>\$ 69,244,458</u>	<u>\$ 74,226,130</u>
Plan Fiduciary Net Position				
Contributions - Employer	\$ 1,806,650	\$ 1,611,660	\$ 1,718,873	\$ 1,748,927
Contributions - Employee	1,112,396	1,121,723	1,171,606	1,199,857
Net Investment Income	9,411,066	2,027,661	1,790,540	7,801,377
Benefit Payments, Including Refunds of Employee Contributions	(2,877,320)	(3,006,821)	(3,247,155)	(3,375,434)
Administrative Expense	(28,682)	(36,172)	(55,760)	(62,693)
Other	0	0	6,006	0
Net Change in Plan Fiduciary Net Position	<u>\$ 9,424,110</u>	<u>\$ 1,718,051</u>	<u>\$ 1,384,110</u>	<u>\$ 7,312,034</u>
Plan Fiduciary Net Position, Beginning	<u>56,559,814</u>	<u>65,983,924</u>	<u>67,701,975</u>	<u>69,086,085</u>
Plan Fiduciary Net Position, Ending (b)	<u>\$ 65,983,924</u>	<u>\$ 67,701,975</u>	<u>\$ 69,086,085</u>	<u>\$ 76,398,119</u>
Net Pension Liability (Asset), Ending (a - b)	<u>\$ (2,352,131)</u>	<u>\$ (2,261,667)</u>	<u>\$ 158,373</u>	<u>\$ (2,171,989)</u>
Plan Fiduciary Net Position as a Percentage of Total Pension Liability	103.70%	103.46%	99.77%	102.93%
Covered Payroll	\$ 22,113,264	\$ 23,222,323	\$ 23,228,009	\$ 23,634,144
Net Pension Liability (Asset) as a Percentage of Covered Payroll	(10.64%)	9.74%	(0.68%)	(9.19%)

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

Anderson 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	2018
Actuarially Determined Contribution	\$ 1,806,650	\$ 1,611,660	\$ 1,718,873	\$ 1,748,927	\$ 1,800,863
Less Contributions in Relation to the Actuarially Determined Contribution	(1,806,650)	(1,611,660)	(1,718,873)	(1,748,927)	(1,800,863)
Contribution Deficiency (Excess)	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
Covered Payroll	\$ 22,113,264	\$ 21,779,109	\$ 23,228,009	\$ 23,634,144	\$ 24,568,390
Contributions as a Percentage of Covered Payroll	8.17%	7.4%	7.4%	7.4%	7.33%

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

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

	2015	2016	2017	2018
Contractually Required Contribution	\$ 18,809	\$ 69,605	\$ 143,783	\$ 199,116
Less Contributions in Relation to the Contractually Required Contribution	(18,809)	(69,605)	(143,783)	(199,116)
Contribution Deficiency (Excess)	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
Covered Payroll	\$ 470,216	\$ 1,740,114	\$ 3,594,587	\$ 4,977,911
Contributions as a Percentage of Covered Payroll	4.00%	4.00%	4.00%	4.00%

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

Exhibit F-4

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

	2014	2015	2016	2017	2018
Contractually Required Contribution	\$ 2,641,046	\$ 2,595,924	\$ 2,514,075	\$ 2,381,472	\$ 2,344,389
Less Contributions in Relation to the Contractually Required Contribution	(2,641,046)	(2,595,924)	(2,514,075)	(2,381,472)	(2,344,389)
Contribution Deficiency (Excess)	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Covered Payroll	\$ 29,741,510	\$ 28,715,973	\$ 27,810,568	\$ 26,343,699	\$ 25,933,509
Contributions as a Percentage of Covered Payroll	8.88%	9.04%	9.04%	9.04%	9.04%

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

Exhibit F-5

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

	<u>2016</u>	<u>2017</u>	<u>2018</u>
School Department's Proportion of the Net Pension Liability (Asset)	0.226313%	0.395477%	0.547672%
School Department's Proportionate Share of the Net Pension Liability (Asset)	\$ (9,104)	\$ (41,170)	\$ (144,495)
Covered Payroll	\$ 470,216	\$ 1,740,114	\$ 3,594,587
School Department's Proportionate Share of the Net Pension Liability (Asset) as a Percentage of its Covered Payroll	(1.94)%	(2.37)%	(4.02)%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	127.46%	121.88%	126.81%

* 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

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

	2015	2016	2017	2018
School Department's Proportion of the Net Pension Liability (Asset)	0.757747%	0.767088%	0.770419%	0.745236%
School Department's Proportionate Share of the Net Pension Liability (Asset)	\$ (123,130)	\$ 314,226	\$ 4,814,691	\$ (243,830)
Covered Payroll	\$ 29,741,510	\$ 28,715,973	\$ 27,810,568	\$ 26,343,699
School Department's Proportionate Share of the Net Pension Liability (Asset) as a Percentage of its Covered Payroll	(0.41%)	1.09%	17.31%	(0.93%)
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	100.08%	99.81%	97.14%	100.14%

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

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

Anderson County, Tennessee
Schedule of Changes in the Total OPEB Liability and Related Ratios - Anderson County Plan
For the Fiscal Year Ended June 30

	<u>2018</u>
Total OPEB Liability	
Service Cost	\$ 18,892
Interest	21,263
Changes in Benefit Terms	0
Differences Between Actual and Expected Experience	0
Changes in Assumptions or Other Inputs	0
Benefit Payments	(40,162)
Net Change in Total OPEB Liability	\$ (7)
Total OPEB Liability, Beginning	<u>549,203</u>
 Total OPEB Liability, Ending	 <u><u>\$ 549,196</u></u>
 Covered Employee Payroll	 \$ 11,361,615
Net OPEB Liability as a Percentage of Covered Employee Payroll	4.84%

Note 1: Ten years of data will be presented when available.

Note 2: No assets are accumulated in a trust that meets the criteria in paragraph 4 of GASB Statement No. 75.

Anderson County, Tennessee
Schedule of Changes in the Total OPEB Liability and Related Ratios - Local Education Plan
Discretely Presented Anderson County School Department
For the Fiscal Year Ended June 30 *

	<u>2018</u>
Total OPEB Liability	
Service Cost	\$ 401,367
Interest	218,903
Changes in Benefit Terms	0
Differences Between Actual and Expected Experience	0
Changes in Assumptions or Other Inputs	(325,616)
Benefit Payments	<u>(543,331)</u>
Net Change in Total OPEB Liability	\$ (248,677)
Total OPEB Liability, Beginning	<u>7,366,981</u>
 Total OPEB Liability, Ending	 <u><u>\$ 7,118,304</u></u>
 Nonemployer Contributing Entity Proportionate Share of the Total OPEB Liability	 \$ 2,417,177
Employer Proportionate Share of the Total OPEB Liability	4,701,127
 Covered Employee Payroll	 \$ 39,854,303
Net OPEB Liability as a Percentage of Covered Employee Payroll	11.80%

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

Note 1: Ten years of data will be presented when available.

Note 2: Changes in assumptions. Changes in assumptions and other inputs reflect the effects of changes in the discount rate each period. The following are the discount rates used in each period:

2017	2.92%
2018	3.56%

Note 3: No assets are accumulated in a trust that meets the criteria in paragraph 4 of GASB Statement No. 75.

**ANDERSON COUNTY, TENNESSEE
 NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION
 For the Year Ended June 30, 2018**

TENNESSEE CONSOLIDATED RETIREMENT SYSTEM

Valuation Date: Actuarially determined contribution rates for 2018 were calculated based on the July 1, 2017, actuarial valuation.

Methods and assumptions used to determine contribution rates:

Actuarial Cost Method	Entry Age Normal
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, Averaging 4.25%
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.

Public Library Fund – The Public Library Fund is used to account for transactions of the Anderson County Public Library, which is jointly funded by Anderson County, the City of Clinton, City of Oak Ridge, and Rocky Top.

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

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

Other Special Revenue Fund – The Other Special Revenue Fund is used to account for transactions of the Anderson County Tourism Board.

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.

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, long-term debt principal, interest, and related costs.

Rural Debt Service Fund – The Rural Debt Service Fund is used to account for the retirement of long-term debt issued for the construction and renovations of the county’s elementary schools.

Education Debt Service Fund – The Education Debt Service Fund is used to account for the retirement of long-term debt issued for the construction and renovations of the county’s middle and high schools.

Capital Projects Funds

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

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

Exhibit G-1

Anderson County, Tennessee
Combining Balance Sheet
Nonmajor Governmental Funds
June 30, 2018

	Special Revenue Funds					Total
	Public Library	Solid Waste / Sanitation	Drug Control	Other Special Revenue	Constitu - tional Officers - Fees	
<u>ASSETS</u>						
Cash	\$ 737	\$ 0	\$ 0	\$ 0	\$ 1,490	\$ 2,227
Equity in Pooled Cash and Investments	346,957	457,004	437,209	266,133	0	1,507,303
Accounts Receivable	1,294	94,329	65	37,338	2,534	135,560
Due from Other Governments	1,326	11,733	0	0	0	13,059
Due from Other Funds	1,332	6,931	1,802	957	0	11,022
Due from Component Units	0	17,970	0	0	0	17,970
Property Taxes Receivable	499,747	1,180,612	0	0	0	1,680,359
Allowance for Uncollectible Property Taxes	(17,314)	(40,667)	0	0	0	(57,981)
Prepaid Items	416	0	0	0	0	416
Total Assets	\$ 834,495	\$ 1,727,912	\$ 439,076	\$ 304,428	\$ 4,024	\$ 3,309,935
<u>LIABILITIES</u>						
Accounts Payable	\$ 8,304	\$ 106,366	\$ 10,478	\$ 13,079	\$ 0	\$ 138,227
Accrued Payroll	6,264	2,009	0	2,077	0	10,350
Payroll Deductions Payable	853	230	0	167	0	1,250
Retainage Payable	0	0	0	0	0	0
Due to Other Funds	33	632	0	50	4,024	4,739
Due to Component Units	0	0	0	0	0	0
Total Liabilities	\$ 15,454	\$ 109,237	\$ 10,478	\$ 15,373	\$ 4,024	\$ 154,566

(Continued)

Exhibit G-1

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

	Special Revenue Funds					Total
	Public Library	Solid Waste / Sanitation	Drug Control	Other Special Revenue	Constitu - tional Officers - Fees	
<u>DEFERRED INFLOWS OF RESOURCES</u>						
Deferred Current Property Taxes	\$ 465,890	\$ 1,101,344	\$ 0	\$ 0	\$ 0	\$ 1,567,234
Deferred Delinquent Property Taxes	14,964	34,917	0	0	0	49,881
Total Deferred Inflows of Resources	<u>\$ 480,854</u>	<u>\$ 1,136,261</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 1,617,115</u>
<u>FUND BALANCES</u>						
Nonspendable:						
Prepaid Items	\$ 416	\$ 0	\$ 0	\$ 0	\$ 0	\$ 416
Restricted:						
Restricted for Public Safety	0	0	424,692	0	0	424,692
Restricted for Public Health and Welfare	0	368,934	0	0	0	368,934
Restricted for Social, Cultural, and Recreational Services	337,771	0	0	289,055	0	626,826
Restricted for Capital Outlay	0	0	0	0	0	0
Restricted for Debt Service	0	0	0	0	0	0
Restricted for Capital Projects	0	28,080	0	0	0	28,080
Committed:						
Committed for Public Safety	0	0	3,906	0	0	3,906
Committed for Debt Service	0	0	0	0	0	0
Committed for Capital Projects	0	85,400	0	0	0	85,400
Total Fund Balances	<u>\$ 338,187</u>	<u>\$ 482,414</u>	<u>\$ 428,598</u>	<u>\$ 289,055</u>	<u>\$ 0</u>	<u>\$ 1,538,254</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balance:	<u>\$ 834,495</u>	<u>\$ 1,727,912</u>	<u>\$ 439,076</u>	<u>\$ 304,428</u>	<u>\$ 4,024</u>	<u>\$ 3,309,935</u>

(Continued)

Exhibit G-1

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

	Debt Service Funds				Capital Projects Fund	Total Nonmajor Governmental Funds
	General Debt Service	Rural Debt Service	Education Debt Service	Total	General Capital Projects	
<u>ASSETS</u>						
Cash	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	2,227
Equity in Pooled Cash and Investments	3,457,412	634,513	730,517	4,822,442	250,190	6,579,935
Accounts Receivable	15,410	0	0	15,410	0	150,970
Due from Other Governments	0	0	0	0	0	13,059
Due from Other Funds	0	2,181	4,000	6,181	0	17,203
Due from Component Units	0	0	0	0	0	17,970
Property Taxes Receivable	94,675	210,202	1,750,798	2,055,675	1,472,545	5,208,579
Allowance for Uncollectible Property Taxes	(32,316)	(7,224)	(61,088)	(100,628)	(27,665)	(186,274)
Prepaid Items	5,856	0	0	5,856	0	6,272
Total Assets	\$ 3,541,037	\$ 839,672	\$ 2,424,227	\$ 6,804,936	\$ 1,695,070	\$ 11,809,941
<u>LIABILITIES</u>						
Accounts Payable	\$ 250	\$ 0	\$ 0	\$ 250	\$ 0	138,477
Accrued Payroll	0	0	0	0	0	10,350
Payroll Deductions Payable	0	0	0	0	0	1,250
Retainage Payable	0	0	0	0	31,867	31,867
Due to Other Funds	63,267	0	16,100	79,367	30,000	114,106
Due to Component Units	28,848	0	0	28,848	0	28,848
Total Liabilities	\$ 92,365	\$ 0	\$ 16,100	\$ 108,465	\$ 61,867	\$ 324,898

(Continued)

Exhibit G-1

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

	Debt Service Funds				Capital Projects Fund	Total Nonmajor Governmental Funds
	General Debt Service	Rural Debt Service	Education Debt Service	Total	General Capital Projects	
<u>DEFERRED INFLOWS OF RESOURCES</u>						
Deferred Current Property Taxes	\$ 0	\$ 193,808	\$ 1,640,067	\$ 1,833,875	\$ 1,443,766	\$ 4,844,875
Deferred Delinquent Property Taxes	56,408	8,542	45,192	110,142	1,008	161,031
Total Deferred Inflows of Resources	<u>\$ 56,408</u>	<u>\$ 202,350</u>	<u>\$ 1,685,259</u>	<u>\$ 1,944,017</u>	<u>\$ 1,444,774</u>	<u>\$ 5,005,906</u>
<u>FUND BALANCES</u>						
Nonspendable:						
Prepaid Items	\$ 5,856	\$ 0	\$ 0	\$ 5,856	\$ 0	\$ 6,272
Restricted:						
Restricted for Public Safety	0	0	0	0	0	424,692
Restricted for Public Health and Welfare	0	0	0	0	0	368,934
Restricted for Social, Cultural, and Recreational Services	0	0	0	0	0	626,826
Restricted for Capital Outlay	0	0	0	0	59,061	59,061
Restricted for Debt Service	3,079,514	637,322	603,873	4,320,709	0	4,320,709
Restricted for Capital Projects	0	0	0	0	129,368	157,448
Committed:						
Committed for Public Safety	0	0	0	0	0	3,906
Committed for Debt Service	306,894	0	118,995	425,889	0	425,889
Committed for Capital Projects	0	0	0	0	0	85,400
Total Fund Balances	<u>\$ 3,392,264</u>	<u>\$ 637,322</u>	<u>\$ 722,868</u>	<u>\$ 4,752,454</u>	<u>\$ 188,429</u>	<u>\$ 6,479,137</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balance:	<u>\$ 3,541,037</u>	<u>\$ 839,672</u>	<u>\$ 2,424,227</u>	<u>\$ 6,804,936</u>	<u>\$ 1,695,070</u>	<u>\$ 11,809,941</u>

Exhibit G-2

Anderson County, Tennessee
Combining Statement of Revenues, Expenditures,
and Changes in Fund Balances
Nonmajor Governmental Funds
For the Year Ended June 30, 2018

	Special Revenue Funds					Total
	Public Library	Solid Waste / Sanitation	Drug Control	Other Special Revenue	Constitu - tional Officers - Fees	
<u>Revenues</u>						
Local Taxes	\$ 456,476	\$ 1,064,957	\$ 0	\$ 384,849	\$ 0	\$ 1,906,282
Fines, Forfeitures, and Penalties	0	0	143,951	0	0	143,951
Charges for Current Services	24,679	489,995	0	0	3,991	518,665
Other Local Revenues	6,670	29,727	1,803	6,146	0	44,346
State of Tennessee	9,775	40,535	0	27,500	0	77,810
Federal Government	1,186	0	32,595	0	0	33,781
Other Governments and Citizens Groups	130,311	0	0	0	0	130,311
Total Revenues	\$ 629,097	\$ 1,625,214	\$ 178,349	\$ 418,495	\$ 3,991	\$ 2,855,146
<u>Expenditures</u>						
Current:						
Finance	\$ 0	\$ 0	\$ 0	\$ 0	\$ 622	\$ 622
Administration of Justice	0	0	0	0	3,369	3,369
Public Safety	0	0	122,961	0	0	122,961
Public Health and Welfare	0	1,616,643	0	0	0	1,616,643
Social, Cultural, and Recreational Services	608,663	0	0	0	0	608,663
Other Operations	0	0	0	374,404	0	374,404
Debt Service:						
Principal on Debt	0	0	0	0	0	0
Interest on Debt	0	0	0	0	0	0
Other Debt Service	0	0	0	0	0	0
Capital Projects	0	376,293	0	0	0	376,293
Total Expenditures	\$ 608,663	\$ 1,992,936	\$ 122,961	\$ 374,404	\$ 3,991	\$ 3,102,955

(Continued)

Exhibit G-2

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

	Special Revenue Funds					Total
	Public Library	Solid Waste / Sanitation	Drug Control	Other Special Revenue	Constitu - tional Officers - Fees	
Excess (Deficiency) of Revenues Over Expenditures	\$ 20,434	\$ (367,722)	\$ 55,388	\$ 44,091	\$ 0	\$ (247,809)
<u>Other Financing Sources (Uses)</u>						
Refunding Debt Issued	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Premiums on Debt Sold	0	0	0	0	0	0
Insurance Recovery	0	0	9,050	0	0	9,050
Transfers Out	(4,761)	(3,854)	0	(2,604)	0	(11,219)
Payments to Refunded Debt Escrow Agent	0	0	0	0	0	0
Total Other Financing Sources (Uses)	\$ (4,761)	\$ (3,854)	\$ 9,050	\$ (2,604)	\$ 0	\$ (2,169)
Net Change in Fund Balances	\$ 15,673	\$ (371,576)	\$ 64,438	\$ 41,487	\$ 0	\$ (249,978)
Fund Balance, July 1, 2017	322,514	853,990	364,160	247,568	0	1,788,232
Fund Balance, June 30, 2018	\$ 338,187	\$ 482,414	\$ 428,598	\$ 289,055	\$ 0	\$ 1,538,254

(Continued)

Exhibit G-2

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

	Debt Service Funds				Capital Projects Fund	Total Nonmajor Governmental Funds
	General Debt Service	Rural Debt Service	Education Debt Service	Total	General Capital Projects	
<u>Revenues</u>						
Local Taxes	\$ 1,753,957	\$ 182,569	\$ 1,571,641	\$ 3,508,167	\$ 30,729	\$ 5,445,178
Fines, Forfeitures, and Penalties	0	0	0	0	0	143,951
Charges for Current Services	0	0	0	0	0	518,665
Other Local Revenues	37,630	2,181	4,000	43,811	0	88,157
State of Tennessee	0	0	0	0	0	77,810
Federal Government	25,559	0	0	25,559	0	59,340
Other Governments and Citizens Groups	0	1,683,973	0	1,683,973	40,000	1,854,284
Total Revenues	\$ 1,817,146	\$ 1,868,723	\$ 1,575,641	\$ 5,261,510	\$ 70,729	\$ 8,187,385
<u>Expenditures</u>						
Current:						
Finance	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 622
Administration of Justice	0	0	0	0	0	3,369
Public Safety	0	0	0	0	0	122,961
Public Health and Welfare	0	0	0	0	0	1,616,643
Social, Cultural, and Recreational Services	0	0	0	0	0	608,663
Other Operations	0	0	0	0	0	374,404
Debt Service:						
Principal on Debt	1,067,493	1,133,925	1,457,000	3,658,418	0	3,658,418
Interest on Debt	611,851	454,876	601,607	1,668,334	0	1,668,334
Other Debt Service	51,832	107,600	108,609	268,041	0	268,041
Capital Projects	0	0	0	0	1,317,628	1,693,921
Total Expenditures	\$ 1,731,176	\$ 1,696,401	\$ 2,167,216	\$ 5,594,793	\$ 1,317,628	\$ 10,015,376

(Continued)

Exhibit G-2

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

	Debt Service Funds				Capital Projects Fund	Total Nonmajor Governmental Funds
	General Debt Service	Rural Debt Service	Education Debt Service	Total	General Capital Projects	
Excess (Deficiency) of Revenues Over Expenditures	\$ 85,970	\$ 172,322	\$ (591,575)	\$ (333,283)	\$ (1,246,899)	\$ (1,827,991)
<u>Other Financing Sources (Uses)</u>						
Refunding Debt Issued	\$ 0	\$ 6,310,000	\$ 4,770,000	\$ 11,080,000	\$ 0	\$ 11,080,000
Premiums on Debt Sold	0	804,767	554,607	1,359,374	0	1,359,374
Insurance Recovery	0	0	0	0	0	9,050
Transfers Out	0	0	0	0	0	(11,219)
Payments to Refunded Debt Escrow Agent	0	(7,020,726)	(5,249,191)	(12,269,917)	0	(12,269,917)
Total Other Financing Sources (Uses)	\$ 0	\$ 94,041	\$ 75,416	\$ 169,457	\$ 0	\$ 167,288
Net Change in Fund Balances	\$ 85,970	\$ 266,363	\$ (516,159)	\$ (163,826)	\$ (1,246,899)	\$ (1,660,703)
Fund Balance, July 1, 2017	3,306,294	370,959	1,239,027	4,916,280	1,435,328	8,139,840
Fund Balance, June 30, 2018	\$ 3,392,264	\$ 637,322	\$ 722,868	\$ 4,752,454	\$ 188,429	\$ 6,479,137

Exhibit G-3

Anderson County, Tennessee
Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Actual and Budget
Public Library Fund
For the Year Ended June 30, 2018

	Actual	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
		Original	Final	
<u>Revenues</u>				
Local Taxes	\$ 456,476	\$ 462,261	\$ 462,261	\$ (5,785)
Charges for Current Services	24,679	26,350	26,350	(1,671)
Other Local Revenues	6,670	4,230	6,196	474
State of Tennessee	9,775	0	3,581	6,194
Federal Government	1,186	0	0	1,186
Other Governments and Citizens Groups	130,311	130,311	130,311	0
Total Revenues	<u>\$ 629,097</u>	<u>\$ 623,152</u>	<u>\$ 628,699</u>	<u>\$ 398</u>
<u>Expenditures</u>				
<u>Social, Cultural, and Recreational Services</u>				
Libraries	\$ 608,663	\$ 590,128	\$ 639,918	\$ 31,255
Total Expenditures	<u>\$ 608,663</u>	<u>\$ 590,128</u>	<u>\$ 639,918</u>	<u>\$ 31,255</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ 20,434</u>	<u>\$ 33,024</u>	<u>\$ (11,219)</u>	<u>\$ 31,653</u>
<u>Other Financing Sources (Uses)</u>				
Transfers Out	\$ (4,761)	\$ 0	\$ (4,761)	\$ 0
Total Other Financing Sources	<u>\$ (4,761)</u>	<u>\$ 0</u>	<u>\$ (4,761)</u>	<u>\$ 0</u>
Net Change in Fund Balance	\$ 15,673	\$ 33,024	\$ (15,980)	\$ 31,653
Fund Balance, July 1, 2017	<u>322,514</u>	<u>273,080</u>	<u>273,080</u>	<u>49,434</u>
Fund Balance, June 30, 2018	<u>\$ 338,187</u>	<u>\$ 306,104</u>	<u>\$ 257,100</u>	<u>\$ 81,087</u>

Exhibit G-4

Anderson 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, 2018

	Actual (GAAP Basis)	Add: Encumbrances 6/30/2018	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
				Original	Final	
<u>Revenues</u>						
Local Taxes	\$ 1,064,957	\$ 0	\$ 1,064,957	\$ 1,120,961	\$ 1,120,961	\$ (56,004)
Charges for Current Services	489,995	0	489,995	475,000	475,000	14,995
Other Local Revenues	29,727	0	29,727	18,000	18,000	11,727
State of Tennessee	40,535	0	40,535	54,074	78,994	(38,459)
Total Revenues	\$ 1,625,214	\$ 0	\$ 1,625,214	\$ 1,668,035	\$ 1,692,955	\$ (67,741)
<u>Expenditures</u>						
<u>Public Health and Welfare</u>						
Sanitation Management	\$ 177,703	\$ 0	\$ 177,703	\$ 197,396	\$ 193,046	\$ 15,343
Convenience Centers	576,183	32,500	608,683	611,000	661,286	52,603
Other Waste Collection	85,518	0	85,518	80,935	97,536	12,018
Recycling Center	6,080	0	6,080	12,000	6,000	(80)
Landfill Operation and Maintenance	695,745	0	695,745	642,000	694,465	(1,280)
Other Waste Disposal	75,414	0	75,414	95,000	77,000	1,586
<u>Capital Projects</u>						
Other General Government Projects	376,293	0	376,293	0	377,804	1,511
Total Expenditures	\$ 1,992,936	\$ 32,500	\$ 2,025,436	\$ 1,638,331	\$ 2,107,137	\$ 81,701
Excess (Deficiency) of Revenues Over Expenditures	\$ (367,722)	\$ (32,500)	\$ (400,222)	\$ 29,704	\$ (414,182)	\$ 13,960
<u>Other Financing Sources (Uses)</u>						
Transfers Out	\$ (3,854)	\$ 0	\$ (3,854)	\$ 0	\$ (3,854)	\$ 0
Total Other Financing Sources	\$ (3,854)	\$ 0	\$ (3,854)	\$ 0	\$ (3,854)	\$ 0

(Continued)

Exhibit G-4

Anderson County, Tennessee
Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Actual (Budgetary Basis) and Budget
Solid Waste/Sanitation Fund (Cont.)

	Actual (GAAP Basis)	Add: Encumbrances 6/30/2018	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
				Original	Final	
Net Change in Fund Balance	\$ (371,576)	\$ (32,500)	\$ (404,076)	\$ 29,704	\$ (418,036)	\$ 13,960
Fund Balance, July 1, 2017	853,990	0	853,990	805,640	805,640	48,350
Fund Balance, June 30, 2018	\$ 482,414	\$ (32,500)	\$ 449,914	\$ 835,344	\$ 387,604	\$ 62,310

Exhibit G-5

Anderson County, Tennessee
Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Actual and Budget
Drug Control Fund
For the Year Ended June 30, 2018

	Actual	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
		Original	Final	
<u>Revenues</u>				
Fines, Forfeitures, and Penalties	\$ 143,951	\$ 59,500	\$ 59,500	\$ 84,451
Other Local Revenues	1,803	500	500	1,303
Federal Government	32,595	0	0	32,595
Total Revenues	<u>\$ 178,349</u>	<u>\$ 60,000</u>	<u>\$ 60,000</u>	<u>\$ 118,349</u>
<u>Expenditures</u>				
<u>Public Safety</u>				
Drug Enforcement	\$ 122,961	\$ 60,000	\$ 178,550	\$ 55,589
Total Expenditures	<u>\$ 122,961</u>	<u>\$ 60,000</u>	<u>\$ 178,550</u>	<u>\$ 55,589</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ 55,388</u>	<u>\$ 0</u>	<u>\$ (118,550)</u>	<u>\$ 173,938</u>
<u>Other Financing Sources (Uses)</u>				
Insurance Recovery	\$ 9,050	\$ 0	\$ 9,050	\$ 0
Total Other Financing Sources	<u>\$ 9,050</u>	<u>\$ 0</u>	<u>\$ 9,050</u>	<u>\$ 0</u>
Net Change in Fund Balance	\$ 64,438	\$ 0	\$ (109,500)	\$ 173,938
Fund Balance, July 1, 2017	364,160	180,833	180,833	183,327
Fund Balance, June 30, 2018	<u>\$ 428,598</u>	<u>\$ 180,833</u>	<u>\$ 71,333</u>	<u>\$ 357,265</u>

Exhibit G-6

Anderson County, Tennessee
Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Actual and Budget
Other Special Revenue Fund
For the Year Ended June 30, 2018

	Actual	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
		Original	Final	
<u>Revenues</u>				
Local Taxes	\$ 384,849	\$ 387,000	\$ 387,000	\$ (2,151)
Other Local Revenues	6,146	15,000	15,000	(8,854)
State of Tennessee	27,500	25,000	27,500	0
Total Revenues	<u>\$ 418,495</u>	<u>\$ 427,000</u>	<u>\$ 429,500</u>	<u>\$ (11,005)</u>
<u>Expenditures</u>				
<u>Other Operations</u>				
Tourism	\$ 374,404	\$ 454,755	\$ 504,755	\$ 130,351
Total Expenditures	<u>\$ 374,404</u>	<u>\$ 454,755</u>	<u>\$ 504,755</u>	<u>\$ 130,351</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ 44,091</u>	<u>\$ (27,755)</u>	<u>\$ (75,255)</u>	<u>\$ 119,346</u>
<u>Other Financing Sources (Uses)</u>				
Transfers Out	\$ (2,604)	\$ 0	\$ (2,604)	\$ 0
Total Other Financing Sources	<u>\$ (2,604)</u>	<u>\$ 0</u>	<u>\$ (2,604)</u>	<u>\$ 0</u>
Net Change in Fund Balance	\$ 41,487	\$ (27,755)	\$ (77,859)	\$ 119,346
Fund Balance, July 1, 2017	<u>247,568</u>	<u>169,098</u>	<u>169,098</u>	<u>78,470</u>
Fund Balance, June 30, 2018	<u>\$ 289,055</u>	<u>\$ 141,343</u>	<u>\$ 91,239</u>	<u>\$ 197,816</u>

Exhibit G-7

Anderson County, Tennessee
Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Actual and Budget
General Debt Service Fund
For the Year Ended June 30, 2018

	Actual	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
		Original	Final	
<u>Revenues</u>				
Local Taxes	\$ 1,753,957	\$ 1,778,258	\$ 1,778,258	\$ (24,301)
Other Local Revenues	37,630	6,000	28,000	9,630
Federal Government	25,559	27,000	27,000	(1,441)
Total Revenues	<u>\$ 1,817,146</u>	<u>\$ 1,811,258</u>	<u>\$ 1,833,258</u>	<u>\$ (16,112)</u>
<u>Expenditures</u>				
<u>Principal on Debt</u>				
General Government	\$ 1,067,493	\$ 1,043,359	\$ 1,066,821	\$ (672)
<u>Interest on Debt</u>				
General Government	611,851	694,748	693,286	81,435
<u>Other Debt Service</u>				
General Government	51,832	66,500	66,500	14,668
Total Expenditures	<u>\$ 1,731,176</u>	<u>\$ 1,804,607</u>	<u>\$ 1,826,607</u>	<u>\$ 95,431</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ 85,970</u>	<u>\$ 6,651</u>	<u>\$ 6,651</u>	<u>\$ 79,319</u>
Net Change in Fund Balance	\$ 85,970	\$ 6,651	\$ 6,651	\$ 79,319
Fund Balance, July 1, 2017	<u>3,306,294</u>	<u>3,307,147</u>	<u>3,307,147</u>	<u>(853)</u>
Fund Balance, June 30, 2018	<u>\$ 3,392,264</u>	<u>\$ 3,313,798</u>	<u>\$ 3,313,798</u>	<u>\$ 78,466</u>

Exhibit G-8

Anderson County, Tennessee
Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Actual and Budget
Rural Debt Service Fund
For the Year Ended June 30, 2018

	Actual	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
		Original	Final	
<u>Revenues</u>				
Local Taxes	\$ 182,569	\$ 193,512	\$ 193,512	\$ (10,943)
Other Local Revenues	2,181	0	0	2,181
Other Governments and Citizens Groups	1,683,973	1,295,000	1,418,417	265,556
Total Revenues	<u>\$ 1,868,723</u>	<u>\$ 1,488,512</u>	<u>\$ 1,611,929</u>	<u>\$ 256,794</u>
<u>Expenditures</u>				
<u>Principal on Debt</u>				
Education	\$ 1,133,925	\$ 1,044,242	\$ 1,133,927	\$ 2
<u>Interest on Debt</u>				
Education	454,876	421,144	454,876	0
<u>Other Debt Service</u>				
Education	107,600	17,800	111,841	4,241
Total Expenditures	<u>\$ 1,696,401</u>	<u>\$ 1,483,186</u>	<u>\$ 1,700,644</u>	<u>\$ 4,243</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ 172,322</u>	<u>\$ 5,326</u>	<u>\$ (88,715)</u>	<u>\$ 261,037</u>
<u>Other Financing Sources (Uses)</u>				
Refunding Debt Issued	\$ 6,310,000	\$ 0	\$ 6,310,000	\$ 0
Premiums on Debt Sold	804,767	0	804,767	0
Payments to Refunded Debt Escrow Agent	(7,020,726)	0	(7,020,726)	0
Total Other Financing Sources	<u>\$ 94,041</u>	<u>\$ 0</u>	<u>\$ 94,041</u>	<u>\$ 0</u>
Net Change in Fund Balance	\$ 266,363	\$ 5,326	\$ 5,326	\$ 261,037
Fund Balance, July 1, 2017	<u>370,959</u>	<u>79,822</u>	<u>79,822</u>	<u>291,137</u>
Fund Balance, June 30, 2018	<u>\$ 637,322</u>	<u>\$ 85,148</u>	<u>\$ 85,148</u>	<u>\$ 552,174</u>

Exhibit G-9

Anderson County, Tennessee
Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Actual and Budget
Education Debt Service Fund
For the Year Ended June 30, 2018

	Actual	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
		Original	Final	
<u>Revenues</u>				
Local Taxes	\$ 1,571,641	\$ 1,643,565	\$ 1,643,565	\$ (71,924)
Other Local Revenues	4,000	1,500	1,500	2,500
Total Revenues	<u>\$ 1,575,641</u>	<u>\$ 1,645,065</u>	<u>\$ 1,645,065</u>	<u>\$ (69,424)</u>
<u>Expenditures</u>				
<u>Principal on Debt</u>				
Education	\$ 1,457,000	\$ 1,457,000	\$ 1,457,000	\$ 0
<u>Interest on Debt</u>				
Education	601,607	601,607	601,607	0
<u>Other Debt Service</u>				
Education	108,609	46,000	121,416	12,807
Total Expenditures	<u>\$ 2,167,216</u>	<u>\$ 2,104,607</u>	<u>\$ 2,180,023</u>	<u>\$ 12,807</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ (591,575)</u>	<u>\$ (459,542)</u>	<u>\$ (534,958)</u>	<u>\$ (56,617)</u>
<u>Other Financing Sources (Uses)</u>				
Refunding Debt Issued	\$ 4,770,000	\$ 0	\$ 4,770,000	\$ 0
Premiums on Debt Sold	554,607	0	554,607	0
Transfers In	0	16,100	16,100	(16,100)
Payments to Refunded Debt Escrow Agent	(5,249,191)	0	(5,249,191)	0
Total Other Financing Sources	<u>\$ 75,416</u>	<u>\$ 16,100</u>	<u>\$ 91,516</u>	<u>\$ (16,100)</u>
Net Change in Fund Balance	\$ (516,159)	\$ (443,442)	\$ (443,442)	\$ (72,717)
Fund Balance, July 1, 2017	<u>1,239,027</u>	<u>1,085,807</u>	<u>1,085,807</u>	<u>153,220</u>
Fund Balance, June 30, 2018	<u>\$ 722,868</u>	<u>\$ 642,365</u>	<u>\$ 642,365</u>	<u>\$ 80,503</u>

Exhibit G-10

Anderson County, Tennessee
Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Actual (Budgetary Basis) and Budget
General Capital Projects Fund
For the Year Ended June 30, 2018

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2017	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
				Original	Final	
<u>Revenues</u>						
Local Taxes	\$ 30,729	\$ 0	\$ 30,729	\$ 30,944	\$ 30,944	\$ (215)
Other Governments and Citizens Groups	40,000	0	40,000	0	70,000	(30,000)
Total Revenues	<u>\$ 70,729</u>	<u>\$ 0</u>	<u>\$ 70,729</u>	<u>\$ 30,944</u>	<u>\$ 100,944</u>	<u>\$ (30,215)</u>
<u>Expenditures</u>						
<u>Capital Projects</u>						
General Administration Projects	\$ 70,113	\$ 0	\$ 70,113	\$ 22,563	\$ 74,203	\$ 4,090
Administration of Justice Projects	647,812	0	647,812	0	690,565	42,753
Social, Cultural, and Recreation Projects	599,703	(595,000)	4,703	4,695	599,705	595,002
Total Expenditures	<u>\$ 1,317,628</u>	<u>\$ (595,000)</u>	<u>\$ 722,628</u>	<u>\$ 27,258</u>	<u>\$ 1,364,473</u>	<u>\$ 641,845</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ (1,246,899)</u>	<u>\$ 595,000</u>	<u>\$ (651,899)</u>	<u>\$ 3,686</u>	<u>\$ (1,263,529)</u>	<u>\$ 611,630</u>
Net Change in Fund Balance	\$ (1,246,899)	\$ 595,000	\$ (651,899)	\$ 3,686	\$ (1,263,529)	\$ 611,630
Fund Balance, July 1, 2017	<u>1,435,328</u>	<u>(595,000)</u>	<u>840,328</u>	<u>1,411,597</u>	<u>1,411,597</u>	<u>(571,269)</u>
Fund Balance, June 30, 2018	<u>\$ 188,429</u>	<u>\$ 0</u>	<u>\$ 188,429</u>	<u>\$ 1,415,283</u>	<u>\$ 148,068</u>	<u>\$ 40,361</u>

Proprietary Funds

Internal Service Funds are used to account for the financing of goods or services provided by one department or agency to other departments or agencies of the county, or to other governments, on a cost-reimbursement basis.

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

Channel 95 Fund – The Channel 95 Fund is used to account for transactions of the Anderson County television station.

Exhibit H-1

Anderson County, Tennessee
Combining Statement of Net Position
Proprietary Funds
June 30, 2018

	<u>Internal Service Funds</u>		
	Employee Health Insurance	Channel 95	Total Proprietary Funds
<u>ASSETS</u>			
Current Assets:			
Cash	\$ 509,941	\$ 0	\$ 509,941
Equity in Pooled Cash and Investments	0	120,089	120,089
Investments	18,982	0	18,982
Accounts Receivable	68,035	38,009	106,044
Due from Other Funds	538	0	538
Total Current Assets	<u>\$ 597,496</u>	<u>\$ 158,098</u>	<u>\$ 755,594</u>
Noncurrent Assets:			
Capital Assets:			
Assets Net of Accumulated Depreciation:			
Buildings and Improvements	\$ 46,269	\$ 0	\$ 46,269
Other Capital Assets	0	36,545	36,545
Total Noncurrent Assets	<u>\$ 46,269</u>	<u>\$ 36,545</u>	<u>\$ 82,814</u>
Total Assets	<u>\$ 643,765</u>	<u>\$ 194,643</u>	<u>\$ 838,408</u>
<u>LIABILITIES</u>			
Current Liabilities:			
Accounts Payable	\$ 69,463	\$ 51,313	\$ 120,776
Accrued Payroll	0	829	829
Payroll Deductions Payable	0	127	127
Other Current Liabilities	204,118	0	204,118
Total Liabilities	<u>\$ 273,581</u>	<u>\$ 52,269</u>	<u>\$ 325,850</u>
<u>NET POSITION</u>			
Net Investment in Capital Assets	\$ 46,269	\$ 36,545	\$ 82,814
Unrestricted	323,915	105,829	429,744
Total Net Position	<u>\$ 370,184</u>	<u>\$ 142,374</u>	<u>\$ 512,558</u>

Exhibit H-2

Anderson County, Tennessee
Combining Statement of Revenues, Expenses, and
Changes in Net Position
Proprietary Funds
For the Year Ended June 30, 2018

	<u>Internal Service Funds</u>		
	Employee	Channel	Total
	Health Insurance	95	
<u>Operating Revenues</u>			
Charges for Services	\$ 4,321,744	\$ 35,000	\$ 4,356,744
Licenses and Permits	0	148,663	148,663
Total Operating Revenues	<u>\$ 4,321,744</u>	<u>\$ 183,663</u>	<u>\$ 4,505,407</u>
<u>Operating Expenses</u>			
Salaries	\$ 0	\$ 60,440	\$ 60,440
Fringe Benefits	0	22,468	22,468
Communication	1,666	571	2,237
Other Contracted Services	324,040	4,638	328,678
Supplies and Materials	0	4,735	4,735
Trustee's Commission	0	1,206	1,206
Workers' Compensation Insurance	0	150	150
Depreciation	2,619	7,020	9,639
Loss on Disposal of Property	0	73,731	73,731
Other Charges	1,331	0	1,331
Medical and Dental Services	3,733,798	0	3,733,798
Excess Risk Insurance	460,253	0	460,253
Data Processing Equipment	0	71,585	71,585
Total Operating Expenses	<u>\$ 4,523,707</u>	<u>\$ 246,544</u>	<u>\$ 4,770,251</u>
Operating Income (Loss)	<u>\$ (201,963)</u>	<u>\$ (62,881)</u>	<u>\$ (264,844)</u>
<u>Nonoperating Revenues (Expenses)</u>			
Investment Income	\$ 312	\$ 0	\$ 312
Total Nonoperating Revenues (Expenses)	<u>\$ 312</u>	<u>\$ 0</u>	<u>\$ 312</u>
Income (Loss) Before Operating Transfers	\$ (201,651)	\$ (62,881)	\$ (264,532)
Transfers In	317,910	0	317,910
Transfers Out	0	(1,363)	(1,363)
Change in Net Position	<u>\$ 116,259</u>	<u>\$ (64,244)</u>	<u>\$ 52,015</u>
Net Position, July 1, 2017	253,925	206,618	460,543
Net Position, June 30, 2018	<u><u>\$ 370,184</u></u>	<u><u>\$ 142,374</u></u>	<u><u>\$ 512,558</u></u>

Exhibit H-3

Anderson County, Tennessee
Combining Statement of Cash Flows
Proprietary Funds
For the Year Ended June 30, 2018

	<u>Internal Service Funds</u>		
	Employee Health Insurance	Channel 95	Total
<u>Cash Flows from Operating Activities</u>			
Receipts from Customers and Users	\$ 0	\$ 35,000	\$ 35,000
Receipts for Self-insurance Premiums	4,479,006	0	4,479,006
Receipts from Licenses and Permits	0	144,475	144,475
Payments to Vendors	0	(31,572)	(31,572)
Payments to Employees	0	(60,497)	(60,497)
Payments for Fringe Benefits	0	(22,410)	(22,410)
Payments to Fiscal Agents	(315,290)	0	(315,290)
Payments to Insurers	(409,008)	0	(409,008)
Receipts for Stop-loss Recovery	152,385	0	152,385
Payments for Administrative Costs	(2,997)	0	(2,997)
Payments for Claims	(3,847,926)	0	(3,847,926)
Net Cash Provided By (Used In) Operating Activities	<u>\$ 56,170</u>	<u>\$ 64,996</u>	<u>\$ 121,166</u>
<u>Cash Flows from Noncapital Financing Activities</u>			
Transfers from Other Funds	\$ 317,910	\$ 0	\$ 317,910
Transfers to Other Funds	0	(1,363)	(1,363)
Net Cash Provided By (Used In) Noncapital Financing Activities	<u>\$ 317,910</u>	<u>\$ (1,363)</u>	<u>\$ 316,547</u>
<u>Cash Flows from Investing Activities</u>			
Interest on Investments	\$ 63	\$ 0	\$ 63
Net Cash Provided By (Used In) Investing Activities	<u>\$ 63</u>	<u>\$ 0</u>	<u>\$ 63</u>
Increase (Decrease) in Cash	\$ 374,143	\$ 63,633	\$ 437,776
Cash, July 1, 2017	135,798	56,456	192,254
Cash, June 30, 2018	<u>\$ 509,941</u>	<u>\$ 120,089</u>	<u>\$ 630,030</u>
<u>Reconciliation of Operating Income (Loss) to Net Cash Provided By (Used In) Operating Activities</u>			
Operating Income (Loss)	\$ (201,963)	\$ (62,881)	\$ (264,844)
Adjustments to Reconcile Net Operating Income (Loss) to Net Cash Provided By (Used In) Operating Activities:			
Depreciation	2,619	7,020	9,639
Loss on Disposal of Property	0	73,731	73,731
Changes in Assets and Liabilities:			
(Increase) Decrease in Accounts Receivable	13,030	(4,188)	8,842
(Increase) Decrease in Due from Other Funds (non-transfers)	156,724	0	156,724
(Increase) Decrease in Prepaid Items	14,343	150	14,493
Increase (Decrease) in Accounts Payable	31,343	51,313	82,656
Increase (Decrease) in Accrued Payroll	0	(57)	(57)
Increase (Decrease) in Payroll Deductions	0	58	58
Increase (Decrease) in Due to Other Funds	0	(150)	(150)
Increase (Decrease) in Other Current Liabilities	40,074	0	40,074
Net Cash Provided By (Used In) Operating Activities	<u>\$ 56,170</u>	<u>\$ 64,996</u>	<u>\$ 121,166</u>
<u>Reconciliation of Cash with the Statement of Net Position</u>			
Cash Per Net Position	\$ 509,941	\$ 0	\$ 509,941
Equity in Pooled Cash and Investments Per Net Position	0	120,089	120,089
Cash, June 30, 2018	<u>\$ 509,941</u>	<u>\$ 120,089</u>	<u>\$ 630,030</u>

Fiduciary Funds

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

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

City School ADA - Clinton Fund and City School ADA - Oak Ridge Fund – These two funds are used to account for the city school systems' shares of education revenues collected by the county that must be apportioned between the various school systems on an average daily attendance basis. These collections are remitted to the city school systems on a monthly basis.

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

Judicial District Drug Fund – The Judicial District Drug Fund is used to account for transactions of the Judicial District Drug Task Force, a joint venture of the various law enforcement agencies of the Seventh Judicial District.

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

Exhibit I-1

Anderson County, Tennessee
Combining Statement of Fiduciary Assets and Liabilities
Fiduciary Funds
June 30, 2018

	Agency Funds			
	Cities - Sales Tax	City School ADA - Clinton	City School ADA - Oak Ridge	Constitu - tional Officers - Agency
<u>ASSETS</u>				
Cash	\$ 0	\$ 0	\$ 0	\$ 2,019,418
Equity in Pooled Cash and Investments	0	2,744	11,829	0
Due from Other Governments	2,437,526	217,395	937,061	0
Property Taxes Receivable	0	2,304,906	9,933,133	0
Allowance for Uncollectible Property Taxes	0	(79,979)	(344,675)	0
Total Assets	<u>\$ 2,437,526</u>	<u>\$ 2,445,066</u>	<u>\$ 10,537,348</u>	<u>\$ 2,019,418</u>
<u>LIABILITIES</u>				
Accounts Payable	\$ 0	\$ 0	\$ 0	0
Due to Other Taxing Units	2,437,526	2,445,066	10,537,348	0
Due to Litigants, Heirs, and Others	0	0	0	2,019,418
Due to Joint Ventures	0	0	0	0
Total Liabilities	<u>\$ 2,437,526</u>	<u>\$ 2,445,066</u>	<u>\$ 10,537,348</u>	<u>\$ 2,019,418</u>

(Continued)

Exhibit I-1

Anderson County, Tennessee
Combining Statement of Fiduciary Assets and Liabilities
Fiduciary Funds (Cont.)

	<u>Agency Funds (Cont.)</u>		
	<u>Judicial District Drug</u>	<u>District Attorney General</u>	<u>Total</u>
<u>ASSETS</u>			
Cash	\$ 0	\$ 0	\$ 2,019,418
Equity in Pooled Cash and Investments	324,461	21,262	360,296
Due from Other Governments	14,270	0	3,606,252
Property Taxes Receivable	0	0	12,238,039
Allowance for Uncollectible Property Taxes	0	0	(424,654)
Total Assets	<u>\$ 338,731</u>	<u>\$ 21,262</u>	<u>\$ 17,799,351</u>
<u>LIABILITIES</u>			
Accounts Payable	\$ 3,359	\$ 61	\$ 3,420
Due to Other Taxing Units	0	0	15,419,940
Due to Litigants, Heirs, and Others	0	21,201	2,040,619
Due to Joint Ventures	335,372	0	335,372
Total Liabilities	<u>\$ 338,731</u>	<u>\$ 21,262</u>	<u>\$ 17,799,351</u>

Exhibit I-2

Anderson County, Tennessee
Combining Statement of Changes in Assets
and Liabilities - All Agency Funds
For the Year Ended June 30, 2018

	Beginning Balance	Additions	Deductions	Ending Balance
<u>Cities - Sales Tax Fund</u>				
<u>Assets</u>				
Equity in Pooled Cash and Investments	\$ 0	\$ 14,121,830	\$ 14,121,830	\$ 0
Due from Other Governments	2,251,567	2,437,526	2,251,567	2,437,526
Total Assets	\$ 2,251,567	\$ 16,559,356	\$ 16,373,397	\$ 2,437,526
<u>Liabilities</u>				
Due to Other Taxing Units	\$ 2,251,567	\$ 16,559,356	\$ 16,373,397	\$ 2,437,526
Total Liabilities	\$ 2,251,567	\$ 16,559,356	\$ 16,373,397	\$ 2,437,526
<u>City School ADA - Clinton Fund</u>				
<u>Assets</u>				
Equity in Pooled Cash and Investments	\$ 2,952	\$ 3,388,389	\$ 3,388,597	\$ 2,744
Due from Other Governments	188,300	217,395	188,300	217,395
Taxes Receivable	2,191,101	2,304,906	2,191,101	2,304,906
Allowance for Uncollectible Taxes	(81,989)	(79,979)	(81,989)	(79,979)
Total Assets	\$ 2,300,364	\$ 5,830,711	\$ 5,686,009	\$ 2,445,066
<u>Liabilities</u>				
Due to Other Taxing Units	\$ 2,300,364	\$ 5,830,711	\$ 5,686,009	\$ 2,445,066
Total Liabilities	\$ 2,300,364	\$ 5,830,711	\$ 5,686,009	\$ 2,445,066
<u>City School ADA - Oak Ridge Fund</u>				
<u>Assets</u>				
Equity in Pooled Cash and Investments	\$ 13,166	\$ 14,607,563	\$ 14,608,900	\$ 11,829
Due from Other Governments	838,939	937,061	838,939	937,061
Taxes Receivable	9,763,242	9,933,133	9,763,242	9,933,133
Allowance for Uncollectible Taxes	(365,330)	(344,675)	(365,330)	(344,675)
Total Assets	\$ 10,250,017	\$ 25,133,082	\$ 24,845,751	\$ 10,537,348
<u>Liabilities</u>				
Due to Other Taxing Units	\$ 10,250,017	\$ 25,133,082	\$ 24,845,751	\$ 10,537,348
Total Liabilities	\$ 10,250,017	\$ 25,133,082	\$ 24,845,751	\$ 10,537,348

(Continued)

Exhibit I-2

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

	Beginning Balance	Additions	Deductions	Ending Balance
<u>Constitutional Officers - Agency Fund</u>				
<u>Assets</u>				
Cash	\$ 1,766,566	\$ 14,638,338	\$ 14,385,486	\$ 2,019,418
Total Assets	<u>\$ 1,766,566</u>	<u>\$ 14,638,338</u>	<u>\$ 14,385,486</u>	<u>\$ 2,019,418</u>
<u>Liabilities</u>				
Due to Litigants, Heirs, and Others	\$ 1,766,566	\$ 14,638,338	\$ 14,385,486	\$ 2,019,418
Total Liabilities	<u>\$ 1,766,566</u>	<u>\$ 14,638,338</u>	<u>\$ 14,385,486</u>	<u>\$ 2,019,418</u>
<u>Judicial District Drug Fund - Agency Fund</u>				
<u>Assets</u>				
Equity in Pooled Cash and Investments	\$ 172,721	\$ 479,172	\$ 327,432	\$ 324,461
Accounts Receivable	22,327	0	22,327	0
Due from Other Governments	21,812	14,270	21,812	14,270
Total Assets	<u>\$ 216,860</u>	<u>\$ 493,442</u>	<u>\$ 371,571</u>	<u>\$ 338,731</u>
<u>Liabilities</u>				
Accounts Payable	\$ 3,596	\$ 3,359	\$ 3,596	\$ 3,359
Due to Joint Venture	213,264	490,083	367,975	335,372
Total Liabilities	<u>\$ 216,860</u>	<u>\$ 493,442</u>	<u>\$ 371,571</u>	<u>\$ 338,731</u>
<u>District Attorney General Fund</u>				
<u>Assets</u>				
Equity in Pooled Cash and Investments	\$ 19,146	\$ 7,323	\$ 5,207	\$ 21,262
Total Assets	<u>\$ 19,146</u>	<u>\$ 7,323</u>	<u>\$ 5,207</u>	<u>\$ 21,262</u>
<u>Liabilities</u>				
Accounts Payable	\$ 100	\$ 61	\$ 100	\$ 61
Due to Other Litigants, Heirs, and Others	19,046	7,262	5,107	21,201
Total Liabilities	<u>\$ 19,146</u>	<u>\$ 7,323</u>	<u>\$ 5,207</u>	<u>\$ 21,262</u>

(Continued)

Exhibit I-2

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

	Beginning Balance	Additions	Deductions	Ending Balance
<u>Totals - All Agency Funds</u>				
<u>Assets</u>				
Cash	\$ 1,766,566	\$ 14,638,338	\$ 14,385,486	\$ 2,019,418
Equity in Pooled Cash and Investments	207,985	32,604,277	32,451,966	360,296
Accounts Receivable	22,327	0	22,327	0
Due from Other Governments	3,300,618	3,606,252	3,300,618	3,606,252
Taxes Receivable	11,954,343	12,238,039	11,954,343	12,238,039
Allowance for Uncollectible Taxes	(447,319)	(424,654)	(447,319)	(424,654)
Total Assets	<u>\$ 16,804,520</u>	<u>\$ 62,662,252</u>	<u>\$ 61,667,421</u>	<u>\$ 17,799,351</u>
<u>Liabilities</u>				
Accounts Payable	\$ 3,696	\$ 3,420	\$ 3,696	\$ 3,420
Due to Other Taxing Units	14,801,948	47,523,149	46,905,157	15,419,940
Due to Joint Ventures	213,264	490,083	367,975	335,372
Due to Litigants, Heirs, and Others	1,785,612	14,645,600	14,390,593	2,040,619
Total Liabilities	<u>\$ 16,804,520</u>	<u>\$ 62,662,252</u>	<u>\$ 61,667,421</u>	<u>\$ 17,799,351</u>

Anderson County School Department

This section presents combining and individual fund financial statements for the Anderson County School Department, a discretely presented component unit. The 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.

Other Education Special Revenue Fund – The Other Education Special Revenue Fund is used to account for day-care programs offered by the School Department, the companion program, and the headstart program.

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

Anderson County, Tennessee
Statement of Activities
Discretely Presented Anderson County School Department
For the Year Ended June 30, 2018

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	\$ 37,787,744	\$ 66,620	\$ 5,133,262	\$ 1,854,253	\$ (30,733,609)
Support Services	23,241,954	40,000	844,760	0	(22,357,194)
Operation of Non-instructional Services	7,794,110	677,068	7,879,021	75	762,054
Total Governmental Activities	\$ 68,823,808	\$ 783,688	\$ 13,857,043	\$ 1,854,328	\$ (52,328,749)
General Revenues:					
Taxes:					
Property Taxes Levied for General Purposes					\$ 15,675,527
Local Option Sales Taxes					8,848,544
Other Local Taxes					2,912
Grants and Contributions Not Restricted for Specific Programs					32,638,337
Unrestricted Investment Income					28,848
Miscellaneous					51,014
Total General Revenues					\$ 57,245,182
Change in Net Position					\$ 4,916,433
Restatement - See Note I.D.10.					(3,130,745)
Net Position, July 1, 2017					49,380,064
Net Position, June 30, 2018					\$ 51,165,752

Exhibit J-2

Anderson County, Tennessee
Balance Sheet - Governmental Funds
Discretely Presented Anderson County School Department
June 30, 2018

	<u>Major Fund</u>	<u>Nonmajor Funds</u>	
	<u>General Purpose School</u>	<u>Other Govern- mental Funds</u>	<u>Total Governmental Funds</u>
<u>ASSETS</u>			
Cash	\$ 9,870	\$ 435	\$ 10,305
Equity in Pooled Cash and Investments	5,821,228	1,740,675	7,561,903
Inventories	0	72,796	72,796
Accounts Receivable	31,003	4,356	35,359
Due from Other Governments	2,308,631	829,758	3,138,389
Due from Other Funds	352,115	63,390	415,505
Due from Primary Government	28,848	0	28,848
Property Taxes Receivable	16,206,702	0	16,206,702
Allowance for Uncollectible Property Taxes	(562,366)	0	(562,366)
Total Assets	<u>\$ 24,196,031</u>	<u>\$ 2,711,410</u>	<u>\$ 26,907,441</u>
<u>LIABILITIES</u>			
Accounts Payable	\$ 1,242,404	\$ 428,521	\$ 1,670,925
Accrued Payroll	500	1,397	1,897
Payroll Deductions Payable	757,509	122,411	879,920
Contracts Payable	93,825	0	93,825
Due to Other Funds	63,390	352,115	415,505
Due to Primary Government	26,101	779	26,880
Due to State of Tennessee	0	17	17
Other Current Liabilities	284	0	284
Total Liabilities	<u>\$ 2,184,013</u>	<u>\$ 905,240</u>	<u>\$ 3,089,253</u>
<u>DEFERRED INFLOWS OF RESOURCES</u>			
Deferred Current Property Taxes	\$ 15,106,038	\$ 0	\$ 15,106,038
Deferred Delinquent Property Taxes	486,528	0	486,528
Other Deferred/Unavailable Revenue	764,522	0	764,522
Total Deferred Inflows of Resources	<u>\$ 16,357,088</u>	<u>\$ 0</u>	<u>\$ 16,357,088</u>
<u>FUND BALANCES</u>			
Nonspendable:			
Inventory	\$ 0	\$ 72,796	\$ 72,796
Restricted:			
Restricted for Education	32,775	1,590,752	1,623,527
Restricted for Capital Projects	1,389	17,622	19,011
Committed:			
Committed for Education	0	125,000	125,000
Unassigned	5,620,766	0	5,620,766
Total Fund Balances	<u>\$ 5,654,930</u>	<u>\$ 1,806,170</u>	<u>\$ 7,461,100</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 24,196,031</u>	<u>\$ 2,711,410</u>	<u>\$ 26,907,441</u>

Anderson County, Tennessee
Reconciliation of the Balance Sheet of Governmental Funds to
the Statement of Net Position
Discretely Presented Anderson County School Department
June 30, 2018

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)		\$ 7,461,100
(1) Capital assets used in governmental activities are not financial resources and therefore are not reported in the governmental funds.		
Add: land	\$ 865,214	
Add: buildings and improvements net of accumulated depreciation	42,487,804	
Add: other capital assets net of accumulated depreciation	<u>2,798,523</u>	46,151,541
(2) Long-term liabilities are not due and payable in the current period and therefore are not reported in the governmental funds.		
Less: contributions due on primary government debt for capital lease	\$ (246,477)	
Less: other postemployment benefits liability	(4,701,127)	
Less: compensated absences payable	<u>(355,113)</u>	(5,302,717)
(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	\$ 6,078,771	
Less: deferred inflows of resources related to pensions	(5,785,287)	
Add: deferred outflows of resources related to OPEB	360,573	
Less: deferred inflows of resources related to OPEB	<u>(194,759)</u>	459,298
(4) Net pension assets are not current financial resources and therefore are not reported in the governmental funds:		
Add: net pension assets - agent plan	\$ 757,155	
Add: net pension assets - teacher legacy plan	243,830	
Add: net pension assets - teacher retirement plan	<u>144,495</u>	1,145,480
(5) Other long-term assets are not available to pay for current-period expenditures and therefore are deferred in the governmental funds.		<u>1,251,050</u>
Net position of governmental activities (Exhibit A)		<u>\$ 51,165,752</u>

Exhibit J-4

Anderson County, Tennessee
Statement of Revenues, Expenditures,
and Changes in Fund Balances -
Governmental Funds
Discretely Presented Anderson County School Department
For the Year Ended June 30, 2018

	<u>Major Fund</u>	<u>Nonmajor</u> <u>Funds</u>	
	General Purpose School	Other Govern- mental Funds	Total Governmental Funds
<u>Revenues</u>			
Local Taxes	\$ 24,416,097	\$ 16,651	\$ 24,432,748
Licenses and Permits	2,836	0	2,836
Charges for Current Services	104,685	677,278	781,963
Other Local Revenues	76,214	41,739	117,953
State of Tennessee	33,487,936	1,232,751	34,720,687
Federal Government	171,300	11,537,330	11,708,630
Other Governments and Citizens Groups	110,164	1,068	111,232
Total Revenues	<u>\$ 58,369,232</u>	<u>\$ 13,506,817</u>	<u>\$ 71,876,049</u>
<u>Expenditures</u>			
Current:			
Instruction	\$ 32,869,158	\$ 2,839,582	\$ 35,708,740
Support Services	22,267,428	2,251,124	24,518,552
Operation of Non-Instructional Services	3,488	8,010,063	8,013,551
Capital Outlay	1,080,299	7,900	1,088,199
Debt Service:			
Other Debt Service	1,560,556	123,417	1,683,973
Capital Projects	0	17,933	17,933
Total Expenditures	<u>\$ 57,780,929</u>	<u>\$ 13,250,019</u>	<u>\$ 71,030,948</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ 588,303</u>	<u>\$ 256,798</u>	<u>\$ 845,101</u>
<u>Other Financing Sources (Uses)</u>			
Proceeds from Sale of Capital Assets	\$ 5,932	\$ 1,287	\$ 7,219
Transfers In	171,376	42,779	214,155
Transfers Out	(1,697)	(212,458)	(214,155)
Total Other Financing Sources (Uses)	<u>\$ 175,611</u>	<u>\$ (168,392)</u>	<u>\$ 7,219</u>
Net Change in Fund Balances	\$ 763,914	\$ 88,406	\$ 852,320
Fund Balance, July 1, 2017	4,891,016	1,717,764	6,608,780
Fund Balance, June 30, 2018	<u>\$ 5,654,930</u>	<u>\$ 1,806,170</u>	<u>\$ 7,461,100</u>

Exhibit J-5

Anderson County, Tennessee
Reconciliation of the Statement of Revenues, Expenditures, and
Changes in Fund Balances of Governmental Funds to the
Statement of Activities
Discretely Presented Anderson County School Department
For the Year Ended June 30, 2018

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)		\$ 852,320
(1) Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of these assets is allocated over their useful lives and reported as depreciation expense. The difference between capital outlays and depreciation is itemized as follows:		
Add: capital assets purchased in the current period	\$ 1,576,559	
Less: current-year depreciation expense	<u>(2,381,941)</u>	(805,382)
(2) The net effect of various miscellaneous transactions involving capital assets (sales, trade-ins, and donations) is to decrease net position.		
Add: assets donated and capitalized		1,765,574
(3) Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.		
Add: deferred delinquent property taxes and other deferred June 30, 2018	\$ 1,251,050	
Less: deferred delinquent property taxes and other deferred June 30, 2017	<u>(1,159,651)</u>	91,399
(4) The contribution of long-term debt (e.g., notes, bonds, leases) by the primary government provides current financial resources to governmental funds, while the contributions by the School Department of the principal of long-term debt consume the financial resources of governmental funds. Neither transaction, however, has any effect on net position.		
Add: principal contributions on leases to primary government		89,685
(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 other postemployment benefits liability (net of restatement)	\$ 164,234	
Change in compensated absences payable	(23,418)	
Change in net pension asset/liability - agent plan	810,764	
Change in net pension asset - teacher retirement plan	103,325	
Change in net pension liability - teacher legacy pension plan	5,058,521	
Change in deferred outflows related to OPEB (net of restatement)	1,742	
Change in deferred inflows related to OPEB	(194,759)	
Change in deferred outflows related to pensions	(3,573,874)	
Change in deferred inflows related to pensions	<u>576,302</u>	<u>2,922,837</u>
Change in net position of governmental activities (Exhibit B)		<u>\$ 4,916,433</u>

Exhibit J-6

Anderson County, Tennessee
Combining Balance Sheet - Nonmajor Governmental Funds
Discretely Presented Anderson County School Department
June 30, 2018

	Special Revenue Funds				Capital Projects Fund	Total Nonmajor Governmental Funds
	School Federal Projects	Central Cafeteria	Other Education Special Revenue	Total	Education Capital Projects	
<u>ASSETS</u>						
Cash	\$ 401	\$ 30	\$ 4	\$ 435	\$ 0	\$ 435
Equity in Pooled Cash and Investments	5,933	1,539,291	177,829	1,723,053	17,622	1,740,675
Inventories	0	72,796	0	72,796	0	72,796
Accounts Receivable	1,570	490	2,296	4,356	0	4,356
Due from Other Governments	459,159	0	370,599	829,758	0	829,758
Due from Other Funds	63,390	0	0	63,390	0	63,390
Total Assets	\$ 530,453	\$ 1,612,607	\$ 550,728	\$ 2,693,788	\$ 17,622	\$ 2,711,410
<u>LIABILITIES</u>						
Accounts Payable	\$ 127,064	\$ 48,621	\$ 252,836	\$ 428,521	\$ 0	\$ 428,521
Accrued Payroll	0	0	1,397	1,397	0	1,397
Payroll Deductions Payable	68,410	19,805	34,196	122,411	0	122,411
Due to Other Funds	188,907	0	163,208	352,115	0	352,115
Due to Primary Government	135	361	283	779	0	779
Due to State of Tennessee	0	0	17	17	0	17
Total Liabilities	\$ 384,516	\$ 68,787	\$ 451,937	\$ 905,240	\$ 0	\$ 905,240
<u>FUND BALANCES</u>						
Nonspendable:						
Inventory	\$ 0	\$ 72,796	\$ 0	\$ 72,796	\$ 0	\$ 72,796
Restricted:						
Restricted for Education	20,937	1,471,024	98,791	1,590,752	0	1,590,752

(Continued)

Exhibit J-6

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

	Special Revenue Funds				Capital Projects Fund	Total Nonmajor Governmental Funds
	School Federal Projects	Central Cafeteria	Other Education Special Revenue	Total	Education Capital Projects	
<u>FUND BALANCES (Cont.)</u>						
Restricted (Cont.):						
Restricted for Capital Projects	\$ 0	\$ 0	\$ 0	\$ 0	\$ 17,622	\$ 17,622
Committed:						
Committed for Education	125,000	0	0	125,000	0	125,000
Total Fund Balances	<u>\$ 145,937</u>	<u>\$ 1,543,820</u>	<u>\$ 98,791</u>	<u>\$ 1,788,548</u>	<u>\$ 17,622</u>	<u>\$ 1,806,170</u>
Total Liabilities and Fund Balances	<u>\$ 530,453</u>	<u>\$ 1,612,607</u>	<u>\$ 550,728</u>	<u>\$ 2,693,788</u>	<u>\$ 17,622</u>	<u>\$ 2,711,410</u>

Exhibit J-7

Anderson County, Tennessee
Combining Statement of Revenues, Expenditures,
and Changes in Fund Balances -
Nonmajor Governmental Funds
Discretely Presented Anderson County School Department
For the Year Ended June 30, 2018

	Special Revenue Funds				Capital	Total
	School Federal Projects	Central Cafeteria	Other Education Special Revenue	Total	Projects Fund Education Capital Projects	
<u>Revenues</u>						
Local Taxes	\$ 0	\$ 0	\$ 0	\$ 0	\$ 16,651	\$ 16,651
Charges for Current Services	0	526,633	150,645	677,278	0	677,278
Other Local Revenues	35,656	3,583	2,500	41,739	0	41,739
State of Tennessee	560,207	38,414	634,130	1,232,751	0	1,232,751
Federal Government	5,042,299	2,797,209	3,697,822	11,537,330	0	11,537,330
Other Governments and Citizens Groups	0	0	1,068	1,068	0	1,068
Total Revenues	\$ 5,638,162	\$ 3,365,839	\$ 4,486,165	\$ 13,490,166	\$ 16,651	\$ 13,506,817
<u>Expenditures</u>						
Current:						
Instruction	\$ 2,839,582	\$ 0	\$ 0	\$ 2,839,582	\$ 0	\$ 2,839,582
Support Services	2,251,124	0	0	2,251,124	0	2,251,124
Operation of Non-Instructional Services	447,250	3,371,069	4,191,744	8,010,063	0	8,010,063
Capital Outlay	0	0	7,900	7,900	0	7,900
Debt Service:						
Other Debt Service	0	0	123,417	123,417	0	123,417
Capital Projects	0	0	0	0	17,933	17,933
Total Expenditures	\$ 5,537,956	\$ 3,371,069	\$ 4,323,061	\$ 13,232,086	\$ 17,933	\$ 13,250,019
Excess (Deficiency) of Revenues Over Expenditures	\$ 100,206	\$ (5,230)	\$ 163,104	\$ 258,080	\$ (1,282)	\$ 256,798

(Continued)

Exhibit J-7

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

	Special Revenue Funds				Capital	Total
	School Federal Projects	Central Cafeteria	Other Education Special Revenue	Total	Projects Fund Education Capital Projects	
<u>Other Financing Sources (Uses)</u>						
Proceeds from Sale of Capital Assets	\$ 0	\$ 1,122	\$ 165	\$ 1,287	\$ 0	\$ 1,287
Transfers In	0	42,779	0	42,779	0	42,779
Transfers Out	(92,059)	0	(120,399)	(212,458)	0	(212,458)
<u>Total Other Financing Sources (Uses)</u>	<u>\$ (92,059)</u>	<u>\$ 43,901</u>	<u>\$ (120,234)</u>	<u>\$ (168,392)</u>	<u>\$ 0</u>	<u>\$ (168,392)</u>
Net Change in Fund Balances	\$ 8,147	\$ 38,671	\$ 42,870	\$ 89,688	\$ (1,282)	\$ 88,406
Fund Balance, July 1, 2017	137,790	1,505,149	55,921	1,698,860	18,904	1,717,764
Fund Balance, June 30, 2018	<u>\$ 145,937</u>	<u>\$ 1,543,820</u>	<u>\$ 98,791</u>	<u>\$ 1,788,548</u>	<u>\$ 17,622</u>	<u>\$ 1,806,170</u>

Exhibit J-8

Anderson County, Tennessee
Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Actual and Budget
Discretely Presented Anderson County School Department
General Purpose School Fund
For the Year Ended June 30, 2018

	Actual	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
		Original	Final	
<u>Revenues</u>				
Local Taxes	\$ 24,416,097	\$ 22,384,098	\$ 23,496,899	\$ 919,198
Licenses and Permits	2,836	3,178	3,178	(342)
Charges for Current Services	104,685	102,039	172,039	(67,354)
Other Local Revenues	76,214	65,289	65,289	10,925
State of Tennessee	33,487,936	34,377,526	33,747,454	(259,518)
Federal Government	171,300	132,948	158,403	12,897
Other Governments and Citizens Groups	110,164	3,900	92,690	17,474
Total Revenues	\$ 58,369,232	\$ 57,068,978	\$ 57,735,952	\$ 633,280
<u>Expenditures</u>				
<u>Instruction</u>				
Regular Instruction Program	\$ 24,040,089	\$ 23,550,762	\$ 24,239,754	\$ 199,665
Special Education Program	5,344,673	5,759,870	5,443,511	98,838
Career and Technical Education Program	3,399,909	3,256,277	3,547,780	147,871
Student Body Education Program	84,487	100,000	100,000	15,513
<u>Support Services</u>				
Attendance	323,738	399,340	414,340	90,602
Health Services	731,877	771,241	789,614	57,737
Other Student Support	1,583,477	1,671,422	1,775,192	191,715
Regular Instruction Program	1,223,860	1,362,773	1,256,311	32,451
Special Education Program	1,677,256	1,441,500	1,786,534	109,278
Career and Technical Education Program	263,736	259,819	270,503	6,767
Technology	1,213,486	0	1,224,065	10,579
Other Programs	275,944	300,000	300,000	24,056
Board of Education	1,126,453	1,189,607	1,174,725	48,272
Director of Schools	451,053	385,518	502,657	51,604
Office of the Principal	3,586,520	3,630,569	3,651,719	65,199
Fiscal Services	485,953	530,070	530,070	44,117
Human Services/Personnel	87,240	91,282	94,782	7,542
Operation of Plant	4,691,283	4,944,704	4,919,231	227,948
Maintenance of Plant	1,168,228	1,628,068	1,472,068	303,840
Transportation	3,377,324	3,158,446	3,419,446	42,122
Central and Other	0	968,784	0	0
<u>Operation of Non-Instructional Services</u>				
Community Services	3,488	4,100	4,100	612
<u>Capital Outlay</u>				
Regular Capital Outlay	1,080,299	350,000	1,142,099	61,800
<u>Interest on Debt</u>				
Education	0	1,560,556	0	0
<u>Other Debt Service</u>				
Education	1,560,556	1,700	1,562,256	1,700
Total Expenditures	\$ 57,780,929	\$ 57,316,408	\$ 59,620,757	\$ 1,839,828
Excess (Deficiency) of Revenues Over Expenditures	\$ 588,303	\$ (247,430)	\$ (1,884,805)	\$ 2,473,108

(Continued)

Exhibit J-8

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

	Actual	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
		Original	Final	
<u>Other Financing Sources (Uses)</u>				
Proceeds from Sale of Capital Assets	\$ 5,932	\$ 11,274	\$ 16,848	\$ (10,916)
Insurance Recovery	0	20,000	20,000	(20,000)
Transfers In	171,376	218,656	218,656	(47,280)
Transfers Out	(1,697)	(2,500)	(2,500)	803
Total Other Financing Sources	<u>\$ 175,611</u>	<u>\$ 247,430</u>	<u>\$ 253,004</u>	<u>\$ (77,393)</u>
Net Change in Fund Balance	\$ 763,914	\$ 0	\$ (1,631,801)	\$ 2,395,715
Fund Balance, July 1, 2017	<u>4,891,016</u>	<u>2,194,802</u>	<u>2,194,802</u>	<u>2,696,214</u>
Fund Balance, June 30, 2018	<u>\$ 5,654,930</u>	<u>\$ 2,194,802</u>	<u>\$ 563,001</u>	<u>\$ 5,091,929</u>

Exhibit J-9

Anderson County, Tennessee
Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Actual and Budget
Discretely Presented Anderson County School Department
School Federal Projects Fund
For the Year Ended June 30, 2018

	Actual	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
		Original	Final	
<u>Revenues</u>				
Other Local Revenues	\$ 35,656	\$ 35,656	\$ 35,656	\$ 0
State of Tennessee	560,207	0	25,000	535,207
Federal Government	5,042,299	4,727,891	7,159,612	(2,117,313)
Total Revenues	\$ 5,638,162	\$ 4,763,547	\$ 7,220,268	\$ (1,582,106)
<u>Expenditures</u>				
<u>Instruction</u>				
Regular Instruction Program	\$ 1,311,687	\$ 1,066,745	\$ 1,412,820	\$ 101,133
Special Education Program	1,384,862	1,331,558	1,785,627	400,765
Career and Technical Education Program	143,033	144,472	147,372	4,339
<u>Support Services</u>				
Other Student Support	687,341	899,405	1,147,563	460,222
Regular Instruction Program	1,036,592	834,954	1,178,167	141,575
Special Education Program	303,101	221,208	557,236	254,135
Board of Education	359	0	424	65
Transportation	223,731	190,200	430,977	207,246
<u>Operation of Non-Instructional Services</u>				
Food Service	3,632	0	4,543	911
Community Services	443,618	0	447,467	3,849
Total Expenditures	\$ 5,537,956	\$ 4,688,542	\$ 7,112,196	\$ 1,574,240
Excess (Deficiency) of Revenues Over Expenditures	\$ 100,206	\$ 75,005	\$ 108,072	\$ (7,866)
<u>Other Financing Sources (Uses)</u>				
Transfers Out	\$ (92,059)	\$ (75,004)	\$ (118,630)	\$ 26,571
Total Other Financing Sources	\$ (92,059)	\$ (75,004)	\$ (118,630)	\$ 26,571
Net Change in Fund Balance	\$ 8,147	\$ 1	\$ (10,558)	\$ 18,705
Fund Balance, July 1, 2017	137,790	135,558	135,558	2,232
Fund Balance, June 30, 2018	\$ 145,937	\$ 135,559	\$ 125,000	\$ 20,937

Exhibit J-10

Anderson County, Tennessee
Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Actual and Budget
Discretely Presented Anderson County School Department
Central Cafeteria Fund
For the Year Ended June 30, 2018

	Actual	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
		Original	Final	
<u>Revenues</u>				
Charges for Current Services	\$ 526,633	\$ 624,281	\$ 624,281	\$ (97,648)
Other Local Revenues	3,583	200	200	3,383
State of Tennessee	38,414	30,000	30,000	8,414
Federal Government	2,797,209	2,731,968	2,821,968	(24,759)
Total Revenues	<u>\$ 3,365,839</u>	<u>\$ 3,386,449</u>	<u>\$ 3,476,449</u>	<u>\$ (110,610)</u>
<u>Expenditures</u>				
<u>Operation of Non-Instructional Services</u>				
Food Service	\$ 3,371,069	\$ 3,590,470	\$ 3,825,470	\$ 454,401
Total Expenditures	<u>\$ 3,371,069</u>	<u>\$ 3,590,470</u>	<u>\$ 3,825,470</u>	<u>\$ 454,401</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ (5,230)</u>	<u>\$ (204,021)</u>	<u>\$ (349,021)</u>	<u>\$ 343,791</u>
<u>Other Financing Sources (Uses)</u>				
Proceeds from Sale of Capital Assets	\$ 1,122	\$ 0	\$ 0	\$ 1,122
Transfers In	42,779	74,500	74,500	(31,721)
Total Other Financing Sources	<u>\$ 43,901</u>	<u>\$ 74,500</u>	<u>\$ 74,500</u>	<u>\$ (30,599)</u>
Net Change in Fund Balance	\$ 38,671	\$ (129,521)	\$ (274,521)	\$ 313,192
Fund Balance, July 1, 2017	<u>1,505,149</u>	<u>1,112,794</u>	<u>1,112,794</u>	<u>392,355</u>
Fund Balance, June 30, 2018	<u>\$ 1,543,820</u>	<u>\$ 983,273</u>	<u>\$ 838,273</u>	<u>\$ 705,547</u>

Exhibit J-11

Anderson County, Tennessee
Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Actual and Budget
Discretely Presented Anderson County School Department
Other Education Special Revenue Fund
For the Year Ended June 30, 2018

	Actual	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
		Original	Final	
<u>Revenues</u>				
Charges for Current Services	\$ 150,645	\$ 161,500	\$ 138,120	\$ 12,525
Other Local Revenues	2,500	0	500	2,000
State of Tennessee	634,130	633,610	633,613	517
Federal Government	3,697,822	3,577,834	4,018,822	(321,000)
Other Governments and Citizens Groups	1,068	0	1,068	0
Total Revenues	\$ 4,486,165	\$ 4,372,944	\$ 4,792,123	\$ (305,958)
<u>Expenditures</u>				
<u>Operation of Non-Instructional Services</u>				
Community Services	\$ 3,583,122	\$ 3,467,430	\$ 3,628,417	\$ 45,295
Early Childhood Education	608,622	614,807	609,740	1,118
<u>Capital Outlay</u>				
Regular Capital Outlay	7,900	0	304,325	296,425
<u>Principal on Debt</u>				
Education	0	89,684	0	0
<u>Interest on Debt</u>				
Education	0	33,732	0	0
<u>Other Debt Service</u>				
Education	123,417	0	123,417	0
Total Expenditures	\$ 4,323,061	\$ 4,205,653	\$ 4,665,899	\$ 342,838
Excess (Deficiency) of Revenues Over Expenditures	\$ 163,104	\$ 167,291	\$ 126,224	\$ 36,880
<u>Other Financing Sources (Uses)</u>				
Proceeds from Sale of Capital Assets	\$ 165	\$ 0	\$ 165	\$ 0
Transfers Out	(120,399)	(167,291)	(133,627)	13,228
Total Other Financing Sources	\$ (120,234)	\$ (167,291)	\$ (133,462)	\$ 13,228
Net Change in Fund Balance	\$ 42,870	\$ 0	\$ (7,238)	\$ 50,108
Fund Balance, July 1, 2017	55,921	19,366	19,366	36,555
Fund Balance, June 30, 2018	\$ 98,791	\$ 19,366	\$ 12,128	\$ 86,663

Exhibit J-12

Anderson County, Tennessee
Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Actual and Budget
Discretely Presented Anderson County School Department
Education Capital Projects Fund
For the Year Ended June 30, 2018

	Actual	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
		Original	Final	
<u>Revenues</u>				
Local Taxes	\$ 16,651	\$ 0	\$ 17,853	\$ (1,202)
Total Revenues	\$ 16,651	\$ 0	\$ 17,853	\$ (1,202)
<u>Expenditures</u>				
<u>Capital Projects</u>				
Education Capital Projects	\$ 17,933	\$ 0	\$ 35,546	\$ 17,613
Total Expenditures	\$ 17,933	\$ 0	\$ 35,546	\$ 17,613
Excess (Deficiency) of Revenues Over Expenditures	\$ (1,282)	\$ 0	\$ (17,693)	\$ 16,411
Net Change in Fund Balance	\$ (1,282)	\$ 0	\$ (17,693)	\$ 16,411
Fund Balance, July 1, 2017	18,904	0	17,693	1,211
Fund Balance, June 30, 2018	\$ 17,622	\$ 0	\$ 0	\$ 17,622

MISCELLANEOUS SCHEDULES

Exhibit K-1

Anderson County, Tennessee
Schedule of Changes in Long-term Notes, Other Loans, Capital Leases, and Bonds
For the Year Ended June 30, 2018

Description of Indebtedness	Original Amount of Issue	Interest Rate	Date of Issue	Last Maturity Date	Outstanding 7-1-17	Issued During Period	Paid and/or Matured During Period	Debt Refunded	Outstanding 6-30-18
<u>GOVERNMENTAL ACTIVITIES:</u>									
<u>NOTES PAYABLE</u>									
<u>Payable through General Debt Service Fund</u>									
General Obligation Series 2017A	\$ 1,400,000	2.35 %	6-22-17	6-1-29	\$ 1,400,000	\$ 0	\$ 100,000	\$ 0	\$ 1,300,000
Total Payable through General Debt Service Fund					\$ 1,400,000	\$ 0	\$ 100,000	\$ 0	\$ 1,300,000
<u>Payable through Rural Debt Service Fund</u>									
Local Government Energy Efficient Loan Program	489,502	0	3-25-11	11-1-21	\$ 216,209	\$ 0	\$ 48,948	\$ 0	\$ 167,261
Local Government Energy Efficient Loan Program	352,931	0	6-21-12	8-1-22	182,353	0	35,292	0	147,061
Total Payable through Rural Debt Service Fund					\$ 398,562	\$ 0	\$ 84,240	\$ 0	\$ 314,322
<u>Payable through Education Debt Service Fund</u>									
School Capital Projects Note	1,200,000	1.9	5-4-16	4-1-19	\$ 832,000	\$ 0	\$ 412,000	\$ 0	\$ 420,000
Total Payable through Education Debt Service Fund					\$ 832,000	\$ 0	\$ 412,000	\$ 0	\$ 420,000
<u>Payable through Ambulance Service Fund</u>									
Ambulances	(1) 223,225	2.25	6-4-15	6-1-22	\$ 163,000	\$ 0	\$ 31,000	\$ 0	\$ 132,000
Total Payable through Ambulance Service Fund					\$ 163,000	\$ 0	\$ 31,000	\$ 0	\$ 132,000
Total Notes Payable					\$ 2,793,562	\$ 0	\$ 627,240	\$ 0	\$ 2,166,322
<u>OTHER LOANS PAYABLE</u>									
<u>Payable through General Debt Service Fund</u>									
USDA Loan for Briceville Library	125,000	3.38	9-11-13	7-25-42	\$ 118,455	\$ 0	\$ 24,436	\$ 0	\$ 94,019
<u>Public Building Authority Loan Agreements:</u>									
Industrial Development - Montgomery County PBA	1,700,000	Variable	7-13-01	5-25-21	499,000	0	116,000	0	383,000
Jail Renovation - Montgomery County PBA	3,000,000	Variable	5-22-06	5-25-25	1,476,000	0	165,000	0	1,311,000
Total Payable through General Debt Service Fund					\$ 2,093,455	\$ 0	\$ 305,436	\$ 0	\$ 1,788,019
<u>Payable through Rural Debt Service Fund</u>									
City of Clarksville Series 2014 PBA	4,505,215	2.75	2-4-14	5-1-31	\$ 4,010,000	\$ 0	\$ 200,000	\$ 0	\$ 3,810,000
Total Payable through Rural Debt Service Fund					\$ 4,010,000	\$ 0	\$ 200,000	\$ 0	\$ 3,810,000
<u>Payable through Education Debt Service Fund</u>									
City of Clarksville Series 2014 PBA	5,180,000	2.75	2-4-14	5-1-31	\$ 4,560,000	\$ 0	\$ 225,000	\$ 0	\$ 4,335,000
Total Payable through Education Debt Service Fund					\$ 4,560,000	\$ 0	\$ 225,000	\$ 0	\$ 4,335,000
Total Other Loans Payable					\$ 10,663,455	\$ 0	\$ 730,436	\$ 0	\$ 9,933,019

(Continued)

Exhibit K-1

Anderson County, Tennessee
Schedule of Changes in Long-term Notes, Other Loans, Capital Leases, and Bonds (Cont.)

Description of Indebtedness	Original Amount of Issue	Interest Rate	Date of Issue	Last Maturity Date	Outstanding 7-1-17	Issued During Period	Paid and/or Matured During Period	Debt Refunded	Outstanding 6-30-18
<u>GOVERNMENTAL ACTIVITIES (CONT.):</u>									
<u>BONDS PAYABLE</u>									
<u>Payable through General Debt Service Fund</u>									
General Obligation	\$ 2,450,000	1 to 5.25 %	6-4-10	5-1-28	\$ 1,625,000	\$ 0	\$ 125,000	\$ 0	\$ 1,500,000
General Obligation Refunding	1,750,000	2.5 to 3	2-25-11	5-1-19	610,000	0	305,000	0	305,000
General Obligation	14,750,000	2 to 4	9-28-11	5-1-29	7,175,000	0	75,000	0	7,100,000
General Obligation Refunding, Series 2017	8,030,000	2 to 2.7	5-19-17	5-1-35	8,030,000	0	50,000	0	7,980,000
Total Payable through General Debt Service Fund					<u>\$ 17,440,000</u>	<u>\$ 0</u>	<u>\$ 555,000</u>	<u>\$ 0</u>	<u>\$ 16,885,000</u>
<u>Payable through Rural Debt Service Fund</u>									
Rural School Refunding	7,535,000	2.5 to 3.5	10-25-10	5-1-26	\$ 7,210,000	\$ 0	\$ 175,000	\$ 7,035,000	\$ 0
Rural School Refunding	2,050,000	2.5 to 3	2-25-11	5-1-18	230,000	0	230,000	0	0
Rural School	2,000,000	2 to 4	9-28-11	5-1-31	1,850,000	0	25,000	0	1,825,000
Rural School Refunding	1,290,000	1 to 2	12-11-13	6-30-18	330,000	0	330,000	0	0
Rural School Refunding	6,310,000	3 to 5	3-8-18	5-1-26	0	6,310,000	0	0	6,310,000
Total Payable through Rural Debt Service Fund					<u>\$ 9,620,000</u>	<u>\$ 6,310,000</u>	<u>\$ 760,000</u>	<u>\$ 7,035,000</u>	<u>\$ 8,135,000</u>
<u>Payable through Education Debt Service Fund</u>									
Rural High School Refunding	6,205,000	2.5 to 3.5	10-25-10	5-1-25	\$ 5,460,000	\$ 0	\$ 200,000	\$ 5,260,000	\$ 0
Rural High School	8,000,000	2 to 4	9-28-11	5-1-31	7,515,000	0	155,000	0	7,360,000
Rural High School Refunding	1,810,000	1 to 2	12-11-13	6-30-18	465,000	0	465,000	0	0
Rural High School Refunding	4,770,000	3 to 5	3-8-18	5-1-25	0	4,770,000	0	0	4,770,000
Total Payable through Education Debt Service Fund					<u>\$ 13,440,000</u>	<u>\$ 4,770,000</u>	<u>\$ 820,000</u>	<u>\$ 5,260,000</u>	<u>\$ 12,130,000</u>
Total Bonds Payable					<u>\$ 40,500,000</u>	<u>\$ 11,080,000</u>	<u>\$ 2,135,000</u>	<u>\$ 12,295,000</u>	<u>\$ 37,150,000</u>
<u>CAPITAL LEASES PAYABLE</u>									
<u>Payable through General Debt Service Fund</u>									
Phone System	501,365	6.25	7-23-14	5-25-21	\$ 234,006	\$ 0	\$ 107,057	\$ 0	\$ 126,949
Total Payable through General Debt Service Fund					<u>\$ 234,006</u>	<u>\$ 0</u>	<u>\$ 107,057</u>	<u>\$ 0</u>	<u>\$ 126,949</u>
<u>Contributions Due by the School Department from the Other Education Special Revenue Fund to the Rural Debt Service Fund</u>									
Headstart Facility	957,236	11.4	12-1-03	12-1-20	\$ 336,162	\$ 0	\$ 89,685	\$ 0	\$ 246,477
Total Contributions Due by the School Department from the Other Education Special Revenue Fund to the Rural Debt Service Fund					<u>\$ 336,162</u>	<u>\$ 0</u>	<u>\$ 89,685</u>	<u>\$ 0</u>	<u>\$ 246,477</u>
Total Capital Leases Payable					<u>\$ 570,168</u>	<u>\$ 0</u>	<u>\$ 196,742</u>	<u>\$ 0</u>	<u>\$ 373,426</u>

(1) During the year, the county closed the Ambulance Service Enterprise Fund and moved its operations to the Ambulance Service Fund, a special revenue fund .
 Outstanding debt for this fund was reflected as business-type activity debt in the prior year.

Exhibit K-2

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

GOVERNMENTAL ACTIVITIES

Year Ending June 30	Notes		Total
	Principal	Interest	
2019	639,240	38,522	677,762
2020	223,240	30,380	253,620
2021	225,240	27,147	252,387
2022	200,709	23,866	224,575
2023	120,893	20,492	141,385
2024	118,000	17,790	135,790
2025	121,000	15,017	136,017
2026	124,000	12,173	136,173
2027	128,000	9,259	137,259
2028	131,000	6,251	137,251
2029	135,000	3,173	138,173
Total	\$ 2,166,322	\$ 204,070	\$ 2,370,392

Year Ending June 30	Other Loans			Total
	Principal	Interest	Other Fees	
2109	718,725	254,856	11,568	985,149
2020	731,818	238,366	9,544	979,728
2021	742,915	221,663	7,429	972,007
2022	615,015	204,780	5,236	825,031
2023	621,118	189,886	3,987	814,991
2024	627,225	174,887	2,698	804,810
2025	633,336	159,786	1,369	794,491
2026	628,450	144,581	0	773,031
2027	878,568	127,276	0	1,005,844
2028	878,691	103,090	0	981,781
2029	928,817	78,902	0	1,007,719
2030	928,948	53,333	0	982,281
2031	949,083	27,761	0	976,844
2032	4,223	1,633	0	5,856
2033	4,368	1,488	0	5,856
2034	4,518	1,338	0	5,856
2035	\$ 4,673	\$ 1,183	\$ 0	\$ 5,856
2036	4,833	1,023	0	5,856
2037	4,998	858	0	5,856
2038	5,170	686	0	5,856
2039	5,347	509	0	5,856
2040	5,530	326	0	5,856
2041	5,720	136	0	5,856
2042	930	4	0	934
Total	\$ 9,933,019	\$ 1,988,351	\$ 41,831	\$ 11,963,201

(Continued)

Exhibit K-2

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

GOVERNMENTAL ACTIVITIES (CONT.)

Year Ending June 30	Bonds		Total
	Principal	Interest	
2019	1,980,000	1,486,145	3,466,145
2020	2,115,000	1,349,595	3,464,595
2021	2,170,000	1,271,490	3,441,490
2022	2,410,000	1,180,190	3,590,190
2023	2,550,000	1,076,540	3,626,540
2024	2,660,000	967,190	3,627,190
2025	2,780,000	852,850	3,632,850
2026	2,945,000	733,250	3,678,250
2027	2,340,000	605,000	2,945,000
2028	2,465,000	510,038	2,975,038
2029	2,425,000	411,525	2,836,525
2030	2,545,000	315,225	2,860,225
2031	2,645,000	228,505	2,873,505
2032	1,225,000	138,240	1,363,240
2033	1,265,000	105,165	1,370,165
2034	1,300,000	71,010	1,371,010
2035	1,330,000	35,910	1,365,910
Total	\$ 37,150,000	\$ 11,337,868	\$ 48,487,868

Ending June 30	Capital Lease		Total
	Principal	Interest	
2019	210,292	24,058	234,350
2020	133,255	10,663	143,918
2021	29,879	569	30,448
Total	\$ 373,426	\$ 35,290	\$ 408,716

Exhibit K-3

Anderson County, Tennessee
Schedule of Investments
June 30, 2018

<u>Fund and Type</u>	<u>Amount</u>
<u>Employee Health Insurance (Internal Service) Fund</u>	
State Treasurer's Investment Pool	\$ 18,982
Total Investments	<u>\$ 18,982</u>

Exhibit K-4

Anderson County, Tennessee
Schedule of Transfers
Primary Government and Discretely Presented Anderson County School Department
For the Year Ended June 30, 2018

<u>From Fund</u>	<u>To Fund</u>	<u>Purpose</u>	<u>Amount</u>
<u>PRIMARY GOVERNMENT</u>			
General	Employee Health Insurance	Contribution in addition to premiums	\$ 241,241
Public Library	"	"	4,761
Solid Waste/Sanitation	"	"	3,854
Other Special Revenue	"	"	2,604
Highway/Public Works	"	"	18,577
Ambulance Service Fund (special revenue fund)	"	"	45,510
"	Ambulance Service Enterprise	Close fund	523,947
Channel 95	Employee Health Insurance	Contribution in addition to premiums	<u>1,363</u>
Total Transfers Primary Government			<u>\$ 841,857</u>
<u>DISCRETELY PRESENTED ANDERSON COUNTY SCHOOL DEPARTMENT</u>			
School Federal Projects	General Purpose School	Indirect costs	\$ 92,059
Other Education Special Revenue	General Purpose School	Indirect costs	79,317
"	Central Cafeteria	Cafeteria expenditures	41,082
General Purpose School	Central Cafeteria	Cafeteria expenditures	<u>1,697</u>
Total Transfers Discretely Presented Anderson County School Department			<u>\$ 214,155</u>

Exhibit K-5

Anderson County, Tennessee
Schedule of Salaries and Official Bonds of Principal Officials
Primary Government and Discretely Presented Anderson County School Department
For the Year Ended June 30, 2018

Official	Authorization for Salary	Salary Paid During Period	Bond	Surety
County Mayor	Section 8-24-102, <i>TCA</i>	\$ 102,971 (1) \$	100,000	RLI Insurance Company
Highway Superintendent	Section 8-24-102, <i>TCA</i>	93,496	100,000	"
Director of Schools	State Board of Education and County Board of Education	137,596 (2)	(3)	
Trustee	Section 8-24-102, <i>TCA</i>	84,996	2,945,010	Cincinnati Insurance Company
Assessor of Property	Section 8-24-102, <i>TCA</i>	84,996	50,000	RLI Insurance Company
Finance Director	County Commission	84,996	100,000	"
County Clerk	Section 8-24-102, <i>TCA</i>	84,996	100,000	"
Circuit, General Sessions, and Juvenile Courts Clerk	Section 8-24-102, <i>TCA</i>	84,996	100,000	"
Clerk and Master	Section 8-24-102, <i>TCA</i> ,	84,996	100,000	RLI Insurance Company
Register of Deeds	Section 8-24-102, <i>TCA</i>	84,996	100,000	"
Sheriff	Section 8-24-102, <i>TCA</i>	94,096 (4)	100,000	Cincinnati Insurance Company
Employee Blanket Bonds:				
	Employee Fidelity - County Departments		400,000	Tennessee Risk Management Trust
	Employee Fidelity - School Department		400,000	"

(1) Includes a vehicle allowance of \$4,800.

(2) Includes a payment for career ladder supplement of \$1,000 and unused sick day pay of \$50. Does not include a travel allowance of \$9,000 and an internet allowance of \$1,084.

(3) The director of schools was covered by the \$400,000 employee blanket bond.

(4) Includes a law enforcement training supplement of \$600.

Exhibit K-6

Anderson County, Tennessee
Schedule of Detailed Revenues -
All Governmental Fund Types
For the Year Ended June 30, 2018

	Special Revenue Funds					
	General	Public Library	Solid Waste / Sanitation	Ambulance Service	Drug Control	Other Special Revenue
<u>Local Taxes</u>						
<u>County Property Taxes</u>						
Current Property Tax	\$ 11,705,240	\$ 438,704	\$ 1,023,470	\$ 0	\$ 0	0
Trustee's Collections - Prior Year	389,039	15,126	35,307	0	0	0
Trustee's Collections - Bankruptcy	1,679	65	151	0	0	0
Circuit Clerk/Clerk and Master Collections - Prior Years	235,142	0	0	0	0	0
Interest and Penalty	165,670	2,581	6,029	0	0	0
Payments in-Lieu-of Taxes - T.V.A.	30,614	0	0	0	0	0
Payments in-Lieu-of Taxes - Local Utilities	850,067	0	0	0	0	0
Payments in-Lieu-of Taxes - Other	2,158,504	0	0	0	0	0
<u>County Local Option Taxes</u>						
Local Option Sales Tax	767,152	0	0	0	0	0
Hotel/Motel Tax	115	0	0	0	0	384,849
Local Amusement Tax	142	0	0	0	0	0
Litigation Tax - General	153,108	0	0	0	0	0
Litigation Tax - Special Purpose	17,251	0	0	0	0	0
Litigation Tax - Office of Public Defender	19,702	0	0	0	0	0
Litigation Tax - Jail, Workhouse, or Courthouse	8,450	0	0	0	0	0
Litigation Tax - Victim-Offender Mediation Center	9,050	0	0	0	0	0
Litigation Tax - Courthouse Security	77,870	0	0	0	0	0
Business Tax	1,070,057	0	0	0	0	0
Mixed Drink Tax	304	0	0	0	0	0
Mineral Severance Tax	0	0	0	0	0	0
Other County Local Option Taxes	998	0	0	0	0	0
<u>Statutory Local Taxes</u>						
Bank Excise Tax	60,240	0	0	0	0	0
Wholesale Beer Tax	155,969	0	0	0	0	0

(Continued)

Exhibit K-6

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

	Special Revenue Funds					
	General	Public Library	Solid Waste / Sanitation	Ambulance Service	Drug Control	Other Special Revenue
<u>Local Taxes (Cont.)</u>						
<u>Statutory Local Taxes (Cont.)</u>						
Coal Severance Tax	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Interstate Telecommunications Tax	9	0	0	0	0	0
Other Statutory Local Taxes	9,571	0	0	0	0	0
Total Local Taxes	\$ 17,885,943	\$ 456,476	\$ 1,064,957	\$ 0	\$ 0	\$ 384,849
<u>Licenses and Permits</u>						
<u>Licenses</u>						
Cable TV Franchise	\$ 203,595	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
<u>Permits</u>						
Beer Permits	1,425	0	0	0	0	0
Building Permits	129,874	0	0	0	0	0
Total Licenses and Permits	\$ 334,894	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
<u>Fines, Forfeitures, and Penalties</u>						
<u>Circuit Court</u>						
Fines	\$ 9,179	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Officers Costs	20,242	0	0	0	0	0
Drug Control Fines	3,573	0	0	0	3,216	0
Drug Court Fees	3,366	0	0	0	0	0
Jail Fees	12,791	0	0	0	0	0
DUI Treatment Fines	1,758	0	0	0	0	0
Data Entry Fee - Circuit Court	2,449	0	0	0	0	0
Courtroom Security Fee	246	0	0	0	0	0
Victims Assistance Assessments	3,835	0	0	0	0	0

(Continued)

Exhibit K-6

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

	Special Revenue Funds					
	General	Public Library	Solid Waste / Sanitation	Ambulance Service	Drug Control	Other Special Revenue
<u>Fines, Forfeitures, and Penalties (Cont.)</u>						
<u>General Sessions Court</u>						
Fines	\$ 27,697	\$ 0	\$ 0	\$ 0	\$ 0	0
Officers Costs	96,921	0	0	0	0	0
Drug Control Fines	1,230	0	0	0	1,103	0
Drug Court Fees	3,110	0	0	0	0	0
Jail Fees	43,744	0	0	0	0	0
District Attorney General Fees	1,147	0	0	0	0	0
DUI Treatment Fines	6,511	0	0	0	0	0
Data Entry Fee - General Sessions Court	18,410	0	0	0	0	0
Courtroom Security Fee	1,226	0	0	0	0	0
Victims Assistance Assessments	14,632	0	0	0	0	0
<u>Juvenile Court</u>						
Fines	1,669	0	0	0	0	0
Officers Costs	17,068	0	0	0	0	0
Drug Court Fees	703	0	0	0	0	0
Jail Fees	1,415	0	0	0	0	0
Data Entry Fee - Juvenile Court	1,676	0	0	0	0	0
<u>Chancery Court</u>						
Officers Costs	32,573	0	0	0	0	0
Data Entry Fee - Chancery Court	9,196	0	0	0	0	0
Courtroom Security Fee	6,203	0	0	0	0	0
<u>Other Courts - In-county</u>						
Fines	455	0	0	0	0	0
<u>Judicial District Drug Program</u>						
Drug Task Force Forfeitures and Seizures	0	0	0	0	124,775	0

(Continued)

Exhibit K-6

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

	Special Revenue Funds					
	General	Public Library	Solid Waste / Sanitation	Ambulance Service	Drug Control	Other Special Revenue
<u>Fines, Forfeitures, and Penalties (Cont.)</u>						
<u>Other Fines, Forfeitures, and Penalties</u>						
Proceeds from Confiscated Property	\$ 0	\$ 0	\$ 0	\$ 0	\$ 14,857	\$ 0
Total Fines, Forfeitures, and Penalties	\$ 343,025	\$ 0	\$ 0	\$ 0	\$ 143,951	\$ 0
<u>Charges for Current Services</u>						
<u>General Service Charges</u>						
Convenience Waste Centers Collection Charge	\$ 0	\$ 0	\$ 87,536	\$ 0	\$ 0	\$ 0
Surcharge - Host Agency	0	0	328,706	0	0	0
Solid Waste Disposal Fee	0	0	22,690	0	0	0
Surcharge - Waste Tire Disposal	0	0	51,063	0	0	0
Patient Charges	0	0	0	5,068,270	0	0
Health Department Collections	216,678	0	0	0	0	0
Other General Service Charges	274	0	0	29,500	0	0
Service Charges	23,071	0	0	0	0	0
<u>Fees</u>						
Recreation Fees	125,904	0	0	0	0	0
Copy Fees	541	0	0	1,320	0	0
Library Fees	0	24,679	0	0	0	0
Archives and Records Management Fee	28,158	0	0	0	0	0
Telephone Commissions	120,508	0	0	0	0	0
Constitutional Officers' Fees and Commissions	0	0	0	0	0	0
Data Processing Fee - Register	22,394	0	0	0	0	0
Data Processing Fee - Sheriff	14,605	0	0	0	0	0
Sexual Offender Registration Fee - Sheriff	3,750	0	0	0	0	0
Data Processing Fee - County Clerk	12,258	0	0	0	0	0
Vehicle Insurance Coverage and Reinstatement Fees	330	0	0	0	0	0

(Continued)

Exhibit K-6

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

	Special Revenue Funds					
	General	Public Library	Solid Waste / Sanitation	Ambulance Service	Drug Control	Other Special Revenue
<u>Charges for Current Services (Cont.)</u>						
<u>Education Charges</u>						
Tuition - Other	\$ 0	\$ 0	\$ 0	\$ 3,462	\$ 0	\$ 0
Other Charges for Services	7,110	0	0	0	0	0
Total Charges for Current Services	\$ 575,581	\$ 24,679	\$ 489,995	\$ 5,102,552	\$ 0	\$ 0
<u>Other Local Revenues</u>						
<u>Recurring Items</u>						
Investment Income	\$ 34,011	\$ 1,332	\$ 2,982	\$ 1,735	\$ 1,802	\$ 957
Lease/Rentals	122,310	0	0	0	0	0
Sale of Materials and Supplies	2,436	0	0	0	0	0
Commissary Sales	52,112	0	0	0	0	0
Sale of Gasoline	840	0	0	0	0	0
Sale of Maps	5	0	0	0	0	0
Sale of Recycled Materials	0	0	14,745	0	0	0
E-Rate Funding	0	4,623	0	0	0	0
Miscellaneous Refunds	7,647	0	0	0	0	5,189
<u>Nonrecurring Items</u>						
Sale of Equipment	10,816	0	0	0	0	0
Contributions and Gifts	5,061	715	12,000	0	1	0
<u>Other Local Revenues</u>						
Other Local Revenues	244,576	0	0	0	0	0
Total Other Local Revenues	\$ 479,814	\$ 6,670	\$ 29,727	\$ 1,735	\$ 1,803	\$ 6,146
<u>Fees Received From County Officials</u>						
<u>Fees In-Lieu-of Salary</u>						
County Clerk	\$ 959,630	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0

(Continued)

Exhibit K-6

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

	Special Revenue Funds					
	General	Public Library	Solid Waste / Sanitation	Ambulance Service	Drug Control	Other Special Revenue
<u>Fees Received From County Officials (Cont.)</u>						
<u>Fees In-Lieu-of Salary (Cont.)</u>						
General Sessions Court Clerk	\$ 618,773	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Clerk and Master	394,971	0	0	0	0	0
Register	314,113	0	0	0	0	0
Sheriff	51,229	0	0	0	0	0
Trustee	1,440,826	0	0	0	0	0
Total Fees Received From County Officials	\$ 3,779,542	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
<u>State of Tennessee</u>						
<u>General Government Grants</u>						
Juvenile Services Program	\$ 9,000	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Other General Government Grants	33,262	0	0	0	0	0
<u>Public Safety Grants</u>						
Law Enforcement Training Programs	34,800	0	0	0	0	0
Drug Control Grants	70,084	0	0	0	0	0
Other Public Safety Grants	0	0	0	6,760	0	0
<u>Health and Welfare Grants</u>						
Health Department Programs	334,903	0	0	0	0	0
<u>Public Works Grants</u>						
State Aid Program	0	0	0	0	0	0
Litter Program	0	0	40,535	0	0	0
<u>Other State Revenues</u>						
Income Tax	109,815	0	0	0	0	0
Beer Tax	17,839	0	0	0	0	0
Alcoholic Beverage Tax	121,377	0	0	0	0	0
State Revenue Sharing - T.V.A.	252,617	0	0	0	0	0

(Continued)

Exhibit K-6

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

	Special Revenue Funds					
	General	Public Library	Solid Waste / Sanitation	Ambulance Service	Drug Control	Other Special Revenue
<u>State of Tennessee (Cont.)</u>						
<u>Other State Revenues (Cont.)</u>						
State Revenue Sharing - Telecommunications	\$ 117,652	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Contracted Prisoner Boarding	2,079,363	0	0	0	0	0
Gasoline and Motor Fuel Tax	0	0	0	0	0	0
Petroleum Special Tax	0	0	0	0	0	0
Registrar's Salary Supplement	15,164	0	0	0	0	0
Other State Grants	20,452	9,775	0	0	0	27,500
Other State Revenues	54,193	0	0	0	0	0
Total State of Tennessee	\$ 3,270,521	\$ 9,775	\$ 40,535	\$ 6,760	\$ 0	\$ 27,500
<u>Federal Government</u>						
<u>Federal Through State</u>						
Community Development	\$ 148,298	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Civil Defense Reimbursement	33,409	0	0	0	0	0
Disaster Relief	0	0	0	99,344	0	0
Medicaid	0	0	0	482,838	0	0
Other Federal through State	302,967	1,186	0	0	0	0
<u>Direct Federal Revenue</u>						
Tax Credit Bond Rebate	0	0	0	0	0	0
Other Direct Federal Revenue	38,651	0	0	0	32,595	0
Total Federal Government	\$ 523,325	\$ 1,186	\$ 0	\$ 582,182	\$ 32,595	\$ 0
<u>Other Governments and Citizens Groups</u>						
<u>Other Governments</u>						
Contributions	\$ 40,750	\$ 130,311	\$ 0	\$ 0	\$ 0	\$ 0
Contracted Services	45,229	0	0	0	0	0

(Continued)

Exhibit K-6

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

	<u>Special Revenue Funds</u>					
	General	Public Library	Solid Waste / Sanitation	Ambulance Service	Drug Control	Other Special Revenue
<u>Other Governments and Citizens Groups (Cont.)</u>						
<u>Citizens Groups</u>						
Donations	\$ 32,704	\$ 0	\$ 0	\$ 250	\$ 0	\$ 0
Total Other Governments and Citizens Groups	<u>\$ 118,683</u>	<u>\$ 130,311</u>	<u>\$ 0</u>	<u>\$ 250</u>	<u>\$ 0</u>	<u>\$ 0</u>
 Total	 <u>\$ 27,311,328</u>	 <u>\$ 629,097</u>	 <u>\$ 1,625,214</u>	 <u>\$ 5,693,479</u>	 <u>\$ 178,349</u>	 <u>\$ 418,495</u>

(Continued)

Exhibit K-6

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

	Special Revenue Funds		Debt Service Funds		
	Constitu - tional Officers - Fees	Highway / Public Works	General Debt Service	Rural Debt Service	Education Debt Service
<u>Local Taxes</u>					
<u>County Property Taxes</u>					
Current Property Tax	\$ 0	\$ 452,706	\$ 1,653,695	\$ 173,250	\$ 1,511,119
Trustee's Collections - Prior Year	0	15,635	57,039	7,809	50,970
Trustee's Collections - Bankruptcy	0	76	244	65	342
Circuit Clerk/Clerk and Master Collections - Prior Years	0	0	0	0	0
Interest and Penalty	0	2,666	9,740	1,445	9,210
Payments in-Lieu-of Taxes - T.V.A.	0	0	0	0	0
Payments in-Lieu-of Taxes - Local Utilities	0	0	0	0	0
Payments in-Lieu-of Taxes - Other	0	0	0	0	0
<u>County Local Option Taxes</u>					
Local Option Sales Tax	0	439,897	0	0	0
Hotel/Motel Tax	0	0	0	0	0
Local Amusement Tax	0	0	0	0	0
Litigation Tax - General	0	0	0	0	0
Litigation Tax - Special Purpose	0	0	0	0	0
Litigation Tax - Office of Public Defender	0	0	0	0	0
Litigation Tax - Jail, Workhouse, or Courthouse	0	0	33,239	0	0
Litigation Tax - Victim-Offender Mediation Center	0	0	0	0	0
Litigation Tax - Courthouse Security	0	0	0	0	0
Business Tax	0	0	0	0	0
Mixed Drink Tax	0	0	0	0	0
Mineral Severance Tax	0	163,675	0	0	0
Other County Local Option Taxes	0	0	0	0	0
<u>Statutory Local Taxes</u>					
Bank Excise Tax	0	0	0	0	0
Wholesale Beer Tax	0	0	0	0	0

(Continued)

Exhibit K-6

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

	<u>Special Revenue Funds</u>		<u>Debt Service Funds</u>		
	<u>Constitu - tional Officers - Fees</u>	<u>Highway / Public Works</u>	<u>General Debt Service</u>	<u>Rural Debt Service</u>	<u>Education Debt Service</u>
<u>Local Taxes (Cont.)</u>					
<u>Statutory Local Taxes (Cont.)</u>					
Coal Severance Tax	\$ 0	\$ 125	\$ 0	\$ 0	\$ 0
Interstate Telecommunications Tax	0	0	0	0	0
Other Statutory Local Taxes	0	0	0	0	0
Total Local Taxes	\$ 0	\$ 1,074,780	\$ 1,753,957	\$ 182,569	\$ 1,571,641
<u>Licenses and Permits</u>					
<u>Licenses</u>					
Cable TV Franchise	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
<u>Permits</u>					
Beer Permits	0	0	0	0	0
Building Permits	0	0	0	0	0
Total Licenses and Permits	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
<u>Fines, Forfeitures, and Penalties</u>					
<u>Circuit Court</u>					
Fines	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Officers Costs	0	0	0	0	0
Drug Control Fines	0	0	0	0	0
Drug Court Fees	0	0	0	0	0
Jail Fees	0	0	0	0	0
DUI Treatment Fines	0	0	0	0	0
Data Entry Fee - Circuit Court	0	0	0	0	0
Courtroom Security Fee	0	0	0	0	0
Victims Assistance Assessments	0	0	0	0	0

(Continued)

Exhibit K-6

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

	Special Revenue Funds		Debt Service Funds		
	Constitu - tional Officers - Fees	Highway / Public Works	General Debt Service	Rural Debt Service	Education Debt Service
<u>Fines, Forfeitures, and Penalties (Cont.)</u>					
<u>General Sessions Court</u>					
Fines	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Officers Costs	0	0	0	0	0
Drug Control Fines	0	0	0	0	0
Drug Court Fees	0	0	0	0	0
Jail Fees	0	0	0	0	0
District Attorney General Fees	0	0	0	0	0
DUI Treatment Fines	0	0	0	0	0
Data Entry Fee - General Sessions Court	0	0	0	0	0
Courtroom Security Fee	0	0	0	0	0
Victims Assistance Assessments	0	0	0	0	0
<u>Juvenile Court</u>					
Fines	0	0	0	0	0
Officers Costs	0	0	0	0	0
Drug Court Fees	0	0	0	0	0
Jail Fees	0	0	0	0	0
Data Entry Fee - Juvenile Court	0	0	0	0	0
<u>Chancery Court</u>					
Officers Costs	0	0	0	0	0
Data Entry Fee - Chancery Court	0	0	0	0	0
Courtroom Security Fee	0	0	0	0	0
<u>Other Courts - In-county</u>					
Fines	0	0	0	0	0
<u>Judicial District Drug Program</u>					
Drug Task Force Forfeitures and Seizures	0	0	0	0	0

(Continued)

Exhibit K-6

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

	Special Revenue Funds		Debt Service Funds		
	Constitu - tional Officers - Fees	Highway / Public Works	General Debt Service	Rural Debt Service	Education Debt Service
<u>Fines, Forfeitures, and Penalties (Cont.)</u>					
<u>Other Fines, Forfeitures, and Penalties</u>					
Proceeds from Confiscated Property	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Total Fines, Forfeitures, and Penalties	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
<u>Charges for Current Services</u>					
<u>General Service Charges</u>					
Convenience Waste Centers Collection Charge	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Surcharge - Host Agency	0	0	0	0	0
Solid Waste Disposal Fee	0	0	0	0	0
Surcharge - Waste Tire Disposal	0	0	0	0	0
Patient Charges	0	0	0	0	0
Health Department Collections	0	0	0	0	0
Other General Service Charges	0	0	0	0	0
Service Charges	0	0	0	0	0
<u>Fees</u>					
Recreation Fees	0	0	0	0	0
Copy Fees	0	0	0	0	0
Library Fees	0	0	0	0	0
Archives and Records Management Fee	0	0	0	0	0
Telephone Commissions	0	0	0	0	0
Constitutional Officers' Fees and Commissions	3,991	0	0	0	0
Data Processing Fee - Register	0	0	0	0	0
Data Processing Fee - Sheriff	0	0	0	0	0
Sexual Offender Registration Fee - Sheriff	0	0	0	0	0
Data Processing Fee - County Clerk	0	0	0	0	0
Vehicle Insurance Coverage and Reinstatement Fees	0	0	0	0	0

(Continued)

Exhibit K-6

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

	Special Revenue Funds		Debt Service Funds		
	Constitu- tional Officers - Fees	Highway / Public Works	General Debt Service	Rural Debt Service	Education Debt Service
<u>Charges for Current Services (Cont.)</u>					
<u>Education Charges</u>					
Tuition - Other	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Other Charges for Services	0	0	0	0	0
Total Charges for Current Services	\$ 3,991	\$ 0	\$ 0	\$ 0	\$ 0
<u>Other Local Revenues</u>					
<u>Recurring Items</u>					
Investment Income	\$ 0	\$ 14,267	\$ 15,630	\$ 2,181	\$ 4,000
Lease/Rentals	0	0	0	0	0
Sale of Materials and Supplies	0	0	0	0	0
Commissary Sales	0	0	0	0	0
Sale of Gasoline	0	201,970	0	0	0
Sale of Maps	0	0	0	0	0
Sale of Recycled Materials	0	0	0	0	0
E-Rate Funding	0	0	0	0	0
Miscellaneous Refunds	0	990	0	0	0
<u>Nonrecurring Items</u>					
Sale of Equipment	0	0	0	0	0
Contributions and Gifts	0	32,360	22,000	0	0
<u>Other Local Revenues</u>					
Other Local Revenues	0	0	0	0	0
Total Other Local Revenues	\$ 0	\$ 249,587	\$ 37,630	\$ 2,181	\$ 4,000
<u>Fees Received From County Officials</u>					
<u>Fees In-Lieu-of Salary</u>					
County Clerk	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0

(Continued)

Exhibit K-6

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

	<u>Special Revenue Funds</u>		<u>Debt Service Funds</u>		
	<u>Constitu - tional Officers - Fees</u>	<u>Highway / Public Works</u>	<u>General Debt Service</u>	<u>Rural Debt Service</u>	<u>Education Debt Service</u>
<u>Fees Received From County Officials (Cont.)</u>					
<u>Fees In-Lieu-of Salary (Cont.)</u>					
General Sessions Court Clerk	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Clerk and Master	0	0	0	0	0
Register	0	0	0	0	0
Sheriff	0	0	0	0	0
Trustee	0	0	0	0	0
Total Fees Received From County Officials	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
<u>State of Tennessee</u>					
<u>General Government Grants</u>					
Juvenile Services Program	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Other General Government Grants	0	0	0	0	0
<u>Public Safety Grants</u>					
Law Enforcement Training Programs	0	0	0	0	0
Drug Control Grants	0	0	0	0	0
Other Public Safety Grants	0	0	0	0	0
<u>Health and Welfare Grants</u>					
Health Department Programs	0	0	0	0	0
<u>Public Works Grants</u>					
State Aid Program	0	1,050,580	0	0	0
Litter Program	0	0	0	0	0
<u>Other State Revenues</u>					
Income Tax	0	0	0	0	0
Beer Tax	0	0	0	0	0
Alcoholic Beverage Tax	0	0	0	0	0
State Revenue Sharing - T.V.A.	0	0	0	0	0

(Continued)

Exhibit K-6

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

	Special Revenue Funds		Debt Service Funds		
	Constitu - tional Officers - Fees	Highway / Public Works	General Debt Service	Rural Debt Service	Education Debt Service
<u>State of Tennessee (Cont.)</u>					
<u>Other State Revenues (Cont.)</u>					
State Revenue Sharing - Telecommunications	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Contracted Prisoner Boarding	0	0	0	0	0
Gasoline and Motor Fuel Tax	0	2,473,749	0	0	0
Petroleum Special Tax	0	54,209	0	0	0
Registrar's Salary Supplement	0	0	0	0	0
Other State Grants	0	5,233	0	0	0
Other State Revenues	0	0	0	0	0
Total State of Tennessee	\$ 0	\$ 3,583,771	\$ 0	\$ 0	\$ 0
<u>Federal Government</u>					
<u>Federal Through State</u>					
Community Development	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Civil Defense Reimbursement	0	0	0	0	0
Disaster Relief	0	6,010	0	0	0
Medicaid	0	0	0	0	0
Other Federal through State	0	0	0	0	0
<u>Direct Federal Revenue</u>					
Tax Credit Bond Rebate	0	0	25,559	0	0
Other Direct Federal Revenue	0	0	0	0	0
Total Federal Government	\$ 0	\$ 6,010	\$ 25,559	\$ 0	\$ 0
<u>Other Governments and Citizens Groups</u>					
<u>Other Governments</u>					
Contributions	\$ 0	\$ 0	\$ 0	1,683,973	\$ 0
Contracted Services	0	0	0	0	0

(Continued)

Exhibit K-6

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

	<u>Special Revenue Funds</u>		<u>Debt Service Funds</u>		
	Constitu - tional Officers - Fees	Highway / Public Works	General Debt Service	Rural Debt Service	Education Debt Service
<u>Other Governments and Citizens Groups (Cont.)</u>					
<u>Citizens Groups</u>					
Donations	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Total Other Governments and Citizens Groups	\$ 0	\$ 0	\$ 0	\$ 1,683,973	\$ 0
 Total	 \$ 3,991	 \$ 4,914,148	 \$ 1,817,146	 \$ 1,868,723	 \$ 1,575,641

(Continued)

Exhibit K-6

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

	<u>Capital</u> <u>Projects Fund</u>	
	General Capital Projects	Total
<u>Local Taxes</u>		
<u>County Property Taxes</u>		
Current Property Tax	\$ 29,557	\$ 16,987,741
Trustee's Collections - Prior Year	998	571,923
Trustee's Collections - Bankruptcy	4	2,626
Circuit Clerk/Clerk and Master Collections - Prior Years	0	235,142
Interest and Penalty	170	197,511
Payments in-Lieu-of Taxes - T.V.A.	0	30,614
Payments in-Lieu-of Taxes - Local Utilities	0	850,067
Payments in-Lieu-of Taxes - Other	0	2,158,504
<u>County Local Option Taxes</u>		
Local Option Sales Tax	0	1,207,049
Hotel/Motel Tax	0	384,964
Local Amusement Tax	0	142
Litigation Tax - General	0	153,108
Litigation Tax - Special Purpose	0	17,251
Litigation Tax - Office of Public Defender	0	19,702
Litigation Tax - Jail, Workhouse, or Courthouse	0	41,689
Litigation Tax - Victim-Offender Mediation Center	0	9,050
Litigation Tax - Courthouse Security	0	77,870
Business Tax	0	1,070,057
Mixed Drink Tax	0	304
Mineral Severance Tax	0	163,675
Other County Local Option Taxes	0	998
<u>Statutory Local Taxes</u>		
Bank Excise Tax	0	60,240
Wholesale Beer Tax	0	155,969

(Continued)

Exhibit K-6

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

	<u>Capital</u> <u>Projects Fund</u>	
	General Capital Projects	Total
<u>Local Taxes (Cont.)</u>		
<u>Statutory Local Taxes (Cont.)</u>		
Coal Severance Tax	\$ 0	\$ 125
Interstate Telecommunications Tax	0	9
Other Statutory Local Taxes	0	9,571
Total Local Taxes	\$ 30,729	\$ 24,405,901
<u>Licenses and Permits</u>		
<u>Licenses</u>		
Cable TV Franchise	\$ 0	\$ 203,595
<u>Permits</u>		
Beer Permits	0	1,425
Building Permits	0	129,874
Total Licenses and Permits	\$ 0	\$ 334,894
<u>Fines, Forfeitures, and Penalties</u>		
<u>Circuit Court</u>		
Fines	\$ 0	\$ 9,179
Officers Costs	0	20,242
Drug Control Fines	0	6,789
Drug Court Fees	0	3,366
Jail Fees	0	12,791
DUI Treatment Fines	0	1,758
Data Entry Fee - Circuit Court	0	2,449
Courtroom Security Fee	0	246
Victims Assistance Assessments	0	3,835

(Continued)

Exhibit K-6

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

	<u>Capital</u> <u>Projects Fund</u>		Total
	General Capital Projects		
<u>Fines, Forfeitures, and Penalties (Cont.)</u>			
<u>General Sessions Court</u>			
Fines	\$ 0	\$	27,697
Officers Costs	0		96,921
Drug Control Fines	0		2,333
Drug Court Fees	0		3,110
Jail Fees	0		43,744
District Attorney General Fees	0		1,147
DUI Treatment Fines	0		6,511
Data Entry Fee - General Sessions Court	0		18,410
Courtroom Security Fee	0		1,226
Victims Assistance Assessments	0		14,632
<u>Juvenile Court</u>			
Fines	0		1,669
Officers Costs	0		17,068
Drug Court Fees	0		703
Jail Fees	0		1,415
Data Entry Fee - Juvenile Court	0		1,676
<u>Chancery Court</u>			
Officers Costs	0		32,573
Data Entry Fee - Chancery Court	0		9,196
Courtroom Security Fee	0		6,203
<u>Other Courts - In-county</u>			
Fines	0		455
<u>Judicial District Drug Program</u>			
Drug Task Force Forfeitures and Seizures	0		124,775

(Continued)

Exhibit K-6

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

	<u>Capital</u> <u>Projects Fund</u>		
	General Capital Projects		Total
<u>Fines, Forfeitures, and Penalties (Cont.)</u>			
<u>Other Fines, Forfeitures, and Penalties</u>			
Proceeds from Confiscated Property	\$	0	\$ 14,857
Total Fines, Forfeitures, and Penalties	<u>\$</u>	<u>0</u>	<u>\$ 486,976</u>
<u>Charges for Current Services</u>			
<u>General Service Charges</u>			
Convenience Waste Centers Collection Charge	\$	0	\$ 87,536
Surcharge - Host Agency		0	328,706
Solid Waste Disposal Fee		0	22,690
Surcharge - Waste Tire Disposal		0	51,063
Patient Charges		0	5,068,270
Health Department Collections		0	216,678
Other General Service Charges		0	29,774
Service Charges		0	23,071
<u>Fees</u>			
Recreation Fees		0	125,904
Copy Fees		0	1,861
Library Fees		0	24,679
Archives and Records Management Fee		0	28,158
Telephone Commissions		0	120,508
Constitutional Officers' Fees and Commissions		0	3,991
Data Processing Fee - Register		0	22,394
Data Processing Fee - Sheriff		0	14,605
Sexual Offender Registration Fee - Sheriff		0	3,750
Data Processing Fee - County Clerk		0	12,258
Vehicle Insurance Coverage and Reinstatement Fees		0	330

(Continued)

Exhibit K-6

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

	<u>Capital</u> <u>Projects Fund</u>	
	General Capital Projects	Total
<u>Charges for Current Services (Cont.)</u>		
<u>Education Charges</u>		
Tuition - Other	\$ 0	\$ 3,462
Other Charges for Services	0	7,110
Total Charges for Current Services	<u>\$ 0</u>	<u>\$ 6,196,798</u>
<u>Other Local Revenues</u>		
<u>Recurring Items</u>		
Investment Income	\$ 0	\$ 78,897
Lease/Rentals	0	122,310
Sale of Materials and Supplies	0	2,436
Commissary Sales	0	52,112
Sale of Gasoline	0	202,810
Sale of Maps	0	5
Sale of Recycled Materials	0	14,745
E-Rate Funding	0	4,623
Miscellaneous Refunds	0	13,826
<u>Nonrecurring Items</u>		
Sale of Equipment	0	10,816
Contributions and Gifts	0	72,137
<u>Other Local Revenues</u>		
Other Local Revenues	0	244,576
Total Other Local Revenues	<u>\$ 0</u>	<u>\$ 819,293</u>
<u>Fees Received From County Officials</u>		
<u>Fees In-Lieu-of Salary</u>		
County Clerk	\$ 0	\$ 959,630

(Continued)

Exhibit K-6

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

	<u>Capital</u> <u>Projects Fund</u>	
	General Capital Projects	Total
<u>Fees Received From County Officials (Cont.)</u>		
<u>Fees In-Lieu-of Salary (Cont.)</u>		
General Sessions Court Clerk	\$ 0	\$ 618,773
Clerk and Master	0	394,971
Register	0	314,113
Sheriff	0	51,229
Trustee	0	1,440,826
Total Fees Received From County Officials	<u>\$ 0</u>	<u>\$ 3,779,542</u>
<u>State of Tennessee</u>		
<u>General Government Grants</u>		
Juvenile Services Program	\$ 0	\$ 9,000
Other General Government Grants	0	33,262
<u>Public Safety Grants</u>		
Law Enforcement Training Programs	0	34,800
Drug Control Grants	0	70,084
Other Public Safety Grants	0	6,760
<u>Health and Welfare Grants</u>		
Health Department Programs	0	334,903
<u>Public Works Grants</u>		
State Aid Program	0	1,050,580
Litter Program	0	40,535
<u>Other State Revenues</u>		
Income Tax	0	109,815
Beer Tax	0	17,839
Alcoholic Beverage Tax	0	121,377
State Revenue Sharing - T.V.A.	0	252,617

(Continued)

Exhibit K-6

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

	<u>Capital</u> <u>Projects Fund</u>	
	General Capital Projects	Total
<u>State of Tennessee (Cont.)</u>		
<u>Other State Revenues (Cont.)</u>		
State Revenue Sharing - Telecommunications	\$ 0	\$ 117,652
Contracted Prisoner Boarding	0	2,079,363
Gasoline and Motor Fuel Tax	0	2,473,749
Petroleum Special Tax	0	54,209
Registrar's Salary Supplement	0	15,164
Other State Grants	0	62,960
Other State Revenues	0	54,193
Total State of Tennessee	<u>\$ 0</u>	<u>\$ 6,938,862</u>
<u>Federal Government</u>		
<u>Federal Through State</u>		
Community Development	\$ 0	\$ 148,298
Civil Defense Reimbursement	0	33,409
Disaster Relief	0	105,354
Medicaid	0	482,838
Other Federal through State	0	304,153
<u>Direct Federal Revenue</u>		
Tax Credit Bond Rebate	0	25,559
Other Direct Federal Revenue	0	71,246
Total Federal Government	<u>\$ 0</u>	<u>\$ 1,170,857</u>
<u>Other Governments and Citizens Groups</u>		
<u>Other Governments</u>		
Contributions	\$ 40,000	\$ 1,895,034
Contracted Services	0	45,229

(Continued)

Exhibit K-6

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

	<u>Capital Projects Fund</u>	
	General Capital Projects	Total
<hr/>		
<u>Other Governments and Citizens Groups (Cont.)</u>		
<u>Citizens Groups</u>		
Donations	\$ 0	\$ 32,954
Total Other Governments and Citizens Groups	<u>\$ 40,000</u>	<u>\$ 1,973,217</u>
 Total	 <u>\$ 70,729</u>	 <u>\$ 46,106,340</u>

Exhibit K-7

Anderson County, Tennessee
Schedule of Detailed Revenues -
All Governmental Fund Types
Discretely Presented Anderson County School Department
For the Year Ended June 30, 2018

	Special Revenue Funds				Capital	Total
	General Purpose School	School Federal Projects	Central Cafeteria	Other Education Special Revenue	Education Capital Projects	
<u>Local Taxes</u>						
<u>County Property Taxes</u>						
Current Property Tax	\$ 14,276,931	\$ 0	\$ 0	\$ 0	\$ 0	\$ 14,276,931
Trustee's Collections - Prior Year	491,538	0	0	0	14,515	506,053
Trustee's Collections - Bankruptcy	2,095	0	0	0	36	2,131
Circuit Clerk/Clerk and Master Collections - Prior Years	212,818	0	0	0	0	212,818
Interest and Penalty	164,005	0	0	0	2,100	166,105
Payments in-Lieu-of Taxes - Other	492,000	0	0	0	0	492,000
<u>County Local Option Taxes</u>						
Local Option Sales Tax	8,771,651	0	0	0	0	8,771,651
Mixed Drink Tax	4,983	0	0	0	0	4,983
<u>Statutory Local Taxes</u>						
Coal Severance Tax	71	0	0	0	0	71
Interstate Telecommunications Tax	5	0	0	0	0	5
Total Local Taxes	\$ 24,416,097	\$ 0	\$ 0	\$ 0	\$ 16,651	\$ 24,432,748
<u>Licenses and Permits</u>						
<u>Licenses</u>						
Marriage Licenses	\$ 2,836	\$ 0	\$ 0	\$ 0	\$ 0	\$ 2,836
Total Licenses and Permits	\$ 2,836	\$ 0	\$ 0	\$ 0	\$ 0	\$ 2,836
<u>Charges for Current Services</u>						
<u>Fees</u>						
Copy Fees	\$ 150	\$ 0	\$ 0	\$ 0	\$ 0	\$ 150
<u>Education Charges</u>						
Tuition - Other	0	0	0	150,645	0	150,645

(Continued)

Exhibit K-7

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

	Special Revenue Funds				Capital	Total
	General Purpose School	School Federal Projects	Central Cafeteria	Other Education Special Revenue	Projects Fund Education Capital Projects	
<u>Charges for Current Services (Cont.)</u>						
<u>Education Charges (Cont.)</u>						
Lunch Payments - Children	\$ 0	\$ 0	\$ 221,381	\$ 0	\$ 0	\$ 221,381
Lunch Payments - Adults	0	0	33,682	0	0	33,682
Income from Breakfast	0	0	28,171	0	0	28,171
Special Milk Sales	0	0	4,210	0	0	4,210
A la Carte Sales	0	0	238,979	0	0	238,979
School Based Health Services - FFS	40,000	0	0	0	0	40,000
Receipts from Individual Schools	21,775	0	0	0	0	21,775
Other Charges for Services	42,760	0	210	0	0	42,970
Total Charges for Current Services	\$ 104,685	\$ 0	\$ 526,633	\$ 150,645	\$ 0	\$ 781,963
<u>Other Local Revenues</u>						
<u>Recurring Items</u>						
Investment Income	\$ 28,848	\$ 0	\$ 0	\$ 0	\$ 0	\$ 28,848
Lease/Rentals	1,000	0	0	0	0	1,000
Sale of Materials and Supplies	1,176	0	699	0	0	1,875
E-Rate Funding	45,010	0	0	0	0	45,010
Miscellaneous Refunds	105	0	2,802	0	0	2,907
<u>Nonrecurring Items</u>						
Contributions and Gifts	75	0	0	0	0	75
<u>Other Local Revenues</u>						
Other Local Revenues	0	35,656	82	2,500	0	38,238
Total Other Local Revenues	\$ 76,214	\$ 35,656	\$ 3,583	\$ 2,500	\$ 0	\$ 117,953

(Continued)

Exhibit K-7

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

	Special Revenue Funds				Capital	Total
	General Purpose School	School Federal Projects	Central Cafeteria	Other Education Special Revenue	Projects Fund Education Capital Projects	
<u>State of Tennessee</u>						
<u>General Government Grants</u>						
On-behalf Contributions for OPEB	\$ 275,944	\$ 0	\$ 0	\$ 0	\$ 0	\$ 275,944
<u>State Education Funds</u>						
Basic Education Program	31,742,696	0	0	0	0	31,742,696
Early Childhood Education	0	0	0	629,508	0	629,508
School Food Service	0	0	38,414	0	0	38,414
Other State Education Funds	220,982	536,897	0	0	0	757,879
Career Ladder Program	112,744	0	0	0	0	112,744
Vocational Equipment	231,929	0	0	0	0	231,929
<u>Other State Revenues</u>						
State Revenue Sharing - T.V.A.	895,641	0	0	0	0	895,641
Other State Grants	8,000	23,310	0	0	0	31,310
Other State Revenues	0	0	0	4,622	0	4,622
Total State of Tennessee	\$ 33,487,936	\$ 560,207	\$ 38,414	\$ 634,130	\$ 0	\$ 34,720,687
<u>Federal Government</u>						
<u>Federal Through State</u>						
USDA School Lunch Program	\$ 0	\$ 0	\$ 1,794,667	\$ 0	\$ 0	\$ 1,794,667
USDA - Commodities	0	0	261,077	0	0	261,077
Breakfast	0	0	698,039	0	0	698,039
USDA - Other	0	0	36,701	118,944	0	155,645
Vocational Education - Basic Grants to States	0	123,265	0	0	0	123,265
Other Vocational	0	156,056	0	0	0	156,056
Title I Grants to Local Education Agencies	0	1,654,767	0	0	0	1,654,767
Special Education - Grants to States	0	1,742,881	0	0	0	1,742,881

(Continued)

Exhibit K-7

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

	Special Revenue Funds				Capital	Total
	General Purpose School	School Federal Projects	Central Cafeteria	Other Education Special Revenue	Projects Fund Education Capital Projects	
<u>Federal Government (Cont.)</u>						
<u>Federal Through State (Cont.)</u>						
Special Education Preschool Grants	\$ 0	\$ 89,768	\$ 0	\$ 0	\$ 0	\$ 89,768
Eisenhower Professional Development State Grants	0	311,599	0	0	0	311,599
Other Federal through State	25,419	963,963	6,725	0	0	996,107
<u>Direct Federal Revenue</u>						
ROTC Reimbursement	145,881	0	0	0	0	145,881
Other Direct Federal Revenue	0	0	0	3,578,878	0	3,578,878
Total Federal Government	\$ 171,300	\$ 5,042,299	\$ 2,797,209	\$ 3,697,822	\$ 0	\$ 11,708,630
<u>Other Governments and Citizens Groups</u>						
<u>Other Governments</u>						
Contributions	\$ 88,679	\$ 0	\$ 0	\$ 0	\$ 0	\$ 88,679
<u>Citizens Groups</u>						
Donations	1,500	0	0	0	0	1,500
<u>Other</u>						
Other	19,985	0	0	1,068	0	21,053
Total Other Governments and Citizens Groups	\$ 110,164	\$ 0	\$ 0	\$ 1,068	\$ 0	\$ 111,232
Total	\$ 58,369,232	\$ 5,638,162	\$ 3,365,839	\$ 4,486,165	\$ 16,651	\$ 71,876,049

Exhibit K-8

Anderson County, Tennessee
Schedule of Detailed Expenditures -
All Governmental Fund Types
For the Year Ended June 30, 2018

General Fund

General Government

County Commission

Secretary to Board	\$	46,697	
Board and Committee Members Fees		110,578	
Social Security		8,035	
Pensions		10,326	
Life Insurance		535	
Medical Insurance		99,645	
Dental Insurance		8,009	
Disability Insurance		350	
Unemployment Compensation		141	
Employer Medicare		1,880	
Communication		1,478	
Dues and Memberships		1,603	
Legal Services		96	
Legal Notices, Recording, and Court Costs		1,409	
Maintenance and Repair Services - Office Equipment		110	
Postal Charges		98	
Travel		11,862	
Other Contracted Services		1,147	
Office Supplies		1,000	
Other Supplies and Materials		625	
In Service/Staff Development		3,125	
Office Equipment		720	
Total County Commission			\$ 309,469

Board of Equalization

Board and Committee Members Fees	\$	10	
Social Security		8	
Unemployment Compensation		1	
Employer Medicare		2	
Legal Notices, Recording, and Court Costs		37	
Total Board of Equalization			58

Other Boards and Committees

County Official/Administrative Officer	\$	38,676	
Guards		5,650	
Secretary(ies)		6,506	
Maintenance Personnel		73,528	
Part-time Personnel		4,280	
Social Security		7,535	
Pensions		7,676	
Life Insurance		171	
Medical Insurance		30,942	
Dental Insurance		1,574	
Disability Insurance		731	
Unemployment Compensation		427	
Employer Medicare		1,762	
Communication		2,749	

(Continued)

Exhibit K-8

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

General Fund (Cont.)General Government (Cont.)Other Boards and Committees (Cont.)

Dues and Memberships	\$	80	
Operating Lease Payments		1,250	
Maintenance and Repair Services - Equipment		3,042	
Maintenance and Repair Services - Vehicles		3,729	
Rentals		3,350	
Disposal Fees		1,731	
Other Contracted Services		6,825	
Crushed Stone		1,656	
Custodial Supplies		2,279	
Gasoline		10,157	
Natural Gas		1,640	
Office Supplies		217	
Tires and Tubes		840	
Uniforms		1,297	
Utilities		34,379	
Water and Sewer		2,205	
Other Supplies and Materials		3,894	
Vehicle and Equipment Insurance		4,500	
Data Processing Equipment		1,138	
Maintenance Equipment		9,604	
Other Construction		9,362	
Total Other Boards and Committees			\$ 285,382

County Mayor/Executive

County Official/Administrative Officer	\$	98,171	
Supervisor/Director		204	
Clerical Personnel		27,846	
Part-time Personnel		19,232	
Other Per Diem and Fees		4,800	
Social Security		9,063	
Pensions		9,660	
Life Insurance		78	
Medical Insurance		18,843	
Dental Insurance		888	
Disability Insurance		219	
Unemployment Compensation		136	
Employer Medicare		2,120	
Dues and Memberships		1,325	
Legal Services		2,608	
Postal Charges		142	
Travel		1,237	
Office Supplies		1,861	
Other Supplies and Materials		49	
In Service/Staff Development		180	
Total County Mayor/Executive			198,662

(Continued)

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

General Fund (Cont.)

General Government (Cont.)

Personnel Office

Supervisor/Director	\$	58,000	
Clerical Personnel		64,524	
Social Security		6,842	
Pensions		8,042	
Life Insurance		107	
Medical Insurance		34,714	
Dental Insurance		1,385	
Disability Insurance		730	
Unemployment Compensation		219	
Employer Medicare		1,600	
Communication		493	
Data Processing Services		322	
Dues and Memberships		433	
Legal Notices, Recording, and Court Costs		92	
Postal Charges		158	
Travel		814	
Other Contracted Services		6,116	
Office Supplies		5,389	
Other Supplies and Materials		294	
In Service/Staff Development		4,443	
Total Personnel Office			\$ 194,717

County Attorney

County Official/Administrative Officer	\$	147,233	
Paraprofessionals		38,973	
Secretary(ies)		34,777	
Social Security		12,128	
Pensions		16,232	
Life Insurance		123	
Medical Insurance		32,748	
Dental Insurance		1,479	
Disability Insurance		1,088	
Unemployment Compensation		210	
Employer Medicare		3,083	
Communication		2,959	
Dues and Memberships		1,583	
Legal Services		38,037	
Legal Notices, Recording, and Court Costs		1,386	
Postal Charges		3,988	
Travel		1,596	
Other Contracted Services		4,889	
Office Supplies		2,489	
In Service/Staff Development		175	
Total County Attorney			345,176

Election Commission

County Official/Administrative Officer	\$	76,497	
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(Continued)

Exhibit K-8

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

General Fund (Cont.)

General Government (Cont.)

Election Commission (Cont.)

Deputy(ies)	\$	117,280	
Part-time Personnel		7,941	
Other Salaries and Wages		5,413	
Election Commission		8,120	
Election Workers		48,141	
Social Security		15,133	
Pensions		13,905	
Life Insurance		170	
Medical Insurance		15,012	
Dental Insurance		2,702	
Disability Insurance		1,166	
Unemployment Compensation		681	
Employer Medicare		3,539	
Communication		3,938	
Data Processing Services		4,019	
Dues and Memberships		887	
Legal Notices, Recording, and Court Costs		4,312	
Maintenance Agreements		17,300	
Maintenance and Repair Services - Equipment		1,305	
Postal Charges		5,086	
Printing, Stationery, and Forms		2,775	
Rentals		36	
Travel		4,080	
Other Contracted Services		3,178	
Office Supplies		4,630	
In Service/Staff Development		1,700	
Furniture and Fixtures		300	
Total Election Commission			\$ 369,246

Register of Deeds

County Official/Administrative Officer	\$	84,996
Clerical Personnel		170,428
Social Security		14,960
Pensions		17,933
Life Insurance		189
Medical Insurance		48,705
Dental Insurance		2,194
Disability Insurance		1,105
Unemployment Compensation		210
Employer Medicare		3,499
Dues and Memberships		822
Maintenance and Repair Services - Office Equipment		37,279
Postal Charges		2,084
Printing, Stationery, and Forms		300
Rentals		458
Travel		3,011
Other Contracted Services		17,183

(Continued)

Exhibit K-8

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

General Fund (Cont.)

General Government (Cont.)

Register of Deeds (Cont.)

Data Processing Supplies	\$	845	
Office Supplies		488	
In Service/Staff Development		355	
Total Register of Deeds			\$ 407,044

Planning

Supervisor/Director	\$	26,906	
Part-time Personnel		31,708	
Other Salaries and Wages		47,590	
Social Security		6,242	
Pensions		3,908	
Life Insurance		64	
Medical Insurance		22,381	
Dental Insurance		957	
Disability Insurance		375	
Unemployment Compensation		389	
Employer Medicare		1,460	
Communication		5,363	
Data Processing Services		1,657	
Dues and Memberships		335	
Legal Notices, Recording, and Court Costs		818	
Maintenance Agreements		713	
Maintenance and Repair Services - Vehicles		3,500	
Postal Charges		329	
Printing, Stationery, and Forms		304	
Travel		715	
Other Contracted Services		14,200	
Gasoline		2,364	
Office Supplies		655	
Tires and Tubes		363	
Other Supplies and Materials		391	
Vehicle and Equipment Insurance		3,000	
In Service/Staff Development		962	
Total Planning			177,649

Building

Maintenance and Repair Services - Buildings	\$	35,782	
Maintenance and Repair Services - Equipment		2,492	
Other Supplies and Materials		728	
Total Building			39,002

County Buildings

Supervisor/Director	\$	45,001	
Clerical Personnel		1,937	
Custodial Personnel		134,266	
Other Salaries and Wages		3,491	
Social Security		10,656	

(Continued)

Exhibit K-8

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

General Fund (Cont.)

General Government (Cont.)

County Buildings (Cont.)

Pensions	\$	11,489	
Life Insurance		241	
Medical Insurance		44,112	
Dental Insurance		2,155	
Disability Insurance		1,050	
Unemployment Compensation		568	
Employer Medicare		2,517	
Communication		1,127	
Janitorial Services		9,505	
Maintenance and Repair Services - Buildings		31,244	
Maintenance and Repair Services - Vehicles		809	
Pest Control		2,020	
Rentals		49,500	
Disposal Fees		5,194	
Other Contracted Services		62,551	
Custodial Supplies		28,107	
Electricity		253,436	
Gasoline		2,694	
Natural Gas		103,329	
Office Supplies		265	
Small Tools		227	
Tires and Tubes		907	
Uniforms		2,899	
Water and Sewer		33,325	
Other Supplies and Materials		8,507	
Other Charges		20,718	
Building Improvements		3,440	
Other Construction		278	
Total County Buildings			\$ 877,565

Other General Administration

Accounting Services	\$	450	
Audit Services		27,798	
Contributions		10,915	
Legal Services		536	
Remittance of Revenue Collected		9,469	
Other Contracted Services		184,416	
Other Supplies and Materials		5,075	
Workers' Compensation Insurance		338,893	
Fines, Assessments, and Penalties		2,250	
Total Other General Administration			579,802

Preservation of Records

Clerical Personnel	\$	30,855	
Part-time Personnel		7,081	
Social Security		2,322	
Pensions		2,261	

(Continued)

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

General Fund (Cont.)

General Government (Cont.)

Preservation of Records (Cont.)

Life Insurance	\$	17	
Dental Insurance		589	
Disability Insurance		209	
Unemployment Compensation		139	
Employer Medicare		543	
Other Supplies and Materials		6,323	
Total Preservation of Records			\$ 50,339

Finance

Accounting and Budgeting

County Official/Administrative Officer	\$	84,996	
Accountants/Bookkeepers		317,381	
Part-time Personnel		13,680	
Social Security		23,083	
Pensions		27,070	
Life Insurance		327	
Medical Insurance		87,689	
Dental Insurance		3,946	
Disability Insurance		2,392	
Unemployment Compensation		695	
Employer Medicare		5,603	
Communication		500	
Dues and Memberships		772	
Legal Notices, Recording, and Court Costs		663	
Maintenance Agreements		26,641	
Postal Charges		4,091	
Printing, Stationery, and Forms		2,660	
Travel		3,190	
Other Contracted Services		1,200	
Duplicating Supplies		900	
Office Supplies		3,197	
In Service/Staff Development		1,090	
Other Charges		730	
Data Processing Equipment		5,999	
Total Accounting and Budgeting			618,495

Purchasing

County Official/Administrative Officer	\$	52,000
Purchasing Personnel		84,494
Social Security		7,876
Pensions		7,520
Life Insurance		162
Medical Insurance		37,335
Dental Insurance		1,349
Disability Insurance		674
Unemployment Compensation		365
Employer Medicare		1,842

(Continued)

Exhibit K-8

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

General Fund (Cont.)

Finance (Cont.)

Purchasing (Cont.)

Communication	\$	1,396	
Postal Charges		1,550	
Printing, Stationery, and Forms		1,730	
Rentals		5,500	
Other Contracted Services		4,403	
Gasoline		154	
Office Supplies		2,695	
Other Supplies and Materials		1,531	
Vehicle and Equipment Insurance		750	
Data Processing Equipment		517	
Total Purchasing			\$ 213,843

Property Assessor's Office

County Official/Administrative Officer	\$	84,996	
Deputy(ies)		124,970	
Social Security		12,570	
Pensions		15,386	
Life Insurance		156	
Medical Insurance		28,884	
Dental Insurance		1,494	
Disability Insurance		807	
Unemployment Compensation		210	
Employer Medicare		2,940	
Audit Services		28,523	
Communication		8,189	
Data Processing Services		12,593	
Dues and Memberships		2,080	
Operating Lease Payments		731	
Legal Services		6,531	
Maintenance Agreements		4,875	
Maintenance and Repair Services - Office Equipment		59	
Postal Charges		2,399	
Printing, Stationery, and Forms		393	
Travel		2,517	
Other Contracted Services		2,152	
Office Supplies		2,733	
Other Supplies and Materials		860	
In Service/Staff Development		2,054	
Total Property Assessor's Office			349,102

Reappraisal Program

Deputy(ies)	\$	139,042
Social Security		8,158
Pensions		10,189
Life Insurance		168
Medical Insurance		27,842
Dental Insurance		1,554

(Continued)

Exhibit K-8

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

General Fund (Cont.)

Finance (Cont.)

Reappraisal Program (Cont.)

Disability Insurance	\$	883	
Unemployment Compensation		280	
Employer Medicare		1,908	
Data Processing Services		9,091	
Maintenance and Repair Services - Vehicles		1,380	
Travel		137	
Gasoline		1,391	
Uniforms		555	
Total Reappraisal Program			\$ 202,578

County Trustee's Office

County Official/Administrative Officer	\$	84,996	
Clerical Personnel		255,403	
Part-time Personnel		30,122	
Social Security		21,430	
Pensions		20,659	
Life Insurance		328	
Medical Insurance		76,805	
Dental Insurance		3,738	
Disability Insurance		1,405	
Unemployment Compensation		880	
Employer Medicare		5,012	
Communication		3,761	
Data Processing Services		7,583	
Dues and Memberships		672	
Legal Notices, Recording, and Court Costs		183	
Maintenance Agreements		23,999	
Postal Charges		10,376	
Printing, Stationery, and Forms		8,556	
Rentals		15,237	
Travel		1,390	
Other Contracted Services		32,360	
Office Supplies		2,792	
Utilities		3,152	
Water and Sewer		1,019	
Other Supplies and Materials		2,372	
In Service/Staff Development		625	
Data Processing Equipment		15,924	
Total County Trustee's Office			630,779

County Clerk's Office

County Official/Administrative Officer	\$	84,996
Clerical Personnel		419,599
Part-time Personnel		32,868
Social Security		31,695
Pensions		33,724
Life Insurance		608

(Continued)

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

General Fund (Cont.)

Finance (Cont.)

County Clerk's Office (Cont.)

Medical Insurance	\$	85,342	
Dental Insurance		6,521	
Disability Insurance		2,590	
Unemployment Compensation		1,252	
Employer Medicare		7,401	
Communication		14,671	
Data Processing Services		14,645	
Dues and Memberships		862	
Legal Notices, Recording, and Court Costs		338	
Maintenance and Repair Services - Buildings		546	
Postal Charges		28,453	
Printing, Stationery, and Forms		1,521	
Travel		888	
Other Contracted Services		8,982	
Data Processing Supplies		3,710	
Office Supplies		7,926	
In Service/Staff Development		412	
Data Processing Equipment		7,559	
Other Equipment		10,000	
Total County Clerk's Office			\$ 807,109

Data Processing

Data Processing Personnel	\$	102,000	
Clerical Personnel		4,850	
Part-time Personnel		5,454	
Social Security		6,413	
Pensions		7,192	
Life Insurance		95	
Medical Insurance		28,262	
Dental Insurance		1,209	
Disability Insurance		650	
Unemployment Compensation		201	
Employer Medicare		1,500	
Communication		256	
Travel		572	
Other Contracted Services		44,517	
Gasoline		43	
Office Supplies		2,276	
Data Processing Equipment		16,013	
Total Data Processing			221,503

Administration of Justice

Circuit Court

County Official/Administrative Officer	\$	84,996	
Clerical Personnel		622,090	
Part-time Personnel		21,452	
Social Security		43,538	

(Continued)

Exhibit K-8

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

General Fund (Cont.)

Administration of Justice (Cont.)

Circuit Court (Cont.)

Pensions	\$	50,342	
Life Insurance		840	
Medical Insurance		104,124	
Dental Insurance		8,721	
Disability Insurance		4,201	
Unemployment Compensation		1,525	
Employer Medicare		10,068	
Communication		18,161	
Data Processing Services		15,397	
Dues and Memberships		782	
Legal Notices, Recording, and Court Costs		301	
Maintenance Agreements		11,932	
Maintenance and Repair Services - Office Equipment		3,632	
Postal Charges		11,757	
Printing, Stationery, and Forms		5,296	
Travel		478	
Other Contracted Services		14,487	
Data Processing Supplies		1,874	
Duplicating Supplies		2,773	
Office Supplies		6,749	
Other Supplies and Materials		4,961	
In Service/Staff Development		410	
Data Processing Equipment		10,577	
Furniture and Fixtures		1,003	
Total Circuit Court			\$ 1,062,467

Criminal Court

Office Supplies	\$	839	
Total Criminal Court			839

General Sessions Judge

Judge(s)	\$	327,185	
Assistant(s)		88,700	
Other Salaries and Wages		27,105	
Social Security		22,351	
Pensions		32,442	
Life Insurance		173	
Medical Insurance		41,088	
Dental Insurance		2,370	
Disability Insurance		784	
Unemployment Compensation		140	
Employer Medicare		6,206	
Dues and Memberships		1,813	
Maintenance and Repair Services - Office Equipment		139	
Printing, Stationery, and Forms		246	
Travel		896	
Disposal Fees		648	

(Continued)

Exhibit K-8

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

General Fund (Cont.)Administration of Justice (Cont.)General Sessions Judge (Cont.)

Other Contracted Services	\$	626	
Office Supplies		481	
Other Supplies and Materials		404	
In Service/Staff Development		150	
Total General Sessions Judge			\$ 553,947

Drug Court

County Official/Administrative Officer	\$	36,517	
Social Security		2,038	
Pensions		2,676	
Life Insurance		45	
Medical Insurance		13,872	
Dental Insurance		589	
Disability Insurance		248	
Unemployment Compensation		70	
Employer Medicare		477	
Contributions		1,952	
Dues and Memberships		200	
Travel		2,766	
Office Supplies		734	
Other Supplies and Materials		14,674	
Total Drug Court			76,858

Chancery Court

County Official/Administrative Officer	\$	84,996	
Clerical Personnel		229,093	
Part-time Personnel		13,369	
Social Security		19,314	
Pensions		20,211	
Life Insurance		250	
Medical Insurance		57,351	
Dental Insurance		2,963	
Disability Insurance		2,044	
Unemployment Compensation		698	
Employer Medicare		4,517	
Communication		1,956	
Dues and Memberships		692	
Legal Notices, Recording, and Court Costs		281	
Maintenance Agreements		4,826	
Maintenance and Repair Services - Office Equipment		16,849	
Postal Charges		6,962	
Printing, Stationery, and Forms		321	
Data Processing Supplies		480	
Duplicating Supplies		1,250	
Office Supplies		5,116	
Other Supplies and Materials		3,495	
Total Chancery Court			477,034

(Continued)

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

General Fund (Cont.)

Administration of Justice (Cont.)

Juvenile Court

Judge(s)	\$	163,592	
Other Salaries and Wages		233,159	
Social Security		21,553	
Pensions		28,851	
Life Insurance		290	
Medical Insurance		39,879	
Dental Insurance		2,717	
Disability Insurance		1,552	
Unemployment Compensation		416	
Employer Medicare		5,590	
Communication		893	
Contracts with Government Agencies		25,785	
Dues and Memberships		265	
Maintenance and Repair Services - Vehicles		500	
Postal Charges		2,424	
Rentals		886	
Travel		3,933	
Gasoline		118	
Office Supplies		1,799	
Other Supplies and Materials		3,592	
Vehicle and Equipment Insurance		750	
In Service/Staff Development		1,100	
Total Juvenile Court			\$ 539,644

District Attorney General

Supervisor/Director	\$	32,616	
Other Salaries and Wages		28,186	
Social Security		3,500	
Pensions		3,697	
Life Insurance		78	
Medical Insurance		18,876	
Dental Insurance		891	
Disability Insurance		320	
Unemployment Compensation		183	
Employer Medicare		819	
Printing, Stationery, and Forms		63	
Other Supplies and Materials		730	
Total District Attorney General			89,959

Office of Public Defender

Part-time Personnel	\$	33,358	
Social Security		2,046	
Unemployment Compensation		204	
Employer Medicare		479	
Total Office of Public Defender			36,087

(Continued)

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

General Fund (Cont.)

Administration of Justice (Cont.)

Judicial Commissioners

Office Supplies	\$ 874	
Total Judicial Commissioners		\$ 874

Probate Court

Dues and Memberships	\$ 260	
Duplicating Supplies	570	
Office Supplies	1,535	
Total Probate Court		2,365

Other Administration of Justice

Supervisor/Director	\$ 39,172	
Probation Officer(s)	24,952	
Part-time Personnel	1,649	
Social Security	3,889	
Pensions	4,426	
Life Insurance	72	
Medical Insurance	13,872	
Dental Insurance	589	
Disability Insurance	347	
Unemployment Compensation	140	
Employer Medicare	909	
Travel	471	
Other Contracted Services	7,518	
Office Supplies	1,777	
Total Other Administration of Justice		99,783

Courtroom Security

Other Contracted Services	\$ 6,222	
Law Enforcement Supplies	3,668	
Other Supplies and Materials	9,829	
In Service/Staff Development	790	
Other Construction	9,914	
Other Capital Outlay	16,556	
Total Courtroom Security		46,979

Victim Assistance Programs

Remittance of Revenue Collected	\$ 15,975	
Total Victim Assistance Programs		15,975

Public Safety

Sheriff's Department

County Official/Administrative Officer	\$ 94,096
Deputy(ies)	2,049,005
Secretary(ies)	42,835
Clerical Personnel	80,424
School Resource Officer	305,196
Overtime Pay	122,215

(Continued)

Exhibit K-8

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

General Fund (Cont.)

Public Safety (Cont.)

Sheriff's Department (Cont.)

Other Salaries and Wages	\$	440,055	
Social Security		182,447	
Pensions		217,122	
Life Insurance		3,130	
Medical Insurance		669,792	
Dental Insurance		34,242	
Disability Insurance		17,796	
Unemployment Compensation		5,700	
Employer Medicare		42,668	
Advertising		234	
Communication		56,597	
Contracts with Government Agencies		8,640	
Contracts with Private Agencies		10,823	
Dues and Memberships		2,500	
Operating Lease Payments		7,200	
Maintenance and Repair Services - Equipment		41,854	
Maintenance and Repair Services - Vehicles		3,204	
Medical and Dental Services		4,551	
Postal Charges		21,583	
Printing, Stationery, and Forms		2,067	
Rentals		2,195	
Towing Services		1,432	
Travel		6,185	
Duplicating Supplies		942	
Gasoline		146,400	
Law Enforcement Supplies		7,184	
Office Supplies		5,924	
Tires and Tubes		24,881	
Uniforms		35,329	
Utilities		9,030	
Liability Insurance		59,600	
Vehicle and Equipment Insurance		55,000	
In Service/Staff Development		2,079	
Communication Equipment		15,530	
Data Processing Equipment		9,438	
Law Enforcement Equipment		22,357	
Motor Vehicles		17,850	
Total Sheriff's Department			\$ 4,887,332

Jail

Guards	\$	2,602,337
Clerical Personnel		44,270
Overtime Pay		99,252
Other Salaries and Wages		41,127
Social Security		162,639
Pensions		183,716
Life Insurance		2,922

(Continued)

Exhibit K-8

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

General Fund (Cont.)

Public Safety (Cont.)

Jail (Cont.)

Medical Insurance	\$	540,707	
Dental Insurance		28,881	
Disability Insurance		15,172	
Unemployment Compensation		6,198	
Employer Medicare		37,982	
Communication		30,086	
Contracts with Government Agencies		680	
Contracts with Private Agencies		5,066	
Dues and Memberships		100	
Maintenance and Repair Services - Buildings		30,942	
Medical and Dental Services		8,286	
Pest Control		480	
Printing, Stationery, and Forms		191	
Travel		5,004	
Disposal Fees		7,294	
Other Contracted Services		383,140	
Custodial Supplies		63,685	
Duplicating Supplies		1,748	
Electricity		180,110	
Food Preparation Supplies		999	
Food Supplies		400,102	
Gasoline		18,561	
Law Enforcement Supplies		4,240	
Natural Gas		64,773	
Office Supplies		6,574	
Prisoners Clothing		12,986	
Uniforms		31,968	
Water and Sewer		108,449	
Other Supplies and Materials		62,042	
Building and Contents Insurance		26,000	
Liability Insurance		39,374	
Medical Claims		339,682	
Vehicle and Equipment Insurance		8,805	
In Service/Staff Development		810	
Other Charges		450	
Communication Equipment		5,858	
Data Processing Equipment		5,554	
Law Enforcement Equipment		7,484	
Total Jail			\$ 5,626,726

Correctional Incentive Program Improvements

Supervisor/Director	\$	48,455
Social Security		2,944
Pensions		3,551
Life Insurance		33
Medical Insurance		5,004
Disability Insurance		317

(Continued)

Exhibit K-8

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

General Fund (Cont.)

Public Safety (Cont.)

Correctional Incentive Program Improvements (Cont.)

Unemployment Compensation	\$	70	
Employer Medicare		688	
Communication		417	
Other Contracted Services		9,549	
Other Supplies and Materials		2,002	
Total Correctional Incentive Program Improvements	\$		73,030

Commissary

Other Supplies and Materials	\$	927	
Furniture and Fixtures		8,073	
Maintenance Equipment		4,226	
Total Commissary			13,226

Civil Defense

County Official/Administrative Officer	\$	32,825	
Assistant(s)		38,975	
Part-time Personnel		10,524	
Overtime Pay		1,160	
Social Security		5,088	
Pensions		2,935	
Life Insurance		45	
Medical Insurance		5,004	
Dental Insurance		302	
Disability Insurance		256	
Unemployment Compensation		241	
Employer Medicare		1,190	
Communication		10,658	
Contracts with Government Agencies		2,000	
Contributions		407,384	
Maintenance and Repair Services - Equipment		2,950	
Maintenance and Repair Services - Vehicles		9,852	
Rentals		4,100	
Travel		1,650	
Other Contracted Services		35,141	
Gasoline		8,207	
Office Supplies		347	
Tires and Tubes		2,795	
Other Supplies and Materials		47,598	
Building and Contents Insurance		2,000	
Vehicle and Equipment Insurance		6,500	
In Service/Staff Development		616	
Other Charges		19,300	
Total Civil Defense			659,643

Rescue Squad

Contributions	\$	27,500	
Total Rescue Squad			27,500

(Continued)

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

General Fund (Cont.)

Public Safety (Cont.)

Other Emergency Management

Dispatchers/Radio Operators	\$	398,632	
Overtime Pay		61,761	
Social Security		32,299	
Pensions		34,224	
Life Insurance		563	
Medical Insurance		128,094	
Dental Insurance		6,590	
Disability Insurance		2,612	
Unemployment Compensation		1,513	
Employer Medicare		7,554	
Communication		1,685	
Contracts with Government Agencies		2,240	
Contracts with Private Agencies		3,300	
Medical and Dental Services		1,500	
Travel		823	
Office Supplies		788	
Uniforms		4,978	
Other Supplies and Materials		28	
In Service/Staff Development		380	
Total Other Emergency Management			\$ 689,564

County Coroner/Medical Examiner

Other Contracted Services	\$	385,804	
Total County Coroner/Medical Examiner			385,804

Other Public Safety

Mechanic(s)	\$	132,309	
Clerical Personnel		3,265	
Part-time Personnel		2,837	
Other Salaries and Wages		19,790	
Social Security		9,366	
Pensions		9,850	
Life Insurance		190	
Medical Insurance		41,720	
Dental Insurance		1,693	
Disability Insurance		901	
Unemployment Compensation		370	
Employer Medicare		2,191	
Communication		3,402	
Dues and Memberships		664	
Maintenance and Repair Services - Vehicles		1,986	
Rentals		11,700	
Towing Services		4,380	
Travel		1,121	
Other Contracted Services		6,160	
Garage Supplies		8,722	
Gasoline		3,059	

(Continued)

Exhibit K-8

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

General Fund (Cont.)

Public Safety (Cont.)

Other Public Safety (Cont.)

Lubricants	\$	5,482	
Office Supplies		844	
Small Tools		8,383	
Tires and Tubes		1,761	
Uniforms		3,533	
Utilities		12,558	
Vehicle Parts		30,002	
Other Supplies and Materials		2,512	
Vehicle and Equipment Insurance		1,443	
In Service/Staff Development		3,875	
Total Other Public Safety			\$ 336,069

Public Health and Welfare

Local Health Center

Medical Personnel	\$	13,439
Clerical Personnel		45,160
Other Salaries and Wages		24,921
Social Security		4,819
Pensions		5,134
Life Insurance		135
Medical Insurance		23,880
Dental Insurance		1,192
Disability Insurance		475
Unemployment Compensation		318
Employer Medicare		1,127
Advertising		185
Communication		5,290
Dues and Memberships		365
Laundry Service		4,322
Maintenance and Repair Services - Buildings		4,478
Maintenance and Repair Services - Equipment		580
Printing, Stationery, and Forms		735
Rentals		669
Travel		274
Disposal Fees		866
Other Contracted Services		30,389
Drugs and Medical Supplies		1,038
Electricity		31,559
Instructional Supplies and Materials		327
Natural Gas		126
Office Supplies		7,476
Uniforms		402
Other Supplies and Materials		13,186
Building and Contents Insurance		2,400
Liability Insurance		500
In Service/Staff Development		103
Other Charges		6,448

(Continued)

Exhibit K-8

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

General Fund (Cont.)

Public Health and Welfare (Cont.)

Local Health Center (Cont.)

Building Improvements	\$	100,211	
Furniture and Fixtures		2,856	
Heating and Air Conditioning Equipment		321	
Other Equipment		2,831	
Total Local Health Center			\$ 338,537

Rabies and Animal Control

Part-time Personnel	\$	10,205	
Other Salaries and Wages		66,432	
Social Security		4,581	
Pensions		4,867	
Life Insurance		90	
Medical Insurance		10,169	
Dental Insurance		603	
Disability Insurance		451	
Unemployment Compensation		240	
Employer Medicare		1,072	
Communication		790	
Data Processing Services		365	
Licenses		504	
Maintenance and Repair Services - Vehicles		3,000	
Printing, Stationery, and Forms		618	
Other Contracted Services		7,083	
Animal Food and Supplies		781	
Gasoline		8,384	
Office Supplies		164	
Tires and Tubes		555	
Uniforms		867	
Other Supplies and Materials		1,563	
Refunds		360	
Vehicle and Equipment Insurance		1,500	
Total Rabies and Animal Control			125,244

Dental Health Program

Medical Personnel	\$	156,552
Social Security		8,700
Pensions		3,838
Life Insurance		105
Medical Insurance		32,368
Dental Insurance		1,374
Disability Insurance		394
Unemployment Compensation		757
Employer Medicare		2,100
Communication		2,194
Maintenance Agreements		1,147
Maintenance and Repair Services - Equipment		3,153
Maintenance and Repair Services - Vehicles		43

(Continued)

Exhibit K-8

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

General Fund (Cont.)

Public Health and Welfare (Cont.)

Dental Health Program (Cont.)

Postal Charges	\$	1,358	
Printing, Stationery, and Forms		2,000	
Travel		335	
Disposal Fees		120	
Other Contracted Services		5,000	
Drugs and Medical Supplies		13,217	
Gasoline		153	
Office Supplies		1,210	
Other Supplies and Materials		8,791	
Liability Insurance		2,500	
In Service/Staff Development		581	
Other Charges		2,334	
Data Processing Equipment		1,125	
Health Equipment		4,979	
Total Dental Health Program			\$ 256,428

Other Local Health Services

Medical Personnel	\$	205,697	
Clerical Personnel		62,445	
Social Security		15,331	
Pensions		14,928	
Life Insurance		356	
Medical Insurance		66,937	
Dental Insurance		3,261	
Disability Insurance		1,427	
Unemployment Compensation		868	
Employer Medicare		3,568	
Travel		6,292	
Other Contracted Services		8,700	
Other Supplies and Materials		2,243	
Liability Insurance		3,007	
Other Charges		7,684	
Total Other Local Health Services			402,744

Appropriation to State

Contracts with Other Public Agencies	\$	120,754	
Total Appropriation to State			120,754

Social, Cultural, and Recreational Services

Senior Citizens Assistance

Other Salaries and Wages	\$	52,395	
Social Security		3,018	
Pensions		3,282	
Life Insurance		45	
Medical Insurance		13,872	
Dental Insurance		589	
Disability Insurance		299	

(Continued)

Exhibit K-8

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

General Fund (Cont.)

Social, Cultural, and Recreational Services (Cont.)

Senior Citizens Assistance (Cont.)

Unemployment Compensation	\$	128	
Employer Medicare		681	
Communication		3,878	
Janitorial Services		66	
Rentals		18,000	
Travel		910	
Other Contracted Services		2,747	
Electricity		6,368	
Natural Gas		1,254	
Office Supplies		800	
Water and Sewer		753	
Other Supplies and Materials		123	
Other Charges		133	
Total Senior Citizens Assistance	\$		109,341

Parks and Fair Boards

Contributions	\$	3,000	
Total Parks and Fair Boards			3,000

Other Social, Cultural, and Recreational

Contributions	\$	15,000	
Total Other Social, Cultural, and Recreational			15,000

Agriculture and Natural Resources

Agricultural Extension Service

Dues and Memberships	\$	425	
Postal Charges		449	
Travel		1,970	
Other Contracted Services		156,526	
Office Supplies		1,540	
Other Supplies and Materials		1,652	
In Service/Staff Development		830	
Data Processing Equipment		1,761	
Total Agricultural Extension Service			165,153

Soil Conservation

Secretary(ies)	\$	34,790	
Social Security		1,953	
Pensions		2,549	
Life Insurance		45	
Medical Insurance		13,872	
Dental Insurance		589	
Disability Insurance		236	
Unemployment Compensation		70	
Employer Medicare		457	
Dues and Memberships		290	
Total Soil Conservation			54,851

(Continued)

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

General Fund (Cont.)

Agriculture and Natural Resources (Cont.)

Storm Water Management

Maintenance Agreements	\$	3,460	
Other Contracted Services		25,000	
In Service/Staff Development		300	
Total Storm Water Management			\$ 28,760

Other Operations

Industrial Development

Contributions	\$	168,230	
Total Industrial Development			168,230

Veterans' Services

County Official/Administrative Officer	\$	50,339	
Assistant(s)		28,363	
Social Security		4,781	
Pensions		5,767	
Life Insurance		90	
Medical Insurance		5,004	
Dental Insurance		890	
Disability Insurance		534	
Unemployment Compensation		140	
Employer Medicare		1,118	
Advertising		169	
Communication		599	
Maintenance Agreements		399	
Postal Charges		557	
Printing, Stationery, and Forms		443	
Rentals		499	
Travel		1,999	
Other Contracted Services		2,200	
Office Supplies		1,512	
Total Veterans' Services			105,403

Other Charges

Contributions	\$	11,000	
Other Contracted Services		5,582	
Building and Contents Insurance		5,100	
Liability Insurance		118,000	
Trustee's Commission		318,489	
Total Other Charges			458,171

Miscellaneous

Communication	\$	129,530	
Dues and Memberships		11,523	
Total Miscellaneous			141,053

(Continued)

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

General Fund (Cont.)

Capital Projects

Administration of Justice Projects

Building Improvements	\$ 20,233	
Total Administration of Justice Projects		\$ 20,233

Public Safety Projects

Building Improvements	\$ 7,326	
Other Construction	5,888	
Total Public Safety Projects		13,214

Public Utility Projects

Contracts with Government Agencies	\$ 10,000	
Engineering Services	20,159	
Other Construction	16,040	
Total Public Utility Projects		46,199

Total General Fund \$ 25,151,540

Public Library Fund

Social, Cultural, and Recreational Services

Libraries

Librarians	\$ 209,591
Part-time Personnel	132,395
Social Security	20,654
Pensions	15,112
Life Insurance	295
Medical Insurance	51,624
Dental Insurance	3,573
Disability Insurance	1,526
Unemployment Compensation	1,490
Employer Medicare	4,747
Communication	17,230
Data Processing Services	4,677
Dues and Memberships	344
Maintenance Agreements	2,600
Maintenance and Repair Services - Buildings	25,775
Pest Control	240
Postal Charges	386
Rentals	112
Travel	2,600
Custodial Supplies	1,657
Library Books/Media	37,212
Office Supplies	3,498
Periodicals	3,014
Utilities	25,577
Other Supplies and Materials	10,644
Trustee's Commission	9,409
Workers' Compensation Insurance	1,116
In Service/Staff Development	570

(Continued)

Exhibit K-8

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

Public Library Fund (Cont.)

Social, Cultural, and Recreational Services (Cont.)

Libraries (Cont.)

Data Processing Equipment	\$	12,473	
Furniture and Fixtures		1,576	
Other Equipment		6,946	
Total Libraries			\$ 608,663

Total Public Library Fund \$ 608,663

Solid Waste/Sanitation Fund

Public Health and Welfare

Sanitation Management

County Official/Administrative Officer	\$	26,206	
Supervisor/Director		40,121	
Laborers		29,129	
Social Security		5,446	
Pensions		6,783	
Life Insurance		99	
Medical Insurance		24,656	
Dental Insurance		1,123	
Disability Insurance		641	
Unemployment Compensation		175	
Employer Medicare		1,274	
Advertising		1,157	
Communication		1,792	
Maintenance and Repair Services - Vehicles		3,000	
Other Contracted Services		248	
Gasoline		2,711	
Tires and Tubes		1,238	
Uniforms		450	
Trustee's Commission		25,364	
Vehicle and Equipment Insurance		1,500	
Workers' Compensation Insurance		4,590	
Total Sanitation Management			\$ 177,703

Convenience Centers

Rentals	\$	10,885	
Other Contracted Services		551,266	
Crushed Stone		2,292	
Electricity		6,333	
Water and Sewer		1,800	
Fencing		1,595	
Other Supplies and Materials		1,383	
Solid Waste Equipment		629	
Total Convenience Centers			576,183

Other Waste Collection

Supervisor/Director	\$	2,807	
Deputy(ies)		31,009	

(Continued)

Exhibit K-8

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

Solid Waste/Sanitation Fund (Cont.)

Public Health and Welfare (Cont.)

Other Waste Collection (Cont.)

Social Security	\$	1,821	
Pensions		2,453	
Life Insurance		47	
Medical Insurance		14,129	
Dental Insurance		325	
Disability Insurance		218	
Unemployment Compensation		76	
Employer Medicare		426	
Communication		338	
Maintenance and Repair Services - Vehicles		2,000	
Travel		38	
Other Contracted Services		12,480	
Gasoline		4,106	
Instructional Supplies and Materials		8,899	
Other Supplies and Materials		1,354	
Vehicle and Equipment Insurance		1,700	
Workers' Compensation Insurance		1,292	
Total Other Waste Collection			\$ 85,518

Recycling Center

Contracts with Private Agencies	\$	6,080	
Total Recycling Center			6,080

Landfill Operation and Maintenance

Contracts with Private Agencies	\$	676,280	
Contributions		19,465	
Total Landfill Operation and Maintenance			695,745

Other Waste Disposal

Contracts with Private Agencies	\$	75,414	
Total Other Waste Disposal			75,414

Capital Projects

Other General Government Projects

Land	\$	376,293	
Total Other General Government Projects			376,293

Total Solid Waste/Sanitation Fund \$ 1,992,936

Ambulance Service Fund

Public Health and Welfare

Ambulance/Emergency Medical Services

Supervisor/Director	\$	71,332	
Accountants/Bookkeepers		123,224	
Medical Personnel		1,754,628	
Part-time Personnel		84,597	
Overtime Pay		909,105	

(Continued)

Exhibit K-8

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

Ambulance Service Fund (Cont.)

Public Health and Welfare (Cont.)

Ambulance/Emergency Medical Services (Cont.)

Social Security	\$	172,792	
Pensions		191,136	
Life Insurance		2,520	
Medical Insurance		484,693	
Dental Insurance		25,465	
Disability Insurance		11,307	
Unemployment Compensation		5,381	
Employer Medicare		40,266	
Communication		36,081	
Contracts with Government Agencies		156,203	
Data Processing Services		2,428	
Dues and Memberships		1,240	
Laundry Service		34,985	
Maintenance and Repair Services - Buildings		9,947	
Maintenance and Repair Services - Equipment		10,746	
Maintenance and Repair Services - Vehicles		77,085	
Pest Control		1,260	
Postal Charges		318	
Printing, Stationery, and Forms		252	
Rentals		18,000	
Travel		7,765	
Tuition		16,493	
Disposal Fees		1,732	
Other Contracted Services		415,028	
Custodial Supplies		9,963	
Drugs and Medical Supplies		218,309	
Duplicating Supplies		316	
Gasoline		123,520	
Natural Gas		7,609	
Office Supplies		2,972	
Tires and Tubes		23,608	
Uniforms		26,667	
Utilities		29,889	
Vehicle Parts		57,475	
Other Supplies and Materials		15,119	
Building and Contents Insurance		5,000	
Liability Insurance		22,612	
Trustee's Commission		51,339	
Vehicle and Equipment Insurance		23,667	
Workers' Compensation Insurance		82,046	
In Service/Staff Development		24,369	
Communication Equipment		16,763	
Data Processing Equipment		13,518	
Furniture and Fixtures		6,664	
Heating and Air Conditioning Equipment		7,811	
Motor Vehicles		191,800	
Other Equipment		100,172	
Total Ambulance/Emergency Medical Services	\$		5,727,217

(Continued)

Exhibit K-8

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

Ambulance Service Fund (Cont.)

Principal on Debt

General Government

Principal on Notes	\$ 31,000	
Total General Government		\$ 31,000

Interest on Debt

General Government

Interest on Notes	\$ 3,668	
Total General Government		<u>3,668</u>

Total Ambulance Service Fund		\$ 5,761,885
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Drug Control Fund

Public Safety

Drug Enforcement

Communication	\$ 9,240	
Contracts with Private Agencies	15,846	
Dues and Memberships	620	
Maintenance and Repair Services - Equipment	1,380	
Towing Services	750	
Travel	2,929	
Veterinary Services	4,520	
Animal Food and Supplies	1,852	
Gasoline	5,184	
Law Enforcement Supplies	3,104	
Office Supplies	101	
Uniforms	1,578	
Other Supplies and Materials	400	
Trustee's Commission	1,440	
Vehicle and Equipment Insurance	3,000	
In Service/Staff Development	4,690	
Other Charges	1,873	
Law Enforcement Equipment	20,454	
Motor Vehicles	44,000	
Total Drug Enforcement		<u>\$ 122,961</u>

Total Drug Control Fund		122,961
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Other Special Revenue Fund

Other Operations

Tourism

Supervisor/Director	\$ 55,936	
Clerical Personnel	61,130	
Social Security	6,909	
Pensions	7,377	
Life Insurance	116	
Medical Insurance	20,808	
Dental Insurance	883	
Disability Insurance	742	

(Continued)

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

Other Special Revenue Fund (Cont.)

Other Operations (Cont.)

Tourism (Cont.)

Unemployment Compensation	\$	267	
Employer Medicare		1,616	
Advertising		107,649	
Communication		5,070	
Contributions		38,513	
Dues and Memberships		2,050	
Maintenance and Repair Services - Buildings		2,375	
Postal Charges		2,924	
Printing, Stationery, and Forms		1,402	
Rentals		1,255	
Travel		3,730	
Other Contracted Services		107	
Gasoline		166	
Office Supplies		1,735	
Uniforms		350	
Utilities		3,142	
Other Supplies and Materials		952	
Building and Contents Insurance		750	
Liability Insurance		911	
Trustee's Commission		3,823	
Workers' Compensation Insurance		300	
In Service/Staff Development		109	
Other Charges		206	
Building Improvements		10,060	
Data Processing Equipment		486	
Motor Vehicles		30,555	
Total Tourism			\$ 374,404

Total Other Special Revenue Fund \$ 374,404

Constitutional Officers - Fees Fund

Finance

County Trustee's Office

Constitutional Officers' Operating Expenses	\$	622	
Total County Trustee's Office			\$ 622

Administration of Justice

Circuit Court

Constitutional Officers' Operating Expenses	\$	3,229	
Total Circuit Court			3,229

General Sessions Court

Constitutional Officers' Operating Expenses	\$	140	
Total General Sessions Court			140

Total Constitutional Officers - Fees Fund 3,991

(Continued)

Exhibit K-8

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

Highway/Public Works Fund

Highways

Administration

County Official/Administrative Officer	\$	93,496	
Clerical Personnel		77,236	
Overtime Pay		22	
Social Security		9,677	
Pensions		11,445	
Life Insurance		93	
Medical Insurance		26,968	
Dental Insurance		1,234	
Disability Insurance		421	
Unemployment Compensation		73	
Employer Medicare		2,397	
Dues and Memberships		3,534	
Licenses		400	
Maintenance Agreements		2,642	
Maintenance and Repair Services - Equipment		187	
Pest Control		240	
Travel		75	
Disposal Fees		433	
Office Supplies		2,565	
Office Equipment		1,576	
Total Administration			\$ 234,714

Highway and Bridge Maintenance

Foremen	\$	41,513	
Equipment Operators		119,619	
Truck Drivers		119,350	
Laborers		352,891	
Overtime Pay		73,331	
Social Security		41,445	
Pensions		46,069	
Life Insurance		822	
Medical Insurance		152,829	
Dental Insurance		8,746	
Disability Insurance		3,664	
Unemployment Compensation		583	
Employer Medicare		9,612	
Contracts with Private Agencies		1,245	
Rentals		5,426	
Other Contracted Services		39,766	
Asphalt		2,014,569	
Crushed Stone		124,506	
Custodial Supplies		3,888	
Other Road Materials		6,002	
Pipe - Metal		127,732	
Road Signs		3,224	
Uniforms		4,064	
Other Supplies and Materials		1,810	
Total Highway and Bridge Maintenance			3,302,706

(Continued)

Exhibit K-8

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

Highway/Public Works Fund (Cont.)Highways (Cont.)Operation and Maintenance of Equipment

Mechanic(s)	\$	33,058	
Nightwatchmen		46,913	
Overtime Pay		10,698	
Social Security		5,207	
Pensions		6,640	
Life Insurance		84	
Medical Insurance		23,880	
Dental Insurance		1,192	
Disability Insurance		553	
Unemployment Compensation		66	
Employer Medicare		1,218	
Maintenance and Repair Services - Equipment		255	
Other Contracted Services		87,187	
Equipment and Machinery Parts		112,890	
Garage Supplies		1,186	
Gasoline		266,220	
Lubricants		8,013	
Tires and Tubes		21,720	
Other Supplies and Materials		39,490	
Total Operation and Maintenance of Equipment	\$		666,470

Other Charges

Communication	\$	4,236	
Electricity		8,917	
Natural Gas		7,221	
Water and Sewer		420	
Building and Contents Insurance		1,000	
Liability Insurance		58,600	
Trustee's Commission		40,028	
Vehicle and Equipment Insurance		50,000	
Workers' Compensation Insurance		56,981	
Total Other Charges			227,403

Capital Outlay

Engineering Services	\$	46	
Total Capital Outlay			46

Total Highway/Public Works Fund \$ 4,431,339

General Debt Service FundPrincipal on DebtGeneral Government

Principal on Bonds	\$	555,000	
Principal on Notes		100,000	
Principal on Capital Leases		107,057	
Principal on Other Loans		305,436	
Total General Government	\$		1,067,493

(Continued)

Exhibit K-8

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

General Debt Service Fund (Cont.)

Interest on Debt

General Government

Interest on Bonds	\$	549,272	
Interest on Notes		30,981	
Interest on Capital Leases		2,779	
Interest on Other Loans		28,819	
Total General Government			\$ 611,851

Other Debt Service

General Government

Fiscal Agent Charges	\$	15,928	
Trustee's Commission		35,904	
Total General Government			51,832

Total General Debt Service Fund \$ 1,731,176

Rural Debt Service Fund

Principal on Debt

Education

Principal on Bonds	\$	760,000	
Principal on Notes		84,240	
Principal on Capital Leases		89,685	
Principal on Other Loans		200,000	
Total Education			\$ 1,133,925

Interest on Debt

Education

Interest on Bonds	\$	310,869	
Interest on Capital Leases		33,732	
Interest on Other Loans		110,275	
Total Education			454,876

Other Debt Service

Education

Accounting Services	\$	7,020	
Fiscal Agent Charges		2,869	
Trustee's Commission		3,670	
Underwriter's Discount		24,974	
Other Debt Issuance Charges		69,067	
Total Education			107,600

Total Rural Debt Service Fund 1,696,401

Education Debt Service Fund

Principal on Debt

Education

Principal on Bonds	\$	820,000	
Principal on Notes		412,000	
Principal on Other Loans		225,000	
Total Education			\$ 1,457,000

(Continued)

Exhibit K-8

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

Education Debt Service Fund (Cont.)

Interest on Debt

Education

Interest on Bonds	\$ 464,625	
Interest on Notes	11,582	
Interest on Other Loans	125,400	
Total Education		\$ 601,607

Other Debt Service

Education

Fiscal Agent Charges	\$ 1,662	
Trustee's Commission	31,531	
Underwriter's Discount	21,453	
Other Debt Issuance Charges	53,963	
Total Education		108,609

Total Education Debt Service Fund \$ 2,167,216

General Capital Projects Fund

Capital Projects

General Administration Projects

Trustee's Commission	\$ 613	
Heating and Air Conditioning Equipment	69,500	
Total General Administration Projects		\$ 70,113

Administration of Justice Projects

Building Improvements	\$ 647,812	
Total Administration of Justice Projects		647,812

Social, Cultural, and Recreation Projects

Data Processing Equipment	\$ 4,695	
Land	257,200	
Building Purchases	337,800	
Other Capital Outlay	8	
Total Social, Cultural, and Recreation Projects		599,703

Total General Capital Projects Fund 1,317,628

Total Governmental Funds - Primary Government \$ 45,360,140

Exhibit K-9

Anderson County, Tennessee
Schedule of Detailed Expenditures -
All Governmental Fund Types
Discretely Presented Anderson County School Department
For the Year Ended June 30, 2018

General Purpose School Fund

Instruction

Regular Instruction Program

Supervisor/Director	\$	1,700	
Teachers		16,450,302	
Career Ladder Program		57,740	
Homebound Teachers		73,814	
Educational Assistants		720,833	
Bonus Payments		229,992	
Certified Substitute Teachers		58,502	
Non-certified Substitute Teachers		142,010	
Social Security		1,024,750	
Pensions		1,546,338	
Life Insurance		19,644	
Medical Insurance		1,874,367	
Unemployment Compensation		12,840	
Employer Medicare		241,084	
Payments to Retirees		54,391	
Other Contracted Services		48,006	
Instructional Supplies and Materials		589,180	
Textbooks - Bound		64,816	
Other Supplies and Materials		116,456	
Refund to Applicant for Criminal Investigation		5,030	
Other Charges		58,767	
Regular Instruction Equipment		649,527	
Total Regular Instruction Program			\$ 24,040,089

Special Education Program

Teachers	\$	3,275,864	
Career Ladder Program		19,000	
Homebound Teachers		30,323	
Educational Assistants		814,680	
Certified Substitute Teachers		11,640	
Non-certified Substitute Teachers		22,241	
Social Security		242,047	
Pensions		356,770	
Life Insurance		6,116	
Medical Insurance		443,100	
Unemployment Compensation		3,529	
Employer Medicare		56,580	
Payments to Retirees		210	
Other Contracted Services		30,880	
Instructional Supplies and Materials		24,000	
Other Supplies and Materials		6,107	
Special Education Equipment		1,586	
Total Special Education Program			5,344,673

Career and Technical Education Program

Teachers	\$	2,156,033	
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(Continued)

Exhibit K-9

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

General Purpose School Fund (Cont.)

Instruction (Cont.)

Career and Technical Education Program (Cont.)

Career Ladder Program	\$	8,960	
Clerical Personnel		96,629	
Other Salaries and Wages		8,000	
Certified Substitute Teachers		10,785	
Non-certified Substitute Teachers		42,090	
Social Security		133,172	
Pensions		203,393	
Life Insurance		2,571	
Medical Insurance		254,297	
Unemployment Compensation		1,438	
Employer Medicare		31,341	
Payments to Retirees		12,000	
Maintenance and Repair Services - Equipment		16,399	
Instructional Supplies and Materials		88,541	
Other Supplies and Materials		4,292	
Vocational Instruction Equipment		329,968	
Total Career and Technical Education Program	\$		3,399,909

Student Body Education Program

Teachers	\$	60,372	
Social Security		3,564	
Pensions		5,482	
Life Insurance		50	
Medical Insurance		5,513	
Unemployment Compensation		31	
Employer Medicare		833	
Instructional Supplies and Materials		7,500	
Other Charges		1,142	
Total Student Body Education Program			84,487

Support Services

Attendance

Supervisor/Director	\$	93,363	
Career Ladder Program		1,000	
Clerical Personnel		27,373	
Other Salaries and Wages		131,712	
Social Security		13,411	
Pensions		20,663	
Life Insurance		255	
Medical Insurance		30,942	
Unemployment Compensation		325	
Employer Medicare		3,380	
Travel		60	
Other Supplies and Materials		384	
Other Equipment		870	
Total Attendance			323,738

(Continued)

Exhibit K-9

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

General Purpose School Fund (Cont.)

Support Services (Cont.)

Health Services

Supervisor/Director	\$	74,354	
Medical Personnel		420,023	
Other Salaries and Wages		8,467	
Social Security		27,621	
Pensions		42,165	
Life Insurance		671	
Medical Insurance		66,315	
Unemployment Compensation		402	
Employer Medicare		6,467	
Communication		955	
Postal Charges		100	
Travel		15,475	
Drugs and Medical Supplies		19,971	
Other Supplies and Materials		44,957	
In Service/Staff Development		1,900	
Other Equipment		2,034	
Total Health Services			\$ 731,877

Other Student Support

Career Ladder Program	\$	3,000	
Guidance Personnel		1,018,581	
Other Salaries and Wages		69,595	
Social Security		62,271	
Pensions		97,725	
Life Insurance		1,051	
Medical Insurance		129,556	
Unemployment Compensation		830	
Employer Medicare		14,534	
Communication		1,200	
Contracts with Government Agencies		131,303	
Printing, Stationery, and Forms		500	
Travel		5,513	
Other Supplies and Materials		18,036	
In Service/Staff Development		2,215	
Other Charges		760	
Motor Vehicles		21,920	
Other Equipment		4,887	
Total Other Student Support			1,583,477

Regular Instruction Program

Supervisor/Director	\$	180,678
Career Ladder Program		7,000
Librarians		527,225
Secretary(ies)		38,122
Other Salaries and Wages		107,016
Social Security		49,385

(Continued)

Exhibit K-9

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

General Purpose School Fund (Cont.)

Support Services (Cont.)

Regular Instruction Program (Cont.)

Pensions	\$	75,162	
Life Insurance		826	
Medical Insurance		89,146	
Unemployment Compensation		1,009	
Employer Medicare		11,607	
Payments to Retirees		1,312	
Travel		3,452	
Food Supplies		194	
Library Books/Media		33,510	
Other Supplies and Materials		36,613	
In Service/Staff Development		61,603	
Total Regular Instruction Program			\$ 1,223,860

Special Education Program

Supervisor/Director	\$	89,755	
Career Ladder Program		1,000	
Psychological Personnel		122,478	
Clerical Personnel		80,488	
Speech Pathologist		473,839	
Other Salaries and Wages		400,136	
Social Security		64,200	
Pensions		101,813	
Life Insurance		1,208	
Medical Insurance		156,003	
Unemployment Compensation		635	
Employer Medicare		15,586	
Consultants		24,025	
Travel		60	
Other Contracted Services		122,701	
Other Supplies and Materials		19,830	
Other Charges		3,499	
Total Special Education Program			1,677,256

Career and Technical Education Program

Supervisor/Director	\$	89,606	
Other Salaries and Wages		83,292	
Social Security		10,057	
Pensions		14,241	
Life Insurance		200	
Medical Insurance		24,321	
Unemployment Compensation		144	
Employer Medicare		2,352	
Travel		36,523	
In Service/Staff Development		3,000	
Total Career and Technical Education Program			263,736

(Continued)

Exhibit K-9

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

General Purpose School Fund (Cont.)

Support Services (Cont.)

Technology

Supervisor/Director	\$	94,238	
Secretary(ies)		37,431	
Other Salaries and Wages		407,572	
Social Security		31,586	
Pensions		42,629	
Life Insurance		480	
Medical Insurance		52,250	
Unemployment Compensation		218	
Employer Medicare		7,387	
Dues and Memberships		30	
Internet Connectivity		165,145	
Travel		11,197	
Other Contracted Services		217,125	
Other Supplies and Materials		92,099	
In Service/Staff Development		715	
Administration Equipment		9,944	
Data Processing Equipment		43,440	
Total Technology			\$ 1,213,486

Other Programs

On-behalf Payments to OPEB	\$	275,944	
Total Other Programs			275,944

Board of Education

Secretary to Board	\$	6,000	
Board and Committee Members Fees		58,100	
Social Security		2,225	
Pensions		1,532	
Life Insurance		400	
Unemployment Compensation		3,962	
Employer Medicare		729	
Advertising		400	
Audit Services		25,250	
Consultants		3,250	
Contributions		25,000	
Dues and Memberships		9,462	
Legal Services		18,573	
Travel		23,440	
Liability Insurance		157,880	
Trustee's Commission		481,917	
Workers' Compensation Insurance		300,902	
Other Charges		7,431	
Total Board of Education			1,126,453

Director of Schools

County Official/Administrative Officer	\$	136,546	
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(Continued)

Exhibit K-9

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

General Purpose School Fund (Cont.)

Support Services (Cont.)

Director of Schools (Cont.)

Assistant(s)	\$	105,973	
Career Ladder Program		1,000	
Secretary(ies)		40,001	
Social Security		16,747	
Pensions		25,044	
Life Insurance		150	
Medical Insurance		18,673	
Unemployment Compensation		69	
Employer Medicare		3,923	
Communication		60,305	
Dues and Memberships		3,778	
Postal Charges		3,907	
Travel		11,568	
Other Contracted Services		5,445	
Office Supplies		1,657	
Other Supplies and Materials		10,967	
Other Charges		5,300	
Total Director of Schools			\$ 451,053

Office of the Principal

Principals	\$	1,400,540	
Career Ladder Program		8,000	
Assistant Principals		757,501	
Secretary(ies)		613,759	
Social Security		158,460	
Pensions		241,104	
Life Insurance		2,758	
Medical Insurance		322,575	
Unemployment Compensation		1,812	
Employer Medicare		37,079	
Payments to Retirees		1,150	
Communication		25,641	
Travel		6,944	
In Service/Staff Development		9,197	
Total Office of the Principal			3,586,520

Fiscal Services

Supervisor/Director	\$	88,315	
Accountants/Bookkeepers		280,671	
Social Security		20,295	
Pensions		25,707	
Life Insurance		350	
Medical Insurance		35,799	
Unemployment Compensation		347	
Employer Medicare		5,037	
Travel		1,056	

(Continued)

Exhibit K-9

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

General Purpose School Fund (Cont.)

Support Services (Cont.)

Fiscal Services (Cont.)

Other Contracted Services	\$	5,048	
Office Supplies		2,860	
Other Supplies and Materials		17,433	
In Service/Staff Development		35	
Other Charges		3,000	
Total Fiscal Services			\$ 485,953

Human Services/Personnel

Supervisor/Director	\$	49,135	
Social Security		2,477	
Pensions		3,602	
Life Insurance		50	
Medical Insurance		10,645	
Unemployment Compensation		52	
Employer Medicare		579	
Advertising		300	
Travel		1,646	
Other Contracted Services		14,804	
Office Supplies		1,389	
Other Supplies and Materials		1,467	
In Service/Staff Development		1,094	
Total Human Services/Personnel			87,240

Operation of Plant

Supervisor/Director	\$	85,130	
Custodial Personnel		1,563,868	
Social Security		93,747	
Pensions		119,945	
Life Insurance		3,036	
Medical Insurance		319,285	
Unemployment Compensation		1,722	
Employer Medicare		21,929	
Payments to Retirees		7,220	
Maintenance and Repair Services - Vehicles		21,856	
Rentals		57,392	
Disposal Fees		79,449	
Other Contracted Services		63,353	
Custodial Supplies		188,105	
Electricity		1,301,644	
Natural Gas		220,952	
Water and Sewer		211,634	
Other Supplies and Materials		12,701	
Building and Contents Insurance		268,260	
Motor Vehicles		28,322	
Plant Operation Equipment		21,733	
Total Operation of Plant			4,691,283

(Continued)

Exhibit K-9

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

General Purpose School Fund (Cont.)

Support Services (Cont.)

Maintenance of Plant

Maintenance Personnel	\$	523,208	
Social Security		29,034	
Pensions		38,385	
Life Insurance		726	
Medical Insurance		90,727	
Unemployment Compensation		757	
Employer Medicare		6,791	
Communication		106,834	
Maintenance and Repair Services - Buildings		13,068	
Maintenance and Repair Services - Equipment		14,327	
Travel		1,378	
Other Contracted Services		68,954	
Custodial Supplies		19,963	
Gasoline		54,346	
Office Supplies		2,001	
Other Supplies and Materials		197,729	
Total Maintenance of Plant			\$ 1,168,228

Transportation

Supervisor/Director	\$	44,458	
Unemployment Compensation		35	
Employer Medicare		645	
Contracts with Vehicle Owners		3,052,094	
Travel		1,370	
Other Contracted Services		7,247	
Other Supplies and Materials		1,257	
Administration Equipment		270,218	
Total Transportation			3,377,324

Operation of Non-Instructional Services

Community Services

Utilities	\$	3,488	
Total Community Services			3,488

Capital Outlay

Regular Capital Outlay

Contributions	\$	467,099	
Building Improvements		613,200	
Total Regular Capital Outlay			1,080,299

Other Debt Service

Education

Debt Service Contribution to Primary Government	\$	1,560,556	
Total Education			1,560,556

Total General Purpose School Fund \$ 57,780,929

(Continued)

Exhibit K-9

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

School Federal Projects FundInstructionRegular Instruction Program

Teachers	\$	909,926	
Educational Assistants		16,860	
Other Salaries and Wages		4,795	
Certified Substitute Teachers		3,664	
Non-certified Substitute Teachers		3,348	
Social Security		50,371	
Pensions		77,172	
Life Insurance		659	
Medical Insurance		71,275	
Unemployment Compensation		652	
Employer Medicare		12,826	
Other Fringe Benefits		3,652	
Instructional Supplies and Materials		142,344	
Other Charges		2,692	
Regular Instruction Equipment		11,451	
Total Regular Instruction Program			\$ 1,311,687

Special Education Program

Teachers	\$	450,180	
Educational Assistants		315,198	
Other Salaries and Wages		122,042	
Certified Substitute Teachers		960	
Non-certified Substitute Teachers		2,178	
Social Security		49,827	
Pensions		73,031	
Life Insurance		1,638	
Medical Insurance		121,610	
Unemployment Compensation		2,211	
Employer Medicare		11,665	
Instructional Supplies and Materials		187,292	
Workers' Compensation Insurance		5,733	
Special Education Equipment		41,297	
Total Special Education Program			1,384,862

Career and Technical Education Program

Other Supplies and Materials	\$	32,268	
Vocational Instruction Equipment		110,765	
Total Career and Technical Education Program			143,033

Support ServicesOther Student Support

Supervisor/Director	\$	77,984	
Social Workers		179,679	
Other Salaries and Wages		29,928	
Social Security		15,488	
Pensions		22,060	

(Continued)

Exhibit K-9

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

School Federal Projects Fund (Cont.)

Support Services (Cont.)

Other Student Support (Cont.)

Life Insurance	\$	259	
Medical Insurance		30,613	
Employer Medicare		3,780	
Communication		2,631	
Contracts with Government Agencies		84,574	
Travel		56,757	
Other Contracted Services		14,963	
Other Supplies and Materials		150,593	
In Service/Staff Development		18,032	
Total Other Student Support	\$		687,341

Regular Instruction Program

Supervisor/Director	\$	131,173	
Secretary(ies)		36,938	
Clerical Personnel		1,140	
Other Salaries and Wages		393,522	
Social Security		32,357	
Pensions		50,308	
Life Insurance		546	
Medical Insurance		51,613	
Unemployment Compensation		384	
Employer Medicare		7,568	
Other Fringe Benefits		2,574	
Communication		1,403	
Postal Charges		2,014	
Printing, Stationery, and Forms		11,462	
Travel		51,794	
Other Supplies and Materials		68,377	
In Service/Staff Development		121,681	
Other Charges		14,855	
Other Equipment		56,883	
Total Regular Instruction Program			1,036,592

Special Education Program

Clerical Personnel	\$	58,973	
Other Salaries and Wages		44,529	
Social Security		6,242	
Pensions		8,355	
Life Insurance		100	
Medical Insurance		5,046	
Unemployment Compensation		158	
Employer Medicare		1,460	
Travel		22,693	
Other Contracted Services		106,545	
Other Supplies and Materials		6,616	
Workers' Compensation Insurance		520	

(Continued)

Exhibit K-9

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

School Federal Projects Fund (Cont.)

Support Services (Cont.)

Special Education Program (Cont.)

In Service/Staff Development	\$	38,288	
Other Equipment		<u>3,576</u>	
Total Special Education Program	\$		303,101

Board of Education

Criminal Investigation of Applicants - TBI	\$	<u>359</u>	
Total Board of Education			359

Transportation

Other Salaries and Wages	\$	30,040	
Social Security		1,854	
Pensions		2,201	
Employer Medicare		434	
Contracts with Private Agencies		81,624	
Contracts with Parents		6,209	
Maintenance and Repair Services - Vehicles		14,549	
Gasoline		37,415	
Tires and Tubes		3,686	
Transportation Equipment		<u>45,719</u>	
Total Transportation			223,731

Operation of Non-Instructional Services

Food Service

Food Supplies	\$	<u>3,632</u>	
Total Food Service			3,632

Community Services

Supervisor/Director	\$	21,600	
Teachers		141,990	
Clerical Personnel		10,798	
Educational Assistants		57,767	
Other Salaries and Wages		111,756	
Certified Substitute Teachers		11,620	
Non-certified Substitute Teachers		17,486	
Social Security		22,799	
Pensions		28,404	
Employer Medicare		5,409	
Travel		2,975	
Food Supplies		546	
Instructional Supplies and Materials		9,562	
In Service/Staff Development		<u>906</u>	
Total Community Services			<u>443,618</u>

Total School Federal Projects Fund \$ 5,537,956

(Continued)

Exhibit K-9

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

Central Cafeteria Fund

Operation of Non-Instructional Services

Food Service

Supervisor/Director	\$	78,294	
Accountants/Bookkeepers		98,683	
Clerical Personnel		479,066	
Cafeteria Personnel		627,239	
Other Salaries and Wages		652	
Social Security		74,320	
Pensions		67,004	
Life Insurance		2,143	
Medical Insurance		176,403	
Unemployment Compensation		1,888	
Employer Medicare		17,381	
Bank Charges		2,146	
Communication		13,296	
Dues and Memberships		1,974	
Licenses		1,815	
Maintenance and Repair Services - Equipment		19,904	
Maintenance and Repair Services - Vehicles		248	
Printing, Stationery, and Forms		1,360	
Travel		18,444	
Other Contracted Services		36,113	
Food Supplies		1,091,368	
Gasoline		861	
Office Supplies		4,916	
Tires and Tubes		639	
Uniforms		7,828	
Vehicle Parts		361	
USDA - Commodities		261,077	
Other Supplies and Materials		13,417	
Workers' Compensation Insurance		17,698	
In Service/Staff Development		10,889	
Building Improvements		5,763	
Data Processing Equipment		1,622	
Food Service Equipment		236,257	
Total Food Service			\$ 3,371,069

Total Central Cafeteria Fund

\$ 3,371,069

Other Education Special Revenue Fund

Operation of Non-Instructional Services

Community Services

Supervisor/Director	\$	79,126
Teachers		252,890
Social Workers		4,800
Medical Personnel		40,159
Secretary(ies)		62,005
Clerical Personnel		7,442

(Continued)

Exhibit K-9

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

Other Education Special Revenue Fund (Cont.)

Operation of Non-Instructional Services (Cont.)

Community Services (Cont.)

Educational Assistants	\$	1,168,348	
Other Salaries and Wages		94,512	
Certified Substitute Teachers		120	
Non-certified Substitute Teachers		1,258	
Social Security		98,839	
Pensions		121,664	
Life Insurance		3,102	
Medical Insurance		214,538	
Unemployment Compensation		1,866	
Employer Medicare		23,222	
Advertising		694	
Communication		10,752	
Contracts with Other School Systems		853,972	
Dues and Memberships		1,231	
Maintenance and Repair Services - Office Equipment		1,414	
Maintenance and Repair Services - Vehicles		2,933	
Pest Control		720	
Postal Charges		61	
Rentals		7,800	
Travel		10,399	
Other Contracted Services		91,225	
Drugs and Medical Supplies		1,280	
Electricity		13,187	
Food Supplies		36,259	
Gasoline		3,063	
General Construction Materials		350	
Instructional Supplies and Materials		19,803	
Natural Gas		1,921	
Office Supplies		3,837	
Water and Sewer		1,432	
Other Supplies and Materials		116,415	
Building and Contents Insurance		2,249	
Vehicle and Equipment Insurance		5,250	
Workers' Compensation Insurance		8,666	
In Service/Staff Development		34,595	
Other Charges		32,241	
Building Improvements		11,772	
Data Processing Equipment		33,751	
Motor Vehicles		22,863	
Other Equipment		79,096	
Total Community Services			\$ 3,583,122

Early Childhood Education

Supervisor/Director	\$	13,963
Teachers		265,583
Medical Personnel		28,758

(Continued)

Exhibit K-9

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

Other Education Special Revenue Fund (Cont.)

Operation of Non-Instructional Services (Cont.)

Early Childhood Education (Cont.)

Secretary(ies)	\$	10,515	
Clerical Personnel		15,944	
Educational Assistants		124,976	
Other Salaries and Wages		598	
Certified Substitute Teachers		280	
Non-certified Substitute Teachers		796	
Social Security		27,386	
Pensions		39,011	
Life Insurance		759	
Medical Insurance		43,061	
Unemployment Compensation		433	
Employer Medicare		6,405	
Communication		794	
Maintenance and Repair Services - Office Equipment		695	
Postal Charges		100	
Travel		618	
Other Contracted Services		5,262	
Drugs and Medical Supplies		245	
Food Supplies		197	
General Construction Materials		477	
Instructional Supplies and Materials		4,621	
Natural Gas		3,789	
Office Supplies		679	
Other Supplies and Materials		190	
Building and Contents Insurance		40	
Workers' Compensation Insurance		2,500	
In Service/Staff Development		1,311	
Other Charges		7,172	
Data Processing Equipment		1,464	
Total Early Childhood Education			\$ 608,622

Capital Outlay

Regular Capital Outlay

Architects	\$	5,000	
Furniture and Fixtures		2,900	
Total Regular Capital Outlay			7,900

Other Debt Service

Education

Debt Service Contribution to Primary Government	\$	123,417	
Total Education			123,417

Total Other Education Special Revenue Fund \$ 4,323,061

(Continued)

Exhibit K-9

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

<u>Education Capital Projects Fund</u>		
<u>Capital Projects</u>		
<u>Education Capital Projects</u>		
Trustee's Commission	\$	357
Regular Instruction Equipment		<u>17,576</u>
Total Education Capital Projects		<u>\$ 17,933</u>
Total Education Capital Projects Fund		<u>\$ 17,933</u>
Total Governmental Funds - Anderson County School Department		<u>\$ 71,030,948</u>

Exhibit K-10

Anderson County, Tennessee
Schedule of Detailed Receipts, Disbursements, and Changes in Cash Balances - City Agency Funds
For the Year Ended June 30, 2018

	Cities - Sales Tax Fund	City School ADA - Clinton Fund	City School ADA - Oak Ridge Fund	Total
<u>Cash Receipts</u>				
Current Property Taxes	\$ 0	\$ 2,021,928	\$ 8,717,110	\$ 10,739,038
Trustee's Collections - Prior Years	0	75,410	325,046	400,456
Trustee's Collections - Bankruptcy	0	293	1,286	1,579
Circuit/Clerk and Master Collections - Prior Years	0	28,888	123,739	152,627
Interest and Penalty	0	24,553	107,039	131,592
Local Option Sales Tax	14,121,830	1,236,902	4,731,675	20,090,407
Coal Severance Tax	0	10	44	54
Interstate Telecommunications Tax	0	1	3	4
Cities - Local Option Sales Tax	0	0	599,883	599,883
Marriage Licenses	0	404	1,738	2,142
Total Cash Receipts	\$ 14,121,830	\$ 3,388,389	\$ 14,607,563	\$ 32,117,782
<u>Cash Disbursements</u>				
Remittance of Revenues Collected	\$ 13,980,612	\$ 3,334,298	\$ 14,370,751	\$ 31,685,661
Trustee's Commission	141,218	54,299	238,149	433,666
Total Cash Disbursements	\$ 14,121,830	\$ 3,388,597	\$ 14,608,900	\$ 32,119,327
<u>Excess of Cash Receipts Over (Under)</u>				
Cash Disbursements	\$ 0	\$ (208)	\$ (1,337)	\$ (1,545)
Cash Balance, July 1, 2017	0	2,952	13,166	16,118
Cash Balance, June 30, 2018	\$ 0	\$ 2,744	\$ 11,829	\$ 14,573

STATISTICAL SECTION

This part of Anderson County’s comprehensive annual financial report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the government’s overall financial health.

	Tables	Pages
Financial Trends:		
These schedules contain trend information to help the reader understand how the government’s financial performance and well-being have changed over time.	1-6	277-283
Revenue Capacity:		
These schedules contain information to help the reader assess the government’s most significant local revenue source, the property tax.	7-10	284-287
Debt Capacity:		
These schedules present information to help the reader assess the affordability of the government’s current levels of outstanding debt and the government’s ability to issue additional debt in the future.	11-15	288-292
Demographic and Economic Information:		
These schedules offer demographic and economic indicators to help the reader understand the environment within which the government’s financial activities take place.	16-17	293-294
Operating Information:		
These schedules contain service and infrastructure data to help the reader understand how the information in the government’s financial report relates to the services the government provides and the activities it performs.	18-20	295-297

Sources: Unless otherwise noted, the information in these schedules is derived from the comprehensive annual financial reports for the relevant year.

Table 1

Anderson County, Tennessee
Net Position by Component
Last Ten Fiscal Years
(accrual basis of accounting)

	Fiscal Year									
	2009	2010	2011	2012	2013	2014	2015	2016	2017	2018
Governmental Activities:										
Net Investment in Capital Assets	\$ 15,163,056	\$ 15,002,377	\$ 15,962,344	\$ 14,532,349	\$ 14,886,641	\$ 13,890,778	\$ 13,852,050	\$ 13,682,164	\$ 13,178,548	\$ 14,227,812
Restricted for:										
General Government	0	0	22,823	164,343	233,741	37,233	57,168	77,455	88,864	93,231
Finance	0	0	15,002	20,668	26,352	44,712	49,711	56,626	55,224	68,661
Administration of Justice	0	0	323,830	357,587	376,066	462,167	559,449	663,791	724,192	817,386
Public Safety	0	0	504,844	366,463	474,254	594,554	608,305	692,038	714,484	849,352
Public Health and Welfare	0	0	101,338	223,471	220,066	531,472	459,276	493,754	525,220	534,746
Social, Cultural, and Recreational Services	0	0	341,130	331,713	289,789	573,936	557,773	613,050	580,214	639,582
Other Operations	347,467	387,877	8,000	4,826	0	0	0	0	0	0
Highway/Public Works	961,417	972,780	1,286,623	1,496,633	1,939,581	2,605,860	2,466,945	3,678,033	3,677,601	3,721,912
Debt Service	2,061,209	2,653,340	2,861,253	2,661,622	2,338,760	2,555,580	2,700,050	2,839,152	3,001,213	3,044,885
Capital Projects	0	0	0	65,443	0	0	75,534	26,729	41,271	60,069
Pensions	0	0	0	0	0	0	0	0	0	1,414,834
Other Purposes	0	0	0	0	0	0	1,017,993	1,235,085	0	0
Courthouse and Jail (1)	93,109	93,109	0	0	0	0	0	0	0	0
Public Library (1)	223,052	249,191	0	0	0	0	0	0	0	0
Solid Waste (1)	385,169	241,030	0	0	0	0	0	0	0	0
Drug Control (1)	91,807	165,820	0	0	0	0	0	0	0	0
Tourism (1)	61,626	88,919	0	0	0	0	0	0	0	0
Unrestricted	(7,484,171)	(7,666,758)	(7,588,444)	(22,981,735)	(21,919,871)	(28,572,192)	(27,234,277)	(24,950,315)	(20,182,268)	(17,054,986)
Subtotal Governmental Activities Net Position	\$ 11,903,741	\$ 12,187,685	\$ 13,838,743	\$ (2,756,617)	\$ (1,134,621)	\$ (7,275,900)	\$ (4,830,023)	\$ (892,438)	\$ 2,404,563	\$ 8,417,484
Business-type Activities: (3) (4)										
Net Investment in Capital Assets	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 916,480	\$ 687,200	\$ 511,757	\$ 0	\$ 0
Invested in Capital Assets	0	1,526,540	1,370,128	1,403,609	1,139,613	12,506,797	0	0	0	0
Other Purposes (5)	0	0	0	0	0	0	223,462	265,079	0	0
Unrestricted	0	1,398,449	1,173,406	1,155,461	1,119,672	194,526	225,838	(43,945)	47,853	0
Subtotal Business-type Activities Net Position	\$ 0	\$ 2,924,989	\$ 2,543,534	\$ 2,559,070	\$ 2,259,285	\$ 12,701,323	\$ 1,365,780	\$ 908,334	\$ 559,610	\$ 0
Primary Government:										
Net Investment in Capital Assets	\$ 15,163,056	\$ 15,002,377	\$ 15,962,344	\$ 14,532,349	\$ 14,886,641	\$ 13,890,778	\$ 14,768,530	\$ 14,369,364	\$ 13,690,305	\$ 14,227,812
Investment in Capital Assets	0	1,526,540	1,370,128	1,403,609	1,139,613	12,506,797	0	0	0	0
Restricted for:										
General Government	0	0	22,823	164,343	233,741	37,233	57,168	77,455	88,864	93,231
Finance	0	0	15,002	20,668	26,352	44,712	49,711	56,626	55,224	68,661
Administration of Justice	0	0	323,830	357,587	376,066	462,167	559,449	663,791	724,192	817,386
Public Safety	0	0	504,844	366,463	474,254	594,554	608,305	692,038	714,484	849,352
Public Health and Welfare	0	0	101,338	223,471	220,066	531,472	459,276	493,754	525,220	534,746
Social, Cultural, and Recreational Services	0	0	341,130	331,713	289,789	573,936	557,773	613,050	580,214	639,582
Other Operations	0	0	8,000	4,826	0	0	0	0	0	0
Highway/Public Works	961,417	972,780	1,286,623	1,496,633	1,939,581	2,605,860	2,466,945	3,678,033	3,677,601	3,721,912
Debt Service	2,061,209	2,653,340	2,861,253	2,661,622	2,338,760	2,555,580	2,700,050	2,839,152	3,001,213	3,044,885
Capital Projects	0	0	0	65,443	0	0	75,534	26,729	41,271	60,069
Pensions	0	0	0	0	0	0	0	0	0	1,414,834
Other Purposes	0	0	0	0	0	0	1,241,455	1,500,164	0	0
Courthouse and Jail (1)	93,109	93,109	0	0	0	0	0	0	0	0
Public Library (1)	223,052	249,191	0	0	0	0	0	0	0	0
Solid Waste (1)	385,169	241,030	0	0	0	0	0	0	0	0
Drug Control (1)	91,807	165,820	0	0	0	0	0	0	0	0
Tourism (1)	61,626	88,919	0	0	0	0	0	0	0	0
Other Purposes	347,467	387,877	0	0	0	0	0	0	0	0
Unrestricted	(7,484,171)	(6,268,309)	(6,415,038)	(21,826,274)	(20,800,199)	(28,377,666)	(27,008,439)	(24,994,260)	(20,134,415)	(17,054,986)
Sub-Total Primary Government Net Position (2)	\$ 11,903,741	\$ 15,112,674	\$ 16,382,277	\$ (197,547)	\$ 1,124,664	\$ 5,425,423	\$ (3,464,243)	\$ 15,896	\$ 2,964,173	\$ 8,417,484

(1) Prior to fiscal year 2008, amounts were included in Other Purposes. Since GASB Statement No. 54 - Fund Balance Reporting, the amounts are included in the appropriate functions.

(2) See Table 2 for changes in net position from year to year.

(3) On December 31, 2008, Anderson County Utility Board merged with Anderson County Water Authority.

(4) The Business-type Activity was the Anderson County Emergency Medical Services from July 1, 2010 through June 30, 2017.

(5) The Other Purpose reflected in the Business-Type Activities is the result of Anderson County complying with the provisions of GASB Statement No. 67 - Financial Reporting for Pension Plans.

Table 2

Anderson County, Tennessee
Changes in Net Position
Last Ten Fiscal Years
(accrual basis of accounting)

	Fiscal Year									
	2009	2010	2011	2012	2013	2014	2015	2016	2017	2018
Expenses										
Governmental Activities:										
General Government	\$ 3,678,421	\$ 3,806,607	\$ 3,685,858	\$ 3,548,769	\$ 3,716,551	\$ 4,811,254	\$ 4,525,344	\$ 4,722,322	\$ 5,525,125	\$ 4,800,543
Finance	2,772,399	2,795,163	2,791,197	2,710,791	2,719,335	2,668,619	2,708,370	2,833,421	2,957,033	2,957,049
Administration of Justice	2,601,237	2,867,590	2,912,864	3,122,189	3,336,291	3,034,235	2,856,117	3,045,914	2,866,798	2,957,763
Public Safety	10,629,849	11,073,910	11,594,279	11,914,342	12,297,181	12,567,081	12,363,564	13,040,212	13,275,663	13,070,328
Public Health and Welfare	6,830,198	2,847,206	2,677,855	4,308,053	2,985,437	3,127,945	2,854,886	2,918,888	3,447,087	8,407,549
Social, Cultural, and Recreational Services	543,805	606,085	672,862	686,748	593,389	938,544	1,414,105	1,145,163	1,254,501	1,437,339
Agriculture and Natural Resources	191,929	198,699	279,392	286,919	191,813	209,714	209,378	228,116	246,231	247,912
Other Operations	1,393,097	1,252,748	1,211,879	1,577,100	1,428,085	0	0	0	0	0
Highways	3,777,430	3,887,060	3,405,748	3,974,540	4,271,823	3,000,386	3,189,101	2,464,000	4,032,399	4,463,812
Education	0	0	0	18,622,722	0	9,676,315	400,000	1,200,000	0	0
Interest on Long-term Debt	1,056,082	758,747	861,452	1,603,475	1,738,298	2,099,727	1,877,096	1,892,076	2,006,374	1,858,282
Other Debt Service	117,537	53,825	244,402	261,308	158,803	0	0	0	0	0
Total Governmental Activities Expenses	\$ 33,591,984	\$ 30,147,640	\$ 30,337,788	\$ 52,616,956	\$ 33,437,006	\$ 42,133,820	\$ 32,397,961	\$ 33,490,112	\$ 35,611,211	\$ 40,200,577
Business-type Activities										
Water and Sewer (1)	\$ 1,475,798	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Ambulance Service (2)	0	4,411,487	5,189,348	5,523,704	5,629,430	5,565,910	5,477,030	5,542,626	5,577,294	0
Total Business-type Activities Expenses	\$ 1,475,798	\$ 4,411,487	\$ 5,189,348	\$ 5,523,704	\$ 5,629,430	\$ 5,565,910	\$ 5,477,030	\$ 5,542,626	\$ 5,577,294	\$ 0
Total Primary Government Expenses	\$ 35,067,782	\$ 34,559,127	\$ 35,527,136	\$ 58,140,660	\$ 39,066,436	\$ 47,699,730	\$ 37,874,991	\$ 39,032,738	\$ 41,188,505	\$ 40,200,577
Program Revenues										
Governmental Activities:										
Charges for Services:										
General Government	\$ 1,160,416	\$ 1,185,031	\$ 866,276	\$ 944,164	\$ 1,113,133	\$ 922,960	\$ 902,897	\$ 947,657	\$ 992,532	\$ 1,019,812
Finance	2,043,580	2,034,646	2,092,261	2,170,181	2,135,245	2,263,272	2,267,332	2,397,467	2,438,941	2,460,709
Administration of Justice	1,937,762	1,965,338	1,837,826	2,257,404	2,333,626	2,152,068	1,848,028	1,833,834	1,751,231	1,532,869
Public Safety	718,661	556,712	159,292	1,018,448	1,386,581	1,632,200	1,898,609	1,795,679	1,513,344	2,306,962
Public Health and Welfare (3)	5,849,858	128,311	662,670	622,962	617,232	687,545	702,688	778,187	782,134	6,543,431
Social, Cultural, and Recreational Services	68,771	71,417	78,901	90,886	143,668	269,892	281,406	296,552	315,728	338,362
Other Operations	140,187	0	661	434	0	0	0	0	0	0
Highways	522,822	513,164	602,453	868,539	383,810	363,280	273,039	165,728	152,463	202,810
Debt Service:										
Interest on Long-term Debt	158,325	69,580	0	0	0	0	0	0	0	0
Operating Grants and Contributions	3,061,445	3,457,014	4,137,178	3,603,825	3,644,441	3,076,558	3,450,460	3,099,104	3,163,801	3,706,388
Capital Grants and Contributions	985,527	1,556,900	880,110	1,426,256	817,300	786,509	293,852	717,325	1,882,756	889,035
Total Governmental Activities Program Revenues	\$ 16,647,354	\$ 11,538,113	\$ 11,317,628	\$ 13,003,099	\$ 12,575,036	\$ 12,154,284	\$ 11,918,311	\$ 12,031,533	\$ 12,992,930	\$ 19,000,378
Business-type Activities:										
Charges for Services:										
Water and Sewer	\$ 1,247,504	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Ambulance Service (2)	0	5,534,480	4,805,793	5,536,443	5,329,645	4,691,709	5,033,696	4,912,868	5,243,281	0
Capital Grants, and Contributions	0	0	0	0	0	0	0	0	0	0
Total Business-type Activities Program Revenues	\$ 1,247,504	\$ 5,534,480	\$ 4,805,793	\$ 5,536,443	\$ 5,329,645	\$ 4,691,709	\$ 5,033,696	\$ 4,912,868	\$ 5,243,281	\$ 0
Total Primary Government Program Revenues	\$ 17,894,858	\$ 17,072,593	\$ 16,123,421	\$ 18,539,542	\$ 17,904,681	\$ 16,845,993	\$ 16,952,007	\$ 16,944,401	\$ 18,236,211	\$ 19,000,378

(Continued)

Table 2

Anderson County, Tennessee
Changes in Net Position
Last Ten Fiscal Years
(accrual basis of accounting) (cont.)

	Fiscal Year									
	2009	2010	2011	2012	2013	2014	2015	2016	2017	2018
Net (Expense)/Revenue										
Governmental Activities	\$ (16,944,630)	\$ (18,609,527)	\$ (19,020,160)	\$ (39,613,857)	\$ (20,861,970)	\$ (29,979,536)	\$ (20,479,650)	\$ (21,458,579)	\$ (22,618,281)	\$ (21,200,199)
Business-type Activities	(228,294)	1,122,993	(383,555)	12,739	(299,785)	(874,201)	(443,334)	(629,758)	(334,013)	0
Total Primary Government Net Expense	\$ (17,172,924)	\$ (17,486,534)	\$ (19,403,715)	\$ (39,601,118)	\$ (21,161,755)	\$ (30,853,737)	\$ (20,922,984)	\$ (22,088,337)	\$ (22,952,294)	\$ (21,200,199)
General Revenues and Other Changes in Net Position										
Governmental Activities:										
Taxes:										
Property Taxes	\$ 14,075,895	\$ 13,839,528	\$ 14,156,678	\$ 16,408,402	\$ 16,530,753	\$ 16,803,070	\$ 16,720,379	\$ 17,603,970	\$ 17,784,072	\$ 18,045,188
Sales Taxes	926,173	934,132	910,270	673,151	806,190	772,057	841,454	974,149	954,828	1,249,588
Other Taxes	1,984,125	1,852,972	2,069,023	2,402,726	1,927,167	2,185,010	2,053,486	1,924,562	2,119,326	2,132,983
Grants and Contributions not Restricted to Specific Programs	4,198,585	3,959,502	3,429,501	3,625,716	4,067,113	4,027,520	4,870,251	5,013,622	4,934,772	5,413,716
Unrestricted Investment Income	160,454	50,899	37,857	67,991	62,758	25,187	28,659	25,252	33,688	79,209
Gain (Loss) on Sale of Capital Assets	0	0	0	0	0	0	0	0	0	0
Miscellaneous	41,240	58,435	67,889	40,182	54,387	25,413	44,590	26,921	71,469	35,196
Transfers	0	(1,801,996)	0	(1,812)	0	0	(628,381)	(172,312)	17,127	559,610
Total Governmental Activities	\$ 21,386,472	\$ 18,893,472	\$ 20,671,218	\$ 23,216,356	\$ 23,448,368	\$ 23,838,257	\$ 23,930,438	\$ 25,396,164	\$ 25,915,282	\$ 27,515,490
Business-type Activities:										
Unrestricted Investment Income	\$ 4,190	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Gain on Disposal of Property	0	0	0	0	0	16,239	0	0	0	0
Miscellaneous	0	0	2,100	985	0	0	0	0	2,416	0
Transfers (2)	0	1,801,996	0	1,812	0	0	628,381	172,312	(17,127)	(559,610)
Total Business-type Activities	\$ 4,190	\$ 1,801,996	\$ 2,100	\$ 2,797	\$ 0	\$ 16,239	\$ 628,381	\$ 172,312	\$ (14,711)	\$ (559,610)
Total Primary Government	\$ 21,390,662	\$ 20,695,468	\$ 20,673,318	\$ 23,219,153	\$ 23,448,368	\$ 23,854,496	\$ 24,558,819	\$ 25,568,476	\$ 25,900,571	\$ 26,955,880
Change in Net Position										
Governmental Activities	\$ 4,441,842	\$ 283,945	\$ 1,651,058	\$ (16,397,501)	\$ 2,586,398	\$ (6,141,279)	\$ 3,450,788	\$ 3,937,585	\$ 3,297,001	\$ 6,315,291
Business-type Activities	(224,104)	2,924,989	(381,455)	15,536	(299,785)	(857,962)	185,047	(457,446)	(348,724)	(559,610)
Total Primary Government (4) (5)	\$ 4,217,738	\$ 3,208,934	\$ 1,269,603	\$ (16,381,965)	\$ 2,286,613	\$ (6,999,241)	\$ 3,635,835	\$ 3,480,139	\$ 2,948,277	\$ 5,755,681

(1) On December 31, 2008, Anderson County Utility Board merged with Anderson County Water Authority.

(2) The Business-type Activity is Anderson County Emergency Medical Services. Prior to 2010 and after 2017, operations were reflected as a special revenue fund (Governmental Activities).

(3) The decline in 2010 and the increase in 2018 is a result of the ambulance service being classified and declassified as a Business-type Activity.

(4) In fiscal year ending 2012, the negative Net Position is primarily due to the issuance of \$14,750,000 in bonds issued by the primary government and contributed the net proceeds to the Discretely Presented Component Unit.

(5) In fiscal year ending 2014, the negative Net Position is primarily due to the issuance of \$9,810,215 in bonds issued by the primary government and contributed the net proceeds to the Discretely Presented Component Unit.

Table 3

Anderson County, Tennessee
Governmental Activities Tax Revenues by Source
Last Ten Fiscal Years
(accrual basis of accounting)

Fiscal Year	Property Tax (1)	Local Option Sales Tax	Hotel Motel Tax	Local Litigation Tax	Business Tax	Wholesale Beer Tax	Interstate Telecommuni- cations Tax	Mineral and Coal Gas & Oil Severance Taxes	Other Local Taxes	Total
2009	\$ 14,075,895	\$ 926,173	\$ 168,321	\$ 297,034	\$ 1,045,622	\$ -	\$ 3,753	\$ 466,144 (2)	\$ 3,251	\$ 16,986,193
2010	13,839,528	934,132	178,023	290,851	1,008,018	-	5,735	350,342	20,003	16,626,632
2011	14,156,678	910,270	324,673	356,430	1,120,438	-	3,746	257,521	6,215	17,135,971
2012	16,408,402	673,151	267,425	329,676	1,314,279	165,027 (3)	2,061	322,140	2,118	19,484,279
2013	16,530,753	806,190	275,561	304,544	996,687	143,170	2,848	201,211	3,146	19,264,110
2014	16,803,070	772,057	310,285	299,742	1,176,518	141,643	5,620	248,785	2,417	19,760,137
2015	16,720,379	841,454	340,344	324,034	1,011,454	140,146	3,698	231,280	2,530	19,615,319
2016	17,603,970	974,149	354,431	322,021	932,049	153,951	- (4)	147,222	14,888	20,502,681
2017	17,784,072	954,828	364,465	366,881	1,024,707	152,116	-	169,362	41,795	20,858,226
2018	18,045,188	1,249,588	384,964	318,670	1,070,057	155,969	-	192,299	11,024	21,427,759

(1) Includes current year, prior year, interest and penalty, and in-lieu-of property taxes.

(2) This is the first year that Gas and Oil Severance Tax was collected and included in this figure.

(3) Wholesale Beer Tax was reallocated to the primary government for fiscal year 2012.

(4) Interstate Telecommunications Tax were reallocated to the Discretely Presented Component Unit - Anderson County School Department.

Table 4

Anderson County, Tennessee
Fund Balances of Governmental Funds
Last Ten Fiscal Years
(modified accrual basis of accounting)

	2009	2010	2011 (4)	2012	2013	2014	2015	2016	2017	2018
General Fund:										
Nonspendable (1)	\$ 0	\$ 0	\$ 560,530	\$ 405,685	\$ 274,773	\$ 154,483	\$ 1,126,488	\$ 960,146	\$ 1,808,392	\$ 1,040,858
Restricted (1)	0	0	608,426	1,276,846	1,033,728	1,219,876	1,167,992	1,375,295	1,411,627	1,535,977
Committed (1)	0	0	1,289,938	1,543,171	1,421,797	1,810,878	1,992,850	2,936,535	2,588,346	2,952,229
Assigned (1)	0	0	1,800	9,250	515,449	389,914	777,967	702,220	385,052	880,480
Reserved	759,326	1,165,325	0	0	0	0	0	0	0	0
Unassigned(2)	4,360,374	3,064,517	1,388,910	2,500,862	2,895,154	4,283,011	4,152,389	4,511,788	3,791,841	5,625,259
Total General Fund	\$ 5,119,700	\$ 4,229,842	\$ 3,849,604	\$ 5,735,814	\$ 6,140,901	\$ 7,858,162	\$ 9,217,686	\$ 10,485,984	\$ 9,985,258	\$ 12,034,803
All Other Governmental Funds:										
Nonspendable (1)										
Special Revenue Funds	\$ 0	\$ 0	\$ 57,433	\$ 57,910	\$ 45,565	\$ 46,663	\$ 41,366	\$ 24,295	\$ 32,389	\$ 47,973
Debt Service Funds	0	0	0	0	7,020	7,020	7,020	102,630	198,150	6,272
Restricted (1)										
Special Revenue Funds	0	0	1,574,076	1,798,331	2,390,140	3,554,605	3,351,031	4,684,213	5,214,792	4,981,798
Debt Service Funds	0	0	12,623,723	4,810,991	4,605,200	4,804,733	4,513,262	4,442,662	4,528,560	4,320,709
Capital Projects Funds	0	0	0	11,423,181	5,155,535	489,112	490,834	571,724	393,328	188,429
Committed (1)										
Special Revenue Funds	0	0	497,673	819,227	558,071	497,182	497,741	497,741	499,004	89,306
Debt Service Funds	0	0	47,657	112,511	166,973	212,632	277,246	329,496	380,700	425,889
Capital Projects Funds	0	0	25,427	0	0	0	0	0	0	0
Reserved	8,776,515	8,855,295	0	0	0	0	0	0	0	0
Unreserved, Reported in:										
Special Revenue Funds	1,608,528	1,476,166	0	0	0	0	0	0	0	(612,529)
Debt Service Funds	4,523,342	4,815,007	0	0	0	0	0	0	0	0
Capital Projects Funds	0	194,427	0	0	0	0	0	0	0	0
Total Other Governmental Funds	\$ 14,908,385	\$ 15,340,895	\$ 14,825,989	\$ 19,022,151	\$ 12,928,504	\$ 9,611,947	\$ 9,178,500	\$ 10,652,761	\$ 11,246,923	\$ 9,447,847
Total Governmental Funds (3)	\$ 20,028,085	\$ 19,570,737	\$ 18,675,593	\$ 24,757,965	\$ 19,069,405	\$ 17,470,109	\$ 18,396,186	\$ 21,138,745	\$ 21,232,181	\$ 21,482,650

(1) See Exhibit C-1 for details of fund balances.

(2) Prior to fiscal year 2011, Unassigned was defined as Unreserved.

(3) See Table 5 for Net Change in Fund Balances from year to year.

(4) In fiscal year ending 2011, GASB Statement No. 54 - Fund Balance Reporting was implemented.

Table 5

Anderson County, Tennessee
Changes in Fund Balances of Governmental Funds
Last Ten Fiscal Years
(modified accrual basis of accounting)

	2009	2010	2011	2012	2013	2014	2015	2016	2017	2018
Revenues:										
Local Taxes	\$ 17,931,124	\$ 18,702,680	\$ 19,492,053	\$ 21,646,045	\$ 21,680,172	\$ 22,425,886	\$ 22,711,166	\$ 23,279,676	\$ 23,566,449	\$ 24,405,901
Licenses and Permits	364,232	426,596	298,821	362,401	284,283	443,118	398,036	304,082	352,987	334,894
Fines, Forfeitures, and Penalties	504,416	632,630	567,429	575,999	764,021	573,211	436,889	460,034	506,087	486,976
Charges for Current Services	5,951,297	810,065	849,905	833,953	792,791	997,164	977,045	1,130,186	1,112,020	6,196,798
Other Local Revenues	1,620,956	1,349,716	1,215,914	1,840,992	1,237,769	1,269,758	896,288	771,711	768,928	819,293
Fees Received from County Officials	3,862,048	3,692,571	3,667,789	4,156,362	4,046,489	4,059,132	3,919,202	3,979,478	3,935,125	3,779,542
State of Tennessee	3,869,497	3,840,768	4,417,699	3,903,351	4,923,306	4,574,843	5,045,929	5,153,509	5,000,725	6,938,862
Federal Government	523,594	537,182	451,533	1,850,041	834,212	980,468	597,890	708,870	947,632	1,170,857
Other Governments and Citizens Groups	2,491,489	1,782,115	530,604	1,091,979	1,490,362	1,167,135	1,705,985	1,782,793	1,941,128	1,973,217
Total Revenues	\$ 37,118,653	\$ 31,774,323	\$ 31,491,747	\$ 36,261,123	\$ 36,053,405	\$ 36,490,715	\$ 36,688,430	\$ 37,570,339	\$ 38,131,081	\$ 46,106,340
Expenditures:										
General Government	\$ 3,478,014	\$ 3,530,085	\$ 4,072,604	\$ 3,179,117	\$ 3,515,206	\$ 3,362,978	\$ 3,856,931	\$ 3,482,482	\$ 3,878,980	\$ 3,834,111
Finance	2,757,148	2,778,596	2,755,700	2,679,473	2,720,118	2,710,236	2,752,456	2,909,850	3,044,210	3,044,031
Administration of Justice	2,710,219	2,795,870	2,913,006	3,135,634	3,380,293	3,027,074	2,888,972	3,090,897	2,944,956	3,006,180
Public Safety	10,710,833	10,627,558	11,328,197	11,643,265	11,906,184	12,043,745	12,135,006	12,257,379	13,067,528	12,821,855
Public Health and Welfare	7,702,019	2,688,777	2,494,491	2,523,813	2,615,637	2,628,607	2,731,600	2,713,778	2,702,997	8,587,567
Social, Cultural, and Recreational Services	538,636	598,734	694,235	673,710	966,599	579,672	655,898	644,560	680,210	736,004
Agricultural and Natural Resources	196,294	197,427	275,149	283,632	194,312	210,497	209,216	231,371	243,121	248,764
Other Operations	1,378,998	1,244,342	1,293,053	1,597,043	1,411,235	1,336,855	1,152,466	1,230,479	1,838,190	1,247,261
Highways	3,393,640	3,501,270	3,378,288	3,556,381	3,833,371	2,841,991	3,432,702	2,664,137	4,453,512	4,431,339
Debt Service:										
Principal on Debt	4,316,371	4,405,900	1,081,000	2,502,553	2,894,015	2,291,914	3,147,167	2,976,386	3,368,560	3,689,418
Interest on Debt	1,006,019	717,066	880,081	1,482,214	1,822,681	1,695,882	1,985,781	1,847,162	1,804,155	1,672,002
Other Debt Service	76,568	78,513	389,779	635,401	74,321	180,407	88,571	92,411	251,212	268,041
Capital Projects	1,534,296	1,570,112	1,191,527	22,062,520	6,395,314	14,806,461	829,709	1,452,077	924,294	1,773,567
Total Expenditures	\$ 39,799,055	\$ 34,734,250	\$ 32,747,110	\$ 55,954,756	\$ 41,729,286	\$ 47,716,319	\$ 35,866,475	\$ 35,592,969	\$ 39,201,925	\$ 45,360,140
Excess of Revenues										
Over (Under) Expenditures	\$ (2,680,402)	\$ (2,959,927)	\$ (1,255,363)	\$ (19,693,633)	\$ (5,675,881)	\$ (11,225,604)	\$ 821,955	\$ 1,977,370	\$ (1,070,844)	\$ 746,200
Other Financing Sources (Uses):										
Bonds Issued	\$ 0	\$ 0	\$ 0	\$ 24,750,000	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Notes Issued	0	2,450,000	0	644,574	0	0	400,000	1,200,000	1,400,000	0
Capital Leases Issued	0	0	0	0	0	0	501,365	0	0	0
Refunding Debt Issued	0	0	19,055,000	0	0	3,100,000	0	0	8,030,000	11,080,000
Other Loans Issued	0	0	0	0	0	9,810,215	0	0	0	0
Proceeds from Sale of Capital Assets	0	13,115	11,220	1,100	7,307	2,993	1,650	9,705	29,743	10,554
Premiums on Bonds Sold	0	0	359,660	578,835	0	74,022	0	0	3,157	1,359,374
Insurance Recovery	43,123	19,525	2,648	1,496	8,135	10,289	19,300	19,389	13,919	164,752
Transfers In	1,955,218	1,869,414	467,150	16,107	922,068	676,667	216,100	49,100	269,691	0
Transfers Out	(1,955,218)	(1,849,475)	(467,150)	(216,107)	(926,444)	(936,807)	(1,034,293)	(513,005)	(690,141)	(840,494)
Redemption of Refunded Debt	0	0	(19,068,309)	0	0	(3,111,071)	0	0	(7,892,089)	(12,269,917)
Total Other Financing Sources (Uses)	\$ 43,123	\$ 2,502,579	\$ 360,219	\$ 25,776,005	\$ 11,066	\$ 9,626,308	\$ 104,122	\$ 765,189	\$ 1,164,280	\$ (495,731)
Net Change in Fund Balances	\$ (2,637,279)	\$ (457,348)	\$ (895,144)	\$ 6,082,372	\$ (5,664,815)	\$ (1,599,296)	\$ 926,077	\$ 2,742,559	\$ 93,436	\$ 250,469
Debt Service as a Percentage of Noncapital Expenditures	14.8%	16.2%	6.5%	7.6%	13.6%	9.3%	15.2%	13.8%	13.7%	12.6%

Table 6

Anderson County, Tennessee
General Governmental Tax Revenues by Source
Last Ten Fiscal Years
(modified accrual basis of accounting)

Fiscal Year	Property Tax	Local Option Sales Tax	Interstate Communi- cations Tax	Hotel Motel Tax	Local Litigation Tax	Business Tax	Mineral Severance Taxes	Coal Severance Taxes	Wholesale Beer Tax	Bank Excise Tax	Other Local Tax	Total
2009	\$ 13,737,972	\$ 943,412	\$ 3,852	\$ 168,321	\$ 297,034	\$ 1,045,622	\$ 126,280	\$ 40,612	\$ -	\$ 183,041	\$ 1,758	\$ 16,547,904
2010	13,920,827	940,962	5,735	178,023	290,851	1,008,018	138,958	68,597	-	64,190	10,101	16,626,262
2011	14,202,539	928,122	3,746	325,250	356,430	1,120,438	149,196	112,071	-	15,877	1,722	17,215,391
2012	16,225,512	655,449	2,061	267,425	329,676	1,314,279	117,727	95,216	165,027 (1)	15,233	2,123	19,189,728
2013	16,564,768	819,924	2,848	275,561	304,544	996,687	104,421	15,572 (2)	143,170	25,576	2,284	19,255,355
2014	16,732,170	771,814	5,620	310,285	299,742	1,176,518	118,949	-	141,643	50,031	1,838	19,608,610
2015	17,103,773	840,009	3,698	340,344	324,034	1,011,454	101,273	171	140,146	30,069	1,700	19,896,671
2016	17,419,382	972,826	3,401	354,431	322,021	932,049	93,556	-	153,951	52,191	10,939	20,314,747
2017	17,747,348	953,129	3,266	364,465	366,881	1,024,707	114,214	1,482	152,116	50,777	38,437	20,816,822
2018	17,994,943	1,208,047	9	384,964	318,670	1,070,057	163,675	125	155,969	60,240	9,713	21,366,412

(1) Wholesale Beer Tax has been allocated to the primary government starting fiscal year 2012.

(2) Errors had been made in the past as a mining company had its office and entrance to the mine in Anderson County. This resulted in the severance tax being remitted to Anderson County; however, some of the actual mining operations were in another county.

Table 7

Anderson County, Tennessee
Appraised and Assessed Value of Taxable Property
Last Ten Fiscal Years

Fiscal Year Ended June 30	Tax Year	(1a) Real Property		(1b) Personal Property		(1c) Public Utility Property		Total		Total Direct Tax Rate	Ratio of Total Assessed to Total Appraised Value
		Appraised Value	Assessed Value	Appraised Value	Assessed Value	Appraised Value	Assessed Value	Appraised Value	Assessed Value		
		2009	2008	\$ 4,134,408,100	\$ 1,177,967,050	\$ 389,765,798	\$ 100,456,659	\$ 65,417,775	\$ 35,979,776		
2010	2009	4,203,971,000	1,198,159,565	413,123,786	103,947,656	60,168,982	33,092,940	4,677,263,768	1,335,200,161	2.8200	28.55%
2011	2010 (2)	5,072,033,400	1,438,571,130	420,909,761	126,273,011	40,289,379	22,159,158	5,533,232,540	1,587,003,299	2.3700	28.68%
2012	2011	5,103,304,200	1,447,259,535	405,505,830	121,651,846	61,665,568	33,916,062	5,570,475,598	1,602,827,443	2.5320	28.77%
2013	2012	5,112,843,800	1,449,714,920	430,114,371	129,034,404	41,628,886	22,895,887	5,584,587,057	1,601,645,211	2.5320	28.68%
2014	2013	5,158,438,800	1,466,353,110	467,797,674	140,339,403	40,871,190	22,479,155	5,667,107,664	1,629,171,668	2.5290	28.75%
2015	2014	5,163,144,200	1,468,938,710	451,860,673	135,558,295	43,766,615	24,071,638	5,658,771,488	1,628,568,643	2.7090	28.78%
2016	2015 (2)	4,983,179,900	1,432,911,060	523,996,186	157,198,953	46,079,094	25,343,502	5,553,255,180	1,615,453,515	2.7903	29.09%
2017	2016	5,033,026,000	1,447,855,685	565,160,540	161,601,506	46,144,771	25,379,624	5,644,331,311	1,634,836,815	2.7903	28.96%
2018	2017	5,083,535,000	1,462,664,725	609,152,390	174,726,476	39,749,720	21,862,346	5,732,437,110	1,659,253,547	2.7903	28.94%

(1) Assessment rates are set by Tennessee State Law as follows:

(a) Real Property: Residential and Farm at 25 percent of value.
Commercial and Industrial at 40 percent of value.

(b) Personal Property at 30 percent of value.

(c) Railroads at 40 percent of value and other Public Utilities at 55 percent of value.

(2) For these in fiscal years 2010 and 2015, county-wide reappraisals of real property were conducted by the State of Tennessee, Division of Property Assessments.
Also, the county-wide reappraisals of real property were completed during tax years 2010 and 2015.

Table 8

Anderson County, Tennessee
Property Tax Rates - Direct and Overlapping Governments (1)
Last Ten Fiscal Years

Fiscal Year	Tax Year	County Direct Rates										Overlapping Rates								
		General Fund	(4) Library Fund	(4) Highway Dept	(5) Solid Waste	(6) Capital Projects	General Purpose School Fund	General Educational Projects Fund	General Debt Service Fund	Rural Debt Service	Education Debt Service	Total Direct Tax Rate	Total Direct Inside Clinton	Total Direct Inside Oak Ridge	Total Direct Remainder of Anderson County	(2) City of Clinton	(2) City of Oak Ridge	(2) City of Norris	(2) City of Rocky Top	(2) Town of Oliver Springs
2009	2008	\$0.7900	\$0.0000	\$0.0000	\$0.0000	\$0.0000	\$1.7100	\$0.0000	\$0.1800	\$0.0100	\$0.1300	\$2.8200	\$2.8100	\$2.6800	\$2.8200	\$0.7800	\$2.7700	\$1.9800	\$1.6000	\$1.0200
2010	(3) 2009	0.7900	0.0000	0.0000	0.0000	0.0000	1.7100	0.0000	0.1800	0.0100	0.1300	\$2.8200	\$2.8100	\$2.6800	\$2.8200	0.7600	2.3900	1.5500	1.6000	1.0200
2011	2010	0.7163	0.0262	0.0275	0.0000	0.0000	1.4400	0.0000	0.0500	0.0100	0.1000	\$2.3700	\$2.3600	\$2.2600	\$2.3700	0.7600	2.3900	1.5500	1.6000	1.0200
2012	2011	0.7563	0.0262	0.0275	0.0000	0.0000	1.4400	0.0000	0.1000	0.0290	0.1530	\$2.5320	\$2.5030	\$2.3500	\$2.5320	0.7600	2.3900	1.5500	1.6000	1.0200
2013	2012	0.6944	0.0262	0.0275	0.0619	0.0000	1.4400	0.0000	0.1000	0.0290	0.1530	\$2.5320	\$2.5030	\$2.3500	\$2.5320	0.7600	2.3900	1.5500	1.6000	1.0200
2014	2013	0.6914	0.0262	0.0275	0.0619	0.0000	1.4400	0.0000	0.1000	0.0290	0.1530	\$2.5290	\$2.5000	\$2.3470	\$2.5290	0.7600	2.3900	1.5500	1.6000	1.0200
2015	(3) 2014	0.6900	0.2062	0.0275	0.0619	0.0014	1.4400	0.0000	0.1000	0.0290	0.1530	\$2.7090	\$2.6800	\$2.5270	\$2.7090	0.7600	2.3900	1.5500	1.6000	1.0200
2016	2015	0.7373	0.0282	0.0448	0.0658	0.0016	1.6105	0.0000	0.1063	0.0314	0.1644	\$2.7903	\$2.7589	\$2.5945	\$2.7903	0.9400	2.5200	1.6709	2.0000	1.3200
2017	2016	0.7247	0.0282	0.0291	0.0658	0.0019	1.6105	0.0280	0.1063	0.0314	0.1644	\$2.7903	\$2.7589	\$2.5945	\$2.7903	0.9400	2.5200	1.6709	2.0000	1.3200
2018	2017	0.7527	0.0282	0.0291	0.0658	0.0019	1.6105	0.0000	0.1063	0.0314	0.1644	\$2.7903	\$2.7589	\$2.5945	\$2.7903	0.9400	2.5200	1.6709	2.0000	1.3200

- (1) Tax rates are in dollars per \$100 of assessed value.
- (2) City residents pay county taxes in addition to city taxes.
- (3) In fiscal years 2010 and 2015, county-wide reappraisals of real property were conducted by the State of Tennessee, Division of Property Assessments.
- (4) Since the implementation of GASB No. 54, the Library and Highway Department had to receive property taxes instead of transfers from the General Fund to remain Special Revenue Funds.
- (5) The Solid Waste/Sanitation Fund was added to the property tax distribution in 2013 in order to comply with GASB No. 54.
- (6) The Capital Project Fund was added to the property tax distribution in 2015 to help fund Capital Projects.

Table 9

Anderson County, Tennessee
Principal Property Taxpayers (1)
Current Year and Nine Years Ago

Taxpayer	2018			2009		
	Taxable Assessed Value	Rank	Percentage of Total Taxable Assessed Value (2)	Taxable Assessed Value	Rank	Percentage of Total Taxable Assessed Value (3)
SL Corp/SAMLIP	\$ 36,379,175	1	2.20%			
Lawler-Wood LLC (4)	35,973,244	2	2.17%	\$ 38,194,743	1	3.06%
Magna International	20,510,337	3	1.24%	10,706,049	4	0.86%
Aisin Automotive	19,399,945	4	1.17%			
Summit Properties/Hollingsworth	15,030,353	5	0.91%	11,866,997	2	0.95%
R&R Properties/Richard Chinn	12,427,880	6	0.75%	9,371,180	5	0.75%
Methodist Medical Center	11,308,320	7	0.68%	7,640,400	7	0.61%
General Motors LLC	10,941,353	8	0.66%			
CTP Transportation/The Carlstar Group	9,733,015	9	0.59%			
Wal-Mart	8,616,320	10	0.52%	6,535,474	9	0.52%
Bell South			0.00%	10,804,224	3	0.87%
Food Lion				8,264,935	6	0.66%
Carlisle Tire, Inc.				6,761,561	8	0.54%
Invenergy TN LLC				6,212,443	10	0.50%
Totals (5)	<u>\$ 180,319,942</u>		<u>10.89%</u>	<u>\$ 116,358,006</u>		<u>9.32%</u>

(1) Taken from the records of the Anderson County Trustee's Office.

(2) Total taxable value including real, personal, and public utility property for tax year 2017 (fiscal year 2018) is \$1,677,140,921.

(3) Total taxable value including real, personal, and public utility property for tax year 2008 (fiscal year 2009) is \$1,248,261,540.

(4) Prior to fiscal year 2013, Lawler-Wood LLC was known as Oak Ridge Project LLC.

(5) Other significant sources of revenue that should be considered include in-lieu of taxes:

Aisin Automotive \$1,022,741; U.S. Department of Energy \$673,379; and Eagle Bend Manufacturing \$356,773.

Table 10

Anderson County, Tennessee
Property Tax Levies and Collections
Last Ten Fiscal Years

Fiscal Year Ended June 30	Tax Year	Total Tax Levy for Fiscal Year (1)	Collected within the Fiscal Year of the Levy		Activity in Subsequent Years (2)	Total Collections to Date		Uncollected Taxes to Date	
			Amount	Percentage of Levy		Amount	Percentage of Levy	Amount	Percentage of Levy
2009	2008	\$ 35,271,646	\$ 34,150,225	96.82%	\$ 1,096,617	\$ 35,246,842	99.93%	\$ 24,804	0.07%
2010	2009	35,939,486	34,723,573	96.62%	1,198,385	35,921,957	99.95%	17,529	0.05%
2011	2010	36,336,767	35,100,300	96.60%	1,224,030	36,324,330	99.97%	12,437	0.03%
2012	2011	39,418,410 (3)	36,853,130	93.49%	2,547,861	39,400,991	99.96%	17,419	0.04%
2013	2012	39,767,690	37,296,389	93.79%	2,443,013	39,739,402	99.93%	28,288	0.07%
2014	2013	40,226,997	37,697,807	93.71%	2,402,212	40,100,019	99.68%	126,978	0.32%
2015	2014	40,044,880	37,953,500	94.78%	1,829,936	39,783,436	99.35%	261,444	0.65%
2016	2015	42,877,374 (3)	40,768,406	95.08%	1,816,914	42,585,320	99.32%	292,054	0.68%
2017	2016	44,203,194	41,919,681	94.83%	1,742,848	43,662,529	98.78%	540,665	1.22%
2018	2017	44,517,403	42,113,903	94.60%	-	42,113,903	94.60%	2,403,500	5.40%

(1) Tax Levy consist of Real and Personal Taxes, Pick Up Taxes, Public Utility Taxes and corrections made before June 30th of the fiscal year.

(2) Activity in subsequent years include amounts collected and additional corrections by the Trustee's prior to submitting the uncollected taxes to the Clerk & Master. Also included are collections and corrections made in the Clerk & Master that relate to each individual tax levy prior to June 30, 2017.

Table 11

Anderson County, Tennessee
Ratios of Outstanding Debt by Type
Last Ten Fiscal Years

Fiscal Year	Governmental Activities							Business-type Activities				
	General Obligation Bonds	Other Loans (1)	Capital Outlay Notes	Unamortized Premium on Debt	Less Deferred Amount on Refunding	Capital Leases	Total	Water and Sewer Revenue Bonds	Capital Outlay Notes	Total Primary Government	Percentage of Personal Income (5)	Per Capita (5)
2009	\$14,470,000	\$19,168,141	\$225,000	\$0	(\$394,124)	\$0	\$33,469,017	\$0 (2)	\$0	\$ 33,469,017	1.51%	\$448
2010	14,345,000	17,382,241	180,000	0	(320,871)	0	31,586,370	0	0	31,586,370	1.40%	422
2011	27,320,000	3,456,000	140,000	341,830	(370,471)	0	30,887,359	0	0	30,887,359	1.43%	411
2012	49,860,000	3,232,000	913,880	862,553	(262,802)	645,896 (3)	55,251,527	0	0	55,251,527	2.56%	733
2013	47,505,000	2,999,000	1,008,425	798,991	(178,320)	599,207	52,732,303	0	0	52,732,303	2.07%	699
2014	45,740,000	12,565,964	823,217	800,455	(117,061)	545,752	60,358,327	0	0	60,358,327	3.30%	800
2015	43,850,000	12,013,043	638,009	727,386	(68,019)	928,079	58,088,498	0	223,225	58,311,723	3.00%	772
2016	41,865,000	11,350,279	1,682,802	654,317	(31,984)	754,664	56,275,078	0	194,000	56,469,078	1.91%	745
2017	40,500,000	10,663,455	2,630,562	584,387	(550,709)	570,168	54,397,863	0	163,000 (4)	54,560,863	1.86%	719
2018	37,150,000	9,933,019	2,166,322	1,710,545	(423,456)	373,426	50,909,856	0	0	50,909,856	1.70%	715

(1) Includes long-term loans payable financed by PBA loan agreements and USDA loan agreements for Briceville Library.

(2) As of December 31, 2008 Anderson County Utility Board merged with Anderson county Water Authority, which assumed all outstanding Water and Sewer Revenue Bonds.

(3) Prior to this fiscal year, the capital lease relating to the Headstart Facility was reflected as an obligation of Anderson County School Department

(4) The Ambulance Service was treated as an Enterprise Fund before being transferred to a Special Revenue Fund.

(5) See Table 16 for personal income and population data.

Table 12

Anderson County, Tennessee
Ratios of General Bonded Debt Outstanding (1)
Last Ten Fiscal Years

<u>Fiscal Year</u>	<u>Estimated Population</u>	<u>Assessed Property Value</u>	<u>General Obligation Bonds (2)</u>	<u>Less: Amounts Available in Debt Service Funds</u>	<u>Net Bonded Debt (3)</u>	<u>Ratio of Net Bonded Debt to Assessed Value</u>	<u>Net Bonded Debt Per Capita</u>
2008	74,446	\$ 1,284,261,540	\$ 37,425,656	\$ 3,648,132	\$ 33,777,524	2.63%	\$ 454
2009	74,738	1,314,403,485	33,244,017	4,523,342	28,720,675	2.19%	384
2010	74,738	1,335,200,161	31,406,370	4,815,007	26,591,363	1.99%	356
2011	75,129	1,587,003,299	30,747,359	4,778,380	25,968,979	1.64%	346
2012	75,129	1,602,827,443	53,691,751	4,923,502	48,768,249	3.04%	649
2013	75,411	1,601,645,211	51,124,671	4,779,193	46,345,478	2.89%	615
2014	75,411	1,629,171,668	58,989,358	5,024,385	53,964,973	3.31%	716
2015	75,468	1,628,568,643	56,522,410	3,001,213	53,521,197	3.29%	709
2016	75,528	1,615,453,515	53,837,612	4,874,788	48,962,824	3.03%	648
2017	75,936	1,634,836,815	51,197,133	5,107,410	46,089,723	2.82%	607
2018	76,257	1,659,253,547	48,370,108	4,752,870	43,617,238	2.63%	572

- (1) Includes long-term loans payable financed by PBA loan agreements and USDA loan agreements as these instruments are in substance the same as bonded debt and also primarily funded by local property taxes.
- (2) Includes the effect of Deferred Amounts on Refunds and Unamortized Premiums on Debt
- (3) Net Bonded Debt is the effect of only the Bonded Debt for the County less the funds available in each one of the debt service funds.

Table 13

Anderson County, Tennessee
Direct and Overlapping Governmental Activities Debt
As of June 30, 2018

	Total
Direct General Bonded Debt, Loans, Notes, and Capital Leases Payable:	
Anderson County (Amount from table 11 Debt Ratios)	\$ 49,622,767 (1)
Less Debt Issued for the Benefit of School Department	(29,390,799)
Less: Amount Restricted for Debt Service	(4,320,709) (2)
Total Direct General Bonded Debt, Loans, Notes, and Capital Leases Payable - Net	\$ 15,911,259
Overlapping General Bonded Debt:	
City of Oak Ridge	\$ 86,637,830 (2)
City of Clinton	9,196,078 (2)
City of Rocky Top	231,838 (2)
Total Overlapping General Bonded Debt	\$ 96,065,746
TOTAL DIRECT GENERAL BONDED DEBT AND LOANS PAYABLE AND OVERLAPPING GENERAL BONDED DEBT	\$ 111,977,005

Method used to calculate overlapping debt:

- (1) Information on the county's bonded debt and loans payable is taken from information on Table 11 under the Statistical Schedules section of this audit.
- (2) The amount Restricticited for Debt Service is taken from Exhibit A.

The overlapping General Bonded Debt is obtained from each individual city in Anderson County. Their totals are then added to the county's direct general bonded debt and loans payable - net to obtain Total Direct General Bonded Debt and Loans Payable and Overlapping General Bonded Debt.

Table 14

Anderson County, Tennessee
Legal Debt Margin Information
June 30, 2018

Not Applicable to Anderson County, Tennessee

NOTE:

Section 9-21-103 of the laws of the State of Tennessee provides that bonds or notes may be issued without regard to any limit on indebtedness for Tennessee counties.

Table 15

Anderson County, Tennessee
Pledged Revenue Coverage
Last Ten Fiscal Years

Fiscal Year	Total Revenues (1)	Less Operating Expenses (2)	Net Available Revenue	Debt Service Requirements (3)			Coverage
				Bonds (4)	Notes	Total	
2009 (5)	\$0	\$0	\$0	\$0	\$0	\$0	0

This table only includes the Water and Revenue Bonds of the Public Utility Fund (Enterprise Fund).

- Notes:
- (1) Includes operating revenues and nonoperating revenues excluding capital grants and contributions from developers.
 - (2) Does not include depreciation expense.
 - (3) Includes principal and interest amounts.
 - (4) Includes other loans payable.
 - (5) On December 31, 2008, Anderson County Utility Board (ACUB) merged with Anderson County Water Authority Board. All debt requirements transferred with ACUB.

Table 16

Anderson County, Tennessee
Demographic and Economic Statistics
Last Ten Fiscal Years

<u>Fiscal Year</u>	<u>Population (1)</u>	<u>Personal Income (amounts expressed in thousands) (1)</u>	<u>Per Capita Personal Income (1)</u>	<u>Median Age (1)</u>	<u>School Attendance (2)</u>	<u>Unemployment Rate (3)</u>
2009	74,738	\$ 2,258,433	\$ 30,218	41.4	8,541	10.8%
2010	74,849	2,154,154	28,780	39.2	8,117	9.4%
2011	75,129	2,162,213	28,780	39.9	8,186	9.4%
2012	75,411	2,552,738	33,851	39.5	8,141	8.6%
2013	75,411	1,828,113	24,242	40.5	8,081	8.6%
2014	75,468	1,943,905	25,758	43.1	8,096	7.0%
2015	75,528	2,956,770	39,148	42.4	8,053	6.4%
2016	75,749	3,276,220	43,251	43.1	8,022	5.1%
2017	75,936	2,933,939	38,637	43.2	7,739	4.6%
2018	76,257	2,991,181	39,225	43.3	7,772	4.5%

Data Sources:

- (1) Tennessee Demographics by Cubit and Fred Economic Data
- (2) Tennessee Department of Education for Anderson County Schools.
- (3) Tennessee Department of Labor and Workforce Development.

Table 17

Anderson County, Tennessee
Principal Employers
Current Year and Nine Years Ago

<u>Employer</u>	<u>2018</u>			<u>2009</u>		
	<u>Employees</u>	<u>Rank</u>	<u>Percentage of County Work Force (1)</u>	<u>Employees</u>	<u>Rank</u>	<u>Percentage of County Work Force (2)</u>
Y12 National Security Complex	4,700	1	0	4,500	1	12.56%
UT Battelle(Oak Ridge National Lab)	4,600	2	0	4,200	2	11.73%
UCOR (Bechtel Jacobs)	1,640	3	0	1,337	4	3.73%
Anderson County Government	1,472	4	0	1,542	3	4.31%
Oak Ridge City Schools	1,323	5	0	1,053	6	2.94%
Methodist Medical Center	1,200	6	0	1,306	5	3.65%
SL Tennessee	1,150	7	0	-	-	-
Oak Ridge Associated Universities	900	8	0	600	9	1.68%
Aisin Automotive	882	9	0	-	-	-
Eagle Bend Manufacturing	810	10	0	624	9	1.74%
Wackenhut-Oak Ridge Team	-	-	-	902	7	2.52%
SAIC	-	-	-	902	8	2.52%
Total	18,677		53.45%	16,966		47.37%

Source(s): East Tennessee Economic Development Agency, Anderson County Chamber of Commerce, and Tennessee Department of Economic & Community Development.

(1) The total County Work Force for 2017 is 34,940.

(2) Due to unavailability, the total County Work Force is not known for 2009.

Table 18

Anderson County, Tennessee
Full-time Equivalent County Government Employees by Function
Last Ten Fiscal Years

Function	Full-time Equivalent Employees as of June 30									
	2009	2010	2011	2012	2013	2014	2015	2016	2017	2018
General Government	40.0	39.0	51.0	48.0	50.0	48.0	50.0	39.0	35.0	32.0
Finance	48.0	47.0	44.0	44.0	43.0	42.0	46.0	44.0	46.0	45.0
Administration of Justice	46.0	46.0	47.0	49.0	49.0	40.0	46.0	42.0	45.0	48.0
Public Safety	159.0	167.0	164.0	171.0	177.0	179.0	167.0	172.0	173.0	178.0
Public Health and Welfare	87.0	75.0	85.0	86.0	76.0	90.0	91.0	77.0	75.0	74.0
Social, Cultural, and Recreational Services	8.0	6.0	7.0	8.0	5.0	7.0	7.0	8.0	10.0	9.0
Agriculture and Natural Resources	3.0	3.0	3.0	3.0	2.0	2.0	2.0	1.0	1.0	1.0
Other Operations	6.0	4.0	4.0	4.0	3.0	4.0	6.0	5.0	5.0	4.0
Solid Waste	3.0	3.0	1.0	3.0	3.0	3.0	3.0	3.0	3.0	3.0
Highways	34.0	30.0	33.0	35.0	31.0	28.0	26.0	25.0	25.0	28.0
Water and Sewer (1)	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
TOTAL	<u>434.0</u>	<u>420.0</u>	<u>439.0</u>	<u>451.0</u>	<u>439.0</u>	<u>443.0</u>	<u>444.0</u>	<u>416.0</u>	<u>418.0</u>	<u>422.0</u>

- (1) On December 31, 2008, Anderson County Utility Board (ACUB) merged with Anderson County Water Authority; therefore, ACUB employees will not be reflected on this report subsequent to 2008.

Table 19

Anderson County, Tennessee
Operating Indicators by Function
Last Ten Fiscal Years

Function:	2009	2010	2011	2012	2013	2014	2015	2016	2017	2018
Register of Deeds										
Documents Filed	14,042	12,793	11,114	11,341	14,824	10,969	10,157	10,881	11,096	11,197
Chancery Court										
Cases Filed	2,396	2,215	2,167	2,102	2,066	2,029	1,753	1,617	1,919	1,861
Case Dispositions	2,146	1,889	1,951	1,744	2,293	2,076	1,629	2,292	1,805	1,656
General Sessions Court I										
Civil Cases Filed	2,185	2,138	2,062	1,959	1,369	2,019	1,761	1,531	1,761	1,607
Criminal Cases Files	7,671	7,825	7,491	7,462	5,131	3,120	5,524	5,883	7,054	6,183
General Sessions Court II										
Civil Cases Filed	700	615	607	748	979	1,146	772	984	1,062	1,150
Criminal Cases Files	5,442	5,104	5,121	5,158	3,540	3,770	3,982	4,014	4,550	4,728
Circuit Court										
Cases Filed	638	606	571	455	337	458	271	273	225	179
Case Dispositions	741	664	655	566	391	325	255	270	301	220
Criminal Court										
Cases Filed	1,640	2,441	2,651	2,609	1,084	708	761	1,124	1,049	1,188
Case Dispositions	1,411	1,691	1,289	1,337	1,275	1,034	947	1,434	1,177	955
Sheriff's Department										
Physical Arrests	3,157	2,779	3,551	3,323	2,371	2,172	2,165	2,027	2,315	2,221
Traffic Violations	702	674	950	979	790	895	528	441	596	688
Back-Up Units Required	9,836	9,357	9,234	7,680	8,296	7,442	7,819	8,811	9,248	8,209
Emergency Dispatch										
Calls for Service										
Sherriff	34,016	36,115	34,357	29,925	27,387	26,558	24,845	26,322	28,699	28,521
Ambulance	25,440	29,373	29,982	22,313	32,908	31,882	29,774	29,831	25,975	21,743
Fire and Rescue Calls	4,992	4,490	4,158	4,152	5,383	4,894	7,495	4,894	4,706	4,894
Ambulance Service										
Transports (1)	16,372	15,420	17,568	19,209	17,777	17,210	16,250	17,243	17,157	15,030
Highway Department										
Road Resurfacing (miles)	14	14	4	9.3	13.8	0	8.2	3.1	19.5	16.6
Water										
New Connections	(2)	(2)	(2)	(2)	(2)	(2)	(2)	(2)	(2)	(2)
Gallons Produced and Purchased	(2)	(2)	(2)	(2)	(2)	(2)	(2)	(2)	(2)	(2)
Gallons Sold	(2)	(2)	(2)	(2)	(2)	(2)	(2)	(2)	(2)	(2)
Wastewater										
Average Daily Sewage Treatment (thousands of gallons)	(2)	(2)	(2)	(2)	(2)	(2)	(2)	(2)	(2)	(2)

Sources: Various respective government departments.

(1) These numbers only represent actual transports of patients. They do not represent any calls that had no transports or a stand-by.
 Fiscal years 2008 and 2009 include all responses.

(2) These numbers are not available due to the merger of Anderson County Water Authority and Anderson County Utility Board on December 31, 2008.

Table 20

Anderson County, Tennessee
Capital Assets Statistics by Function
Last Ten Fiscal Years

Function	Fiscal Year Ending									
	2009	2010	2011	2012	2013	2014	2015	2016	2017	2018
General Government										
Buildings	5	5	5	5	5	5	5	5	6	6
Vehicles	6	8	9	9	11	13	10	10	7	7
Finance										
Vehicles	0	0	0	0	0	0	0	4	4	4
Administration of Justice										
Vehicles	1	1	1	1	1	1	1	1	1	1
Public Safety										
Buildings	4	4	4	5	6	6	6	6	5	3
Vehicles	110	115	123	137	111	108	112	113	113	113
Haz-mat Vehicle	1	1	1	1	1	1	1	1	1	1
Public Health and Welfare										
Buildings	3	3	3	3	3	3	4	4	7	8
Ambulances	21	19	20	22	22	19	21	19	19	19
Vehicles	9	7	8	8	9	9	10	9	8	8
Social, Cultural, and Recreational										
Buildings	1	1	1	1	1	2	2	2	2	4
Parks	7	7	7	7	7	7	7	7	7	7
Highway										
Buildings	1	1	1	1	1	1	1	1	1	1
Bridges	66	67	68	68	69	69	69	69	69	69
Roads (miles)	538	504	530	506	506	507	507	507	509	509
Water										
Water Mains (miles)	(1)	(1)	(1)	(1)	(1)	(1)	(1)	(1)	(1)	(1)
Fire Hydrants	(1)	(1)	(1)	(1)	(1)	(1)	(1)	(1)	(1)	(1)
Sewer										
Sanitary Sewers (miles)	(1)	(1)	(1)	(1)	(1)	(1)	(1)	(1)	(1)	(1)

Sources: Various government departments.

(1) These assets were transferred to Anderson County Water Authority during the merger with Anderson County Utility Board on December 31, 2008.

SINGLE AUDIT SECTION



JUSTIN P. WILSON
Comptroller

JASON E. MUMPOWER
Deputy Comptroller

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

Independent Auditor's Report

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

To the County Mayor and Board of County Commissioners:

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Anderson County, Tennessee, as of and for the year ended June 30, 2018, and the related notes to the financial statements, which collectively comprise Anderson County's basic financial statements, and have issued our report thereon dated November 29, 2018. Our report includes a reference to other auditors who audited the financial statements of the Anderson County Emergency Communications District, as described in our report on Anderson 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 Anderson 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 Anderson County's internal control. Accordingly, we do not express an opinion on the effectiveness of Anderson 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 the attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that were not identified. We did identify a certain deficiency in internal control, described in the accompanying Schedule of Findings and Questioned Costs that we consider to be a material weakness: 2018-001.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether Anderson 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*.

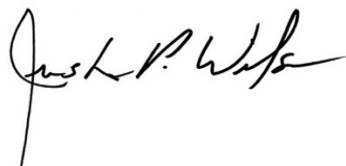
Anderson County's Response to the Finding

Anderson County's response to the finding identified in our audit is described in the accompanying Schedule of Findings and Questioned Costs. Anderson County's response was not subjected to the auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on it.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the 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 Anderson 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

November 29, 2018

JPW/tg



JUSTIN P. WILSON
Comptroller

JASON E. MUMPOWER
Deputy Comptroller

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

Independent Auditor's Report

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

To the County Mayor and Board of County Commissioners:

Report on Compliance for Each Major Federal Program

We have audited Anderson 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 Anderson County's major federal programs for the year ended June 30, 2018. Anderson 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 federal statutes, regulations, and the terms and conditions of its federal awards applicable to its federal programs.

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of Anderson 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 Anderson 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 Anderson County's compliance.

Opinion on Each Major Federal Program

In our opinion, Anderson 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, 2018.

Report on Internal Control Over Compliance

Management of Anderson 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 Anderson 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 Anderson 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.

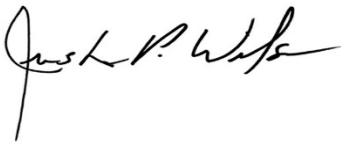
The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

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

We have audited the financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Anderson County, Tennessee, as of and for the year ended June 30, 2018, and the related notes to the financial statements, which collectively comprise Anderson County's basic financial statements. We issued our report thereon dated November 29, 2018, which contained unmodified opinions on those financial statements.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the basic financial statements. The accompanying Schedule of Expenditures of Federal Awards is presented for purposes of additional analysis as required by the Uniform Guidance and is not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the Schedule of Expenditures of Federal Awards is fairly stated in all material respects in relation to the basic financial statements as a whole.

Very truly yours,



Justin P. Wilson
Comptroller of the Treasury
Nashville, Tennessee

November 29, 2018

JPW/tg

Anderson County, Tennessee, and the Anderson County School Department
Schedule of Expenditures of Federal Awards and State Grants (1) (2)
For the Year-Ended June 30, 2018

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 Education:			
Child Nutrition Cluster: (4)			
School Breakfast Program	10.553	N/A	\$ 698,039
National School Lunch Program	10.555	N/A	1,831,368 (5)
Fresh Fruit and Vegetable Program	10.582	N/A	6,725
Passed-through State Department of Agriculture:			
Child Nutrition Cluster: (4)			
National School Lunch Program (Commodities - Noncash Assistance)	10.555	N/A	261,077 (5)
Passed-through State Department of Human Services:			
Special Supplemental Nutrition Program for Women, Infants, and Children	10.557	GG-18-55878	87,467
Child and Adult Care Food Program	10.558	N/A	118,944
Total U.S. Department of Agriculture			<u>\$ 3,003,620</u>
U.S. Department of Interior:			
Passed-through State Department of Economic and Community Development:			
Abandoned Mine Land Reclamation (AMLR) Program	15.252	(3)	\$ 14,540
Total U.S. Department of Interior			<u>\$ 14,540</u>
U.S. Department of Justice:			
Passed-through State Department of Finance and Administration:			
Crime Victim Assistance	16.575	(3)	\$ 23,217
Passed-through Tennessee Bureau of Investigation:			
Public Safety Partnership and Community Policing Grants	16.710	(3)	2,617
Direct Program:			
Equitable Sharing Program	16.922	(3)	32,595
Total U.S. Department of Justice			<u>\$ 58,429</u>
U.S. Department of Transportation:			
Passed-through State Department of Transportation:			
Highway Planning and Construction Cluster:			
Highway Planning and Construction	20.205	(3)	\$ 11,675
Highway Safety Cluster:			
State and Community Highway Safety	20.600	(3)	20,285
Total U.S. Department of Transportation			<u>\$ 31,960</u>
U.S. Institute of Museums and Library Services:			
Passed-through Department of State, Tennessee State Library and Archives:			
Grants to States	45.310	(3)	\$ 1,186
Total U.S. Institute of Museums and Library Services			<u>\$ 1,186</u>
U.S. Department of Energy:			
Passed-through State Department of Military:			
Environmental Monitoring/Cleanup, Cultural and Resource Management, Emergency Response Research, Outreach, Technical Analysis	81.214	(3)	\$ 15,663
Total U.S. Department of Energy			<u>\$ 15,663</u>
U.S. Department of Education:			
Passed-through State Department of Education:			
Title 1 Grants to Local Educational Agencies	84.010	N/A	\$ 1,656,574
Special Education Cluster: (4)			
Special Education - Grants to States	84.027	N/A	1,742,881
Special Education - Preschool Grants	84.173	N/A	89,768
Career and Technical Education - Basic Grants to States	84.048	N/A	279,321
Gaining Early Awareness and Readiness for Undergraduate Programs	84.334	N/A	246,828
Improving Teacher Quality State Grants	84.367	N/A	311,599
Total U.S. Department of Education			<u>\$ 4,326,971</u>
U.S. Department of Health and Human Services:			
Passed-through East Tennessee Human Resource Agency:			
Aging Cluster:			
Special Programs for the Aging - Title III, Part B - Grants for Supportive Services and Senior Centers	93.044	N/A	\$ 43,773
Passed-through State Department of Health:			
Family Planning Services	93.217	GG-18-55878	16,485
Substance Abuse and Mental Health Services Projects of Regional and National Significance	93.243	N/A	508,374

(Continued)

Anderson County, Tennessee, and the Anderson 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 (Cont.):			
Passed-through State Department of Health (Cont.):			
Medicaid Cluster:			
Medical Assistance Program	93.778	GG-18-55878	\$ 32,735
HIV Prevention Activities - Health Department Based	93.940	GG-18-55878	1,553
Maternal and Child Health Service Block Grant to the States	93.994	GG-18-55878	22,899
Passed-through State Department of Human Services:			
CCDF Cluster:			
Child Care and Development Block Grant	93.575	N/A	234,149
Direct Program:			
Head Start	93.600	N/A	3,578,878
Total U.S. Department of Health and Human Services			<u>\$ 4,438,846</u>
Executive Office of the President:			
Passed-through Laurel County, Kentucky Fiscal Court:			
High Intensity Drug Trafficking Areas Program	95.001	(3)	\$ 19,575
Total Executive Office of the President			<u>\$ 19,575</u>
U.S. Department of Homeland Security:			
Passed-through State Department of Military:			
Disaster Grants - Public Assistance (Presidentially Declared Disasters)	97.036	(3)	\$ 6,010
Emergency Management Performance Grants	97.042	(3)	33,409
Total U.S. Department of Homeland Security			<u>\$ 39,419</u>
Total Expenditures of Federal Grants			<u>\$ 11,950,209</u>

<u>State Grants</u>		<u>Contract Number</u>	
Juvenile Services Program - State Children's Services Commission	N/A	(3)	\$ 9,000
Litter Program - State Department of Transportation	N/A	(3)	40,535
Drug Court Grant - State Department of Finance and Administration	N/A	(3)	70,084
Law Enforcement Training Grants	N/A	(3)	34,800
Health Department Grants - State Department of Health	N/A	GG-18-55878	331,992
Safety Net Dental Clinic Grant - State Department of Health	N/A	(3)	2,911
Library Technology Grant - TN Secretary of State	N/A	(3)	6,794
Archive Development Grant - TN Secretary of State	N/A	(3)	3,128
Read to be Ready Coaching Network Grant - State Department of Education	N/A	(3)	11,738
CTE Equipment Grant - State Department of Education	N/A	(3)	231,929
Work-Based Learning Grant - State Department of Economic and Community Development	N/A	(3)	23,310
Aging Program - State Office on Aging	N/A	(3)	14,734
Tourism Enhancement - Rural Development Division	N/A	(3)	27,500
Lottery for Education Afterschool Programs - State Department of Education	N/A	(3)	444,918
Tobacco Cessation Grant - State Department of Health	N/A	(3)	8,000
Internet Connectivity Grant - State Department of Education	N/A	(3)	16,801
Coordinated School Health Program	N/A	(3)	100,000
Family Resource Centers - State Department of Education	N/A	(3)	60,423
Safe Schools Act - State Department of Education	N/A	(3)	32,020
Early Childhood Education - State Department of Education	N/A	(3)	629,508
Total State Grants			<u>\$ 2,100,125</u>

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

- (1) Presented in conformity with generally accepted accounting principles using the modified accrual basis of accounting.
- (2) Anderson 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 \$2,790,484; Special Education Cluster total \$1,832,649.
- (5) Total for CFDA No. 10.555 is \$2,092,445

SUBRECIPIENTS	Federal CFDA Number	Amount Provided to Subrecipient	Subrecipient
Head Start	93.600	\$853,972	City of Oak Ridge

Anderson County, Tennessee
Summary Schedule of Prior-year Findings
For the Year Ended June 30, 2018

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 Anderson County, Tennessee, for the year ended June 30, 2018.

Prior-year Financial Statement Findings

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

2017	297	2017-001	The office had deficiencies in computer system backup procedures	N/A	Corrected
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OFFICE OF CIRCUIT AND GENERAL SESSIONS COURTS CLERK

2017	298	2017-002	The computer software application did not generate a report of outside direct payments	N/A	Corrected
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Prior-year Federal Awards Findings

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

ANDERSON COUNTY, TENNESSEE

SCHEDULE OF FINDINGS AND QUESTIONED COSTS

For the Year Ended June 30, 2018

PART I, SUMMARY OF AUDITOR'S RESULTS

Financial Statements:

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

Federal Awards:

4. Internal Control Over Major Federal Programs:
 - * Material weakness identified? **NO**
 - * Significant deficiency identified? **NONE REPORTED**
5. Type of report auditor issued on compliance for major programs. **UNMODIFIED**
6. Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200.516(a)? **NO**
7. Identification of Major Federal Programs:
 - * CFDA Number 84.010 Title I Grants to Local Education Agencies
 - * 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

A finding and recommendation a result of our audit, are presented below. We reviewed this finding and recommendation with management to provide an opportunity for their response. Written responses for all findings are paraphrased and presented following each finding and recommendation. Management's corrective action plans, whether related to the financial statements or federal awards, are presented separately in the Management's Corrective Action Plan in the Single Audit Section of this report. Findings relating specifically to the audit of federal awards, if any, are separately presented under Part III, Findings and Questioned Costs for Federal Awards.

OFFICES OF COUNTY MAYOR AND FINANCE DIRECTOR

FINDING 2018-001

THE AMBULANCE SERVICE FUND HAD A DEFICIT IN UNASSIGNED FUND BALANCE AT JUNE 30, 2018

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

The Ambulance Service Fund (special revenue fund) had a deficit in unassigned fund balance of \$612,529 at June 30, 2018. At the time the county converted the enterprise fund to a special revenue fund, the special revenue fund opened with a deficit of \$523,947 (current financial resources were exceeded by liabilities payable from current financial resources by that amount). This conversion required the recognition of a transfer of funds from the special revenue fund to the enterprise fund and resulted in expenditures and other uses exceeding available funds in the Ambulance Service Fund (special revenue fund).

Operating expenses exceeded operating revenues in the enterprise fund during the prior three fiscal years. These operating deficits in the enterprise fund existed due to the failure of county officials to provide adequate funding to support operations of the Ambulance Service and resulted in the deficit of current financial resources discussed above.

The deficit in the special revenue fund grew from \$523,947 at July 1, 2017, to \$612,529 at June 30, 2018. This was due in part to actual revenues of the fund being more than \$288,000 below budget estimates. It should also be noted that at the time of the conversion, the Ambulance Service Fund owed other funds of the county over \$1.1 million, which it had been unable to repay. The amount due to other funds at June 30, 2018, remained in excess of \$1.1 million.

The failure to provide sufficient funding to support operations of the Ambulance Service was also confirmed by an operational and financial performance audit obtained by the county for the Ambulance Service operations. As of the date of this report, the deficit has not been liquidated.

RECOMMENDATION

Adequate funding should be provided to eliminate the deficit in unassigned fund balance. To prevent future operating deficits, county officials should provide sufficient funding to support operations, and/or implement options presented in the operational and financial performance audit.

MANAGEMENT'S RESPONSE – COUNTY MAYOR AND FINANCE DIRECTOR

Management concurs with this finding. County officials have increased funding to support operations of the Ambulance Service Fund. The increased funding has been a combination of rate increases and an allocation of a portion of the property tax levy. County officials are actively evaluating the findings from the operational and financial performance audit and implementing options on the delivery of service.

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, 2018.

Anderson County, Tennessee
Management's Corrective Action Plan
For the Year Ended June 30, 2018

We reviewed the financial statement and federal award findings and recommendations with management to provide an opportunity for their response as 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). Management's corrective action plans for all financial statement findings and federal award findings are presented in this section and have been indexed below. The corrective action plans were prepared by management and have been presented as they were submitted.

Finding Number	Title of Finding	Corrective Action Plan Page Number
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OFFICES OF COUNTY MAYOR AND FINANCE DIRECTOR

2018-001	The Ambulance Service had a Deficit in Unassigned Fund Balance at June 30, 2018	312
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ANDERSON COUNTY COURTHOUSE
 100 NORTH MAIN STREET
 SUITE 212
 CLINTON, TN 37716-3625

Natalie Erb, CPA, CTP
 Finance Director



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 EMAIL: nerb@andersontn.org
www.andersontn.org

Corrective Action Plan

FINDING: 2018-001 THE AMBULANCE SERVICE FUND HAD A DEFICIT IN UNASSIGNED FUND BALANCE AT JUNE 30, 2018

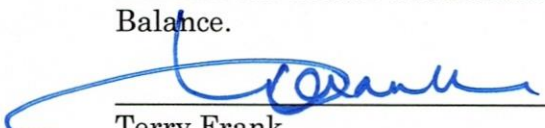
Response and Corrective Action Plan Prepared by:
 Terry Frank, Mayor, Anderson County, Tennessee
 Natalie Erb, Director of Finance, Anderson County, Tennessee

Person Responsible for Implementing the Corrective Action:
 Terry Frank, Mayor, Anderson County, Tennessee
 Natalie Erb, Director of Finance, Anderson County, Tennessee

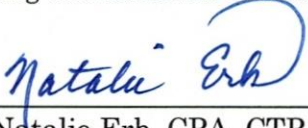
Anticipated Completion Date of Corrective Action:
 June 30, 2019

Repeat Finding:
 No

Planned Corrective Action:
 Management will recommend to the County Legislative Board that the County forgive the Ambulance Service Fund the amount Due to Other Funds (General Fund). The amount of the Ambulance Service Fund's Liability due to the General Fund is \$1,026,786.70. The approval to forgive the Ambulance Service Fund this amount will write-off the Liability and increase the Total Fund Balance to \$414,258. Thus, removing the deficit in Unassigned Fund Balance.



 Terry Frank
 Mayor of Anderson County



 Natalie Erb, CPA, CTP
 Director of Finance