

ANNUAL FINANCIAL REPORT
WILLIAMSON COUNTY, TENNESSEE



FOR THE YEAR ENDED JUNE 30, 2005

**Comptroller of the Treasury
Department of Audit
Division of County Audit
Nashville, Tennessee**

ANNUAL FINANCIAL REPORT
WILLIAMSON COUNTY, TENNESSEE
FOR THE YEAR ENDED JUNE 30, 2005

DEPARTMENT OF AUDIT
JOHN G. MORGAN
Comptroller of the Treasury

DIVISION OF COUNTY AUDIT
RICHARD V. NORMENT
Assistant to the Comptroller

ARTHUR L. ALEXANDER
Director

JEFF BAILEY, CPA, CGFM, CFE
Audit Manager

WILMA JOHNSTON, CPA, CGFM, CFE
Auditor 4

RACHELLE BUNCH, CFE
KATIE ARMSTRONG, CFE
STEPHANIE GORDON, CFE
WENDY HEATH, CFE
State Auditors

This financial report is available at www.comptroller.state.tn.us

TABLE OF CONTENTS

	Exhibit/Table	Page
Audit Highlights		i
<u>INTRODUCTORY SECTION</u>		
Williamson County Officials		1
<u>FINANCIAL SECTION</u>		
Independent Auditor's Report		5
Management's Discussion and Analysis		9
<u>BASIC FINANCIAL STATEMENTS:</u>		
Government-wide Financial Statements:		
Statement of Net Assets	A	23
Statement of Activities	B	25
Fund Financial Statements:		
Governmental Funds:		
Balance Sheet	C-1	27
Reconciliation of the Balance Sheet of Governmental Funds to the Statement of Net Assets	C-2	29
Statement of Revenues, Expenditures, and Changes in Fund Balances	D-1	30
Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances of Governmental Funds to the Statement of Activities	D-2	32
Proprietary Funds:		
Statement of Net Assets	E-1	33
Statement of Revenues, Expenses, and Changes in Net Assets	E-2	34
Statement of Cash Flows	E-3	35
Fiduciary Funds:		
Statement of Fiduciary Assets and Liabilities	F	37
Notes to the Financial Statements		39
<u>REQUIRED SUPPLEMENTARY INFORMATION:</u>		
Schedules of Revenues, Expenditures, and Changes in Fund Balances – Actual (Budgetary Basis) and Budget:		
General Fund	G-1	97
Highway/Public Works Fund	G-2	101
Notes to the Required Supplementary Information		103

	Exhibit/Table	Page
COMBINING AND INDIVIDUAL FUND FINANCIAL STATEMENTS AND SCHEDULES:		
Nonmajor Governmental Funds:		
Combining Balance Sheet	H-1	109
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances	H-2	110
Schedules of Revenues, Expenditures, and Changes in Fund Balances – Actual (Budgetary Basis) and Budget:		
Solid Waste/Sanitation Fund	H-3	111
Drug Control Fund	H-4	112
Major Governmental Funds:		
Schedules of Revenues, Expenditures, and Changes in Fund Balances – Actual and Budget:		
General Debt Service Fund	I-1	115
Rural Debt Service Fund	I-2	116
Fiduciary Funds:		
Combining Statement of Fiduciary Assets and Liabilities	J-1	119
Combining Statement of Changes in Assets and Liabilities – All Agency Funds	J-2	120
Component Unit:		
Discretely Presented Williamson County School Department:		
Statement of Activities	K-1	125
Balance Sheet – Governmental Funds	K-2	126
Reconciliation of the Balance Sheet of Governmental Funds to the Statement of Net Assets	K-3	127
Statement of Revenues, Expenditures, and Changes in Fund Balances – Governmental Funds	K-4	128
Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances of Governmental Funds to the Statement of Activities	K-5	129
Combining Balance Sheet – Nonmajor Governmental Funds	K-6	130
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances – Nonmajor Governmental Funds	K-7	131
Schedules of Revenues, Expenditures, and Changes in Fund Balances – Actual (Budgetary Basis) and Budget:		
General Purpose School Fund	K-8	132
School Federal Projects Fund	K-9	134
Central Cafeteria Fund	K-10	136
Extended School Program Fund	K-11	137

	Exhibit/Table	Page
Miscellaneous Schedules:		
Schedule of Changes in Long-term Notes, Other Loans, and Bonds	L-1	141
Schedule of Bond and Interest Requirements by Year	L-2	143
Schedule of Investments – All Funds	L-3	144
Schedule of Notes Receivable – All Funds	L-4	145
Schedule of Transfers – All Funds and Discretely Presented Williamson County School Department	L-5	146
Schedule of Salaries and Official Bonds of Principal Officials	L-6	147
Schedule of Detailed Revenues – All Governmental Fund Types	L-7	148
Schedule of Detailed Revenues – All Governmental Fund Types – Discretely Presented Williamson County School Department	L-8	160
Schedule of Detailed Expenditures – All Governmental Fund Types	L-9	163
Schedule of Detailed Expenditures – All Governmental Fund Types – Discretely Presented Williamson County School Department	L-10	198
Schedule of Detailed Revenues and Expenses – Solid Waste Disposal Fund (Enterprise Fund)	L-11	215
Schedule of Detailed Receipts, Disbursements, and Changes in Cash Balances – City Agency Funds	L-12	218

STATISTICAL SECTION

Uncollected Taxes Filed in Chancery Court	1	221
Tax Rates and Assessments – Last Ten Years	2	222

SINGLE AUDIT SECTION

Auditor’s Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance With <u>Government Auditing Standards</u>		227
Auditor’s Report on Compliance With Requirements Applicable to Each Major Program and Internal Control Over Compliance in Accordance With <u>OMB Circular A-133</u>		229
Other Auditor’s Report on Williamson County Hospital District:		
Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance With <u>Government Auditing Standards</u>		231

	Exhibit/Table	Page
Other Auditor's Report on Williamson County Emergency Communications District:		
Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance With <u>Government Auditing Standards</u>		232
Schedule of Expenditures of Federal Awards and State Grants		235
Schedule of Audit Findings Not Corrected		237
Schedule of Findings and Questioned Costs		239
Auditee Reporting Responsibilities		245

Audit Highlights

Annual Financial Report
Williamson County, Tennessee
For the Year Ended June 30, 2005

Scope

We have audited the basic financial statements of Williamson County as of and for the year ended June 30, 2005.

Results

Our report on Williamson County's financial statements was unqualified.

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

Findings

The following are summaries of the audit findings:

OFFICE OF COUNTY MAYOR

- ◆ Solid Waste/Sanitation Fund appropriations exceeded estimated available funds.
- ◆ The receipting software in the Offices of Code Compliance and Sewage Disposal did not have adequate application controls.

OFFICE OF DIRECTOR OF SCHOOLS

- ◆ An interfund loan was not authorized in accordance with state statute.

OFFICE OF JUVENILE COURT CLERK

- ◆ The office did not have formal policies and procedures for computer operations.

OTHER FINDING

- ◆ Duties were not segregated adequately in the Offices of County Clerk, Juvenile Court Clerk, and Register.

State of Tennessee
Comptroller of the Treasury
Department of Audit
Division of County Audit

INTRODUCTORY SECTION

Williamson County Officials

June 30, 2005

Officials:

Rogers Anderson, County Mayor
Eddie Hood, Highway Superintendent
Rebecca Sharber, Ed.D, Director of Schools
Walter J. Davis, Trustee
Dennis Anglin, Assessor of Property
Elaine Anderson, County Clerk
Debbie McMillan Barrett, Circuit and General Sessions Courts Clerk
Elaine Beeler, Clerk and Master
Brenda Hyden, Juvenile Court Clerk
Sadie Wade, Register of Deeds
Ricky Headley, Sheriff
David Coleman, Director of Accounts and Budgets

Members of the Williamson County Board of Commissioners:

Houston Naron, Jr., Chairman	Cheryl Wilson	Jack Walton
Joe Hughes	Lewis Green, Jr.	Mary Brockman
Ricky Jones	Newt McCord	Ernie Williams
Peggy Romano	Arlene Cooke	Bob Barnwell
John Hancock	Jeff Ford	Mary Mills
Clyde Lynch	Bert Chalfant	Russell Little
Judy Hayes	Brandon Hulette	Steve Smith
Tom Moon	Greg Davis	Doug Langston

Board of Education:

Gary Anderson, Chairman	Edward Bailey	Phil Lockett
D'Wayne Greer	Mari Weller	Bill Peach
Janice Mills	Sina Miller	Mark Gregory
Ralph Ringstaff	Pat Anderson	James Bond

Highway Commission:

Rogers Anderson, Chairman	Dick Fowlkes
Renis Baker	Charlie Bennett
Stan Tyson	

Budget Committee:

Russell Little, Chairman	Cheryl Wilson
Rogers Anderson, County Mayor	Greg Davis
John Hancock	

FINANCIAL SECTION



STATE OF TENNESSEE
COMPTROLLER OF THE TREASURY
DEPARTMENT OF AUDIT
DIVISION OF COUNTY AUDIT
SUITE 1500
JAMES K. POLK STATE OFFICE BUILDING
NASHVILLE, TENNESSEE 37243-0269
PHONE (615) 401-7841

INDEPENDENT AUDITOR'S REPORT

November 7, 2005

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

To the County Mayor and Board of County Commissioners:

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 Williamson County, Tennessee, as of and for the year ended June 30, 2005, which collectively comprise Williamson County's basic financial statements as listed in the table of contents. These financial statements are the responsibility of Williamson County's management. Our responsibility is to express opinions on these financial statements based on our audit. We did not audit the discretely presented Williamson County Hospital District's financial statements, which represent 31 percent and 35 percent, respectively, of the assets and revenues of the aggregate discretely presented component units, and we did not audit the discretely presented Williamson County Emergency Communications District's financial statements, which represent .32 percent and .32 percent, respectively, of the assets and revenues of the aggregate discretely presented component units, as of June 30, 2005, and for the year then ended. Those financial statements were audited by other auditors, whose reports have been furnished to us, and our opinion on the financial statements insofar as it relates to the amounts included for the discretely presented Williamson County Hospital District and the discretely presented Williamson County Emergency Communications District is based solely on the reports of the other auditors.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the auditing 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 of material

misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit and the reports of other auditors provide a reasonable basis for our opinions.

In our opinion, based on our audit and the reports of other auditors, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Williamson County, Tennessee, as of June 30, 2005, and the respective changes in financial position and cash flows, where applicable, thereof for the year then ended, in conformity with accounting principles generally accepted in the United States of America.

In accordance with Government Auditing Standards, we have also issued our report dated November 7, 2005, on our consideration of Williamson County's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with Government Auditing Standards and should be considered in assessing the results of our audit.

As described in Note V.B., Williamson County has implemented Governmental Accounting Standards Board Statement No. 40, Deposit and Investment Risk Disclosures, which modifies the county's disclosures for custodial credit risk and adds disclosures about other types of risk.

The management's discussion and analysis on pages 9 through 20 and budgetary comparison information on pages 97 through 103 are not a required part of the basic financial statements but are supplementary information required by accounting principles generally accepted in the United States of America. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise Williamson County's basic financial statements. The introductory section, combining and individual nonmajor fund financial statements, budgetary comparison schedules of nonmajor governmental funds and the General Debt Service and Rural Debt Service Funds, combining and individual fund financial statements of the Williamson County School Department (a discretely presented component unit), miscellaneous schedules, and statistical tables are presented for purposes of additional analysis and are not a required part of the basic financial statements. The combining and individual nonmajor fund financial statements, budgetary comparison schedules of nonmajor governmental funds and the General Debt Service and Rural Debt Service Funds, combining and individual fund financial statements of the Williamson County School

Department (a discretely presented component unit), and the miscellaneous schedules have been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, are fairly stated in all material respects in relation to the basic financial statements taken as a whole. The introductory section and statistical tables have not been subjected to the auditing procedures applied in the audit of the basic financial statements, and accordingly, we express no opinion on them.

Very truly yours,

A handwritten signature in black ink that reads "John G. Morgan" with a long horizontal flourish extending to the right.

John G. Morgan
Comptroller of the Treasury

JGM/yu

Management's Discussion and Analysis

As management of Williamson County, Tennessee, we offer readers of Williamson County's financial statements this narrative overview and analysis of the financial activities of Williamson County, Tennessee, for the fiscal year ended June 30, 2005. This discussion and analysis focuses on the primary government only and does not include discussion of discretely presented component units.

Financial Highlights

- The liabilities of Williamson County exceeded its assets at the close of the fiscal year by \$120,671,965 (net assets). Of this amount, \$236,904,070 is debt that is attributable to the Williamson County School Department.
- The government's total net assets increased by \$2,012,089 which includes a prior period adjustment of \$25,117,586 which was needed primarily to reflect the inclusion of land that lies beneath the county's infrastructure.
- At June 30, 2005, Williamson County's governmental funds reported combined ending fund balances of \$63,902,883.
- At June 30, 2005, unreserved fund balance for the General Fund was \$17,637,849, or 37 percent of total General Fund expenditures.
- Williamson County's total debt increased by \$24,588,372 during the current fiscal year. The key factor in this net increase was issuance of \$81.3 million bonded debt for debt refunding, school construction, public works projects and equipment acquisitions.

Overview of the Financial Statements

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

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

The statement of net assets presents information on all of Williamson County's assets and liabilities, with the difference between the two reported as net assets. Over time, increases or decreases in net assets may serve as a useful indicator of whether the financial position of Williamson County is improving or deteriorating.

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

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

The government-wide financial statements include not only Williamson County (known as the primary government), but also a legally separate school department, a legally separate hospital district, and a legally separate emergency communications district for which the county is financially accountable. Financial information for these component units is reported separately from the financial information presented for the primary government itself.

Fund financial statements. A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. Williamson County, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of Williamson County can be divided into three categories: governmental 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 governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

Williamson County maintains ten 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 Fund, Highway/Public Works Fund, General Debt Service Fund, Rural Debt Service Fund, and the General Capital Projects Fund all of which are considered to be major funds. Data from the other five governmental funds are combined into a single, aggregated presentation.

Individual fund data for each of these non-major governmental funds is provided in the form of combining statements elsewhere in this report.

Williamson County adopts an annual appropriated budget for all funds except the General Capital Projects Fund, the District Attorney General Fund, the Other Special Revenue, and the Constitutional Officers – Fees Fund. A budgetary comparison statement has been provided for the funds to demonstrate compliance with this budget.

The basic governmental fund financial statements can be found on Exhibits C-1 through D-2 of this report.

Proprietary funds. Williamson County maintains two different types of proprietary funds. Enterprise funds are used to report the same functions presented as business-type activities in the government-wide financial statements. Williamson County uses an enterprise fund (Solid Waste Disposal Fund) to account for the operations of the county landfill. Internal service funds are an accounting device used to accumulate and allocate costs internally among the county's various functions. The county uses an internal service fund (Self-Insurance Fund) to account for the county's and School Department's self-insured health programs. Because this service predominantly benefits governmental rather than business-type functions, it has been included within governmental activities in the government-wide financial statements.

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

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

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

Notes to the financial statements. The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to financial statements can be found on pages 39 through 94 of this report.

Other information. In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information concerning Williamson County's General Fund and major special revenue funds' budgetary statements (the General Fund and the Highway/Public Works Fund). Required supplementary information can be found after the basic financial statements section of this report.

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

Government-wide Financial Analysis

As noted earlier, net assets may serve over time as a useful indicator of a government's financial position. In the case of Williamson County, liabilities exceeded assets by \$120,671,965 at the close of the fiscal year. The Constitution for the State of Tennessee allows only the local legislative body authorization to issue debt. Therefore, when the Williamson County Board of Education requires additional money to fund school construction and equipment, the related debt must be issued by the county. As of June 30, 2005, the county had outstanding debt totaling \$236,904,070 for capital purposes for the Williamson County Board of Education, but the capital assets are reported in the financial statements of the Williamson County Board of Education. As a result, the county has incurred the related liability without a corresponding increase in the county's capital assets, thereby significantly decreasing its unrestricted net assets. Allocation of school debt to the Williamson County Board of Education would result in Williamson County having net assets of \$116,232,105 at June 30, 2005.

The largest portion of Williamson County Government's net assets (\$48,751,870) reflects its investment in capital assets (e.g., land, buildings, machinery, and equipment) less any related debt used to acquire those assets that is still outstanding. Williamson County uses capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although Williamson County's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay the debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

An additional portion of Williamson County's net assets (\$47,169,777) represents resources that are subject to external restrictions on how they may be used.

Governmental activities. Governmental activities increased Williamson County's net assets by \$2,363,989. The key element of this increase is the inclusion of a prior period adjustment of \$25,117,586 which was needed primarily to reflect the inclusion of land that lies beneath the county's infrastructure.

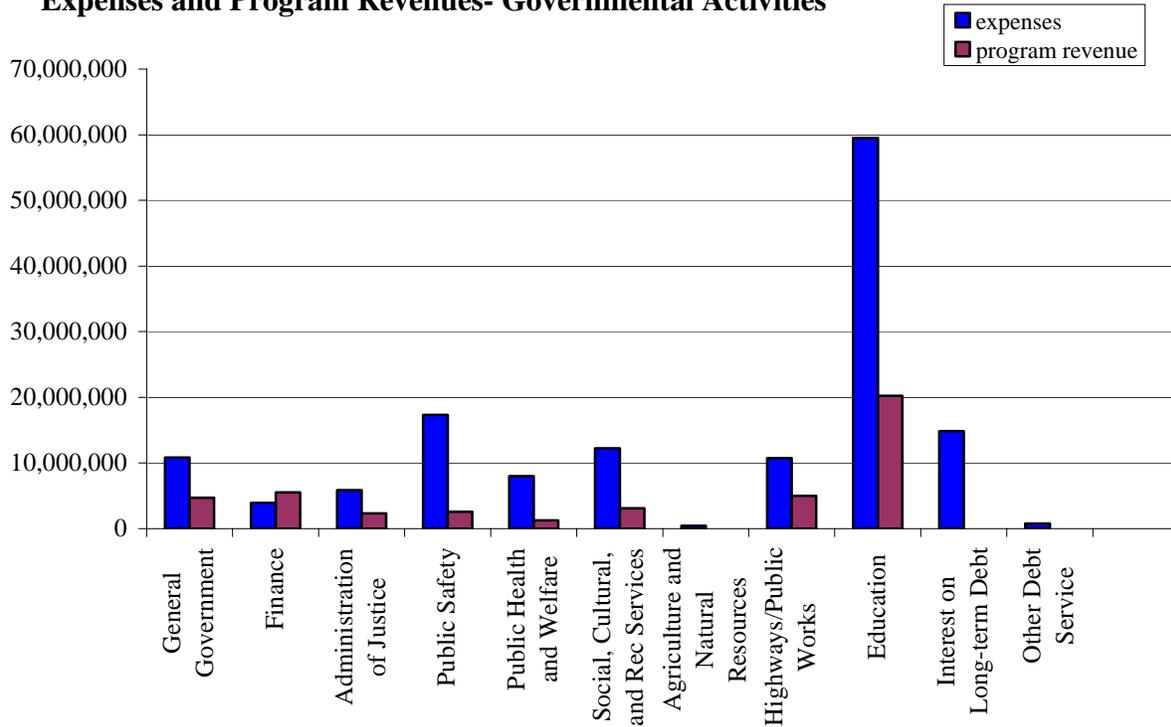
WILLIAMSON COUNTY'S Changes in Net Assets

	2005	2004	2005	2004	2005	2004
	Governmental activities	Governmental activities	Business-type activities	Business-type activities	Total	Total
Revenues:						
Program Revenues:						
Charges for services	\$ 38,459,600	\$ 37,354,019	\$ 1,574,168	\$ 1,991,564	\$ 40,033,768	\$ 39,345,583
Operating Grants and Contributions	4,090,787	4,201,234	669,500	814,455	4,760,287	5,015,689
Capital Grants and Contributions	2,127,269	843,408	0	0	2,127,269	843,408
Total Program Revenues	\$ 44,677,656	\$ 42,398,661	\$ 2,243,668	\$ 2,806,019	\$ 46,921,324	\$ 45,204,680
General Revenues:						
Property taxes levied for general purposes	\$ 29,556,611	\$ 27,929,635	\$0	\$0	\$ 29,556,611	\$ 27,929,635
Property taxes levied for debt service	23,036,528	26,130,823	0	0	23,036,528	26,130,823
Local option sales tax	1,047,420	1,142,752	0	0	1,047,420	1,142,752
Other local taxes	16,581,489	13,887,705	0	0	16,581,489	13,887,705
Grants & contributions not restricted to specific programs	3,704,163	1,862,537	0	0	3,704,163	1,862,537
Unrestricted investment earnings	2,094,927	1,123,689	54,719	67,227	2,149,646	1,190,916
Gain from Sale of Capital Asset	356,393	0	0	0	356,393	0
Miscellaneous	643,799	208,608	167,683	94,234	811,482	302,842
Total General Revenues	\$ 77,021,330	\$ 72,285,749	\$ 222,402	\$ 161,461	\$ 77,243,732	\$ 72,447,210
Total Revenues	\$ 121,698,986	\$ 114,684,410	\$ 2,466,070	\$ 2,967,480	\$ 124,165,056	\$ 117,651,890
Expenses:						
Governmental Activities:						
General Government	\$ 10,822,904	\$ 15,094,241	\$0	\$0	\$ 10,822,904	\$ 15,094,241
Finance	3,903,789	3,512,362	0	0	3,903,789	3,512,362
Administration of Justice	5,877,429	3,284,939	0	0	5,877,429	3,284,939
Public safety	17,325,173	15,169,286	0	0	17,325,173	15,169,286
Public Health and Welfare	8,000,815	7,445,384	0	0	8,000,815	7,445,384
Social, Cultural and Recreational Services	12,233,050	8,078,044	0	0	12,233,050	8,078,044

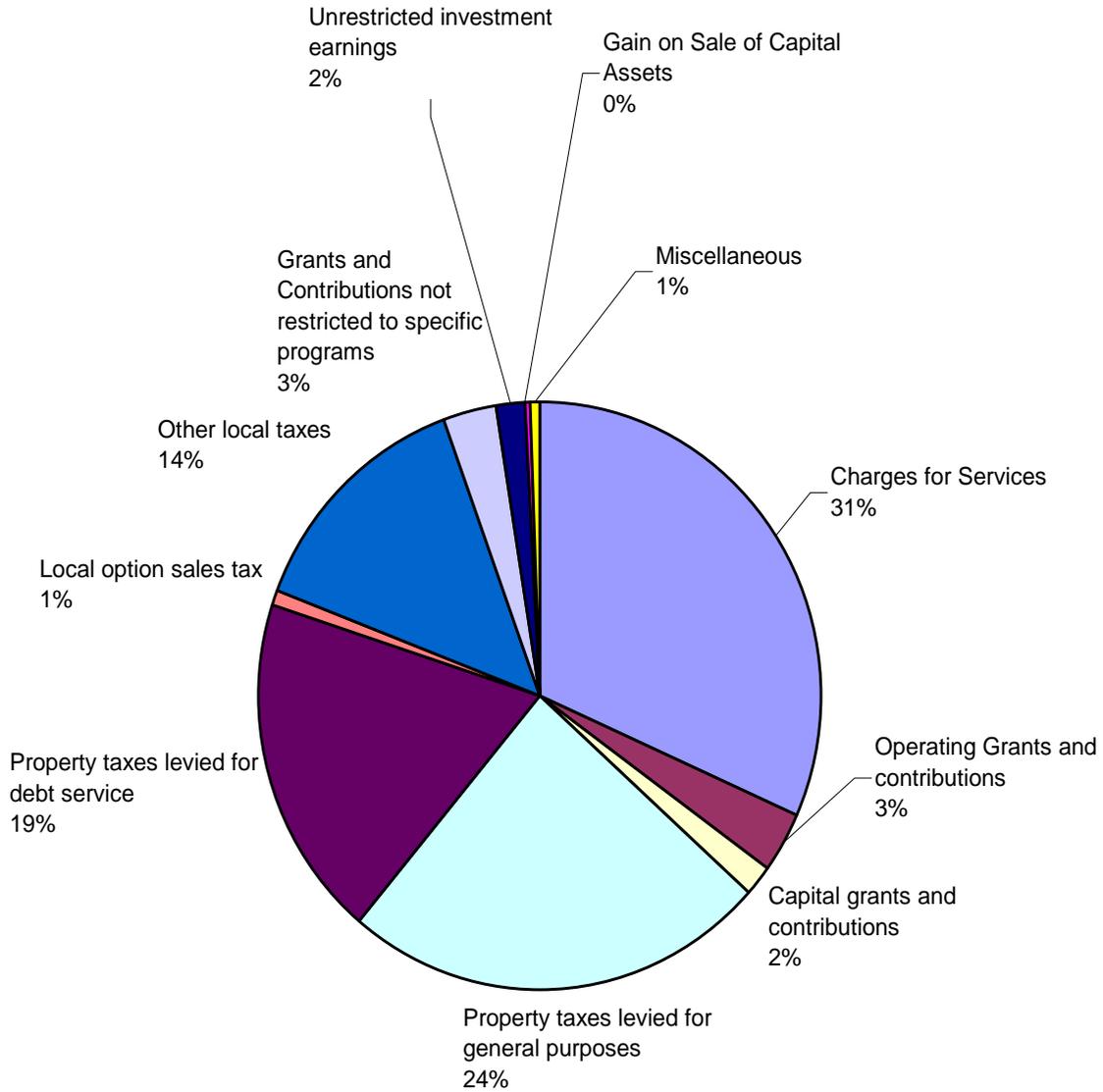
WILLIAMSON COUNTY'S Changes in Net Assets (Cont.)

	2005	2004	2005	2004	2005	2004
	Governmental activities	Governmental activities	Business-type activities	Business-type activities	Total	Total
Expenses (Cont.):						
Agriculture and Natural Resources	\$ 439,795	\$ 413,545	\$ 0	\$ 0	\$ 439,795	\$ 413,545
Highway/Public Works	10,740,537	10,972,091	0	0	10,740,537	10,972,091
Education	59,483,686	41,534,284	0	0	59,483,686	41,534,284
Interest on Long-term Debt	14,844,183	14,081,710	0	0	14,844,183	14,081,710
Other Debt Service	781,222	746,593	0	0	781,222	746,593
Solid Waste Disposal	0	0	3,056,945	3,059,108	3,056,945	3,059,108
Total Expenses	\$ 144,452,583	\$ 120,332,479	\$ 3,056,945	\$ 3,059,108	\$ 147,509,528	\$ 123,391,587
Change in net assets	\$ (22,753,597)	\$ (5,648,069)	\$ (590,875)	\$ (91,628)	\$ (23,344,472)	\$ (5,739,697)
Prior period adjustment	25,117,586	0	238,975	0	25,356,561	0
Net assets - July 1, 2004	(120,961,797)	(115,313,728)	(1,722,257)	(1,630,629)	(122,684,054)	(116,944,357)
Net assets - June 30, 2005	\$ (118,597,808)	\$ (120,961,797)	\$ (2,074,157)	\$ (1,722,257)	\$ (120,671,965)	\$ (122,684,054)

Expenses and Program Revenues- Governmental Activities

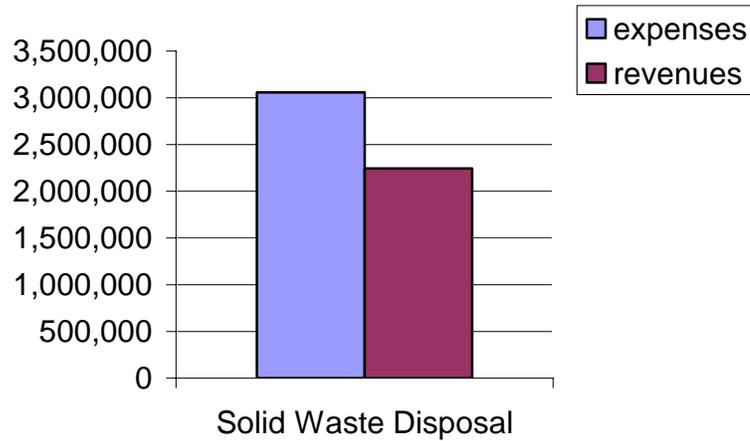


Revenues by Source - Governmental Activities



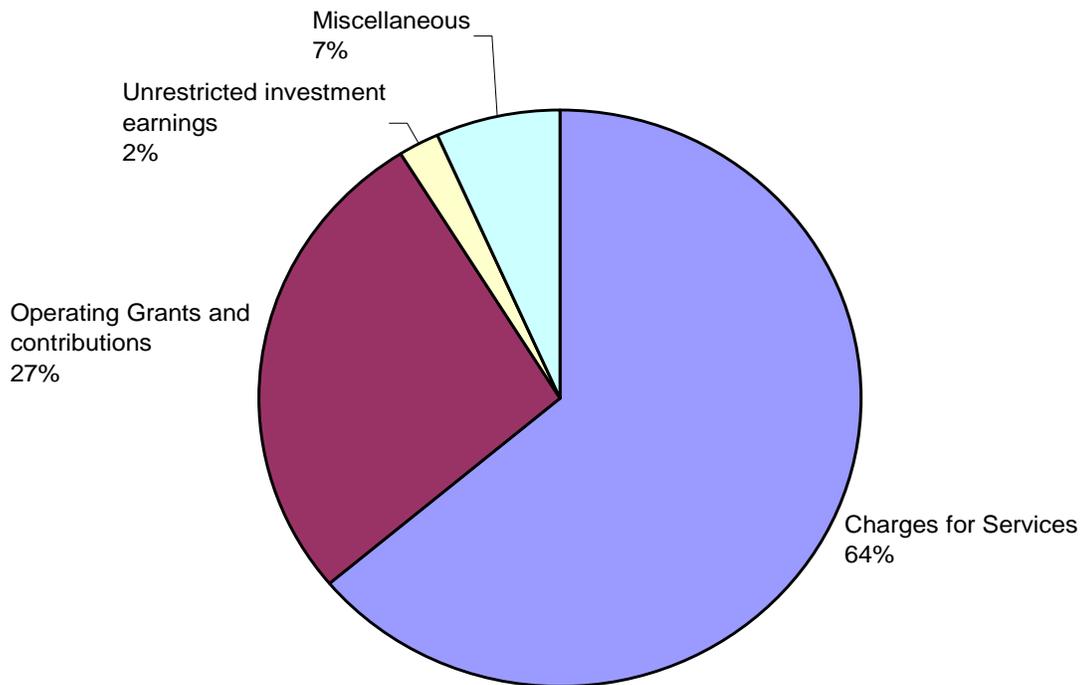
Business-type activities. Business-type activities decreased Williamson County’s net assets by \$351,900. This decrease resulted from a decrease in operating revenues.

Expenses and Program Revenues – Business-type Activities



Revenue by Source – Business-type Activities

Revenues by Source - Governmental Activities



Financial Analysis of the Government’s Funds

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

Governmental funds. The focus of Williamson County’s governmental funds is to provide information on near-term inflows, outflows, and balances of spendable resources. Such

information is useful in assessing Williamson County's financing requirements. In particular, unreserved fund balance may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year.

As of the end of the current fiscal year, Williamson County's governmental funds reported combined ending fund balances of \$63,902,883, an increase of \$3,579,574 in comparison with the prior year. Approximately 80 percent of this total amount (\$50,005,818) constitutes unreserved fund balance, which is available for spending at the government's discretion. The remainder of fund balance is reserved to indicate that it is not available for new spending because it has already been committed.

The General Fund is the chief operating fund of Williamson County. At the end of the current fiscal year, unreserved fund balance of the General Fund was \$16,425,819, while total fund balance was \$17,637,849. As a measure of the General Fund's liquidity, it may be useful to compare both unreserved fund balance and total fund balance to total fund expenditures. Unreserved fund balance represents 34 percent of total General Fund expenditures, while total fund balance represents 37 percent of that same amount.

The fund balance of the General Fund had a minimal increase of \$381,911 from the prior year.

The fund balance of the Highway/Public Works Fund had an increase of \$1,293,890 during the current fiscal year due to revenues exceeding expenditures.

The fund balance of the General Debt Service Fund had a minimal decrease of \$570,925 from the prior year.

The fund balance of the Rural Debt Service Fund had a minimal decrease of \$493,309 from the prior year.

The fund balance of the General Capital Projects Fund increased \$3,231,044 from the prior year due to an increase in ongoing projects.

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

Unrestricted net assets of the Solid Waste Disposal Fund at the end of the year amounted to (\$3,693,600). Factors concerning the finances of this fund have already been addressed in the discussion of Williamson County's business-type activities.

General and Highway/Public Works Funds Budgetary Highlights

Differences between the original budget and the final amended budget for the General Fund expenditures equaled 2.5 percent of the original budget.

The Highway/Public Works Fund revenues exceeded budgetary estimates, and expenditures were less than budgetary estimates. As a result, there was an increase in fund balance for the fiscal year.

Capital Asset and Debt Administration

Capital assets. Williamson County's investment in capital assets for its governmental and business-type activities as of June 30, 2005, amounted to \$167,138,752 (net of accumulated depreciation). This investment in capital assets includes land, buildings and improvements, machinery and equipment, park facilities, roads, highways, and bridges. The total increase in Williamson County's investment in capital assets for the current fiscal year was \$23,551,052. This represents an increase of \$23,719,925 for the governmental activities, including a prior period adjustment of \$25,117,586 which was needed primarily to reflect the inclusion of land that lies beneath the county's infrastructure. The business-type activities had a decrease of \$168,873 of which \$238,975 reflects a prior period adjustment to include an asset purchased in a prior year. Construction in progress totaling \$2,861,675 reflects Williamson County's various ongoing construction and renovation projects for the parks and recreation department and for the general government.

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

	2005	2004	2005	2004	2005	2004
	Governmental	Governmental	Business-type	Business-type	2005	2004
	activities	activities	activities	activities	Total	Total
Land	\$ 42,006,681	\$ 18,262,339	\$ 334,150	\$ 334,150	\$ 42,340,831	\$ 18,596,489
Construction in Progress	2,861,675	1,987,964	0	0	2,861,675	1,987,964
Buildings and Improvements	71,726,178	73,362,244	299,452	311,887	72,025,630	73,674,131
Other Capital Assets	14,300,395	13,686,466	1,988,061	2,144,499	16,288,456	15,830,965
Investment in Joint Venture	6,794,625	6,794,625	0	0	6,794,625	6,794,625
Infrastructure	26,827,535	26,703,526	0	0	26,827,535	26,703,526
Total	\$ 164,517,089	\$ 140,797,164	\$ 2,621,663	\$ 2,790,536	\$ 167,138,752	\$ 143,587,700

Long-term debt. At the end of the current fiscal year, Williamson County had total bonded debt outstanding of \$335,720,000, notes payable of \$3,220,000, and other loans payable of \$9,551,721. All debt is backed by the full faith and credit of the county. Of the amount outstanding for governmental activities, \$236,904,070 reflects the balance of borrowings for education capital projects for the Williamson County Board of Education. Outstanding bonds (\$5,440,000) and notes (\$56,662) for business-type activities, reflects the balance of borrowings for capital projects of the Solid Waste Disposal Fund.

Williamson County's Outstanding Debt
As of June 30

	2005	2004	2005	2004	2005	2004
	Governmental	Governmental	Business-type	Business-type	Total	Total
	activities	activities	activities	activities		
General obligation bonds	\$ 335,720,000	\$ 310,795,000	\$ 5,440,000	\$ 5,680,000	\$ 341,160,000	\$ 316,475,000
Notes payable	3,220,000	3,820,000	56,662	113,324	3,276,662	3,933,324
Other loans payable	9,551,721	9,288,349	0	0	9,551,721	9,288,349
Total	\$ 348,491,721	\$ 323,903,349	\$ 5,496,662	\$ 5,793,324	\$ 353,988,383	\$ 329,696,673

For the fiscal year ended June 30, 2005, the county's total debt increased by \$24.3 million (including a decrease in business-type activities of \$296,662) or seven percent. Debt service payments of \$17.3 million (including business-type activities of \$276,662) were made while the county issued new debt for school construction projects, public works projects, equipment acquisition and refunding debt as follows:

- The county issued general obligation and rural debt bonds in the amount of \$41,740,000 for school construction projects, public works projects, and equipment acquisition.
- The county issued general obligation and rural debt refunding bonds in the amount of \$39,515,000 realizing an economic gain (difference between the present value of the debt service payments of the refunded and refunding bonds) of \$936,711.
- The county drew against the Montgomery County Public Building Authority Loan Program in the amount of \$765,372 to fund public works projects.

The county maintains an Aa1 bond rating from Moody's for general and rural obligation debt.

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

Economic Factors and Next Year's Budgets and Rates

- The unemployment rate for the county as of 2005 was 3.7 percent, which is a slight increase from the 2004 rate of 2.8 percent. This compares favorably to the state's average unemployment rate of 5.7 percent and the national average rate of 5.1 percent.
- The occupancy rate of the government's central business district for the past three years was 81.07 percent for 2003, 83.1 percent for 2004, and 88.3 percent for 2005.
- Inflationary trends in the region compare favorably to national indices.
- Assessed value of property within the county is in excess of \$4.7 billion with an anticipated growth rate of 6 percent for 2005-2006.

All of these factors were considered in preparing the county's budget for the 2006 fiscal year.

Requests for Information

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

BASIC FINANCIAL STATEMENTS

Exhibit A

Williamson County, Tennessee
Statement of Net Assets
June 30, 2005

	Primary Government			Component Units		
	Governmental Activities	Business-type Activities	Total	Williamson County School Department	Williamson County Hospital District	Emergency Communications District
<u>ASSETS</u>						
Cash	\$ 12,784	\$ 450	\$ 13,234	\$ 47,593	\$ 1,956,647	\$ 911,308
Equity in Pool Cash and Investments	71,145,664	1,467,866	72,613,530	46,709,280	0	0
Accounts Receivable	314,373	324,639	639,012	190,671	24,762,076	84,228
Allowance for Uncollectibles	0	0	0	0	(4,855,626)	0
Property Taxes Receivable	58,233,150	0	58,233,150	62,887,980	0	0
Allowance for Uncollectible Property Taxes	(621,326)	0	(621,326)	(656,890)	0	0
Accrued Interest Receivable	54,612	1,001	55,613	21,140	0	0
Due from Other Governments	1,985,865	24,341	2,010,206	5,904,830	0	50,000
Due from Component Units	1,401,791	0	1,401,791	0	0	0
Prepaid Items	0	0	0	1,863	478,600	0
Notes Receivable	56,662	0	56,662	0	0	0
Deferred Charges - Debt Issuance Costs	2,003,936	0	2,003,936	0	330,071	0
Inventories	0	0	0	0	1,649,938	0
Internal Balances	(6,354)	6,354	0	0	0	0
Other	0	0	0	0	1,733,843	0
Restricted Assets:						
Customer Deposits	0	0	0	0	599,346	0
Bond Reserves	0	0	0	0	40,438,323	0
Capital Assets:						
Assets Not Depreciated:						
Land	42,006,681	334,150	42,340,831	19,123,618	8,360,068	0
Construction in Progress	2,861,675	0	2,861,675	27,971,164	53,862,193	0
Assets Net of Accumulated Depreciation:						
Buildings and Improvements	71,726,178	299,452	72,025,630	184,239,471	0	0
Other Capital Assets	14,300,395	1,988,061	16,288,456	9,890,629	34,432,005	645,142
Investment in Joint Venture	6,794,625	0	6,794,625	0	0	0
Infrastructure	26,827,535	0	26,827,535	0	0	0
Total Assets	\$ 299,098,246	\$ 4,446,314	\$ 303,544,560	\$ 356,331,349	\$ 163,747,484	\$ 1,690,678

(Continued)

Exhibit A

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

	Primary Government			Component Units		
	Governmental Activities	Business-type Activities	Total	Williamson County School Department	Williamson County Hospital District	Emergency Communications District
LIABILITIES						
Accounts Payable	\$ 151,681	\$ 47,857	\$ 199,538	\$ 632,786	\$ 4,930,862	\$ 9,074
Accrued Payroll	0	0	0	2,993,503	4,529,026	0
Payroll Deductions Payable	0	0	0	266,663	0	0
Contracts Payable	300,569	0	300,569	4,025,294	0	0
Retainage Payable	27,673	0	27,673	332,227	0	0
Accrued Interest Payable	3,561,779	0	3,561,779	0	297,279	0
Due to State of Tennessee	3,612	0	3,612	0	0	0
Other Accrued Expenses	0	0	0	0	1,495,511	0
Estimated Amounts Due to Third-party Payors	0	0	0	0	480,000	0
Customer Deposits Payable	887,150	0	887,150	0	0	0
Due to Primary Government	0	0	0	1,401,791	0	0
Deferred Revenue - Current Taxes	56,694,312	0	56,694,312	61,281,567	0	0
Noncurrent Liabilities:						
Due Within One Year	24,184,642	573,731	24,758,373	383,104	5,638,574	0
Due In More Than One Year (net of deferred amount on refunding and unamortized premium on debt)	331,884,636	5,898,883	337,783,519	706,604	51,024,076	0
Total Liabilities	\$ 417,696,054	\$ 6,520,471	\$ 424,216,525	\$ 72,023,539	\$ 68,395,328	\$ 9,074
NET ASSETS						
Invested in Capital Assets, Net of Related Debt	\$ 47,132,427	\$ 1,619,443	\$ 48,751,870	\$ 0	\$ 39,991,616	\$ 0
Invested in Capital Assets Restricted for:	0	0	0	241,224,882	0	645,142
Capital Projects	9,103,346	0	9,103,346	19,339,087	0	0
Debt Service	24,674,675	0	24,674,675	0	0	0
Other Purposes	13,391,756	0	13,391,756	1,565,417	11,933,857	0
Unrestricted	(212,900,012)	(3,693,600)	(216,593,612)	22,178,424	43,426,683	1,036,462
Total Net Assets	\$ (118,597,808)	\$ (2,074,157)	\$ (120,671,965)	\$ 284,307,810	\$ 95,352,156	\$ 1,681,604

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

Exhibit B

Williamson County, Tennessee
Statement of Activities
For the Year Ended June 30, 2005

Functions/Programs	Program Revenues				Net (Expense) Revenue and Changes in Net Assets			Component Units		
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Primary Government		Total	Williamson County School Department	Williamson County Hospital District	Emergency Communications District
					Governmental Activities	Business-type Activities				
Primary Government:										
Governmental Activities:										
General Government	\$ 10,822,904	\$ 4,543,559	\$ 170,071	\$ 0	\$ (6,109,274)	\$ 0	\$ (6,109,274)	\$ 0	\$ 0	\$ 0
Finance	3,903,789	5,484,151	36,232	0	1,616,594	0	1,616,594	0	0	0
Administration of Justice	5,877,429	2,329,646	0	0	(3,547,783)	0	(3,547,783)	0	0	0
Public Safety	17,325,173	2,338,354	376,256	(151,707)	(14,762,270)	0	(14,762,270)	0	0	0
Public Health and Welfare	8,000,815	552,142	723,413	0	(6,725,260)	0	(6,725,260)	0	0	0
Social, Cultural, and Rec. Services	12,233,050	2,915,623	7,892	168,300	(9,141,235)	0	(9,141,235)	0	0	0
Agriculture & Natural Resources	439,795	0	0	0	(439,795)	0	(439,795)	0	0	0
Highways/Public Works	10,740,537	84,359	2,776,923	2,110,676	(5,768,579)	0	(5,768,579)	0	0	0
Education	59,483,686	20,211,766	0	0	(39,271,920)	0	(39,271,920)	0	0	0
Interest on Long-term Debt	14,844,183	0	0	0	(14,844,183)	0	(14,844,183)	0	0	0
Other Debt Service	781,222	0	0	0	(781,222)	0	(781,222)	0	0	0
Total Governmental Activities	\$ 144,452,583	\$ 38,459,600	\$ 4,090,787	\$ 2,127,269	\$ (99,774,927)	\$ 0	\$ (99,774,927)	\$ 0	\$ 0	\$ 0
Business-type Activities:										
Solid Waste Disposal	\$ 3,056,945	\$ 1,574,168	\$ 669,500	\$ 0	\$ 0	\$ (813,277)	\$ (813,277)	\$ 0	\$ 0	\$ 0
Total Business-type Activities	\$ 3,056,945	\$ 1,574,168	\$ 669,500	\$ 0	\$ 0	\$ (813,277)	\$ (813,277)	\$ 0	\$ 0	\$ 0
Total Primary Government	\$ 147,509,528	\$ 40,033,768	\$ 4,760,287	\$ 2,127,269	\$ (99,774,927)	\$ (813,277)	\$ (100,588,204)	\$ 0	\$ 0	\$ 0
Component Units:										
Williamson County School Department	\$ 172,969,288	\$ 7,854,130	\$ 9,660,270	\$ 39,321,118	\$ 0	\$ 0	\$ 0	\$ (116,133,770)	\$ 0	\$ 0
Williamson County Hospital District	99,725,749	110,273,854	422,349	0	0	0	0	0	10,970,454	0
Emergency Communications District	972,396	1,025,502	0	0	0	0	0	0	0	53,106
Total Component Units	\$ 273,667,433	\$ 119,153,486	\$ 10,082,619	\$ 39,321,118	\$ 0	\$ 0	\$ 0	\$ (116,133,770)	\$ 10,970,454	\$ 53,106

(Continued)

Exhibit B

Williamson County, Tennessee
Statement of Activities (Cont.)

Functions/Programs	Expenses	Program Revenues			Net (Expense) Revenue and Changes in Net Assets					
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Primary Government			Component Units		
					Governmental Activities	Business-type Activities	Total	Williamson	Williamson	Emergency
								County School Department	County Hospital District	Communications District
General Revenues:										
Taxes:										
Property taxes levied for general purposes					\$ 29,556,611	\$ 0	\$ 29,556,611	\$ 60,500,441	\$ 0	\$ 0
Property taxes levied for debt service					23,036,528	0	23,036,528	0	0	0
Local option sales tax					1,047,420	0	1,047,420	26,990,235	0	0
Other local taxes					16,581,489	0	16,581,489	18,262	0	0
Grants & contributions not restricted for specific programs					3,704,163	0	3,704,163	63,562,269	0	0
Unrestricted investment earnings					2,094,927	54,719	2,149,646	734,411	546,862	12,017
Gain from Sale of Capital Assets					356,393	0	356,393	0	0	0
Miscellaneous					643,799	167,683	811,482	243,083	613,052	0
Total General Revenues					\$ 77,021,330	\$ 222,402	\$ 77,243,732	\$ 152,048,701	\$ 1,159,914	\$ 12,017
Change in net assets					\$ (22,753,597)	\$ (590,875)	\$ (23,344,472)	\$ 35,914,931	\$ 12,130,368	\$ 65,123
Prior period adjustment					25,117,586	238,975	25,356,561	949,878	0	0
Net assets, July 1, 2004					(120,961,797)	(1,722,257)	(122,684,054)	247,443,001	83,221,788	1,616,481
Net assets, June 30, 2005					\$ (118,597,808)	\$ (2,074,157)	\$ (120,671,965)	\$ 284,307,810	\$ 95,352,156	\$ 1,681,604

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

Exhibit C-1

Williamson County, Tennessee
Balance Sheet
Governmental Funds
June 30, 2005

	Major Funds					Nonmajor	Total
	General	Highway/ Public Works	General Debt Service	Rural Debt Service	General Capital Projects	Funds Other Govern- mental Funds	
ASSETS							
Cash	\$ 10,265	\$ 0	\$ 0	\$ 0	\$ 0	\$ 2,519	\$ 12,784
Equity in Pooled Cash and Investments	17,278,923	11,744,309	16,280,259	4,920,533	13,585,265	806,972	64,616,261
Accounts Receivable	303,142	4,064	0	0	0	7,167	314,373
Due from Other Governments	1,391,477	594,251	0	0	0	137	1,985,865
Due from Other Funds	9,536	7,721	0	0	0	0	17,257
Property Taxes Receivable	28,799,005	595,193	18,201,011	8,477,121	0	2,160,820	58,233,150
Allowance for Uncollectible Property Taxes	(298,063)	(15,283)	(178,864)	(100,690)	0	(28,426)	(621,326)
Accrued Interest Receivable	16,408	8,939	24,409	4,145	0	711	54,612
Notes Receivable - Long-Term	0	0	56,662	0	0	0	56,662
Total Assets	\$ 47,510,693	\$ 12,939,194	\$ 34,383,477	\$ 13,301,109	\$ 13,585,265	\$ 2,949,900	\$ 124,669,638
LIABILITIES AND FUND BALANCES							
<u>Liabilities</u>							
Accounts Payable	\$ 64,311	\$ 0	\$ 0	\$ 0	\$ 87,165	\$ 205	\$ 151,681
Contracts Payable	0	0	0	0	300,569	0	300,569
Retainage Payable	0	0	0	0	27,673	0	27,673
Claims and Judgements Payable	159,948	215,000	0	0	0	500	375,448
Due to Other Funds	0	0	6,354	0	7,721	9,536	23,611
Due to State of Tennessee	3,612	0	0	0	0	0	3,612
Current Liabilities Payable from Restricted Assets:							
Customer Deposits Payable	0	0	0	0	887,150	0	887,150
Deferred Revenue - Current Property Taxes	28,074,192	544,348	17,780,322	8,212,843	0	2,082,607	56,694,312
Deferred Revenue - Delinquent Property Taxes	351,943	34,090	194,224	144,518	0	44,443	769,218
Other Deferred Revenues	1,218,838	285,378	24,409	4,145	0	711	1,533,481
Total Liabilities	\$ 29,872,844	\$ 1,078,816	\$ 18,005,309	\$ 8,361,506	\$ 1,310,278	\$ 2,138,002	\$ 60,766,755
<u>Fund Balances</u>							
Reserved for Encumbrances	\$ 720,104	\$ 332,874	\$ 0	\$ 0	\$ 2,257,545	\$ 20,512	\$ 3,331,035
Reserved for Alcohol and Drug Treatment	40,666	0	0	0	0	0	40,666
Reserved for Litigation Tax - Jail, Workhouse, or Courthouse	115,974	0	0	0	0	0	115,974

(Continued)

Exhibit C-1

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

	Major Funds					Nonmajor	Total
	General	Highway/ Public Works	General Debt Service	Rural Debt Service	General Capital Projects	Other Govern- mental Funds	
<u>LIABILITIES AND FUND BALANCES (Cont.)</u>							
<u>Fund Balances (Cont.)</u>							
Reserved for Drug Court	\$ 32,023	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 32,023
Reserved for Sexual Offender Registration	1,140	0	0	0	0	0	1,140
Reserved for Computer System - Register	245,036	0	0	0	0	0	245,036
Reserved for Automation Purposes - Circuit Court	3,555	0	0	0	0	0	3,555
Reserved for Automation Purposes - Criminal Court	15,465	0	0	0	0	0	15,465
Reserved for Automation Purposes - General Sessions Court	7,250	0	0	0	0	0	7,250
Reserved for Automation Purposes - Chancery Court	5,975	0	0	0	0	0	5,975
Reserved for Automation Purposes - Sheriff	24,842	0	0	0	0	0	24,842
Reserved for Long-Term Notes Receivable	0	0	56,662	0	0	0	56,662
Reserved for Other General Purposes	0	0	0	0	10,017,442	0	10,017,442
Unreserved, Reported In:							
General Fund	16,425,819	0	0	0	0	0	16,425,819
Special Revenue Funds	0	11,527,504	0	0	0	791,386	12,318,890
Debt Service Funds	0	0	16,321,506	4,939,603	0	0	21,261,109
Total Fund Balances	<u>\$ 17,637,849</u>	<u>\$ 11,860,378</u>	<u>\$ 16,378,168</u>	<u>\$ 4,939,603</u>	<u>\$ 12,274,987</u>	<u>\$ 811,898</u>	<u>\$ 63,902,883</u>
Total Liabilities and Fund Balances	<u>\$ 47,510,693</u>	<u>\$ 12,939,194</u>	<u>\$ 34,383,477</u>	<u>\$ 13,301,109</u>	<u>\$ 13,585,265</u>	<u>\$ 2,949,900</u>	<u>\$ 124,669,638</u>

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

Williamson County, Tennessee
Reconciliation of the Balance Sheet of Governmental Funds
to the Statement of Net Assets
June 30, 2005

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

Total fund balances - balance sheet - governmental funds (Exhibit C-1)	\$ 63,902,883
(1) Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds.	164,517,089
(2) Internal service funds are used by management to charge the costs of the self-insurance program to individual funds. The assets and liabilities of the internal service funds are included in governmental activities in the statement of net assets.	4,006,500
(3) Long-term liabilities are not due in the current period and therefore are not reported in the funds.	(353,326,979)
(4) Other long-term assets are not available to pay for current-period expenditures and therefore are deferred in the funds.	<u>2,302,699</u>
Net assets of governmental activities (Exhibit A)	<u>\$ (118,597,808)</u>

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

Exhibit D-1

Williamson County, Tennessee
Statement of Revenues, Expenditures,
and Changes in Fund Balances
Governmental Funds
For the Year Ended June 30, 2005

	Major Funds					Nonmajor Funds	Total Governmental Funds
	General	Highway/ Public Works	General Debt Service	Rural Debt Service	General Capital Projects	Other Govern- mental Funds	
<u>Revenues</u>							
Local Taxes	\$ 31,793,013	\$ 6,432,593	\$ 15,340,527	\$ 7,876,432	\$ 9,580,401	\$ 2,045,388	\$ 73,068,354
Licenses and Permits	1,444,572	0	0	0	0	0	1,444,572
Fines, Forfeitures and Penalties	523,117	0	0	0	0	152,671	675,788
Charges for Current Services	4,071,296	0	0	0	0	476	4,071,772
Other Local Revenues	1,028,770	513,280	1,305,820	247,563	1,764,130	41,810	4,901,373
Fees Received from County Officials	9,111,185	0	0	0	0	0	9,111,185
State of Tennessee	2,212,980	3,095,569	0	0	95,589	0	5,404,138
Federal Government	159,083	23,535	0	0	0	0	182,618
Other Governments and Citizens Groups	876,315	70,419	132,431	942,100	0	3,670	2,024,935
Total Revenues	\$ 51,220,331	\$ 10,135,396	\$ 16,778,778	\$ 9,066,095	\$ 11,440,120	\$ 2,244,015	\$ 100,884,735
<u>Expenditures</u>							
Current:							
General Government	\$ 7,236,360	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 7,236,360
Finance	2,779,363	0	0	0	0	162	2,779,525
Administration of Justice	2,697,978	0	0	0	0	56,309	2,754,287
Public Safety	11,926,235	0	0	0	0	54,265	11,980,500
Public Health and Welfare	3,778,342	0	0	0	0	1,814,770	5,593,112
Social, Cultural, and Recreational Services	8,285,759	0	0	0	0	0	8,285,759
Agricultural and Natural Resources	333,941	0	0	0	0	0	333,941
Other Operations	11,263,857	0	0	0	0	232,931	11,496,788
Highways	0	8,806,506	0	0	0	0	8,806,506
Debt Service:							
Principal	0	0	10,252,000	6,770,000	0	0	17,022,000
Interest	0	0	10,586,965	5,118,937	0	0	15,705,902
Other Debt Service	0	0	646,148	170,467	0	0	816,615
Capital Projects	0	0	0	0	7,757,827	0	7,757,827
Capital Projects - Donated	0	0	0	0	54,266,690	0	54,266,690
Total Expenditures	\$ 48,301,835	\$ 8,806,506	\$ 21,485,113	\$ 12,059,404	\$ 62,024,517	\$ 2,158,437	\$ 154,835,812
Excess (Deficiency) of Revenues Over Expenditures	\$ 2,918,496	\$ 1,328,890	\$ (4,706,335)	\$ (2,993,309)	\$ (50,584,397)	\$ 85,578	\$ (53,951,077)
<u>Other Financing Sources (Uses)</u>							
Bonds Issued	\$ 0	\$ 0	\$ 0	\$ 0	\$ 56,850,000	\$ 0	\$ 56,850,000

(Continued)

Exhibit D-1

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

	Major Funds					Nonmajor Funds	Total Governmental Funds
	General	Highway/ Public Works	General Debt Service	Rural Debt Service	General Capital Projects	Other Govern- mental Funds	
<u>Other Financing Sources (Uses) (Cont.)</u>							
Refunding Debt Issued	\$ 0	\$ 0	\$ 39,515,000	\$ 0	\$ 0	\$ 0	\$ 39,515,000
Premiums on Debt Issued	0	0	3,814,485	0	1,283,457	0	5,097,942
Other Loans Issued	0	0	0	0	765,372	0	765,372
Transfers In	52,968	0	3,845,572	2,500,000	2,345,833	0	8,744,373
Transfers Out	(2,589,553)	(35,000)	0	0	(7,429,221)	(348,615)	(10,402,389)
Payments to Refunded Debt Escrow Agent	0	0	(43,039,647)	0	0	0	(43,039,647)
Total Other Financing Sources (Uses)	<u>\$ (2,536,585)</u>	<u>\$ (35,000)</u>	<u>\$ 4,135,410</u>	<u>\$ 2,500,000</u>	<u>\$ 53,815,441</u>	<u>\$ (348,615)</u>	<u>\$ 57,530,651</u>
Net Change in Fund Balances	\$ 381,911	\$ 1,293,890	\$ (570,925)	\$ (493,309)	\$ 3,231,044	\$ (263,037)	\$ 3,579,574
Fund Balance, July 1, 2004	17,255,938	10,566,488	16,949,093	5,432,912	9,043,943	1,074,935	60,323,309
Fund Balance, June 30, 2005	<u>\$ 17,637,849</u>	<u>\$ 11,860,378</u>	<u>\$ 16,378,168</u>	<u>\$ 4,939,603</u>	<u>\$ 12,274,987</u>	<u>\$ 811,898</u>	<u>\$ 63,902,883</u>

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

Exhibit D-2

Williamson County, Tennessee
Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances
of Governmental Funds to the Statement of Activities
For the Year Ended June 30, 2005

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

Net change in fund balances - total governmental funds (Exhibit D-1)	\$ 3,579,574
(1) Governmental funds report capital outlays as expenditures. However, in the statement of activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which capital outlays were less than depreciation in the current period.	(2,045,576)
(2) The net effect of various miscellaneous transactions involving capital assets (sales, trade-ins, and donations) is to increase net assets.	647,915
(3) Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.	506,883
(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 assets. Also, governmental funds report the effect of issuance costs, premiums, discounts, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities. This amount is the net effect of these differences in the treatment of long-term debt and related items.	(26,529,269)
(5) Some expenses reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds.	633,094
(6) Internal service funds are used by management to charge the costs of employee insurance benefits to individual funds. The net revenue of certain activities of internal service funds is reported with governmental activities.	<u>453,782</u>
Change in net assets of governmental activities (Exhibit B)	<u>\$ (22,753,597)</u>

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

Williamson County, Tennessee
Statement of Net Assets
Proprietary Funds
June 30, 2005

	Business-type Activities - Enterprise Fund	Governmental Activities - Internal Service Fund
	Solid Waste Disposal Fund	Self - Insurance Fund
	<u> </u>	<u> </u>
<u>ASSETS</u>		
Current Assets:		
Cash	\$ 450	\$ 0
Equity in Pooled Cash and Investments	1,467,866	6,529,403
Accounts Receivable	324,639	0
Due From Other Governments	24,341	0
Due From Other Funds	6,354	0
Due from Component Units	0	1,401,791
Accrued Interest Receivable	1,001	0
Total Current Assets	<u>\$ 1,824,651</u>	<u>\$ 7,931,194</u>
Noncurrent Assets:		
Capital Assets (Net of Accumulated Depreciation):		
Land	\$ 334,150	\$ 0
Buildings and Improvements	299,452	0
Machinery and Equipment	1,988,061	0
Total Noncurrent Assets	<u>\$ 2,621,663</u>	<u>\$ 0</u>
Total Assets	<u>\$ 4,446,314</u>	<u>\$ 7,931,194</u>
<u>LIABILITIES</u>		
Current Liabilities:		
Accounts Payable	\$ 47,857	\$ 0
Accrued Liability for Landfill Closure/Postclosure Care Cost	250,000	0
Claims and Judgments Payable	9,100	3,924,694
Compensated Absences Payable	27,969	0
Current Portion of Long-term Debt	286,662	0
Total Current Liabilities	<u>\$ 621,588</u>	<u>\$ 3,924,694</u>
Noncurrent Liabilities:		
Accrued Liability for Landfill Closure/Postclosure Care Cost	\$ 688,883	\$ 0
Bonds Payable and Other Long-term Debt	5,210,000	0
Total Noncurrent Liabilities	<u>\$ 5,898,883</u>	<u>\$ 0</u>
Total Liabilities	<u>\$ 6,520,471</u>	<u>\$ 3,924,694</u>
<u>NET ASSETS</u>		
Investment in Capital Assets, Net of Related Debt Unrestricted	\$ 1,619,443 <u>(3,693,600)</u>	\$ 0 <u>4,006,500</u>
Total Net Assets	<u>\$ (2,074,157)</u>	<u>\$ 4,006,500</u>

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

Exhibit E-2

Williamson County, Tennessee
Statement of Revenues, Expenses, and
Changes in Net Assets
Proprietary Funds
For the Year Ended June 30, 2005

	Business-type Activities - Enterprise Fund <hr/> Solid Waste Disposal Funds <hr/>	Governmental Activities - Internal Service Fund <hr/> Self - Insurance Fund <hr/>
<u>Operating Revenues</u>		
Charges for Current Services	\$ 1,574,168	\$ 25,446,471
Other Local Revenues	74,844	499,313
Total Operating Revenues	<hr/> \$ 1,649,012	<hr/> \$ 25,945,784
<u>Operating Expenses</u>		
Handling Charges & Administrative Costs	\$ 0	\$ 1,860,939
Life Insurance	0	130,129
Medical Insurance	0	3,053,243
Dental Insurance	0	1,795,080
Medical Claims	0	18,652,611
Landfill Operation and Maintenance	2,090,424	0
Other Charges	89,567	0
Employee Benefits	168,630	0
Depreciation and Amortization Expense	355,562	0
Total Operating Expenses	<hr/> \$ 2,704,183	<hr/> \$ 25,492,002
Operating Income (Loss)	<hr/> \$ (1,055,171)	<hr/> \$ 453,782
<u>Nonoperating Revenues (Expenses)</u>		
Interest on Capital Debt	\$ (280,949)	\$ 0
Debt Issuance Charges	(8,664)	0
Payment to Refunded Debt Escrow Agent	(63,149)	0
Investment Income	54,719	0
Solid Waste Grants	100,885	0
Accrued Interest on Debt Issues	1,026	0
Premium on Debt Issued	91,813	0
Total Nonoperating Revenues (Expenses)	<hr/> \$ (104,319)	<hr/> \$ 0
Income(Loss) Before Operating Transfers	\$ (1,159,490)	\$ 0
Operating Transfers In (Out)	<hr/> 568,615	<hr/> 0
Change in Net Assets	\$ (590,875)	\$ 453,782
Prior Period Adjustment	238,975	0
Net Assets, July 1, 2004	<hr/> (1,722,257)	<hr/> 3,552,718
Net Assets, June 30, 2005	<hr/> \$ (2,074,157)	<hr/> \$ 4,006,500

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

Exhibit E-3

Williamson County, Tennessee
Statement of Cash Flows
Proprietary Funds
For the Year Ended June 30, 2005

	Business-type Activities - Enterprise Fund	Governmental Activities - Internal Service Fund
	Solid Waste Disposal Fund	Self - Insurance Fund
	<u> </u>	<u> </u>
<u>CASH FLOWS FROM OPERATING ACTIVITIES</u>		
Receipts from Interfund Services Provided	\$ 0	\$ 25,532,032
Receipts from Customers and Users	1,266,267	499,313
Other Cash Receipts (Payments)	74,844	0
Payments to Suppliers	0	(23,484,106)
Waste Collection and Disposal Activity - Uses	(2,310,521)	0
Net Cash Provided By (Used In) Operating Activities	<u>\$ (969,410)</u>	<u>\$ 2,547,239</u>
<u>CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES</u>		
Grants Received	\$ 100,885	\$ 0
Operating Transfers In	568,615	0
Net Cash Provided By (Used In) Noncapital Financing Activities	<u>\$ 669,500</u>	<u>\$ 0</u>
<u>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES</u>		
Acquisition of Capital Assets	\$ 52,286	\$ 0
Premium on Debt Issued	91,813	0
Accrued Interest on Debt Issued	1,026	0
Underwriter's Discount	(5,491)	0
Other Debt Issuance Charges	(3,173)	0
Proceeds from Refunding Debt Issued	955,000	0
Payment to Refunded Debt Escrow Agent	(1,038,149)	0
Principal Payments on Other Long-term Debt	(276,662)	0
Interest Paid on Other Long-term Debt	(280,949)	0
Net Cash Provided By (Used In) Capital and Related Financing Activities	<u>\$ (504,299)</u>	<u>\$ 0</u>
<u>CASH FLOWS FROM INVESTING ACTIVITIES</u>		
Investment Income	\$ 54,719	\$ 0
Net Cash Provided By (Used In) Investing Activities	<u>\$ 54,719</u>	<u>\$ 0</u>
Net Increase (Decrease) in Cash and Cash Equivalents	\$ (749,490)	\$ 2,547,239
Cash and Cash Equivalents, July 1, 2004	<u>2,217,806</u>	<u>3,982,164</u>
Cash and Cash Equivalents, June 30, 2005	<u>\$ 1,468,316</u>	<u>\$ 6,529,403</u>

(Continued)

Exhibit E-3

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

	Business-type Activities - Enterprise Fund	Governmental Activities - Internal Service Fund
	Solid Waste Disposal Fund	Self - Insurance Fund
	<hr/>	<hr/>
<u>RECONCILIATION OF OPERATING INCOME (LOSS)</u>		
<u>TO NET CASH PROVIDED BY OPERATING ACTIVITIES</u>		
Operating Income (Loss)	\$ (1,055,171)	\$ 453,782
Adjustments to Reconcile Net Operating Income (Loss) to Net Cash Provided By (Used In) Operating Activities:		
Depreciation and Amortization Expense	355,562	0
(Increase) Decrease in Accounts Receivable	(293,452)	0
(Increase) Decrease in Due from Other Governments	(11,406)	0
(Increase) Decrease in Due from Other Funds	(6,354)	0
(Increase) Decrease in Due from Component Units	0	85,561
(Increase) Decrease in Accrued Interest Receivable	3,311	0
Increase (Decrease) in Accounts Payable	(52,179)	0
Increase (Decrease) in Claims and Judgements Payable	(1,300)	2,007,896
Increase (Decrease) in Accrued Closure Costs	96,791	0
Increase (Decrease) in Accrued Expenses	(5,212)	0
	<hr/>	<hr/>
Net Cash Provided By (Used In) Operating Activities	<u>\$ (969,410)</u>	<u>\$ 2,547,239</u>

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

Exhibit F

Williamson County, Tennessee
Statement of Fiduciary Assets and Liabilities
Fiduciary Funds
June 30, 2005

	<u>Agency Funds</u>
<u>ASSETS</u>	
Cash	\$ 7,193,764
Equity in Pooled Cash and Investments	2,183,743
Investments	18,475
Accounts Receivable	9,433
Accrued Interest Receivable	1,455
Due from Other Governments	5,974,872
Taxes Receivable	9,627,876
Allowance for Uncollectible Taxes	<u>(103,142)</u>
Total Assets	<u>\$ 24,906,476</u>
<u>LIABILITIES</u>	
Due to Other Taxing Units	\$ 16,030,782
Due to Joint Ventures	1,664,247
Due to Litigants, Heirs, and Others	<u>7,211,447</u>
Total Liabilities	<u>\$ 24,906,476</u>

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

WILLIAMSON COUNTY, TENNESSEE
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended June 30, 2005

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Williamson County's financial statements are presented in accordance with generally accepted accounting principles (GAAP). The Governmental Accounting Standards Board (GASB) is responsible for establishing GAAP for state and local governments. The following are the more significant accounting policies of Williamson County:

A. Reporting Entity

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

Blended Component Units – There are no legally separate component units of Williamson County that meet the criteria for being reported as part of the primary government by the blending method.

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

The Williamson County School Department operates the public school system in the county, and the voters of Williamson County elect its board. The School Department is fiscally dependent on the county because it may not issue debt without county approval, and its budget and property tax levy are subject to the County Commission's approval. The School Department's taxes are levied under the taxing authority of the county and are included as part of the county's total tax levy.

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

The Williamson County Emergency Communications District provides a simplified means of securing emergency services through a uniform emergency number for the residents of Williamson County, and the Williamson County Commission appoints its governing body. The district is funded primarily through a service charge levied on telephone services.

Before the issuance of most debt instruments, the district must obtain the County Commission's approval.

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

Administrative Offices:

Williamson County Hospital District
d/b/a Williamson Medical Center
2021 Carothers Road
Franklin, TN 37064

Williamson County Emergency Communications District
1320 West Main Street, Suite B-30
Franklin, TN 37064

B. Government-wide and Fund Financial Statements

The government-wide financial statements (i.e., the statement of net assets 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. 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 Williamson County School Department component unit only reports governmental activities in the government-wide financial statements.

The statement of activities demonstrates the degree to which the direct expenses of a given function are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function. Program revenues include (1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function and (2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function. Taxes and other items not properly included among program revenues are reported instead as general revenues.

Williamson County issues all debt for the discretely presented Williamson County School Department. Net debt issues (\$39,251,111) were contributed by the county to the School Department during the year ended June 30, 2005.

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

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

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary funds and fiduciary funds financial statements. Revenues are recorded when earned, and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Fund financial statements of Williamson County are organized into funds, each of which is considered to be a separate accounting entity. Each fund is accounted for by providing a separate set of self-balancing accounts that constitute its assets, liabilities, fund equity, revenues, and expenditures/expenses. Funds are organized into three major categories: governmental, proprietary, and fiduciary. An emphasis is placed on major funds within the governmental category. Williamson County reports two proprietary funds (one enterprise fund and one internal service fund). Separate financial statements are provided for governmental funds, proprietary funds, and fiduciary funds. Major individual governmental funds are reported as separate columns in the fund financial statements. All other governmental funds are aggregated into a single column on the fund financial statements. The internal service fund and the fiduciary funds in total are reported in single columns by fund type.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they become both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the county considers revenues other than grants to be available if they are collected within 30 days after year-end. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met and the revenues are available. Williamson County considers grant 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 and the accrual basis of accounting. Revenues are recognized when earned, and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Williamson County reports the following major governmental funds:

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

Highway/Public Works Fund – This fund accounts for transactions of the county’s Highway Department.

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

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

General Capital Projects Fund – This fund accounts for the financial resources to be used for the acquisition or construction of major capital facilities (other than those financed by Proprietary Funds).

Williamson County reports the following major proprietary fund:

Solid Waste Disposal Fund – This fund accounts for the operations of the county’s landfill.

Additionally, Williamson County reports the following fund types:

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

Agency Funds – These funds account for amounts collected in an agency capacity by the constitutional officers, local sales taxes received by the state to be forwarded to the various cities in Williamson County, property taxes for the City of Nolensville and the Town of Thompson's Station, the Franklin Special School District's share of educational revenues, funds held for the benefit of the judicial district drug task force, and assets held in a custodial capacity for the Williamson County Governmental Library Commission. Agency funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations. They do, however, use the accrual basis of accounting to recognize receivables and payables.

The discretely presented Williamson County School Department reports the following major governmental funds:

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

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

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

Special Revenue Funds – These funds account for the proceeds of specific revenue sources (other than major capital projects) that are legally restricted to expenditures for specific purposes.

Private-sector standards of accounting and financial reporting issued prior to December 1, 1989, generally are followed in the government-wide financial statements to the extent that those standards do not conflict with or contradict guidance of the Governmental Accounting Standards Board. As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements.

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 two proprietary funds, an enterprise fund used to account for the county's solid waste disposal program and an internal service fund used to account for the county and School Department employees' self-insurance health programs. Operating revenues and expenses generally result from providing services in connection with the fund's principal ongoing operations. The principal operating revenues of the county's enterprise fund are charges for services. Insurance contributions and premiums are the principal operating revenues of the internal service fund. Operating expenses for the internal service fund include administrative expenses and employee benefits.

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

D. Assets, Liabilities, and Net Assets or Equity

1. Deposits and Investments

For purposes of the statement of cash flows, cash includes cash on hand, 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; bonds of any state or political subdivision rated A or higher by any nationally recognized rating service; the county's own legally issued bonds or notes; the State Treasurer's Investment Pool; and repurchase agreements.

The county trustee maintains a cash and internal investment pool that is used by all funds and the discretely presented Williamson County School Department. Each fund's portion of this pool is displayed on the balance sheets or statements of net assets as Equity in Pooled Cash and Investments. Most income from these pooled investments is assigned to the General, General Debt Service, and General Purpose Schools Funds. In addition, investments are held separately by the Constitutional Officers – Agency Fund of the county. Williamson County and the Williamson County 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 and investments in the State Treasurer's Investment Pool are reported at cost. The State Treasurer's Investment Pool is not registered with the Securities and Exchange

Commission (SEC) as an investment company, but nevertheless has a policy that it will, and does, operate in a manner consistent with the SEC's Rule 2a7 of the Investment Company Act of 1940. Rule 2a7 allows SEC-registered mutual funds to use amortized cost rather than fair value to report net assets to compute share prices if certain conditions are met. State statutes require the state treasurer to administer the pool under the same terms and conditions, including collateral requirements, as prescribed for other funds invested by the state treasurer. All other investments are reported at fair value. No investments required to be reported at fair value were held at the balance sheet date.

2. Receivables and Payables

Activity between funds for unremitted current collections or that is representative of lending/borrowing arrangements outstanding at the end of the fiscal year is referred to as either due to/from other funds (i.e., the current portion of interfund loans) or Notes Receivable (i.e., the non-current portion of interfund loans).

Advances between funds, as reported in the fund financial statements, are offset by a fund balance reserve account in the applicable governmental funds to indicate that they are not available for appropriation and are not expendable available financial resources.

Accounts receivable in the General Fund (governmental fund) are 60 percent hotel/motel tax. Accounts receivable in the Solid Waste Disposal Fund (business-type fund) consist of tipping fees and insurance recovery. Property taxes receivable are shown with an allowance for uncollectibles. The allowance for uncollectible property taxes is equal to one-half a percent of total taxes levied.

Governmental funds report deferred revenue in connection with receivables for revenues that are not considered to be available to liquidate liabilities of the current period. Governmental funds also defer revenue recognition in connection with resources that have been received, but not yet earned.

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 revenue 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 with offsetting deferred revenue 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.

Current liabilities payable from restricted assets (customer deposits payable) reflected in the primary government's General Capital Projects Fund represent deposits placed with Williamson County for building codes certificates of occupancy and road construction.

Retainage payable in the county's General Capital Projects Fund and the School Department's Education Capital Project Fund represents amounts withheld from contractor payments to ensure contract performance.

3. Prepaid Items

Certain payments to vendors by the discretely presented Williamson County School Department reflect cost applicable to future accounting periods and are recorded as prepaid items in both the government-wide and fund financial statements.

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 and the business-type column in the government-wide financial statements. Capital assets are defined by the primary government as assets with an initial, individual cost of \$5,000 (buildings/improvements \$50,000 and infrastructure \$50,000) or more and an estimated useful life exceeding five years. Capital assets are defined by the School Department as assets with an initial, individual cost of \$5,000 (buildings/improvements \$20,000 and vehicles \$20,000) and an estimated useful life exceeding five years. Such assets are recorded at historical cost or estimated historical cost

if purchased or constructed. Donated capital assets are recorded at estimated fair market value at the date of donation.

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

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

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

<u>Assets</u>	<u>Years</u>
Buildings and Improvements	20-40
Other Capital Assets	5-20
Infrastructure:	
Roads	20-50
Bridges	30-50

5. Compensated Absences

It is the policy of Williamson County and the discretely presented Williamson County School Department to permit employees to accumulate a limited amount of earned but unused vacation and sick pay benefits. There is no liability for unpaid accumulated sick leave since their policies do not 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.

6. Long-term Obligations

In the government-wide financial statements and the proprietary fund type in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities or proprietary fund type statements of net assets. Debt premiums and discounts, as well as issuance costs, are deferred and amortized over the life of the debt using the straight-line method. Debt issuance costs are reported as deferred charges and amortized over the term of the related debt.

In the fund financial statements, governmental funds recognize debt premiums and discounts, as well as debt issuance costs, during the

current period. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources, while discounts on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

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

7. Net Assets and Fund Equity

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

- a. Invested in capital assets, net of related debt – 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 assets – Consists of net assets 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 assets – All other net assets that do not meet the definition of restricted or invested in capital assets, net of related debt.

As of June 30, 2005, Williamson County had \$236,904,070 outstanding debt for capital purposes for the discretely presented Williamson County School Department. In accordance with state statutes, certain county school debt proceeds must be shared with the other public school system in the county (Franklin Special School District) based on an average daily attendance proration. This debt is a liability of Williamson County, but the capital assets acquired are reported in the financial statements of the Williamson County School Department and the Franklin Special School District. Therefore, Williamson County has incurred a liability significantly decreasing its

unrestricted net assets with no corresponding increase in the county's capital assets.

In the fund financial statements, governmental funds report reservations of fund balance for amounts that are not available for appropriation or are legally restricted by outside parties for use for a specific purpose. Designations of fund balance represent tentative management plans that are subject to change. The following table reflects designations on June 30, 2005:

<u>Fund/Type</u>	<u>Amount</u>
General:	
Water Tap Fees	\$ 20,708
Hillsboro Scholarship	1,614
Unclaimed Property	26,411
General Purpose School:	
Academic Excellence Foundation	5,958

8. Prior-period Adjustments

Prior-period adjustments totaling \$25,117,586 occurred in the primary government's capital assets records primarily because land that lies beneath the county's infrastructure was not reported in prior years.

A prior period adjustment totaling \$238,975 occurred in the Solid Waste Disposal Fund because an asset purchased in a prior year had not been reported.

Prior-period adjustments totaling \$949,878 occurred in the discretely presented School Department's capital assets records because several assets were incorrectly reported in prior years.

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 assets

Primary Government

Exhibit C-2 presents a reconciliation between fund balance – total governmental funds and net assets – governmental activities as reported in the government-wide statement of net assets. One element of that reconciliation explains that long-term liabilities, including debt payable, are not due and payable in the current period and therefore are not reported in the funds. The details of the \$353,326,979 difference are as follows:

Bonds payable	\$ (335,720,000)
Deferred charges - issuance costs (to be amortized over life of debt)	2,003,936
Deferred amount on refunding debt	6,551,387
Deferred revenue - premium on debt (to be amortized over life of debt)	(8,510,302)
Accrued interest payable	(3,561,779)
Notes payable	(3,220,000)
Other loans payable	(9,551,721)
Compensated absences	<u>(1,318,500)</u>
 Net adjustment to reduce fund balance - total governmental funds to arrive at net assets - governmental activities	 <u><u>\$ (353,326,979)</u></u>

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 D-2 presents a reconciliation between net changes in fund balances – total governmental funds and changes in net assets of governmental activities as reported in the government-wide statement of activities. One element of that reconciliation explains that governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. The details of this \$2,045,576 difference are as follows:

Capital outlay	\$ 3,488,291
Depreciation expense	<u>(5,533,867)</u>
 Net adjustment to decrease net changes in fund balances - total governmental funds to arrive at changes in net assets of governmental activities	 <u><u>\$ (2,045,576)</u></u>

Another element of that reconciliation states that the net effect of various miscellaneous transactions involving capital assets (i.e., sales, trade-ins, and donations) is to increase net assets. The details of this \$647,915 difference are as follows:

Donations of capital assets	\$ 1,989,942
Capital asset disposals	<u>(1,342,027)</u>

Net adjustment to increase net changes in fund balances - total governmental funds to arrive at changes in net assets of governmental activities	<u>\$ 647,915</u>
--	-------------------

Another element of that reconciliation states that the issuance of long-term debt (e.g., bonds, other loans, notes) 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 assets. Also, governmental funds report the effect of issuance costs, premiums, discounts, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities. The details of this \$26,529,269 difference are as follows:

Debt issued or incurred:	
Issuance of general obligation bonds	\$ (41,740,000)
Issuance of refunding bonds	(39,515,000)
Issuance of other loans	(765,372)
Related items:	
Current premium on debt to defer	(5,097,942)
Amortization of premium	492,005
Current debt issuance costs to defer	761,053
Amortization of issuance costs	(124,604)
Amortization of deferred amount on refunding	2,028,591
Payment to refunding agent	40,410,000
Principal repayments:	
Bonds	15,920,000
Other loans	502,000
Notes	<u>600,000</u>

Net adjustment to decrease net changes in fund balances - total governmental funds to arrive at changes in net assets of governmental activities	<u>\$ (26,529,269)</u>
---	------------------------

Another element of that reconciliation states that some expenses reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds. The details of this \$633,094 difference are as follows:

Compensated absences	\$ (56,157)
Net change in accrued interest on debt	<u>689,251</u>
Net adjustment to increase net changes in fund balances - total governmental funds to arrive at changes in net assets of governmental activities	<u>\$ 633,094</u>

Discretely Presented Williamson County School Department

The discretely presented Williamson County School Department's Exhibit K-5 presents a reconciliation between net changes in fund balances – total governmental funds and changes in net assets of governmental activities as reported in the government-wide statement of activities. One element of that reconciliation explains that governmental funds report capital outlays as expenditures. However, in the statement of activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. The details of this \$27,382,748 difference are as follows:

Capital outlay	\$ 35,538,912
Depreciation expense	<u>(8,156,164)</u>
Net adjustment to increase net changes in fund balances - total governmental funds to arrive at changes in net assets of governmental activities	<u>\$ 27,382,748</u>

Another element of that reconciliation states that the net effect of various miscellaneous transactions involving capital assets (i.e., sales, trade-ins, and donations) is to increase net assets. The details of this \$11,829 difference are as follows:

Donations of capital assets	\$ 70,007
Capital asset disposals	<u>(58,178)</u>
Net adjustment to increase net changes in fund balances - total governmental funds to arrive at changes in net assets of governmental activities	<u>\$ 11,829</u>

III. STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

A. Budgetary Information

Annual budgets are adopted on a basis consistent with generally accepted accounting principles for all governmental funds except the General Capital Projects Fund, the District Attorney General Fund, the Other Special Revenue Fund, and the Constitutional Officers – Fees Fund. 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 State 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 governing body may transfer appropriations between major categories. During the year, several supplementary appropriations were necessary.

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

B. Net Assets Deficit

The Solid Waste Disposal Fund (enterprise fund) had a net assets deficit of \$2,074,157 at June 30, 2005, an increase of \$351,900 from the deficit at June 30, 2004. This net assets deficit primarily resulted from the recognition of long-term debt.

C. Appropriations Exceeded Available Funds

The budget and subsequent amendments submitted to and approved by the County Commission for the Solid/Waste Sanitation Fund resulted in appropriations exceeding estimated available funding causing a budgeted fund deficit of \$17,469 at June 30, 2005.

D. Illegal Interfund Loan

During June 2005, a transfer of \$332,923 was made from the General Purpose School Fund to the School Federal Projects Fund to provide cash flow for operations. This transfer of funds was, in effect, an interfund loan that was not approved by the Board of Education, the County Commission, or the state director of Local Finance as required by state statutes. This interfund loan has been reflected in the financial statements of this report as an interfund receivable in the General Purpose School Fund and an interfund payable in the School Federal Projects Fund. This loan was repaid in July 2005.

IV. DETAILED NOTES ON ALL FUNDS

A. Deposits and Investments

Williamson County and the Williamson County School Department participate in an internal cash and investment pool through the Office of Trustee. The county trustee is the treasurer of the county and in this capacity is responsible for receiving, disbursing, and investing most county funds. Each fund's portion of this pool is displayed on the balance sheets or statements of net assets as Equity in Pooled Cash and Investments. Cash and investments reflected on the balance sheets or statements of net assets 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. Public fund accounts covered by the pool are considered to be insured for purposes of custodial credit risk disclosure.

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

Investments

Legal Provisions. Counties are authorized to make direct investments in bonds, notes, or treasury bills of the U.S. government and obligations guaranteed by the U.S. government or any of its agencies; bonds of any state or political subdivision rated A or higher by any nationally recognized rating service; 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 director of Local Finance 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 market value of the securities on the day of purchase.

Investment Balances. As of June 30, 2005, Williamson County had the following investments carried at fair value or cost. Except for nonpooled investments in the Constitutional Officers – Agency Fund, all investments are in the county trustee’s investment pool. Separate disclosures concerning pooled investments cannot be made for Williamson County and the discretely presented Williamson County School Department since both pool their deposits and investments through the county trustee.

Nonpooled investments in the Constitutional Officers – Agency Fund are by court order and at the request of a litigant. These investments do not expose the county to any risk; therefore, further disclosure is not required.

Investment	Maturities	Fair Value or Cost
State Treasurer's Investment Pool	Daily	\$ 3,501,309

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

Credit Risk. Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. State statutes limit the ratings of certain investments, as previously explained. Williamson County has no investment policy that would further limit its investment choices. As of June 30, 2005, Williamson County’s investment in the State Treasurer’s Investment Pool was unrated.

B. Notes Receivable

Notes receivable in the General Debt Service Fund (\$56,662) resulted from idle county funds being used to finance various capital projects in the Solid Waste Disposal Fund (enterprise fund) and are offset by a reservation of fund balance.

C. Capital Assets

Capital asset activity for the year ended June 30, 2005, is presented in the following table. This table does not include certain land, buildings, and equipment, which are titled to Williamson County and used by the Williamson Medical Center. Titles to these assets were transferred from the hospital to the county based on a 1992 refunding of the Series 1985, Hospital Revenue Bonds. These assets are reported in the financial statements of the discretely presented Williamson County Hospital District. Chapter 107, Private Acts of 1957, as amended, provides that “the Board of Trustees shall be vested with full, absolute and complete authority and responsibility for the operation, management, conduct and control of the business and affairs of the Hospital District ...”

Primary Government

Governmental Activities:

	Balance 7-1-04	Increases	Decreases	Balance 6-30-05
Capital Assets Not Depreciated:				
Land	\$ 18,262,339	\$ 24,994,408	\$ (1,250,066)	\$ 42,006,681
Construction in Progress	1,987,964	1,101,951	(228,240)	2,861,675
Total Capital Assets Not Depreciated	\$ 20,250,303	\$ 26,096,359	\$ (1,478,306)	\$ 44,868,356
Capital Assets Depreciated:				
Buildings and Improvements	\$ 87,756,946	\$ 629,745	\$ 0	\$ 88,386,691
Invest. in Joint Venture	6,794,625	0	0	6,794,625
Infrastructure	52,128,054	1,394,616	0	53,522,670
Other Capital Assets	28,001,493	2,999,636	(951,612)	30,049,517
Total Capital Assets Depreciated	\$ 174,681,118	\$ 5,023,997	\$ (951,612)	\$ 178,753,503
Less Accumulated Depreciation For:				
Buildings and Improvements	\$ 14,394,702	\$ 2,265,811	\$ 0	\$ 16,660,513
Infrastructure	25,424,528	1,270,607	0	26,695,135
Other Capital Assets	14,315,027	2,275,502	(841,407)	15,749,122
Total Accumulated Depreciation	\$ 54,134,257	\$ 5,811,920	\$ (841,407)	\$ 59,104,770

Governmental Activities: (Cont.)

	Balance 7-1-04	Increases	Decreases	Balance 6-30-05
Total Capital Assets Depreciated, Net	\$ 120,546,861	\$ (787,923)	\$ (110,205)	\$ 119,648,733
Governmental Activities Capital Assets, Net	\$ 140,797,164	\$ 25,308,436	\$ (1,588,511)	\$ 164,517,089

Business-type Activities:

	Balance 7-1-04	Increases	Decreases	Balance 6-30-05
Capital Assets Not Depreciated:				
Land	\$ 334,150	\$ 0	\$ 0	\$ 334,150
Total Capital Assets Not Depreciated	\$ 334,150	\$ 0	\$ 0	\$ 334,150
Capital Assets Depreciated:				
Buildings and Improvements	\$ 382,403	\$ 0	\$ 0	\$ 382,403
Other Fixed Assets	4,090,793	633,139	(679,175)	4,044,757
Total Capital Assets Depreciated	\$ 4,473,196	\$ 633,139	\$ (679,175)	\$ 4,427,160
Less Accumulated Depreciation For:				
Buildings and Improvements	\$ 70,516	\$ 12,435	\$ 0	\$ 82,951
Other Fixed Assets	1,946,294	398,779	(288,377)	2,056,696
Total Accumulated Depreciation	\$ 2,016,810	\$ 411,214	\$ (288,377)	\$ 2,139,647
Total Capital Assets Depreciated, Net	\$ 2,456,386	\$ 221,925	\$ (390,798)	\$ 2,287,513
Business-type Activities Capital Assets, Net	\$ 2,790,536	\$ 221,925	\$ (390,798)	\$ 2,621,663

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

Governmental Activities:

General Government	\$ 760,486
Finance	8,740
Public Safety	1,017,174
Public Health and Welfare	299,542
Social, Cultural and Recreational Services	1,518,273
Agriculture & Natural Resources	3,564
Other Operations	21,227
Highways/Public Works	<u>1,904,861</u>
 Total Depreciation Expense - Governmental Activities	 <u><u>\$ 5,533,867</u></u>

Business-type Activities:

Solid Waste Disposal	<u><u>\$ 355,562</u></u>
----------------------	--------------------------

Discretely Presented Williamson County School Department

Governmental Activities:

	Balance 7-1-04	Increases	Decreases	Balance 6-30-05
Capital Assets Not Depreciated:				
Land	\$ 18,522,117	\$ 601,501	\$ 0	\$ 19,123,618
Construction in Progress	<u>23,883,671</u>	<u>26,219,335</u>	<u>(22,131,842)</u>	<u>27,971,164</u>
Total Capital Assets Not Depreciated	<u>\$ 42,405,788</u>	<u>\$ 26,820,836</u>	<u>\$ (22,131,842)</u>	<u>\$ 47,094,782</u>
Capital Assets Depreciated:				
Buildings and Improvements	\$ 212,507,894	\$ 29,729,128	\$ (1,272,039)	\$ 240,964,983
Other Fixed Assets	<u>17,899,876</u>	<u>4,129,256</u>	<u>(1,615,568)</u>	<u>20,413,564</u>
Total Capital Assets Depreciated	<u>\$ 230,407,770</u>	<u>\$ 33,858,384</u>	<u>\$ (2,887,607)</u>	<u>\$ 261,378,547</u>

Governmental Activities: (Cont.)

	Balance 7-1-04	Increases	Decreases	Balance 6-30-05
Less Accumulated Depreciation For:				
Buildings and Improvements	\$ 50,465,295	\$ 6,373,501	\$ (113,284)	\$ 56,725,512
Other Fixed Assets	9,467,836	2,642,229	(1,587,130)	10,522,935
Total Accumulated Depreciation	<u>\$ 59,933,131</u>	<u>\$ 9,015,730</u>	<u>\$ (1,700,414)</u>	<u>\$ 67,248,447</u>
Total Capital Assets Depreciated, Net	<u>\$ 170,474,639</u>	<u>\$ 24,842,654</u>	<u>\$ (1,187,193)</u>	<u>\$ 194,130,100</u>
Governmental Activities Capital Assets, Net	<u>\$ 212,880,427</u>	<u>\$ 51,663,490</u>	<u>\$ (23,319,035)</u>	<u>\$ 241,224,882</u>

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

Governmental Activities:

Instruction	\$ 37,306
Support Services	7,239,286
Operation of Non-Instructional Services	<u>879,572</u>
Total Depreciation Expense - Governmental Activities	<u>\$ 8,156,164</u>

D. Construction Commitments

At June 30, 2005, Williamson County had uncompleted construction contracts of approximately \$2,257,545 in the General Capital Projects Fund for animal control, school renovations, and parks/recreation projects. Funding has been provided for these future expenditures.

At June 30, 2005, the School Department had uncompleted construction contracts of approximately \$14,590,858 in the Education Capital Projects Fund for the school building program. Funding will be provided from debt issues for these future expenditures.

E. Interfund Receivables, Payables, and Transfers

The composition of interfund balances as of June 30, 2005, is as follows:

Due to/from other funds:

Receivable Fund	Payable Fund	Amount
Primary Government:		
General	Nonmajor governmental	\$ 9,536
Highway/Public Works	General Capital Projects	7,721
Solid Waste Disposal	General Debt Service	6,354
Discretely Presented School Department:		
General Purpose School	Nonmajor governmental	332,923

The primary government 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.

The School Department balance resulted from the issuance of an illegal interfund loan. See the Schedule of Findings and Questioned Costs for further information.

Due to/from primary government and component units:

Receivable Fund	Payable Fund	Amount
Primary government:		
Self-Insurance	Component unit: School Department: General Purpose School	\$ 1,324,928
"	Nonmajor governmental	76,863

Interfund Transfers:

Interfund transfers for the year ended June 30, 2005, consisted of the following amounts:

Primary Government

Transfers Out	Transfers In		
	General Fund	General Debt Service Fund	Rural Debt Service Fund
General Capital Projects Fund	\$ 0	\$ 3,845,572	\$ 2,500,000
Fiduciary Fund	52,968	0	0
Total	\$ 52,968	\$ 3,845,572	\$ 2,500,000

Transfers Out	Transfers In		
	General Capital Projects Fund	Solid Waste Disposal Fund	Fiduciary Funds
General Fund	\$ 2,030,833	\$ 500,000	\$ 58,720
Highway/Public Works Fund	35,000	0	0
General Capital Projects Fund	0	0	1,083,649
Nonmajor governmental funds	280,000	68,615	0
Total	\$ 2,345,833	\$ 568,615	\$ 1,142,369

Discretely Presented Williamson County School Department

Transfers Out	Transfers In	
	General Purpose School Fund	Education Capital Projects Fund
General Purpose School Fund	\$ 0	\$ 899,005
Nonmajor governmental funds	73,688	0
Total	\$ 73,688	\$ 899,005

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

F. Long-term Debt

Primary Government

General Obligation Bonds, Notes, and Other Loans

The county issues general obligation bonds and other loans to provide funds for the acquisition and construction of major capital facilities. In addition, general obligation bonds have been issued to refund other general obligation bonds. Capital outlay notes are also issued to fund capital facilities and other capital outlay purchases, such as equipment.

General obligation bonds, capital outlay notes, and other loans are direct obligations and pledge the full faith and credit of the government. General obligation bonds, capital outlay notes, and other loans outstanding were issued for original terms of up to 20 years for bonds, up to seven years for notes, and up to 20 years for other loans. Repayment terms are generally structured with increasing amounts of principal maturing as interest requirements decrease over the term of the debt. All bonds, notes, and other loans included in long-term debt as of June 30, 2005, will be retired from the debt service funds.

General obligation bonds, capital outlay notes, and other loans outstanding as of June 30, 2005, are as follows:

Purpose	Interest Rate	Original Amount of Issue	Balance 6-30-05
General Obligation Bonds	2.25 to 5.875%	\$ 202,905,000	\$ 85,975,000
General Obligation Bonds - Refunding	2 to 6	170,315,000	134,225,000
Rural School Bonds	2 to 6.25	100,740,000	55,330,000
Rural School Refunding	2 to 6	78,630,000	60,190,000
Capital Outlay Notes	2 to 3.5	4,395,000	3,220,000
Other Loans	variable	11,707,721	9,551,721

In prior years, Williamson County entered into a loan agreement with the Montgomery County Public Building Authority. Under this loan agreement, the authority loaned \$8,490,000 to the county for various renovation and construction projects. The loan is repayable at an interest rate that is a tax-exempt variable rate determined by the remarketing agent daily or weekly, depending on the particular program. In addition, the county pays various other fees (trustee, letter of credit, and debt remarketing) in connection with this loan. At June 30, 2005, the variable interest rate was 2.39 percent, and other fees amounted to approximately .2 percent (letter of credit fee), .08 percent (remarketing fee), and \$100 per month (trustee fee) of the outstanding loan principal.

Also, in prior years, Williamson County entered into a loan agreement with the Montgomery County Public Building Authority. This loan agreement provided for the authority to make \$4,095,000 available for loan on an as-needed basis. As of June 30, 2005, Williamson County had borrowed \$2,603,616. This loan is repayable at an interest rate that is a tax-exempt variable rate determined by the remarketing agent daily or weekly, depending on the particular program. In addition, the county pays various other fees (trustee, letter of credit, and debt remarketing) in connection with this loan. At June 30, 2005, the variable interest rate was 2.18 percent, and other fees amounted to approximately .15 percent (letter of credit fee), .08 percent (remarketing fee), and \$100 per month (trustee fee) of the outstanding loan principal.

During the year, Williamson County entered into a third loan agreement with the Montgomery County Public Building Authority. This loan agreement provided for the authority to make \$2,015,000 available for loan on an as-needed basis. As of June 30, 2005, Williamson County had borrowed \$614,105. This loan is repayable at an interest rate that is a tax-exempt variable rate determined by the remarketing agent daily or weekly, depending on the particular program. In addition, the county pays various other fees (trustee, letter of credit, and debt remarketing) in connection with this loan. At June 30, 2005, the variable interest rate was 2.25 percent, and other fees amounted to approximately .15 percent (letter of credit fee), .08 percent (remarketing fee), and \$100 per month (trustee fee) of the outstanding loan principal.

The annual requirements to amortize all general obligation bonds, notes, and other loans outstanding as of June 30, 2005, including interest payments, are presented in the following table:

Year Ending June 30	Bonds		Notes	
	Principal	Interest	Principal	Interest
2006	\$ 17,325,000	\$ 15,688,936	\$ 610,000	\$ 92,450
2007	18,880,000	14,916,359	625,000	80,250
2008	19,715,000	14,057,503	640,000	64,624
2009	19,925,000	13,161,026	660,000	45,424
2010	19,465,000	12,283,277	685,000	23,975
2011-2015	110,000,000	47,151,979	0	0
2016-2020	98,645,000	21,447,052	0	0
2021-2025	31,765,000	3,473,668	0	0
Total	<u>\$ 335,720,000</u>	<u>\$ 142,179,800</u>	<u>\$ 3,220,000</u>	<u>\$ 306,723</u>

Year Ending June 30	Other Loans (\$8,490,000 authorized)			Total
	Principal	Interest	Other Fees	
2006	\$ 369,000	\$ 158,529	\$ 19,772	\$ 547,301
2007	388,000	149,710	18,739	556,449
2008	408,000	140,436	17,653	566,089
2009	430,000	130,685	16,510	577,195
2010	452,000	120,408	15,306	587,714
2011-2015	2,643,000	428,144	56,160	3,127,304
2016-2018	1,943,000	94,454	14,566	2,052,020
Total	<u>\$ 6,633,000</u>	<u>\$ 1,222,366</u>	<u>\$ 158,706</u>	<u>\$ 8,014,072</u>

Year Ending June 30	Other Loans (\$4,095,000 authorized)			Total
	Principal	Interest	Other Fees	
2006	\$ 157,000	\$ 50,241	\$ 6,501	\$ 213,742
2007	163,000	46,818	6,140	215,958
2008	168,000	43,265	5,765	217,030
2009	174,000	39,602	5,378	218,980
2010	179,000	35,809	4,978	219,787
2011-2015	990,000	117,766	18,425	1,126,191
2016-2018	473,616	16,543	5,245	495,404
Total	\$ 2,304,616	\$ 350,044	\$ 52,432	\$ 2,707,092

Year Ending June 30	Other Loans (\$2,015,000 authorized)			Total
	Principal	Interest	Other Fees	
2006	\$ 105,000	\$ 13,817	\$ 2,612	\$ 121,429
2007	112,000	11,455	2,371	125,826
2008	115,000	8,935	2,113	126,048
2009	118,000	6,347	1,849	126,196
2010	122,000	3,692	1,577	127,269
2011	42,105	947	1,197	44,249
Total	\$ 614,105	\$ 45,193	\$ 11,719	\$ 671,017

There is \$21,261,109 available in the debt service funds to service long-term debt. General bonded debt per capita amounted to \$2,651, based on the 2000 federal census. Total debt per capita, including bonds, notes, and other loans amounted to \$2,752, based on the 2000 federal census.

Changes in Long-term Liabilities

Long-term liability activity for the year ended June 30, 2005, was as follows:

Governmental Activities:	Other		
	Bonds	Notes	Loans
Balance, July 1, 2004	\$ 310,795,000	\$ 3,820,000	\$ 9,288,349
Additions	81,255,000	0	765,372
Deductions	(56,330,000)	(600,000)	(502,000)
Balance, June 30, 2005	\$ 335,720,000	\$ 3,220,000	\$ 9,551,721
Balance Due Within One Year	\$ 17,325,000	\$ 610,000	\$ 631,000

	Compensated Absences	Claims and Judgments
Balance, July 1, 2004	\$ 1,262,343	\$ 2,322,269
Additions	1,337,615	24,989,144
Deductions	(1,281,458)	(23,011,271)
	<hr/>	<hr/>
Balance, June 30, 2005	\$ 1,318,500	\$ 4,300,142
	<hr/>	<hr/>
Balance Due Within One Year	\$ 1,318,500	\$ 4,300,142
	<hr/>	<hr/>

Analysis of Noncurrent Liabilities Presented on Exhibit A:

Total Noncurrent Liabilities, June 30, 2005	\$ 354,110,363
Less: Due Within One Year	(24,184,642)
Add: Unamortized Premium on Debt	8,510,302
Less: Deferred Amount on Refunding	(6,551,387)
	<hr/>

Noncurrent Liabilities - Due In More Than One Year - Exhibit A	<u>\$ 331,884,636</u>
---	-----------------------

The internal service fund primarily serves the governmental funds. Accordingly, long-term liabilities for the internal service fund are included as part of the above totals for governmental activities. At year-end, \$3,924,694 of claims and judgments is included in the above amounts. Compensated absences payable will be paid from the employing funds, primarily the General Fund and the Highway/Public Works Fund.

Advance Refunding

On November 15, 2004, Williamson County advance refunded a general obligation bond issue with a separate general obligation bond issue. The county issued \$15,910,000 of general obligation refunding bonds to provide resources to purchase U.S. government securities that were placed in an irrevocable trust to generate resources for all future debt service payments of the refunded debt. As a result, the refunded bonds are considered defeased, and the liability has been removed from the county's long-term debt. As a result of the advance refunding, total debt service payments over the next 17 years will be reduced by \$411,538, and an economic gain (difference between the present value of the debt service payments of the refunded and refunding bonds) of \$376,779 was obtained.

On November 15, 2004, Williamson County advance refunded a general obligation bond issue with a separate general obligation bond issue. The county issued \$23,605,000 of general obligation refunding bonds to provide resources to purchase U.S. government securities that were placed in an

irrevocable trust to generate resources for all future debt service payments of the refunded debt. As a result, the refunded bonds are considered defeased, and the liability has been removed from the county's long-term debt. As a result of the advance refunding, total debt service payments over the next 17 years will be reduced by \$612,960, and an economic gain (difference between the present value of the debt service payments of the refunded and refunding bonds) of \$559,932 was obtained.

Defeasance of Prior Debt

In prior years, Williamson County defeased certain outstanding general obligation bonds by placing the proceeds of new bonds into an irrevocable trust to provide for all future debt service payments on the old bonds. The trustee is empowered and required to pay all principal and interest on the defeased bonds as originally scheduled. Accordingly, the trust accounts and the defeased bonds are not included in the county's financial statements. At June 30, 2005, the following outstanding bonds are considered defeased:

	<u>Amount</u>
1996 Public Improvements	\$ 15,220,000
1996 Rural School	355,000
1998 General Obligation	5,750,000
1998 Rural School	11,685,000
1999 Public Improvements	14,235,000
1999 Rural School	14,355,000
2000 General Obligation	9,015,000
2000 School Construction	20,320,000
2000 Rural School	11,260,000

Williamson County Solid Waste Disposal Fund (Enterprise Fund)

The annual requirements to amortize all general obligation bonds and notes outstanding as of June 30, 2005, including interest payments, are presented in the following table:

Year Ending June 30	<u>Bonds</u>		<u>Notes</u>	
	<u>Principal</u>	<u>Interest</u>	<u>Principal</u>	<u>Interest</u>
2006	\$ 230,000	\$ 267,295	\$ 56,662	\$ 541
2007	245,000	257,096	0	0
2008	270,000	245,595	0	0
2009	300,000	232,795	0	0
2010	325,000	218,501	0	0

Williamson County Solid Waste Disposal Fund (Enterprise Fund)(Cont.)

Year Ending June 30	Bonds		Notes	
	Principal	Interest	Principal	Interest
2011-2015	\$ 1,860,000	\$ 833,553	\$ 0	\$ 0
2016-2020	1,990,000	324,752	0	0
2021-2022	220,000	12,992	0	0
Total	\$ 5,440,000	\$ 2,392,579	\$ 56,662	\$ 541

Changes in Long-term Liabilities

Long-term liability activity for the Solid Waste Disposal Fund (enterprise fund) for the year ended June 30, 2005, was as follows:

Business-type Activities:

	Bonds	Notes
Balance, July 1, 2004	\$ 5,680,000	\$ 113,324
Additions	955,000	0
Deductions	(1,195,000)	(56,662)
Balance, June 30, 2005	<u>\$ 5,440,000</u>	<u>\$ 56,662</u>
Balance Due Within One Year	<u>\$ 230,000</u>	<u>\$ 56,662</u>

	Accrued Leave	Closure/ Postclosure Care Costs	Claims and Judgments
Balance, July 1, 2004	\$ 33,181	\$ 842,092	\$ 10,400
Additions	27,771	348,203	72,565
Deductions	(32,983)	(251,412)	(73,865)
Balance, June 30, 2005	<u>\$ 27,969</u>	<u>\$ 938,883</u>	<u>\$ 9,100</u>
Balance Due Within One Year	<u>\$ 27,969</u>	<u>\$ 250,000</u>	<u>\$ 9,100</u>

Discretely Presented Williamson County School Department

Changes in Long-term Liabilities

Long-term liability activity for the discretely presented Williamson County School Department for the year ended June 30, 2005, was as follows:

	Accrued Leave
	<hr/>
Balance, July 1, 2004	\$ 680,290
Additions	645,098
Deductions	<u>(636,691)</u>
Balance, June 30, 2005	<u>\$ 688,697</u>
Balance Due Within One Year	<u>\$ 103,304</u>

	Insurance Claims and Judgments	Energy System Claims and Judgments
	<hr/>	<hr/>
Balance, July 1, 2004	\$ 307,954	\$ 156,326
Additions	1,280,487	0
Deductions	<u>(1,308,641)</u>	<u>(35,115)</u>
Balance, June 30, 2005	<u>\$ 279,800</u>	<u>\$ 121,211</u>
Balance Due Within One Year	<u>\$ 279,800</u>	<u>\$ 0</u>

G. Internal Financing

In lieu of issuing debt with financial institutions, Williamson County often chooses to internally finance various projects with idle county funds. These debt issues that will be repaid from the same fund in which the loan was obtained are reflected as operating transfers (not notes receivable) in the financial statements of this report. Internal financing activity for the year ended June 30, 2005, was as follows:

Internally Reported Interfund Notes Receivable/Payable
through the General Debt Service Fund

	Original Amount of Issue	Interest Rate	Date of Issue	Last Maturity Date
	<hr/>			
Lynnwood Way Phase 3	\$ 1,000,000	3.91	7-20-01	7-20-04
Recreation & Technology	1,094,950	2.48	11-7-01	11-7-04
Fairview Health Facility	300,000	2.48	11-8-01	11-8-04
School Capital Projects	635,200	1.93	4-2-02	4-2-05
County Capital Projects	1,699,884	1.23	8-12-04	12-1-04
School Capital Projects	6,025,784	1.23	8-12-04	12-1-04

Internally Reported Interfund Notes Receivable/Payable
through the General Debt Service Fund (Cont.)

	Outstanding 7-1-04	Issued During Period	Paid and/or Matured During Period	Outstanding 6-30-05
Lynnwood Way Phase 3	\$ 333,334	\$ 0	\$ 333,334	\$ 0
Recreation & Technology	364,982	0	364,982	0
Fairview Health Facility	100,000	0	100,000	0
School Capital Projects	211,734	0	211,734	0
County Capital Projects	0	1,699,884	1,699,884	0
School Capital Projects	0	6,025,784	6,025,784	0
Total	<u>\$ 1,010,050</u>	<u>\$ 7,725,668</u>	<u>\$ 8,735,718</u>	<u>\$ 0</u>

H. Short-term Debt

Williamson County issued tax anticipation notes in advance of property tax collections and deposited the proceeds in the School Department's General Purpose School Fund. These notes were necessary because funds were not available to meet current obligations before current tax collections. Short-term debt activity for the year ended June 30, 2005, was as follows:

	Balance 7-1-04	Issued	Redeemed	Balance 6-30-05
Tax Anticipation Notes	\$ 0	\$ 3,000,000	\$ (3,000,000)	\$ 0

V. OTHER INFORMATION

A. Risk Management

Williamson County (governmental and business-type funds) and the Williamson County School Department have chosen to establish the Self-Insurance Fund for risks associated with the employees' health insurance plans. The Self-Insurance Fund is accounted for as an internal service fund where assets are set aside for claim settlements. The plans are administered by Health Springs (medical) and Delta Dental (dental) Insurance Companies. The county retains the risk of loss to a limit of \$125,000 per specific loss. However, the county has chosen not to obtain a stop/loss commercial insurance policy to cover claims beyond these liabilities.

All full-time and retired employees of the primary government and the discretely presented Williamson County School Department are eligible to participate. A premium charge is allocated to each fund that accounts for its employees. This charge is based on actuarial estimates of the amounts needed to pay prior- and current-year claims and to establish a reserve for

catastrophic losses. Liabilities of the funds are reported when it is probable that a loss has occurred and the amount of the loss can be reasonably estimated. The Self-Insurance Fund establishes claim liabilities based on estimates of the ultimate costs of claims that have been reported but not settled and of claims that have been incurred but not reported. Claims liabilities include specific, incremental claim adjustment expenditure/expenses, if any. In addition, estimated revenues, if any, on settled claims have been deducted from the liability for unpaid claims. The process used to compute claims liabilities does not necessarily result in an exact amount. Changes in the balance of claims liabilities during the past two fiscal years are as follows:

Self-Insurance Fund	2003-2004	2004-2005
Liability, July 1	\$ 1,666,137	\$ 1,916,798
Current-year Claims and Estimates	14,545,382	23,631,063
Payments	(14,294,721)	(21,623,167)
Liability, June 30	\$ 1,916,798	\$ 3,924,694

Williamson County and the discretely presented Williamson County School Department are self-insured for all other risks of loss up to a limit of \$100,000 per specific loss. The county carries commercial insurance for all other risks, including general liability, property, casualty, and workers' compensation, for any specific loss exceeding \$100,000 and aggregate losses from \$850,000 to \$3,000,000 in a given year. Changes in the balances of claims liabilities during the past two fiscal years are as follows:

Self-Insurance Fund	2003-2004	2004-2005
Liability, July 1	\$ 553,373	\$ 723,825
Current-year Claims and Estimates	3,021,387	2,711,133
Payments	(2,850,935)	(2,770,610)
Liability, June 30	\$ 723,825	\$ 664,348

B. Accounting Change

During the year, Williamson County adopted the provisions of Governmental Accounting Standards Board Statement No. 40, Deposit and Investment Risk Disclosures. These provisions modified the county's previous custodial risk disclosures for deposits and investments and related collateral. These provisions also added disclosures about other types of risk, including credit risk, interest rate risk, foreign currency risk, and concentrations of credit risk. Governments are also required to provide brief disclosures about their deposit and investment policies that are related to any of the risks required to be disclosed.

C. Subsequent Event

On August 1, 2005, Williamson County borrowed \$2,110,370 in capital outlay notes for county capital projects and vehicle and equipment purchases.

D. Change in Administration

On July 1, 2004, Rebecca Sharber, Ed.D, became the director of schools, succeeding interim director David Heath.

E. Contingent Liabilities

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

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

F. Landfill Closure/Postclosure Care Costs

State and federal laws and regulations require the county to place a final cover on its landfill site when it stops accepting waste and to perform certain maintenance and monitoring functions at the site for 30 years after closure. Although closure and postclosure care costs will be paid only near or after the date that the landfill stops accepting waste, the Solid Waste Disposal Fund reports a portion of these closure and postclosure care costs as an operating expense in each period based on landfill capacity used as of each balance sheet date. During 1995-96, the county closed the old cell (trench 7) and opened the first of a proposed five new cells (area 1). However, officials stated that the Williamson County Landfill stopped accepting household garbage as of January 1998. The \$938,883 reported as landfill closure and postclosure care liability at June 30, 2005, represents the cumulative amount reported to date based on the use of 100 percent of an old cell (trench 7) and 100 percent of the estimated capacity of another cell (area 1). These amounts are based on what it would cost to perform all closure and postclosure care in 2005. Actual costs may be higher due to inflation, changes in technology, or changes in regulations.

G. Joint Ventures

The Cool Springs Conference Center is a joint venture between Williamson County and the City of Franklin. The parties have agreed to share equally all revenues, expenses, and other legal obligations from the operation of the

conference center. The county's net investment of \$6,794,625 is reported in the governmental activities capital assets. The county's share of 2004-05 revenues (\$207,509) and expenditures (\$45,184) related to the conference center are included in the county's General Fund. Williamson County and the City of Franklin have contracted with Noble Investments, Cool Springs, LLC, for the operation and maintenance of the conference center.

The Twenty-First Judicial District Drug Task Force (DTF) is a joint venture formed by an interlocal agreement between the district attorney general of the twenty-first judicial district; Williamson, Perry, Lewis, and Hickman Counties; and various cities within these counties. The purpose of the DTF is to provide multi-jurisdictional law enforcement to promote the investigation and prosecution of drug-related activities. Funds for the operations of the DTF come primarily from federal grants, drug fines, and the forfeiture of drug-related assets to the DTF. The DTF is overseen by the district attorney general and is governed by the board of directors, including the district attorney general and the sheriffs and police chiefs of participating law enforcement agencies within each judicial district. Williamson County made a contribution of \$58,720 to the DTF for the year ended June 30, 2005. Williamson County does not retain an equity interest in the DTF.

Complete financial statements for the Cool Springs Conference Center and the Twenty-First Judicial District Drug Task Force can be obtained from their administrative offices at the following addresses:

Administrative Offices

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

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

H. Retirement Commitments

Plan Description

Employees of Williamson County are members of the Political Subdivision Pension Plan (PSPP), an agent multiple-employer defined benefit pension plan administered by the Tennessee Consolidated Retirement System (TCRS). TCRS provides retirement benefits as well as death and disability benefits. Benefits are determined by a formula using the member's high five-year average salary and years of service. Members become eligible to retire at the age of 60 with five years of service or at any age with 30 years of service. A reduced retirement benefit is available to vested members at the

age of 55. Disability benefits are available to active members with five years of service who become disabled and cannot engage in gainful employment. There is no service requirement for disability that is the result of an accident or injury occurring while the member was in the performance of duty. Members joining the system after July 1, 1979, become vested after five years of service, and members joining prior to July 1, 1979, were vested after four years of service. Benefit provisions are established in state statute found in Title 8, Chapters 34-37 of Tennessee Code Annotated. State statutes are amended by the Tennessee General Assembly. Political subdivisions such as Williamson County participate in the TCRS as individual entities and are liable for all costs associated with the operation and administration of their plan. Benefit improvements are not applicable to a political subdivision unless approved by the chief governing body.

The TCRS issues a publicly available financial report that includes financial statements and required supplementary information for the PSPP. That report may be obtained by writing to the Tennessee Treasury Department, Consolidated Retirement System, 10th Floor, Andrew Jackson Building, Nashville, TN 37243-0230 or can be accessed at www.treasury.state.tn.us. Copies of footnotes in PDF format can be accessed at <http://www.treasury.state.tn.us/tcrs/PS/>.

Funding Policy

Williamson County requires employees to contribute five percent of earnable compensation. The county is required to contribute at an actuarially determined rate; the rate for the fiscal year ended June 30, 2005, was 6.79 percent of annual covered payroll. The contribution requirement of plan members is set by state statute. The contribution requirement for Williamson County is established and may be amended by the TCRS Board of Trustees.

Annual Pension Cost

For the year ended June 30, 2005, Williamson County's annual pension cost of \$3,027,467 to TCRS was equal to the county's required and actual contributions. The required contribution was determined as part of the July 1, 2003, actuarial valuation using the frozen entry age actuarial cost method. Significant actuarial assumptions used in the valuation include: (a) rate of return on investment of present and future assets of 7.5 percent a year compounded annually, (b) projected salary increases of 4.75 percent (graded) annual rate (no explicit assumption is made regarding the portion attributable to the effects of inflation on salaries), (c) projected 3.5 percent annual increase in the Social Security wage base, and (d) projected post-retirement increases of three percent annually. The actuarial value of assets was determined using techniques that smooth the effect of short-term volatility in the market value of total investments over a five-year period. Williamson County's unfunded actuarial accrued liability is being amortized

as a level dollar amount on a closed basis. The remaining amortization period at July 1, 2003, was 12 years.

Trend Information

Fiscal Year Ended	Annual Pension Cost(APC)	Percentage of APC Contributed	Net Pension Obligation
6-30-05	\$3,027,467	100%	\$0
6-30-04	2,166,702	100	0
6-30-03	2,091,811	100	0

Required Supplementary Information

Schedule of Funding Progress for Williamson County

(Dollar amounts in thousands)

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) (b)	Unfunded AAL (UAAL) (b) - (a)	Funded Ratio (a/b)	Covered Payroll (c)	UAAL as a Percentage of Covered Payroll ((b-a)/c)
6-30-03	\$53,496	\$59,629	\$6,133	89.71%	\$39,274	15.62%
6-30-01	44,803	51,718	6,915	86.63	33,112	20.88
6-30-99	36,261	40,386	4,125	89.79	26,996	15.28

SCHOOL TEACHERS

Plan Description

The Williamson County School Department contributes to the State Employees, Teachers, and Higher Education Employees Pension Plan (SETHEEPP), a cost-sharing multiple employer defined benefit pension plan administered by the Tennessee Consolidated Retirement System (TCRS). TCRS provides retirement benefits as well as death and disability benefits to plan members and their beneficiaries. Benefits are determined by a formula using the member's high five-year average salary and years of service. Members become eligible to retire at the age of 60 with five years of service or at any age with 30 years of service. A reduced retirement benefit is available to vested members who are at least 55 years of age or have 25 years of service. Disability benefits are available to active members with five years of service who become disabled and cannot engage in gainful employment. There is no service requirement for disability that is the result of an accident or injury occurring while the member was in the performance of duty. Members joining the plan on or after July 1, 1979, are vested after five years of service. Members joining prior to July 1, 1979, are vested after four years of service. Benefit provisions are established in state statute found in Title 8,

Chapters 34-37 of Tennessee Code Annotated. State statutes are amended by the Tennessee General Assembly. A cost of living adjustment (COLA) is provided to retirees each July based on the percentage change in the Consumer Price Index (CPI) during the previous calendar year. No COLA is granted if the CPI increases less than one-half percent. The annual COLA is capped at three percent.

The TCRS issues a publicly available financial report that includes financial statements and required supplementary information for the SETHEPP. That report may be obtained by writing to the Tennessee Treasury Department, Consolidated Retirement System, 10th Floor, Andrew Jackson Building, Nashville, TN 37243-0230 or can be accessed at www.treasury.state.tn.us. Copies of footnotes in PDF format can be accessed at <http://www.treasury.state.tn.us/tcrs/Schools/>.

Funding Policy

Most teachers are required by state statute to contribute five percent of their salaries to the plan. The employer contribution rate for the Williamson County School Department is established at an actuarially determined rate. The employer rate for the fiscal year ended June 30, 2005, was 5.5 percent of annual covered payroll. The employer contribution requirement for the Williamson County School Department is established and may be amended by the TCRS Board of Trustees. The employer's contributions to TCRS for the years ended June 30, 2005, 2004, and 2003, were, \$4,191,394, \$2,372,371, and \$2,249,382, respectively, equal to the required contributions for each year.

I. Post-employment Benefits

In addition to the retirement commitments described above, Williamson County and the Williamson County School Department provide post-retirement health and dental care benefits for retirees who are at least age 55, with at least ten years of service, or are any age, with 30 or more years of service. The county or the Williamson County School Department will reimburse 50, 80, or 90 percent of the amount of validated claims for medical, dental, and hospitalization costs incurred by pre-Medicare retirees depending on the service provider. Retirees are responsible for the cost of administrative fees, along with the dependent coverage applicable to family coverage. Once the retirees or their dependent(s) become eligible for Medicare, the county coverage will become the secondary insurance provider.

J. Office of Central Accounting, Budgeting, and Purchasing

Williamson County operates under provisions of the Fiscal Control Acts of 1957. These acts provide for a central system of central accounting, budgeting, and purchasing covering all funds administered by the county mayor and the highway superintendent. These funds are maintained in the Office of Central Accounting, Budgeting, and Purchasing under the

supervision of the director of accounts and budgets. Williamson County also operates under provisions of the Williamson County Budget Act, Chapter 56, Private Acts of 2001.

K. Purchasing Laws

Offices of County Mayor and Highway Superintendent

Purchasing procedures for these offices are governed by provisions of Section 5-14-101, et seq., Tennessee Code Annotated. Purchasing procedures for the Highway Department are also governed by provisions of the Uniform Road Law. These statutes require that purchase orders be issued for all purchases and that sealed bids be solicited on purchases exceeding \$5,000 for the Office of County Mayor and \$10,000 for the Office of Highway Superintendent.

Office of Director of Schools

Purchasing procedures for the discretely presented Williamson County School Department are governed by purchasing laws applicable to schools as set forth in Section 49-2-203, Tennessee Code Annotated, which provides for the Board of Education, through its executive committee (director of schools and chairman of the Board of Education), to make all purchases. This statute also requires that competitive bids be solicited through newspaper advertisement on all purchases exceeding \$5,000.

VI. OTHER NOTE – DISCRETELY PRESENTED WILLIAMSON COUNTY HOSPITAL DISTRICT

A. Reporting Entity

Williamson County Hospital District operates under the name of Williamson Medical Center and is a general, short-term, acute care hospital organized as a political subdivision of Williamson County, Tennessee. The medical center constitutes a component unit of the county, which is considered the primary government unit. The County Commission adopted a resolution in 1992, in conjunction with acquiring title to the property and equipment of the district, giving the district complete authority and responsibility to manage and operate the medical center as provided in Chapter 107 of the Private Act of 1957 passed by the Tennessee legislature. These financial statements include the activities of the medical center, as well as those of the Williamson Medical Center Foundation, which was established in 2003 and which is treated as a blended component unit. The county is financially accountable as it appoints a voting majority of the district's Board of Trustees and the full faith and credit of the county is pledged for payment of principal and interest on the outstanding hospital revenue and tax bonds.

The primary mission of the medical center is to provide inpatient and outpatient healthcare services to the citizens of Williamson County and

surrounding areas. The medical center also provides ambulance services in Williamson County.

B. Significant Accounting Policies

Basis of Accounting – The medical center utilizes the proprietary fund method of accounting, whereby revenues and expenses are recognized on the accrual basis. Pursuant to Governmental Accounting Standards Board (GASB) Statement No. 20, Accounting and Financial Reporting for Proprietary Funds and Other Governmental Entities That Use Proprietary Fund Accounting, the medical center has elected to apply the provisions of all relevant pronouncements of the Financial Accounting Standards Board that do not conflict with or contradict GASB pronouncements.

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

Inventories – Inventories consist principally of medical and pharmaceutical supplies and are stated at the lower of cost (first-in, first-out method) or market.

Assets Limited as to Use – Assets limited as to use include cash and investments designated by the Board of Trustees for future capital improvements and debt repayment, over which the board retains control and may at its discretion use for other purposes; cash and investments from county bond proceeds to be used for capital improvements; and restricted cash from donors through the foundation. Investments are reported at fair value in accordance with Governmental Accounting Standards Board Statement No. 31, Accounting and Financial Reporting for Certain Investments and for External Investment Pools.

Property and Equipment – Property and equipment are stated on the basis of cost. Depreciation is computed by the straight-line method over the estimated useful life of the asset, generally 40 years for buildings, ten to 25 years for land improvements, ten to 15 years for capital equipment, and three to ten years for major moveable equipment. Assets under capital leases are included in property and equipment, and the related amortization and accumulated amortization are included in depreciation expense and the allowance for depreciation, respectively. The medical center reviews the carrying values of long-lived assets if facts and circumstances indicate that recoverability may have been impaired. Costs of maintenance and repairs are expensed as incurred. Interest cost incurred on borrowed funds during the period of construction of capital assets is capitalized as a component of the cost of acquiring those assets.

Long-term Investments – Long-term investments consist of investments in joint ventures, which are accounted for under the equity method or the cost method of accounting, as appropriate.

Bond Issuance Costs – Costs incurred in issuing the revenue bonds are being amortized over the term of the related bond issues using the straight-line method.

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

Net Patient Service Revenue/Receivables – Net patient service revenue is reported on an accrual basis in the period in which services are provided at the estimated net realizable amounts, including estimated retroactive adjustments under reimbursement agreements with third-party payors. Retroactive adjustments are accrued on an estimated basis in the period the related services are rendered and adjusted in future periods as final settlements are determined. Current operations are charged with a provision for bad debts based upon management's evaluation of collectibility. The provision for bad debts is reported as a reduction in net patient service revenue.

The medical center's policy does not require collateral or other security for patient accounts receivable. The medical center routinely accepts assignment of, or is otherwise entitled to receive patient benefits payable under health insurance programs, plans, or policies such as those related to Medicare, TennCare, and various managed care and commercial insurance carriers.

Net Assets – Net assets of the medical center are classified in three components. Net assets invested in capital assets, net of related debt consist of capital assets net of accumulated depreciation and reduced by the current balances of any outstanding borrowings used to finance the purchase or construction of those assets. Restricted net assets are noncapital net assets that must be used for a particular purpose, as specified by creditors, grantors, or contributors external to the medical center, including amounts related to county contributions and bond indebtedness restricted for specific purposes. Unrestricted net assets are remaining net assets that do not meet the definition of invested in capital assets, net of related debt or restricted.

Operating Revenues and Expenses – The medical center's statement of revenues, expenses, and changes in net assets distinguishes between operating and nonoperating revenues and expenses. Operating revenues result from exchange transactions associated with providing healthcare services – the medical center's principal activity. Nonexchange revenues, including grants and contributions received for purposes other than capital

asset acquisition, are reported as nonoperating revenues. Operating expenses are all expenses incurred to provide healthcare services, other than financing costs.

Charity Care – The medical center accepts all patients, regardless of their ability to pay. A patient is classified as a charity patient by reference to certain established policies of the medical center. In assessing a patient's inability to pay, the medical center utilizes generally recognized poverty income levels. Because the medical center does not pursue collection of amounts determined to qualify as charity care, charges related to charity care are not included in net patient service revenue. In addition to these charity care services, the medical center provides a number of other services to benefit the underprivileged patients for which little or no payment is received, including providing services to TennCare and state indigent patients and providing various public health education, health evaluation, and screening programs.

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

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

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

C. Net Patient Service Revenue and Patient Accounts Receivable

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

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

Gross patient service charges	\$ 220,654,564
Less:	
Medicare contractual adjustments	(48,381,059)
TennCare contractual adjustments	(16,024,592)
Other contractual adjustments	(42,636,068)
Bad Debt	(5,364,536)
Charity care	<u>(1,286,838)</u>
Net patient service revenue	<u>\$ 106,961,471</u>

Net patient accounts receivable consists of the following:

Insurance carriers under commercial plans	\$ 5,964,733
Managed care plans	3,403,008
Medicare	4,751,573
TennCare	340,919
Patients, including self-insured	9,805,089
Other	496,754
Less: allowance for uncollectible accounts	<u>(4,855,626)</u>
Total	<u>\$ 19,906,450</u>

D. Third-party Payor Agreements

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

Amounts earned under these contractual arrangements are subject to review and final determination by fiscal intermediaries and other appropriate governmental authorities or their agents. In the opinion of management, adequate provision has been made for any adjustments which may result from such reviews. In addition, participation in these programs subjects the medical center to significant rules and regulations; failure to adhere to such could result in fines, penalties, or expulsion from the programs.

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

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

The medical center contracts with various managed care organizations under the TennCare program. TennCare reimbursement for both inpatient and outpatient services is based upon prospectively determined rates and per diem amounts. Subsequent to June 30, 2005, the State of Tennessee modified the TennCare program and dropped a number of previously enrolled members. The impact of these changes on the medical center's future operations has not been determined; however, management expects the changes to the program will result in additional bad debts and charity.

Net patient service revenue related to Medicare and TennCare was approximately \$30,582,000 and \$2,976,000, respectively, in 2005.

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

E. Assets Limited as to Use

Assets limited as to use consist of the following:

By county under bond indentures:	
Cash	\$ 11,334,511
By board for capital improvements:	
Cash	26,336,784
By board for bond principal and interest payments:	
Cash	2,767,028
By donors:	
Cash and promises to give	<u>599,346</u>
Total assets limited as to use	<u><u>\$ 41,037,669</u></u>

Balances consist of amounts in bank deposits at June 30, 2005. Amounts are classified as non-current assets to the extent they are not expected to be used to satisfy current obligations.

Amounts classified as current assets will be used to make bond principal and interest payments, and to pay construction related accounts payable.

All cash assets limited as to use at June 30, 2005, are categorized as investments insured by the Federal Deposit Insurance Corporation, registered or otherwise collateralized by securities held by the medical center or its agent in the medical center's name.

F. Property and Equipment

A summary of property and equipment and schedule of activity is as follows:

	Balance at 6-30-04	Additions	Retirements	Balance at 6-30-05
Land	\$ 6,172,518	\$ 0	\$ 0	\$ 6,172,518
Land improvements	2,187,550	0	0	2,187,550
Building and fixed equipment	37,883,338	214,894	0	38,098,232
Equipment	31,448,415	5,447,385	(409,469)	36,486,331
Equipment under capitalized leases	6,988,928	1,575,266	0	8,564,194
Subtotal	\$ 84,680,749	\$ 7,237,545	\$ (409,469)	\$ 91,508,825
Less: Allowance for depreciation and amortization	(43,912,088)	(5,201,614)	396,950	(48,716,752)
Add: Construction in progress	35,589,438	18,272,755	0	53,862,193
Total	<u>\$ 76,358,099</u>	<u>\$ 20,308,686</u>	<u>\$ (12,519)</u>	<u>\$ 96,654,266</u>

Construction in progress at June 30, 2005, consists primarily of various renovations to the existing facility, as well as costs related to an \$80,000,000 multi-phase facility expansion and renovation project, which will extend over several years. Estimated costs to complete these projects amount to approximately \$24,133,000 at June 30, 2005.

G. Long-term Investments

The medical center has an investment in Shared Hospital Services, Inc. (SHS), which provides laundry and linen services. This investment is in a joint venture in which the medical center owns approximately 6.4 percent at June 30, 2005. The medical center's equity in SHS was approximately \$617,500 at June 30, 2005. Equity earnings are distributed based upon tons of laundry sent to SHS. The medical center also paid SHS approximately \$606,000 for laundry services for 2005.

H. Williamson County Ambulance Service

Pursuant to terms of an agreement with the county, which has been and may continue to be renewed annually upon agreement by both parties, the medical center controls and operates the Williamson County Ambulance Service. In accordance with this agreement, the county made unrestricted donations to the medical center of \$1,433,880 in 2005, which are included in other revenue

in the accompanying statements of revenues, expenses, and changes in net assets. The agreement also provides for the medical center to return all related assets (as defined) of the ambulance service to the county at the end of the contract period. The net book value of assets related to the ambulance service was approximately \$1,178,000 at June 30, 2005.

I. Bonds and Notes Payable

A schedule of changes in the medical center's bonds and notes payable is as follows:

	Balance 7-1-04	Additions	Reductions	Balance 6-30-05	Amounts Due Within One Year
Hospital Revenue and Tax Bonds Series 2004B	\$ 0	\$ 15,110,000	\$ 0	\$ 15,110,000	\$ 550,000
Hospital Revenue and Tax Bonds Series 2004A	15,110,000	0	(580,000)	14,530,000	535,000
Hospital Revenue and Refunding Tax Bonds, Series 1997 2.86% Note payable to bank (LIBOR + 1.75%)	13,330,000	0	(1,405,000)	11,925,000	1,470,000
4.75% Note payable to bank	9,278,689	721,311	(166,667)	9,833,333	500,000
4.55% Note payable to bank	3,453,928	0	(1,005,882)	2,448,046	1,055,408
4% Note payable to bank	290,497	0	(290,497)	0	0
2.94% Note payable to bank	417,346	0	(247,024)	170,322	170,322
	0	1,368,014	(257,359)	1,110,655	450,043
Total	\$ 41,880,460	\$ 17,199,325	\$ (3,952,429)	\$ 55,127,356	\$ 4,730,773

On December 1, 2004, the county issued \$15,110,000 in Hospital Revenue and Tax Bonds, Series 2004B for the purpose of constructing improvements and renovations to and equipping of the medical center. Specifically, the 2004B Bonds will be used for the multi-phase facility expansion and renovation project (Note VI.F.). The Series 2004B Bonds bear interest rates ranging from three percent to 4.375 percent and are due through May 1, 2025.

The Series 2004B Bonds maturing on or after May 1, 2016 are subject to redemption at the option of the county on or after May 1, 2015 at 100 percent of par value.

On June 1, 2004, the county issued \$15,110,000 in Hospital Revenue and Tax Bonds, Series 2004A for the purpose of constructing improvements and renovations to and equipping of the medical center. Specifically, the 2004A Bonds will also be used for the multi-phase facility expansion and renovation project (See Note VI.F.). The Series 2004A Bonds bear interest at rates ranging from 3.5 percent to 4.875 percent and are due through May 1, 2024.

The Series 2004A Bonds maturing on or after May 1, 2015, are subject to redemption at the option of the county on or after May 1, 2014, at 100 percent of fair value.

The Hospital Revenue and Tax Refunding Bonds, Series 1997, bear interest at rates ranging from 4.5 percent to five percent and are due through May 1, 2012. The Series 1997 Bonds were issued for the purpose of advance refunding a portion of the previously outstanding Hospital Revenue and Tax Bonds, Series 1992, which had been used for the purpose of acquiring medical center facilities.

The Series 1997 Bonds maturing on or after May 1, 2008, shall be subject to redemption at the option of the county on or after May 1, 2007, as a whole at any time or in part from time to time on any interest payment date at 101 percent of par value on May 1, 2007, through April 30, 2008, and at 100 percent of par value on May 1, 2008, and thereafter.

The Series 2004A, Series 2004B, and the Series 1997 Bonds are collateralized by a pledge of the net revenues of the medical center and security interests in accounts receivable and certain other assets. In the event of a deficiency, the bonds are payable from unlimited ad valorem taxes levied on all taxable property within the county. The trust indentures related to the bonds contain certain covenants and restrictions involving the issuance of additional debt and income available for debt service.

The medical center also issues notes payable to finance certain property and equipment additions. The 2.86 percent note payable to bank represents amounts drawn under a \$10,000,000 line of credit, which converted to a term loan on April 1, 2005, with monthly principal and interest payments based on a 20 year amortization, but maturing in April 2015. This loan bears interest at a variable rate based on the bank's index rate (LIBOR) plus 1.75 percent and is secured by a subordinated pledge of the medical center's net revenues and accounts receivable. The 4.75 percent note payable to bank is payable in monthly amounts of principal and interest of \$95,854 through September 2007 and is secured by land with a cost of \$5,359,303. The 4.55 percent note payable to bank was payable in monthly amounts of principal and interest of \$73,325 and was paid in full in October 2004. The four percent note payable to bank is payable in monthly amounts of \$21,617

through February 2006, and is secured by equipment. The 2.94 percent note payable to bank is payable in monthly principal and interest amounts of \$39,723 through November 2007, and is secured by equipment.

The debt service requirements at June 30, 2005, related to bonds and notes payable are as follows:

Year Ending June 30	Principal Maturities or Sinking Fund Requirements	Interest
2006	\$ 4,730,773	\$ 2,382,206
2007	4,725,829	2,188,144
2008	3,732,421	1,997,794
2009	3,375,000	1,855,939
2010	3,485,000	1,711,824
Thereafter	35,078,333	10,637,400
Total	\$ 55,127,356	\$ 20,773,307

Approximately \$1,006,000 in interest expense, which is net of approximately \$421,000 in interest income, was capitalized as part of the cost of construction projects during 2005.

J. Leases

The medical center leases equipment and office space under capital and operating lease agreements. Future minimum lease payments under capital leases and noncancellable operating leases with initial or remaining lease terms in excess of one year as of June 30, 2005, are as follows:

Year Ending June 30	Capital Leases	Operating Leases
2006	\$ 952,330	\$ 1,650,614
2007	636,868	1,566,791
2008	0	1,484,011
2009	0	1,508,638
2010	0	1,438,513
Thereafter	0	1,839,986
Total future minimum lease payments	\$ 1,589,198	\$ 9,488,553
Less amounts representing interest ranging from 3.67 percent to 4.85 percent	(53,904)	0
Present value of net minimum lease payments	\$ 1,535,294	\$ 9,488,553

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

Balance		Balance	Amounts
7-1-04	Reductions	6-30-05	Due Within
			One Year
\$ 2,623,450	\$ (1,088,156)	\$ 1,535,294	\$ 907,801

The medical center generates rental income primarily from operating leases of three medical office buildings. Rental revenue was \$1,191,997 in 2005 and is included in other revenue.

Future minimum rental revenue under noncancellable leases at June 30, 2005, is as follows:

<u>Year Ending June 30</u>	
2006	\$ 896,726
2007	729,967
2008	443,079
2009	412,430
2010	<u>178,419</u>
Total	<u>\$ 2,660,621</u>

Rent expense, net of rental income, was \$491,970 for 2005.

K. Capital Contributions

Other capital contributions for 2005 include amounts related to the Ambulance Service and the foundation.

L. Employees' Retirement Plan

The medical center participates in a tax-sheltered annuity program for substantially all of its employees that have one or more years of service, more than 1,000 scheduled hours, and have attained the age of 21. Benefits expense includes approximately \$1,568,000 in 2005 related to the medical center's share of expenses for contributions and service charges on tax-sheltered annuities for covered employees. Currently, the medical center's contribution percentage is five percent of covered wages for non-management employees and nine percent for management employees. Employees may make voluntary contributions so long as the total amount contributed by the employee does not exceed 25 percent of the employee's wages or maximum amounts as provided by law. The plan's investments at June 30, 2005, consist of various mutual fund and fixed income investments.

M. Other Receivables

Other current and long-term receivables at June 30, 2005, include \$1,018,286 in receivables from certain physicians which were made during 2005 as part of the medical center's recruitment program to attract physicians to the medical center's service area. Under terms of the related agreements, such receivables will be forgiven over a period of time, generally over three years, as long as the physician continues to practice in the area. The medical center is amortizing these loans over the physicians' service commitment.

In years prior to 2005, amounts advanced under this program were expensed as made.

N. Commitments and Contingencies

Medical malpractice liability is limited under provisions of the Tennessee Governmental Tort Liability Act (Section 29-20-403, et seq., Tennessee Code Annotated), which removed tort liability from governmental entities which, in the opinion of counsel for the medical center, includes the medical center. In addition to requiring claims to be made in conformance with this act, special provisions include, but are not limited to, special notice of requirements imposed upon the claimant, a one-year statute of limitations, and a provision allowing that the governmental entity purchase insurance or be self-insured within certain limits. This act also prohibits a judgment or award exceeding the minimum amounts of insurance coverage set out in the act (\$250,000 for bodily injury or death of any one person and \$600,000 in the aggregate for all persons in any one accident, occurrence, or act) or the amount of insurance purchased by the governmental entity.

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

There are known incidents occurring through June 30, 2005, that have resulted in the assertion of claims, and other claims may be asserted arising from services provided to patients in the past. Management of the medical center is of the opinion that such liability, if any, related to these asserted claims will not have a material effect on the medical center's financial position. No amounts have been accrued for potential losses related to unreported incidents or reported incidents which have not yet resulted in asserted claims, as the medical center is not able to estimate such amounts.

The health-care industry is subject to numerous laws and regulations of federal, state, and local governments. These laws and regulations include, but are not necessarily limited to, matters such as licensure, accreditation,

government healthcare program participation requirements, reimbursement for patient services, Medicare fraud and abuse, and most recently under the provisions of the Health Insurance Portability and Accountability Act of 1996, matters related to patient records, privacy, and security. Recently, government activity has increased with respect to investigations and allegations concerning possible violations of fraud and above statutes and regulations by health care providers. Violations of these laws and regulations could result in expulsion from government health care programs together with the imposition of significant fines and penalties, as well as significant repayments for patient services previously billed. Compliance with such laws and regulations can be subject to future government review and interpretation, as well as regulatory actions unknown or unasserted at this time.

The medical center is currently in discussions with regulatory authorities concerning potential violations with regard to prior leasing arrangements with physicians. Management and legal counsel are not able to predict the ultimate outcome of this matter or the effect on the medical center's operations or financial statements.

The medical center is self-insured for medical and other healthcare benefits provided to its employees and their families. The medical center maintains reinsurance through a commercial excess coverage policy which covers annual individual employee claims paid in excess of \$150,000 for the plan year. Contributions by the medical center and participating employees are based on actual claims experience. A provision for estimated incurred but not reported claims has been provided in the accompanying financial statements. Total expenses under this program amounted to approximately \$6,521,000 for the year ended June 30, 2005.

O. Fair Value of Financial Instruments

The following methods and assumptions were used by the medical center in estimating fair value of its financial instruments:

Cash and cash equivalents: The carrying amount reported in the balance sheet approximates their fair value.

Assets limited as to use: These assets consist primarily of cash and cash equivalents. The carrying amount reported in the balance sheet is fair value.

Patient accounts and other receivables: The carrying amount reported in the balance sheet approximates its fair value.

Accounts payable, accrued expenses, and other liabilities: The carrying amount reported in the balance sheet approximates its fair value.

Accrued payroll, compensated absences, and payroll-related liabilities: The carrying amount reported in the balance sheet approximates its fair value.

Estimated amounts due to third-party payors: The carrying amount reported in the balance sheet approximates its fair value.

Long-term debt: The fair value of the medical center's long-term debt is estimated using discounted cash flow analyses, based on the medical center's current incremental borrowing rates for similar types of borrowing arrangements. Based on the analyses, the fair value of the Series 2004A, Series 2004B, and the Series 1997 Bonds and other long-term debt at June 30, 2005, approximates carrying values.

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

A. Summary of Significant Accounting Policies

General Information – On May 15, 1984, the Tennessee state legislature approved the Tennessee Emergency Communications District Law (Acts 1984, Ch. 867), which enables a county, upon approval by voters, to create a district to provide local emergency telephone service. Subsequently, on March 11, 1988, the county legislative body of Williamson County, Tennessee, approved resolution number 3-88-7, which established a district for their county, the Williamson County Emergency Communications District. As provided by the act, the district operates as a governmental organization through the directives of a seven-member board of directors and provides enhanced 911 emergency telephone service for its service area. The directors serve without compensation for terms of four years.

Financial Reporting Entity – Component Unit – As specified and described by Standard 14 of the Governmental Accounting Standards Board (GASB); the district is a component unit of the primary government of Williamson County, Tennessee. The district reports its financial information separately from Williamson County; however, the county in its financial report also discretely presents the district's financial information.

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

GASB 14 specifies that component units must be legally separate organizations that have financial accountability to a primary government. Financial accountability exists prima facie if a special-purpose government is not fiscally independent. GASB states that to be fiscally independent, the government has to have the authority to do all of three activities. Two of these are to issue bonded debt without approval by another government and to levy taxes or set rates or charges without approval by another government.

By Section 7-86-114, Tennessee Code Annotated, before issuing negotiable bonds, the district must have approval of the legislative body of a county wherein a district is established. It also must have approval before making purchase contracts, lease agreements, and notes payable of over five years' duration. In addition, the Williamson County Commission has the ability to adjust the district's service charges. Because the district is both a legal entity and financially accountable to the primary government of Williamson County as the County Commission approves all members of the governing board and by the nature of its fiscal dependence on Williamson County as described above, it is a component unit of Williamson County.

At June 30, 2005, there were no related receivables or payables between Williamson County and the district. The district did not engage in any activities that were subject to the approval of Williamson County.

Accounting Method – As a governmental entity, the district abides by the accounting rules and regulations issued by the Governmental Accounting Standards Board (GASB), as well as the Financial Accounting Standards Board (FASB) issued on or before November 30, 1989, unless those pronouncements conflict or contradict GASB pronouncements. After November 30, 1989, the district follows GASB guidance only and does not follow any FASB guidance issued after that date. Promulgations of that board require that the accrual method of accounting be used for governmental units that operate in a manner similar to a private business.

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

The accounts of the district are organized on the basis of a proprietary fund type, specifically an enterprise fund. The activities of this fund are accounted for with a separate set of self-balancing accounts that comprise the district's assets, liabilities, net assets, revenues, and expenses. Enterprise funds account for activities (i) that are financed with debt that is secured solely by a pledge of the net revenues from fees and charges of the activity; or (ii) that are required by laws or regulations that the activity's costs of providing services, including capital costs (such as depreciation or debt service), be recovered with fees and charges, rather than with taxes or similar revenue; or (iii) that the pricing policies of the activity establish fees and charges designed to recover its costs, including capital costs (such as depreciation or debt service).

The accounting and financial reporting treatment applied to the district is determined by its measurement focus. The transactions of the district are accounted for on a flow of economic resources measurement focus. With this

measurement focus, all assets and all liabilities associated with the operations are included in the statement of net assets. Net assets (i.e., total assets net of total liabilities) are segregated into invested in capital assets, net of related debt, restricted for debt services, and unrestricted components. As of June 30, 2005, the district had no debt.

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

The budget for operations is prepared on the cash receipts and disbursements basis by line-item accounts. Revenues are budgeted in the year receipt is expected, and disbursements are budgeted in the year that the disbursement is expected to occur. The board has determined to maintain an investment of \$125,000 in cash and cash equivalents as a resource for future purchases of property and equipment.

Equipment – Equipment is stated at cost or estimated historical cost if actual cost is not available and depreciated over ten years by the straight-line method of depreciation. The district defines capital assets as assets with an initial, individual cost of more than \$1,000 and an estimated useful life in excess of one year. Maintenance and repairs are charged to operations when incurred. Major renewals and betterments are capitalized. When items of property are sold or retired, the related costs and accumulated depreciation are removed from the accounts and any gain or loss is included as non-operating revenue or loss.

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

Cash Flow - Cash and Cash Equivalents – The district presents its cash flow statement using the direct method. For purposes of cash flow presentation, the district considers cash in operating bank accounts, cash on hand, cash in the local government investment pool, and certificates of deposit with an original maturity of 90 days or less, cash and cash equivalents. At June 30, 2005, the district did not hold any certificates of deposits.

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

Operating Revenues and Expenses – The district’s operating revenues and expenses consist of revenues earned and expenses incurred relating to the operation and maintenance of its system. Non-operating revenues and expenses consist of those revenues and expenses that are related to financing and investing type of activities and result from nonexchange transactions or ancillary activities.

Contributions – Contributions are recognized in the statement of revenues, expenses, and changes in net assets when eligibility requirements are met.

B. Cash and Cash Equivalents

The district is authorized to make investments in bonds, notes, or treasury bills of the United States; Federal Land Bank bonds; Federal Home Loan Bank notes and bonds; Federal National Mortgage Association notes and debentures; banks for cooperative debentures; or any of its other agencies, or obligations guaranteed as to principal and interest by the United States or any of its agencies with a maturity not greater than one year; or in the pooled investment fund established under Tennessee law.

During the year ended June 30, 2005, the board of directors chose to limit the investment of funds to deposits at banks and the local government investment pool.

Cash – At June 30, 2005, the carrying amount of cash deposits was \$911,308, and the bank balance was \$1,019,173. At June 30, 2005, the entire bank balance was covered by federal depository insurance, or by collateral held in the Tennessee Bank Collateral Pool. The pool is a multiple financial institution collateral pool to which member financial institutions holding public funds pledge collateral securities. In the event any member financial institution fails, the entire collateral pool becomes available to satisfy the claims of governmental entities. The pool also has the ability to make additional assessments on a pro rata basis to the members of the pool if the value of collateral is inadequate to cover a loss.

<u>Cash Accounts</u>	<u>Interest Rate</u>	<u>June 30, 2005</u>	
		<u>Carrying Amount</u>	<u>Bank Balance</u>
First Tennessee Bank Checking	variable	\$ 267,394	\$ 375,258
Local Government Investment Pool	variable	643,914	643,915
Total		<u>\$ 911,308</u>	<u>\$ 1,019,173</u>

C. Accounts Receivable - Fees

The district receives the majority of its revenue from the telephone subscribers residing within Williamson County. As provided in the act,

telephone companies collect the 911 fees from the subscribers and remit the funds on a not longer than bi-monthly basis to the district. The policy of the telephone companies has been to remit based upon their billings rather than on their collections. Accordingly, the financial statements do not include a provision for bad debts. Also included in accounts receivable are amounts from the communities and organizations that have contracted with the district for 911 dispatch services.

The following is the detail of the receivables at June 30, 2005:

BellSouth	\$ 47,932
Nolensville	9,000
United Telephone	5,179
Birch	4,975
USLEC	3,396
ITC	3,021
NUVOX	2,264
Others	<u>8,461</u>
 Total	 <u><u>\$ 84,228</u></u>

D. Capital Assets

Capital assets are summarized as follows:

<u>Depreciable Assets</u>	Balance 7-1-04	Additions	Dispositions	Balance 6-30-05
Communications equipment	\$ 1,398,206	\$ 14,639	\$ (510,869)	\$ 901,976
Office furniture and equipment	61,173	0	0	61,173
Less:				
Accumulated depreciation	<u>(733,626)</u>	<u>(95,250)</u>	<u>510,869</u>	<u>(318,007)</u>
Total capital assets	<u><u>\$ 725,753</u></u>	<u><u>\$ (80,611)</u></u>	<u><u>\$ 0</u></u>	<u><u>\$ 645,142</u></u>

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 is covered under insurance policies maintained by Williamson County. Settled claims have not exceeded this commercial coverage in any of the past three fiscal years.

F. Related-party Transactions

Williamson County provides dispatch employees and certain services to the district. The district and Williamson County signed an interlocal contract effective from July 1, 1998, to June 30, 1999, that automatically renews each year unless one party notifies the other in writing within 60 days prior to the commencement of the new fiscal year. The expenses, which are primarily salaries, employee benefits, and services, are billed to the district quarterly. Amounts paid to Williamson County for the fiscal year 2005 totaled \$690,276.

G. Contingent Liabilities

The City of Brentwood, Tennessee, has requested a reimbursement of emergency communications fees paid to the district by telephone companies for revenue collected from customers in the Brentwood area. The district has paid \$22,783 to the City of Brentwood, Tennessee, but the ultimate outcome cannot be determined at this time and, as such, no additional amounts have been recorded as due the City of Brentwood on the accompanying financial statements.

H. Subsequent Event

On July 7, 2005, the district entered into an agreement with the City of Franklin, Tennessee, stating that in exchange for the city withdrawing its petition to the Tennessee Emergency Communications Board requesting a new emergency communications district for the City of Franklin, and for agreeing not to file the same petition within five years from the date of the agreement, the district will give the city within thirty days of the agreement \$62,538 to be used toward the purchase of emergency consoles and related equipment to be located at the city of Franklin's PSAP. The agreement also stipulates that a new representative seat to the district's board of directors is to be appointed by the Williamson County mayor from candidates within the corporate limits of the city of Franklin. The agreement can be terminated if either party breaches the terms by giving a thirty day notice to the breaching party.

**REQUIRED SUPPLEMENTARY
INFORMATION**

Exhibit G-1

Williamson County, Tennessee
Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Actual (Budgetary Basis) and Budget
General Fund
For the Year Ended June 30, 2005

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2004	Add: Encumbrances 6/30/2005	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
<u>Revenues</u>							
Local Taxes	\$ 31,793,013	\$ 0	\$ 0	\$ 31,793,013	\$ 28,925,143	\$ 28,925,143	\$ 2,867,870
Licenses and Permits	1,444,572	0	0	1,444,572	885,000	885,000	559,572
Fines, Forfeitures and Penalties	523,117	0	0	523,117	419,500	419,500	103,617
Charges for Current Services	4,071,296	0	0	4,071,296	3,571,700	3,670,960	400,336
Other Local Revenues	1,028,770	0	0	1,028,770	855,000	865,500	163,270
Fees Received from County Officials	9,111,185	0	0	9,111,185	8,210,000	8,210,000	901,185
State of Tennessee	2,212,980	0	0	2,212,980	2,601,500	2,791,870	(578,890)
Federal Government	159,083	0	0	159,083	826,831	190,036	(30,953)
Other Governments and Citizens Groups	876,315	0	0	876,315	110,000	826,417	49,898
Total Revenues	\$ 51,220,331	\$ 0	\$ 0	\$ 51,220,331	\$ 46,404,674	\$ 46,784,426	\$ 4,435,905
<u>Expenditures</u>							
<u>General Government</u>							
County Commission	\$ 499,596	\$ (41,655)	\$ 39,150	\$ 497,091	\$ 512,250	\$ 527,250	\$ 30,159
Board of Equalization	2,016	0	0	2,016	3,300	3,300	1,284
Beer Board	1,850	0	0	1,850	3,000	3,000	1,150
Other Boards and Committees	450	0	0	450	3,675	3,675	3,225
County Mayor	301,884	(580)	0	301,304	325,151	325,151	23,847
Personnel Office	155,687	0	1,495	157,182	164,738	164,738	7,556
County Attorney	517,825	0	0	517,825	451,400	528,400	10,575
Election Commission	406,163	(313)	0	405,850	366,295	436,296	30,446
Register of Deeds	612,409	(6,060)	0	606,349	518,897	642,070	35,721
Development	1,057,960	(1,427)	184,309	1,240,842	1,287,923	1,287,923	47,081
Planning	11,008	(4,950)	6,315	12,373	26,330	26,330	13,957
Building	15,529	0	0	15,529	16,266	16,266	737
Engineering	78,033	(10,000)	29,562	97,595	89,921	109,921	12,326
Codes Compliance	8,494	(70)	175	8,599	25,079	25,079	16,480

(Continued)

Exhibit G-1

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

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2004	Add: Encumbrances 6/30/2005	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
<u>Expenditures (Cont.)</u>							
<u>General Government (Cont.)</u>							
Geographical Information Systems	\$ 829,339	\$ (30)	\$ 2,620	\$ 831,929	\$ 821,728	\$ 877,228	\$ 45,299
County Buildings	2,174,216	(15,867)	32,617	2,190,966	2,481,150	2,481,150	290,184
Other Facilities	81,160	0	1,692	82,852	89,342	89,342	6,490
Preservation of Records	166,825	(500)	0	166,325	172,345	172,345	6,020
Risk Management	128,344	0	0	128,344	167,277	167,277	38,933
Other Risk Management	187,572	0	0	187,572	196,468	196,468	8,896
<u>Finance</u>							
Accounting and Budgeting	540,599	(4,117)	705	537,187	536,996	563,901	26,714
Property Assessor's Office	1,132,134	(41,094)	94,107	1,185,147	1,214,929	1,214,929	29,782
County Trustee's Office	381,338	(16,803)	9,030	373,565	418,205	418,205	44,640
County Clerk's Office	725,292	(75)	75	725,292	742,458	749,458	24,166
<u>Administration of Justice</u>							
Circuit Court	1,135,011	(2,993)	2,978	1,134,996	1,250,991	1,250,991	115,995
General Sessions Court	517,130	(693)	1,748	518,185	520,854	525,114	6,929
Drug Court	186,000	0	0	186,000	0	186,000	0
Chancery Court	340,145	(1,014)	0	339,131	346,475	346,475	7,344
Juvenile Court	360,055	(3,454)	1,547	358,148	371,991	371,991	13,843
Other Administration of Justice	159,637	0	0	159,637	186,902	193,502	33,865
<u>Public Safety</u>							
Sheriff's Department	4,056,551	(1,664)	46,673	4,101,560	4,422,089	4,609,608	508,048
Special Patrols	521,562	(1,636)	357	520,283	535,537	535,537	15,254
Traffic Control	49,668	0	0	49,668	72,302	72,302	22,634
Jail	4,248,507	(3,971)	134,193	4,378,729	4,666,363	4,602,844	224,115
Workhouse	163,167	(560)	2,929	165,536	196,199	196,199	30,663
Juvenile Services	1,460,777	(1,587)	3,553	1,462,743	1,419,366	1,507,444	44,701
Fire Prevention and Control	498,536	(34,939)	440	464,037	507,688	507,688	43,651

(Continued)

Exhibit G-1

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

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2004	Add: Encumbrances 6/30/2005	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
<u>Expenditures (Cont.)</u>							
<u>Public Safety (Cont.)</u>							
Civil Defense	\$ 625,692	\$ (1,500)	\$ 4,855	\$ 629,047	\$ 683,448	\$ 683,448	\$ 54,401
Rescue Squad	190,773	(10,520)	5,590	185,843	295,536	295,786	109,943
County Coroner/Medical Examiner	111,002	(47)	0	110,955	118,680	118,680	7,725
<u>Public Health and Welfare</u>							
Local Health Center	652,311	(8,246)	4,183	648,248	1,017,041	1,121,941	473,693
Rabies and Animal Control	656,132	(5,341)	6,852	657,643	635,838	713,555	55,912
Ambulance/Emergency Medical Services	1,433,880	0	0	1,433,880	1,433,886	1,433,886	6
Other Local Health Services	10,640	0	0	10,640	10,640	10,640	0
Regional Mental Health Center	24,220	0	0	24,220	24,220	24,220	0
Appropriation to State	115,695	0	0	115,695	115,695	115,695	0
General Welfare Assistance	19,574	0	0	19,574	19,574	19,574	0
Aid to Dependent Children	11,935	0	0	11,935	12,267	12,267	332
Recycling Center	180,934	(2,909)	9,751	187,776	190,337	199,393	11,617
Other Public Health and Welfare	673,021	(25)	471	673,467	742,291	742,291	68,824
<u>Social, Cultural and Recreational Services</u>							
Adult Activities	50,515	0	0	50,515	50,515	50,515	0
Senior Citizens Assistance	174,774	(100)	0	174,674	76,313	176,313	1,639
Libraries	1,597,673	(19,363)	13,761	1,592,071	1,656,056	1,663,948	71,877
Parks and Fair Boards	5,466,854	(24,522)	32,414	5,474,746	5,578,028	5,695,528	220,782
Other Social, Cultural and Recreational	995,943	(60,411)	28,065	963,597	1,021,209	1,021,209	57,612
<u>Agriculture & Natural Resources</u>							
Agriculture Extension Service	293,840	(25)	0	293,815	305,699	305,699	11,884
Soil Conservation	40,101	0	0	40,101	40,161	40,161	60
<u>Other Operations</u>							
Tourism	291,795	(170)	0	291,625	365,593	365,593	73,968
Other Economic and Community Development	297,449	0	0	297,449	306,730	306,730	9,281

(Continued)

Exhibit G-1

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

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2004	Add: Encumbrances 6/30/2005	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
<u>Expenditures (Cont.)</u>							
<u>Other Operations (Cont.)</u>							
Public Transportation	\$ 132,424	\$ 0	\$ 0	\$ 132,424	\$ 190,036	\$ 190,036	\$ 57,612
Veterans' Services	13,742	0	0	13,742	12,163	14,163	421
Other Charges	1,616,236	(24,249)	7,992	1,599,979	1,949,280	2,024,280	424,301
Employee Benefits	8,720,764	0	0	8,720,764	8,995,000	8,995,000	274,236
Miscellaneous	191,447	(5,000)	9,900	196,347	248,683	214,963	18,616
Total Expenditures	<u>\$ 48,301,835</u>	<u>\$ (358,480)</u>	<u>\$ 720,104</u>	<u>\$ 48,663,459</u>	<u>\$ 51,226,799</u>	<u>\$ 52,490,911</u>	<u>\$ 3,827,452</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ 2,918,496</u>	<u>\$ 358,480</u>	<u>\$ (720,104)</u>	<u>\$ 2,556,872</u>	<u>\$ (4,822,125)</u>	<u>\$ (5,706,485)</u>	<u>\$ 8,263,357</u>
<u>Other Financing Sources (Uses)</u>							
Transfers In	\$ 52,968	\$ 0	\$ 0	\$ 52,968	\$ 42,975	\$ 49,575	\$ 3,393
Transfers Out	(2,589,553)	0	0	(2,589,553)	(500,000)	(2,589,553)	0
Total Other Financing Sources (Uses)	<u>\$ (2,536,585)</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ (2,536,585)</u>	<u>\$ (457,025)</u>	<u>\$ (2,539,978)</u>	<u>\$ 3,393</u>
Net Change in Fund Balance	\$ 381,911	\$ 358,480	\$ (720,104)	\$ 20,287	\$ (5,279,150)	\$ (8,246,463)	\$ 8,266,750
Fund Balance, July 1, 2004	<u>17,255,938</u>	<u>(358,480)</u>	<u>0</u>	<u>16,897,458</u>	<u>17,270,458</u>	<u>17,270,458</u>	<u>(373,000)</u>
Fund Balance, June 30, 2005	<u>\$ 17,637,849</u>	<u>\$ 0</u>	<u>\$ (720,104)</u>	<u>\$ 16,917,745</u>	<u>\$ 11,991,308</u>	<u>\$ 9,023,995</u>	<u>\$ 7,893,750</u>

Exhibit G-2

Williamson County, Tennessee
Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Actual (Budgetary Basis) and Budget
Highway/Public Works Fund
For the Year Ended June 30, 2005

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2004	Add: Encumbrances 6/30/2005	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
<u>Revenues</u>							
Local Taxes	\$ 6,432,593	\$ 0	\$ 0	\$ 6,432,593	\$ 5,874,177	\$ 5,874,177	\$ 558,416
Other Local Revenues	513,280	0	0	513,280	205,000	205,000	308,280
State of Tennessee	3,095,569	0	0	3,095,569	3,050,000	3,050,000	45,569
Federal Government	23,535	0	0	23,535	0	0	23,535
Other Governments and Citizens Groups	70,419	0	0	70,419	100,000	100,000	(29,581)
Total Revenues	<u>\$ 10,135,396</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 10,135,396</u>	<u>\$ 9,229,177</u>	<u>\$ 9,229,177</u>	<u>\$ 906,219</u>
<u>Expenditures</u>							
<u>Highways</u>							
Administration	\$ 558,470	\$ 0	\$ 1,140	\$ 559,610	\$ 593,665	\$ 646,665	\$ 87,055
Highway and Bridge Maintenance	4,418,998	(172,520)	287,191	4,533,669	4,742,789	4,742,789	209,120
Operation and Maintenance of Equipment	1,404,824	(39,154)	0	1,365,670	1,555,474	1,555,474	189,804
Quarry Operations	590,010	0	35,581	625,591	803,217	860,817	235,226
Other Charges	550,476	0	0	550,476	611,916	671,916	121,440
Employee Benefits	977,351	0	0	977,351	1,005,250	1,005,250	27,899
Capital Outlay	306,377	(62,679)	8,962	252,660	265,000	265,000	12,340
Total Expenditures	<u>\$ 8,806,506</u>	<u>\$ (274,353)</u>	<u>\$ 332,874</u>	<u>\$ 8,865,027</u>	<u>\$ 9,577,311</u>	<u>\$ 9,747,911</u>	<u>\$ 882,884</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ 1,328,890</u>	<u>\$ 274,353</u>	<u>\$ (332,874)</u>	<u>\$ 1,270,369</u>	<u>\$ (348,134)</u>	<u>\$ (518,734)</u>	<u>\$ 1,789,103</u>
<u>Other Financing Sources (Uses)</u>							
Transfers Out	\$ (35,000)	\$ 0	\$ 0	\$ (35,000)	\$ 0	\$ (35,000)	\$ 0
Total Other Financing Sources (Uses)	<u>\$ (35,000)</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ (35,000)</u>	<u>\$ 0</u>	<u>\$ (35,000)</u>	<u>\$ 0</u>
Net Change in Fund Balance	\$ 1,293,890	\$ 274,353	\$ (332,874)	\$ 1,235,369	\$ (348,134)	\$ (553,734)	\$ 1,789,103
Fund Balance, July 1, 2004	10,566,488	(274,353)	0	10,292,135	10,305,851	10,305,851	(13,716)
Fund Balance, June 30, 2005	<u>\$ 11,860,378</u>	<u>\$ 0</u>	<u>\$ (332,874)</u>	<u>\$ 11,527,504</u>	<u>\$ 9,957,717</u>	<u>\$ 9,752,117</u>	<u>\$ 1,775,387</u>

WILLIAMSON COUNTY, TENNESSEE
NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION
For the Year Ended June 30, 2005

BUDGETARY INFORMATION

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 State 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 governing body may transfer appropriations between major categories. During the year, several supplementary appropriations were necessary.

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

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

Nonmajor Governmental Funds

Special Revenue Funds

Special Revenue Funds are used to account for the proceeds of specific revenue sources (other than major capital projects) that are legally restricted to expenditures for specific purposes.

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

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

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

Other Special Revenue Fund – The Other Special Revenue Fund is used to account for revenues received from certain DUI-related fines under the control of the district attorney general.

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, and sheriff.

Exhibit H-1

Williamson County, Tennessee
Combining Balance Sheet
Nonmajor Governmental Funds
June 30, 2005

	Special Revenue Funds					
	Solid Waste/ Sanitation	Drug Control	District Attorney General	Other Special Revenue	Constitu - tional Officers - Fees	Total Nonmajor Governmental Funds
<u>ASSETS</u>						
Cash	\$ 0	\$ 0	\$ 150	\$ 0	\$ 2,369	\$ 2,519
Equity in Pooled Cash and Investments	527,115	98,572	178,037	3,248	0	806,972
Accounts Receivable	0	0	0	0	7,167	7,167
Due from Other Governments	0	0	137	0	0	137
Property Taxes Receivable	2,160,820	0	0	0	0	2,160,820
Allowance for Uncollectible Property Taxes	(28,426)	0	0	0	0	(28,426)
Accrued Interest Receivable	633	78	0	0	0	711
Total Assets	<u>\$ 2,660,142</u>	<u>\$ 98,650</u>	<u>\$ 178,324</u>	<u>\$ 3,248</u>	<u>\$ 9,536</u>	<u>\$ 2,949,900</u>
<u>LIABILITIES AND FUND BALANCES</u>						
<u>Liabilities</u>						
Accounts Payable	\$ 0	\$ 0	\$ 205	\$ 0	\$ 0	\$ 205
Claims and Judgements Payable	500	0	0	0	0	500
Due to Other Funds	0	0	0	0	9,536	9,536
Deferred Revenue - Current Property Taxes	2,082,607	0	0	0	0	2,082,607
Deferred Revenue - Delinquent Property Taxes	44,443	0	0	0	0	44,443
Other Deferred Revenues	633	78	0	0	0	711
Total Liabilities	<u>\$ 2,128,183</u>	<u>\$ 78</u>	<u>\$ 205</u>	<u>\$ 0</u>	<u>\$ 9,536</u>	<u>\$ 2,138,002</u>
<u>Fund Balances</u>						
Reserved for Encumbrances	\$ 20,397	\$ 115	\$ 0	\$ 0	\$ 0	\$ 20,512
Unreserved	511,562	98,457	178,119	3,248	0	791,386
Total Fund Balances	<u>\$ 531,959</u>	<u>\$ 98,572</u>	<u>\$ 178,119</u>	<u>\$ 3,248</u>	<u>\$ 0</u>	<u>\$ 811,898</u>
Total Liabilities and Fund Balances	<u>\$ 2,660,142</u>	<u>\$ 98,650</u>	<u>\$ 178,324</u>	<u>\$ 3,248</u>	<u>\$ 9,536</u>	<u>\$ 2,949,900</u>

Exhibit H-2

Williamson County, Tennessee
Combining Statement of Revenues, Expenditures,
and Changes in Fund Balances
Nonmajor Governmental Funds
For the Year Ended June 30, 2005

	Special Revenue Funds					Total
	Solid Waste/ Sanitation	Drug Control	District Attorney General	Other Special Revenue	Constitu - tional Officers - Fees	Nonmajor Governmental Funds
<u>Revenues</u>						
Local Taxes	\$ 2,045,388	\$ 0	\$ 0	\$ 0	\$ 0	\$ 2,045,388
Fines, Forfeitures and Penalties	0	61,301	91,370	0	0	152,671
Charges for Current Services	0	0	0	0	476	476
Other Local Revenues	37,320	4,181	309	0	0	41,810
Other Governments and Citizens Groups	0	3,670	0	0	0	3,670
Total Revenues	\$ 2,082,708	\$ 69,152	\$ 91,679	\$ 0	\$ 476	\$ 2,244,015
<u>Expenditures</u>						
Current:						
Finance	\$ 0	\$ 0	\$ 0	\$ 0	\$ 162	\$ 162
Administration of Justice	0	0	55,995	0	314	56,309
Public Safety	0	54,265	0	0	0	54,265
Public Health and Welfare	1,814,770	0	0	0	0	1,814,770
Other Operations	232,931	0	0	0	0	232,931
Total Expenditures	\$ 2,047,701	\$ 54,265	\$ 55,995	\$ 0	\$ 476	\$ 2,158,437
Excess (Deficiency) of Revenues Over Expenditures	\$ 35,007	\$ 14,887	\$ 35,684	\$ 0	\$ 0	\$ 85,578
<u>Other Financing Sources (Uses)</u>						
Transfers Out	\$ (348,615)	\$ 0	\$ 0	\$ 0	\$ 0	\$ (348,615)
Total Other Financing Sources (Uses)	\$ (348,615)	\$ 0	\$ 0	\$ 0	\$ 0	\$ (348,615)
Net Change in Fund Balances	\$ (313,608)	\$ 14,887	\$ 35,684	\$ 0	\$ 0	\$ (263,037)
Fund Balance, July 1, 2004	845,567	83,685	142,435	3,248	0	1,074,935
Fund Balance, June 30, 2005	\$ 531,959	\$ 98,572	\$ 178,119	\$ 3,248	\$ 0	\$ 811,898

Exhibit H-3

Williamson County, Tennessee
Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Actual (Budgetary Basis) and Budget
Solid Waste/Sanitation Fund
For the Year Ended June 30, 2005

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2004	Add: Encumbrances 6/30/2005	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
<u>Revenues</u>							
Local Taxes	\$ 2,045,388	\$ 0	\$ 0	\$ 2,045,388	\$ 1,905,906	\$ 1,905,906	\$ 139,482
Other Local Revenues	37,320	0	0	37,320	50,000	50,000	(12,680)
Total Revenues	<u>\$ 2,082,708</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 2,082,708</u>	<u>\$ 1,955,906</u>	<u>\$ 1,955,906</u>	<u>\$ 126,802</u>
<u>Expenditures</u>							
<u>Public Health and Welfare</u>							
Convenience Centers	\$ 1,814,770	\$ (25,862)	\$ 20,397	\$ 1,809,305	\$ 1,842,041	\$ 1,964,995	\$ 155,690
<u>Other Operations</u>							
Other Charges	98,370	0	0	98,370	128,100	130,600	32,230
Employee Benefits	134,561	0	0	134,561	148,850	148,850	14,289
Total Expenditures	<u>\$ 2,047,701</u>	<u>\$ (25,862)</u>	<u>\$ 20,397</u>	<u>\$ 2,042,236</u>	<u>\$ 2,118,991</u>	<u>\$ 2,244,445</u>	<u>\$ 202,209</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ 35,007</u>	<u>\$ 25,862</u>	<u>\$ (20,397)</u>	<u>\$ 40,472</u>	<u>\$ (163,085)</u>	<u>\$ (288,539)</u>	<u>\$ 329,011</u>
<u>Other Financing Sources (Uses)</u>							
Transfers Out	\$ (348,615)	\$ 0	\$ 0	\$ (348,615)	\$ (250,000)	\$ (530,000)	\$ 181,385
Total Other Financing Sources (Uses)	<u>\$ (348,615)</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ (348,615)</u>	<u>\$ (250,000)</u>	<u>\$ (530,000)</u>	<u>\$ 181,385</u>
Net Change in Fund Balance	\$ (313,608)	\$ 25,862	\$ (20,397)	\$ (308,143)	\$ (413,085)	\$ (818,539)	\$ 510,396
Fund Balance, July 1, 2004	845,567	(25,862)	0	819,705	801,070	801,070	18,635
Fund Balance, June 30, 2005	<u>\$ 531,959</u>	<u>\$ 0</u>	<u>\$ (20,397)</u>	<u>\$ 511,562</u>	<u>\$ 387,985</u>	<u>\$ (17,469)</u>	<u>\$ 529,031</u>

Exhibit H-4

Williamson County, Tennessee
Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Actual (Budgetary Basis) and Budget
Drug Control Fund
For the Year Ended June 30, 2005

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2004	Add: Encumbrances 6/30/2005	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
<u>Revenues</u>							
Fines, Forfeitures and Penalties	\$ 61,301	\$ 0	\$ 0	\$ 61,301	\$ 12,000	\$ 12,000	\$ 49,301
Other Local Revenues	4,181	0	0	4,181	0	0	4,181
Other Governments and Citizens Groups	3,670	0	0	3,670	0	0	3,670
Total Revenues	\$ 69,152	\$ 0	\$ 0	\$ 69,152	\$ 12,000	\$ 12,000	\$ 57,152
<u>Expenditures</u>							
<u>Public Safety</u>							
Drug Enforcement	\$ 54,265	\$ (3,650)	\$ 115	\$ 50,730	\$ 92,000	\$ 92,000	\$ 41,270
Total Expenditures	\$ 54,265	\$ (3,650)	\$ 115	\$ 50,730	\$ 92,000	\$ 92,000	\$ 41,270
Excess (Deficiency) of Revenues Over Expenditures	\$ 14,887	\$ 3,650	\$ (115)	\$ 18,422	\$ (80,000)	\$ (80,000)	\$ 98,422
Net Change in Fund Balance	\$ 14,887	\$ 3,650	\$ (115)	\$ 18,422	\$ (80,000)	\$ (80,000)	\$ 98,422
Fund Balance, July 1, 2004	83,685	(3,650)	0	80,035	80,202	80,202	(167)
Fund Balance, June 30, 2005	\$ 98,572	\$ 0	\$ (115)	\$ 98,457	\$ 202	\$ 202	\$ 98,255

Major Governmental Funds

Debt Service Funds are used to account for the accumulation of resources for, and the payment of, long-term debt principal, interest, and related costs.

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 accumulation of resources for, and the payment of, long-term debt principal, interest, and related costs specifically issued for schools outside the territorial boundaries of the Franklin Special School District.

Exhibit I-1

Williamson County, Tennessee
Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Actual and Budget
General Debt Service Fund
For the Year Ended June 30, 2005

	Actual	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
		Original	Final	
<u>Revenues</u>				
Local Taxes	\$ 15,340,527	\$ 16,603,215	\$ 16,603,215	\$ (1,262,688)
Other Local Revenues	1,305,820	1,350,000	1,473,636	(167,816)
Other Governments and Citizens Groups	132,431	3,205,700	0	132,431
Total Revenues	<u>\$ 16,778,778</u>	<u>\$ 21,158,915</u>	<u>\$ 18,076,851</u>	<u>\$ (1,298,073)</u>
<u>Expenditures</u>				
<u>Principal</u>				
General Government	\$ 5,307,516	\$ 7,763,000	\$ 5,313,000	\$ 5,484
Highways and Streets	122,513	455,950	122,600	87
Education	4,821,971	5,034,800	4,823,000	1,029
<u>Interest</u>				
General Government	5,265,368	6,633,800	5,297,225	31,857
Highways and Streets	89,313	89,550	89,550	237
Education	5,232,284	4,983,000	5,243,200	10,916
<u>Other Debt Service</u>				
General Government	475,771	495,000	601,999	126,228
Education	170,377	0	172,241	1,864
Total Expenditures	<u>\$ 21,485,113</u>	<u>\$ 25,455,100</u>	<u>\$ 21,662,815</u>	<u>\$ 177,702</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ (4,706,335)</u>	<u>\$ (4,296,185)</u>	<u>\$ (3,585,964)</u>	<u>\$ (1,120,371)</u>
<u>Other Financing Sources (Uses)</u>				
Refunding Debt Issued	\$ 39,515,000	\$ 0	\$ 39,515,000	\$ 0
Premiums on Debt Issued	3,814,485	0	3,814,485	0
Transfers In	3,845,572	3,500,000	3,500,000	345,572
Payments to Refunded Debt Escrow Agent	(43,039,647)	0	(43,039,647)	0
Total Other Financing Sources (Uses)	<u>\$ 4,135,410</u>	<u>\$ 3,500,000</u>	<u>\$ 3,789,838</u>	<u>\$ 345,572</u>
Net Change in Fund Balance	\$ (570,925)	\$ (796,185)	\$ 203,874	\$ (774,799)
Fund Balance, July 1, 2004	<u>16,949,093</u>	<u>17,536,442</u>	<u>17,536,442</u>	<u>(587,349)</u>
Fund Balance, June 30, 2005	<u>\$ 16,378,168</u>	<u>\$ 16,740,257</u>	<u>\$ 17,740,316</u>	<u>\$ (1,362,148)</u>

Exhibit I-2

Williamson County, Tennessee
Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Actual and Budget
Rural Debt Service Fund
For the Year Ended June 30, 2005

	Actual	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
		Original	Final	
<u>Revenues</u>				
Local Taxes	\$ 7,876,432	\$ 7,296,996	\$ 7,296,996	\$ 579,436
Other Local Revenues	247,563	150,000	198,832	48,731
Other Governments and Citizens Groups	942,100	0	0	942,100
Total Revenues	<u>\$ 9,066,095</u>	<u>\$ 7,446,996</u>	<u>\$ 7,495,828</u>	<u>\$ 1,570,267</u>
<u>Expenditures</u>				
<u>Principal</u>				
Education	\$ 6,770,000	\$ 6,775,000	\$ 6,775,000	\$ 5,000
<u>Interest</u>				
Education	5,118,937	4,740,800	5,119,800	863
<u>Other Debt Service</u>				
Education	170,467	210,000	210,000	39,533
Total Expenditures	<u>\$ 12,059,404</u>	<u>\$ 11,725,800</u>	<u>\$ 12,104,800</u>	<u>\$ 45,396</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ (2,993,309)</u>	<u>\$ (4,278,804)</u>	<u>\$ (4,608,972)</u>	<u>\$ 1,615,663</u>
<u>Other Financing Sources (Uses)</u>				
Transfers In	<u>\$ 2,500,000</u>	<u>\$ 2,500,000</u>	<u>\$ 2,500,000</u>	<u>\$ 0</u>
Total Other Financing Sources (Uses)	<u>\$ 2,500,000</u>	<u>\$ 2,500,000</u>	<u>\$ 2,500,000</u>	<u>\$ 0</u>
Net Change in Fund Balance	\$ (493,309)	\$ (1,778,804)	\$ (2,108,972)	\$ 1,615,663
Fund Balance, July 1, 2004	<u>5,432,912</u>	<u>5,405,782</u>	<u>5,405,782</u>	<u>27,130</u>
Fund Balance, June 30, 2005	<u>\$ 4,939,603</u>	<u>\$ 3,626,978</u>	<u>\$ 3,296,810</u>	<u>\$ 1,642,793</u>

Fiduciary Funds

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

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

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

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

Judicial District Drug Fund – The Judicial District Drug Fund is used to account for state grants and other restricted revenues that are held in trust for the benefit of the judicial district drug task force.

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

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

Exhibit J-1

Williamson County, Tennessee
Combining Statement of Fiduciary Assets and Liabilities
Fiduciary Funds
June 30, 2005

	Agency Funds						Total
	Cities - Sales Tax	Cities - Property Tax	Special School District	Judicial District Drug	Constitu- tional Officers - Agency	Other Agency	
<u>ASSETS</u>							
Cash	\$ 0	\$ 0	\$ 0	\$ 9,580	\$ 7,184,184	\$ 0	\$ 7,193,764
Equity in Pooled Cash and Investments	0	359	525,939	1,653,212	0	4,233	2,183,743
Investments	0	0	0	0	18,475	0	18,475
Accounts Receivable	0	0	4,878	0	4,555	0	9,433
Accrued Interest Receivable	0	0	0	1,455	0	0	1,455
Due from Other Governments	5,235,756	0	739,116	0	0	0	5,974,872
Taxes Receivable	0	0	9,627,876	0	0	0	9,627,876
Allowance for Uncollectible Taxes	0	0	(103,142)	0	0	0	(103,142)
Total Assets	<u>\$ 5,235,756</u>	<u>\$ 359</u>	<u>\$ 10,794,667</u>	<u>\$ 1,664,247</u>	<u>\$ 7,207,214</u>	<u>\$ 4,233</u>	<u>\$ 24,906,476</u>
<u>LIABILITIES</u>							
Due to Other Taxing Units	\$ 5,235,756	\$ 359	\$ 10,794,667	\$ 0	\$ 0	\$ 0	\$ 16,030,782
Due to Joint Venture	0	0	0	1,664,247	0	0	1,664,247
Due to Litigants, Heirs, and Others	0	0	0	0	7,207,214	4,233	7,211,447
Total Liabilities	<u>\$ 5,235,756</u>	<u>\$ 359</u>	<u>\$ 10,794,667</u>	<u>\$ 1,664,247</u>	<u>\$ 7,207,214</u>	<u>\$ 4,233</u>	<u>\$ 24,906,476</u>

Exhibit J-2

Williamson County, Tennessee
Combining Statement of Changes in Assets and
Liabilities - All Agency Funds
For the Year Ended June 30, 2005

	Beginning Balance	Additions	Deductions	Ending Balance
<u>Cities - Sales Tax Fund</u>				
<u>Assets</u>				
Equity in Pooled Cash and Investments	\$ 0	\$ 29,402,733	\$ 29,402,733	\$ 0
Due From Other Governments	4,608,496	5,235,756	4,608,496	5,235,756
Total Assets	\$ 4,608,496	\$ 34,638,489	\$ 34,011,229	\$ 5,235,756
<u>Liabilities</u>				
Due to Other Taxing Units	\$ 4,608,496	\$ 34,638,489	\$ 34,011,229	\$ 5,235,756
Total Liabilities	\$ 4,608,496	\$ 34,638,489	\$ 34,011,229	\$ 5,235,756
<u>Cities - Property Tax Fund</u>				
<u>Assets</u>				
Equity in Pooled Cash and Investments	\$ 282	\$ 54,766	\$ 54,689	\$ 359
Total Assets	\$ 282	\$ 54,766	\$ 54,689	\$ 359
<u>Liabilities</u>				
Due to Other Taxing Units	\$ 282	\$ 54,766	\$ 54,689	\$ 359
Total Liabilities	\$ 282	\$ 54,766	\$ 54,689	\$ 359
<u>Special School District Fund</u>				
<u>Assets</u>				
Equity in Pooled Cash and Investments	\$ 457,744	\$ 25,138,840	\$ 25,070,645	\$ 525,939
Accounts Receivable	4,469	4,878	4,469	4,878
Due From Other Governments	678,587	739,116	678,587	739,116
Taxes Receivable	9,734,740	9,627,876	9,734,740	9,627,876
Allowance for Uncollectible Taxes	(88,294)	(103,142)	(88,294)	(103,142)
Total Assets	\$ 10,787,246	\$ 35,407,568	\$ 35,400,147	\$ 10,794,667
<u>Liabilities</u>				
Due to Other Taxing Units	\$ 10,787,246	\$ 35,407,568	\$ 35,400,147	\$ 10,794,667
Total Liabilities	\$ 10,787,246	\$ 35,407,568	\$ 35,400,147	\$ 10,794,667
<u>Judicial District Drug Fund</u>				
<u>Assets</u>				
Equity in Pooled Cash and Investments	\$ 613,838	\$ 2,073,103	\$ 1,033,729	\$ 1,653,212
Cash	6,555	9,580	6,555	9,580
Accrued Interest Receivable	1,851	1,455	1,851	1,455
Total Assets	\$ 622,244	\$ 2,084,138	\$ 1,042,135	\$ 1,664,247

(Continued)

Exhibit J-2

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

	Beginning Balance	Additions	Deductions	Ending Balance
<u>Judicial District Drug Fund (Cont.)</u>				
<u>Liabilities</u>				
Due to Joint Venture	\$ 622,244	\$ 2,084,138	\$ 1,042,135	\$ 1,664,247
Total Liabilities	\$ 622,244	\$ 2,084,138	\$ 1,042,135	\$ 1,664,247
<u>Constitutional Officers - Agency Fund</u>				
<u>Assets</u>				
Cash	\$ 6,711,252	\$ 55,611,363	\$ 55,138,431	\$ 7,184,184
Investments	17,346	1,129	0	18,475
Accounts Receivable	2,892	4,555	2,892	4,555
Total Assets	\$ 6,731,490	\$ 55,617,047	\$ 55,141,323	\$ 7,207,214
<u>Liabilities</u>				
Due to Litigants, Heirs, and Others	\$ 6,731,490	\$ 55,617,047	\$ 55,141,323	\$ 7,207,214
Total Liabilities	\$ 6,731,490	\$ 55,617,047	\$ 55,141,323	\$ 7,207,214
<u>Other Agency Fund</u>				
<u>Assets</u>				
Equity in Pooled Cash and Investments	\$ 3,746	\$ 22,267	\$ 21,780	\$ 4,233
Total Assets	\$ 3,746	\$ 22,267	\$ 21,780	\$ 4,233
<u>Liabilities</u>				
Due to Litigants, Heirs, and Others	\$ 3,746	\$ 22,267	\$ 21,780	\$ 4,233
Total Liabilities	\$ 3,746	\$ 22,267	\$ 21,780	\$ 4,233
<u>Totals - All Agency Funds</u>				
<u>Assets</u>				
Equity in Pooled Cash and Investments	\$ 1,075,610	\$ 56,691,709	\$ 55,583,576	\$ 2,183,743
Cash	6,717,807	55,620,943	55,144,986	7,193,764
Investments	17,346	1,129	0	18,475
Due From Other Governments	5,287,083	5,974,872	5,287,083	5,974,872
Accounts Receivable	7,361	9,433	7,361	9,433
Accrued Interest Receivable	1,851	1,455	1,851	1,455
Taxes Receivable	9,734,740	9,627,876	9,734,740	9,627,876
Allowance for Uncollectible Taxes	(88,294)	(103,142)	(88,294)	(103,142)
Total Assets	\$ 22,753,504	\$ 127,824,275	\$ 125,671,303	\$ 24,906,476
<u>Liabilities</u>				
Due to Other Taxing Units	\$ 15,396,024	\$ 70,100,823	\$ 69,466,065	\$ 16,030,782
Due to Joint Venture	622,244	2,084,138	1,042,135	1,664,247
Due to Litigants, Heirs, and Others	6,735,236	55,639,314	55,163,103	7,211,447
Total Liabilities	\$ 22,753,504	\$ 127,824,275	\$ 125,671,303	\$ 24,906,476

Williamson County School Department

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

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

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

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

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

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

Exhibit K-1

Williamson County, Tennessee
Statement of Activities
Discretely Presented Williamson County School Department
For the Year Ended June 30, 2005

Functions/Programs	Expenses	Program Revenues			Net (Expenses)
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Revenues and Changes in Net Assets Total Governmental Activities
Component Unit:					
Governmental Activities:					
Instruction	\$ 100,163,026	\$ 578,200	\$ 7,987,828	\$ 0	\$ (91,596,998)
Support Services	64,159,262	112,765	321,957	39,321,118	(24,403,422)
Operation of Noninstructional Services	8,647,000	7,163,165	1,350,485	0	(133,350)
Total Governmental Activities	\$ 172,969,288	\$ 7,854,130	\$ 9,660,270	\$ 39,321,118	\$ (116,133,770)
General Revenues:					
Taxes:					
Property taxes levied for general purposes					\$ 60,500,441
Local option sales tax					26,990,235
Other local taxes					18,262
Grants & contributions not restricted for specific programs					63,562,269
Unrestricted investment income					734,411
Miscellaneous					243,083
Total General Revenues					\$ 152,048,701
Change in net assets					\$ 35,914,931
Prior period adjustment					949,878
Net assets, July 1, 2004					247,443,001
Net assets, June 30, 2005					\$ 284,307,810

Exhibit K-2

Williamson County, Tennessee
Balance Sheet - Governmental Funds
Discretely Presented Williamson County School Department
June 30, 2005

	Major Funds		Nonmajor	Total
	General Purpose School	Education Capital Projects	Funds Other Govern- mental Funds	
ASSETS				
Cash	\$ 0	\$ 0	\$ 47,593	\$ 47,593
Equity in Pooled Cash and Investments	21,874,750	23,850,183	984,347	46,709,280
Accounts Receivable	170,649	0	20,022	190,671
Due from Other Governments	5,030,472	0	874,358	5,904,830
Due from Other Funds	332,923	0	0	332,923
Property Taxes Receivable	62,887,980	0	0	62,887,980
Allowance for Uncollectible Property Taxes	(656,890)	0	0	(656,890)
Prepaid Items	1,863	0	0	1,863
Accrued Interest Receivable	21,140	0	0	21,140
Total Assets	\$ 89,662,887	\$ 23,850,183	\$ 1,926,320	\$ 115,439,390
LIABILITIES AND FUND BALANCES				
<u>Liabilities</u>				
Accounts Payable	\$ 341,083	\$ 153,575	\$ 138,128	\$ 632,786
Accrued Payroll	2,860,131	0	133,372	2,993,503
Payroll Deductions Payable	258,631	0	8,032	266,663
Contracts Payable	0	4,025,294	0	4,025,294
Retainage Payable	0	332,227	0	332,227
Claims and Judgements Payable	279,800	0	0	279,800
Due to Other Funds	0	0	332,923	332,923
Due to Primary Government	1,324,928	0	76,863	1,401,791
Deferred Revenue - Current Property Taxes	61,281,567	0	0	61,281,567
Deferred Revenue - Delinquent Property Taxes	786,424	0	0	786,424
Other Deferred Revenues	2,690,080	0	20,022	2,710,102
Other Long-Term Liabilities	121,211	0	0	121,211
Total Liabilities	\$ 69,943,855	\$ 4,511,096	\$ 709,340	\$ 75,164,291
<u>Fund Balances</u>				
Reserved for Encumbrances	\$ 902,069	\$ 14,590,858	\$ 107,156	\$ 15,600,083
Reserved for Career Ladder - Extended Contract	348,437	0	0	348,437
Reserved for Title I Grants to Local Education Agencies	0	0	10,563	10,563
Reserved for Innovative Education Program Strategies	0	0	1,779	1,779
Reserved for Special Education - Grants to States	0	0	92,103	92,103
Other Federal Reserves	0	0	49,447	49,447
Unreserved, Reported In:				
General Fund	18,468,526	0	0	18,468,526
Special Revenue Funds	0	0	955,932	955,932
Capital Projects Funds	0	4,748,229	0	4,748,229
Total Fund Balances	\$ 19,719,032	\$ 19,339,087	\$ 1,216,980	\$ 40,275,099
Total Liabilities and Fund Balances	\$ 89,662,887	\$ 23,850,183	\$ 1,926,320	\$ 115,439,390

Exhibit K-3

Williamson County, Tennessee
Reconciliation of the Balance Sheet of Governmental Funds to the
Statement of Net Assets
Discretely Presented Williamson County School Department
June 30, 2005

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

Total fund balances - balance sheet - governmental funds (Exhibit K-2)	\$ 40,275,099
(1) Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds.	241,224,882
(2) Long-term liabilities are not due in the current period and therefore are not reported in the funds.	(688,697)
(3) Other long-term assets are not available to pay for current-period expenditures and therefore are deferred in the funds.	<u>3,496,526</u>
Net assets of governmental activities (Exhibit A)	<u><u>\$ 284,307,810</u></u>

Exhibit K-4

Williamson County, Tennessee
Statement of Revenues, Expenditures,
and Changes in Fund Balances -
Governmental Funds
Discretely Presented Williamson County School Department
For the Year Ended June 30, 2005

	Major Funds		Nonmajor Funds	Total Governmental Funds
	General Purpose School	Education Capital Projects	Other Govern- mental Funds	
<u>Revenues</u>				
Local Taxes	\$ 87,278,641	\$ 0	\$ 0	\$ 87,278,641
Licenses and Permits	8,148	0	0	8,148
Charges for Current Services	725,622	0	6,776,486	7,502,108
Other Local Revenues	1,590,690	0	24,056	1,614,746
State of Tennessee	65,396,343	0	70,498	65,466,841
Federal Government	907,788	0	6,199,848	7,107,636
Other Governments and Citizens Groups	0	39,251,111	0	39,251,111
Total Revenues	<u>\$ 155,907,232</u>	<u>\$ 39,251,111</u>	<u>\$ 13,070,888</u>	<u>\$ 208,229,231</u>
<u>Expenditures</u>				
Current:				
Instruction	\$ 96,553,132	\$ 0	\$ 3,677,852	\$ 100,230,984
Support Services	48,280,137	0	1,506,618	49,786,755
Operation of Non-Instructional Services	192,934	0	7,442,061	7,634,995
Capital Projects	0	42,240,677	0	42,240,677
Total Expenditures	<u>\$ 145,026,203</u>	<u>\$ 42,240,677</u>	<u>\$ 12,626,531</u>	<u>\$ 199,893,411</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ 10,881,029</u>	<u>\$ (2,989,566)</u>	<u>\$ 444,357</u>	<u>\$ 8,335,820</u>
<u>Other Financing Sources (Uses)</u>				
Transfers In	\$ 73,688	\$ 899,005	\$ 0	\$ 972,693
Transfers Out	(899,005)	0	(73,688)	(972,693)
Total Other Financing Sources (Uses)	<u>\$ (825,317)</u>	<u>\$ 899,005</u>	<u>\$ (73,688)</u>	<u>\$ 0</u>
Net Change in Fund Balances	\$ 10,055,712	\$ (2,090,561)	\$ 370,669	\$ 8,335,820
Fund Balance, July 1, 2004	9,663,320	21,429,648	846,311	31,939,279
Fund Balance, June 30, 2005	<u>\$ 19,719,032</u>	<u>\$ 19,339,087</u>	<u>\$ 1,216,980</u>	<u>\$ 40,275,099</u>

Exhibit K-5

Williamson County, Tennessee
Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances
of Governmental Funds to the Statement of Activities
Discretely Presented Williamson County School Department
For the Year Ended June 30, 2005

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

Net change in fund balances - total governmental funds (Exhibit K-4)	\$ 8,335,820
(1) Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which capital outlays exceeded depreciation in the current period.	27,382,748
(2) The net effect of various miscellaneous transactions involving capital assets (sales, trade-ins, and donations) is to increase net assets.	11,829
(3) Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.	192,941
(4) Some expenses reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds.	<u>(8,407)</u>
Change in net assets of governmental activities (Exhibit B)	<u><u>\$ 35,914,931</u></u>

Exhibit K-6

Williamson County, Tennessee
Combining Balance Sheet - Nonmajor Governmental Funds
Discretely Presented Williamson County School Department
June 30, 2005

	<u>Special Revenue Funds</u>			Total Nonmajor Governmental Funds
	School Federal Projects	Central Cafeteria	Extended School Program	
<u>ASSETS</u>				
Cash	\$ 0	\$ 3,195	\$ 44,398	\$ 47,593
Equity in Pooled Cash and Investments	1,628	863,172	119,547	984,347
Accounts Receivable	0	0	20,022	20,022
Due from Other Governments	788,545	85,813	0	874,358
Total Assets	\$ 790,173	\$ 952,180	\$ 183,967	\$ 1,926,320
<u>LIABILITIES AND FUND BALANCES</u>				
<u>Liabilities</u>				
Accounts Payable	\$ 137,905	\$ 223	\$ 0	\$ 138,128
Accrued Payroll	71,893	61,479	0	133,372
Payroll Deductions Payable	0	2,879	5,153	8,032
Due to Other Funds	332,923	0	0	332,923
Due to Primary Government	0	74,037	2,826	76,863
Other Deferred Revenues	0	0	20,022	20,022
Total Liabilities	\$ 542,721	\$ 138,618	\$ 28,001	\$ 709,340
<u>Fund Balances</u>				
Reserved for Encumbrances	\$ 93,560	\$ 7,040	\$ 6,556	\$ 107,156
Reserved for Title I Grants to Local Education Agencies	10,563	0	0	10,563
Reserved for Innovative Education Program Strategies	1,779	0	0	1,779
Reserved for Special Education - Grants to States	92,103	0	0	92,103
Other Federal Reserves	49,447	0	0	49,447
Unreserved	0	806,522	149,410	955,932
Total Fund Balances	\$ 247,452	\$ 813,562	\$ 155,966	\$ 1,216,980
Total Liabilities and Fund Balances	\$ 790,173	\$ 952,180	\$ 183,967	\$ 1,926,320

Exhibit K-7

Williamson County, Tennessee
Combining Statement of Revenues, Expenditures,
and Changes in Fund Balances -
Nonmajor Governmental Funds
Discretely Presented Williamson County School Department
For the Year Ended June 30, 2005

	<u>Special Revenue Funds</u>			Total Nonmajor Governmental Funds
	School Federal Projects	Central Cafeteria	Extended School Program	
<u>Revenues</u>				
Charges for Current Services	\$ 0	\$ 6,145,248	\$ 631,238	\$ 6,776,486
Other Local Revenues	0	21,950	2,106	24,056
State of Tennessee	0	70,498	0	70,498
Federal Government	5,378,201	821,647	0	6,199,848
Total Revenues	<u>\$ 5,378,201</u>	<u>\$ 7,059,343</u>	<u>\$ 633,344</u>	<u>\$ 13,070,888</u>
<u>Expenditures</u>				
Current:				
Instruction	\$ 3,677,852	\$ 0	\$ 0	\$ 3,677,852
Support Services	1,506,618	0	0	1,506,618
Operation of Non-Instructional Services	0	6,865,190	576,871	7,442,061
Total Expenditures	<u>\$ 5,184,470</u>	<u>\$ 6,865,190</u>	<u>\$ 576,871</u>	<u>\$ 12,626,531</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ 193,731</u>	<u>\$ 194,153</u>	<u>\$ 56,473</u>	<u>\$ 444,357</u>
<u>Other Financing Sources (Uses)</u>				
Transfers Out	\$ (65,380)	\$ 0	\$ (8,308)	\$ (73,688)
Total Other Financing Sources (Uses)	<u>\$ (65,380)</u>	<u>\$ 0</u>	<u>\$ (8,308)</u>	<u>\$ (73,688)</u>
Net Change in Fund Balances	\$ 128,351	\$ 194,153	\$ 48,165	\$ 370,669
Fund Balance, July 1, 2004	119,101	619,409	107,801	846,311
Fund Balance, June 30, 2005	<u>\$ 247,452</u>	<u>\$ 813,562</u>	<u>\$ 155,966</u>	<u>\$ 1,216,980</u>

Exhibit K-8

Williamson County, Tennessee
Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Actual (Budgetary Basis) and Budget
Discretely Presented Williamson County School Department
General Purpose School Fund
For the Year Ended June 30, 2005

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2004	Add: Encumbrances 6/30/2005	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
<u>Revenues</u>							
Local Taxes	\$ 87,278,641	\$ 0	\$ 0	\$ 87,278,641	\$ 82,900,388	\$ 82,996,388	\$ 4,282,253
Licenses and Permits	8,148	0	0	8,148	7,000	7,000	1,148
Charges for Current Services	725,622	0	0	725,622	901,525	910,025	(184,403)
Other Local Revenues	1,590,690	0	0	1,590,690	1,600,125	1,608,297	(17,607)
State of Tennessee	65,396,343	0	0	65,396,343	60,223,000	61,957,446	3,438,897
Federal Government	907,788	0	0	907,788	825,000	889,410	18,378
Total Revenues	\$ 155,907,232	\$ 0	\$ 0	\$ 155,907,232	\$ 146,457,038	\$ 148,368,566	\$ 7,538,666
<u>Expenditures</u>							
<u>Instruction</u>							
Regular Instruction Program	\$ 76,224,998	\$ (704,628)	\$ 275,388	\$ 75,795,758	\$ 76,794,590	\$ 78,769,857	\$ 2,974,099
Alternative Instruction Program	333,990	0	2,275	336,265	353,731	353,731	17,466
Special Education Program	14,772,883	(28,759)	37,921	14,782,045	15,172,587	15,175,587	393,542
Vocational Education Program	2,930,588	(2,022)	9,020	2,937,586	2,994,738	3,024,738	87,152
Student Body Education Program	1,976,551	(10,613)	74,459	2,040,397	2,029,210	2,046,409	6,012
Adult Education Program	314,122	(1,735)	455	312,842	403,462	409,732	96,890
<u>Support Services</u>							
Attendance	99,297	0	449	99,746	107,932	107,932	8,186
Health Services	1,555,017	(419)	925	1,555,523	1,622,597	1,656,238	100,715
Other Student Support	4,240,784	(5,691)	20,888	4,255,981	4,400,651	4,417,851	161,870
Regular Instruction Program	4,330,244	(31,726)	15,120	4,313,638	4,571,140	4,581,288	267,650
Special Education Program	1,624,069	(10,946)	6,175	1,619,298	1,670,754	1,674,754	55,456
Vocational Education Program	187,673	(7,256)	1,715	182,132	182,043	204,143	22,011
Adult Programs	109,765	0	0	109,765	132,957	132,957	23,192
Board of Education	3,031,117	(35,000)	37,650	3,033,767	2,959,412	3,057,562	23,795
Director of Schools	1,025,819	(2,798)	7,750	1,030,771	1,039,045	1,049,045	18,274

(Continued)

Exhibit K-8

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

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2004	Add: Encumbrances 6/30/2005	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
<u>Expenditures (Cont.)</u>							
<u>Support Services (Cont.)</u>							
Office of the Principal	\$ 8,558,368	\$ 0	\$ 0	\$ 8,558,368	\$ 8,772,387	\$ 8,870,956	\$ 312,588
Fiscal Services	764,565	(2,789)	5,470	767,246	788,463	788,463	21,217
Operation of Plant	9,381,857	(100,672)	64,365	9,345,550	10,030,719	10,030,719	685,169
Maintenance of Plant	3,684,363	(167,723)	269,889	3,786,529	3,985,953	3,985,953	199,424
Transportation	7,444,196	(64,202)	12,919	7,392,913	7,863,849	8,109,049	716,136
Central and Other	2,243,003	(25,665)	59,236	2,276,574	2,365,713	2,365,713	89,139
<u>Operation of Non-Instructional Services</u>							
Community Services	192,934	0	0	192,934	253,439	253,439	60,505
Total Expenditures	\$ 145,026,203	\$ (1,202,644)	\$ 902,069	\$ 144,725,628	\$ 148,495,372	\$ 151,066,116	\$ 6,340,488
<u>Excess (Deficiency) of Revenues</u>							
Over Expenditures	\$ 10,881,029	\$ 1,202,644	\$ (902,069)	\$ 11,181,604	\$ (2,038,334)	\$ (2,697,550)	\$ 13,879,154
<u>Other Financing Sources (Uses)</u>							
Transfers In	\$ 73,688	\$ 0	\$ 0	\$ 73,688	\$ 95,000	\$ 95,000	\$ (21,312)
Transfers Out	(899,005)	0	0	(899,005)	0	(903,915)	4,910
Total Other Financing Sources (Uses)	\$ (825,317)	\$ 0	\$ 0	\$ (825,317)	\$ 95,000	\$ (808,915)	\$ (16,402)
Net Change in Fund Balance	\$ 10,055,712	\$ 1,202,644	\$ (902,069)	\$ 10,356,287	\$ (1,943,334)	\$ (3,506,465)	\$ 13,862,752
Fund Balance, July 1, 2004	9,663,320	(1,202,644)	0	8,460,676	8,640,455	8,640,455	(179,779)
Fund Balance, June 30, 2005	\$ 19,719,032	\$ 0	\$ (902,069)	\$ 18,816,963	\$ 6,697,121	\$ 5,133,990	\$ 13,682,973

Exhibit K-9

Williamson County, Tennessee
Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Actual (Budgetary Basis) and Budget
Discretely Presented Williamson County School Department
School Federal Projects Fund
For the Year Ended June 30, 2005

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2004	Add: Encumbrances 6/30/2005	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
<u>Revenues</u>							
Federal Government	\$ 5,378,201	\$ 0	\$ 0	\$ 5,378,201	\$ 1,786,868	\$ 5,472,751	\$ (94,550)
Total Revenues	\$ 5,378,201	\$ 0	\$ 0	\$ 5,378,201	\$ 1,786,868	\$ 5,472,751	\$ (94,550)
<u>Expenditures</u>							
<u>Instruction</u>							
Regular Instruction Program	\$ 810,963	\$ 0	\$ 13,478	\$ 824,441	\$ 155,951	\$ 861,098	\$ 36,657
Special Education Program	2,605,410	(206)	9,477	2,614,681	1,089,867	2,682,709	68,028
Vocational Education Program	261,479	(25,135)	290	236,634	0	236,642	8
<u>Support Services</u>							
Health Services	514,305	0	0	514,305	168,615	528,067	13,762
Other Student Support	58,693	0	703	59,396	26,296	60,384	988
Regular Instruction Program	313,391	(4,800)	60,590	369,181	197,919	380,626	11,445
Special Education Program	504,724	(2,080)	1,458	504,102	169,120	539,415	35,313
Vocational Education Program	30,161	(5,787)	7,564	31,938	0	31,938	0
Central and Other	85,344	0	0	85,344	15,896	86,445	1,101
Total Expenditures	\$ 5,184,470	\$ (38,008)	\$ 93,560	\$ 5,240,022	\$ 1,823,664	\$ 5,407,324	\$ 167,302
Excess (Deficiency) of Revenues							
Over Expenditures	\$ 193,731	\$ 38,008	\$ (93,560)	\$ 138,179	\$ (36,796)	\$ 65,427	\$ 72,752
<u>Other Financing Sources (Uses)</u>							
Transfers Out	\$ (65,380)	\$ 0	\$ 0	\$ (65,380)	\$ (44,369)	\$ (65,427)	\$ 47
Total Other Financing Sources (Uses)	\$ (65,380)	\$ 0	\$ 0	\$ (65,380)	\$ (44,369)	\$ (65,427)	\$ 47

(Continued)

Exhibit K-9

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

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2004	Add: Encumbrances 6/30/2005	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
Net Change in Fund Balance	\$ 128,351	\$ 38,008	\$ (93,560)	\$ 72,799	\$ (81,165)	\$ 0	\$ 72,799
Fund Balance, July 1, 2004	119,101	(38,008)	0	81,093	81,165	0	81,093
Fund Balance, June 30, 2005	\$ 247,452	\$ 0	\$ (93,560)	\$ 153,892	\$ 0	\$ 0	\$ 153,892

Exhibit K-10

Williamson County, Tennessee
Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Actual (Budgetary Basis) and Budget
Discretely Presented Williamson County School Department
Central Cafeteria Fund
For the Year Ended June 30, 2005

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2004	Add: Encumbrances 6/30/2005	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
<u>Revenues</u>							
Charges for Current Services	\$ 6,145,248	\$ 0	\$ 0	\$ 6,145,248	\$ 5,930,000	\$ 5,930,000	\$ 215,248
Other Local Revenues	21,950	0	0	21,950	6,000	6,000	15,950
State of Tennessee	70,498	0	0	70,498	70,000	70,000	498
Federal Government	821,647	0	0	821,647	665,000	665,000	156,647
Total Revenues	\$ 7,059,343	\$ 0	\$ 0	\$ 7,059,343	\$ 6,671,000	\$ 6,671,000	\$ 388,343
<u>Expenditures</u>							
<u>Operation of Non-Instructional Services</u>							
Food Service	\$ 6,865,190	\$ (5,000)	\$ 7,040	\$ 6,867,230	\$ 7,172,646	\$ 7,176,646	\$ 309,416
Total Expenditures	\$ 6,865,190	\$ (5,000)	\$ 7,040	\$ 6,867,230	\$ 7,172,646	\$ 7,176,646	\$ 309,416
Excess (Deficiency) of Revenues Over Expenditures	\$ 194,153	\$ 5,000	\$ (7,040)	\$ 192,113	\$ (501,646)	\$ (505,646)	\$ 697,759
Net Change in Fund Balance	\$ 194,153	\$ 5,000	\$ (7,040)	\$ 192,113	\$ (501,646)	\$ (505,646)	\$ 697,759
Fund Balance, July 1, 2004	619,409	(5,000)	0	614,409	731,728	731,728	(117,319)
Fund Balance, June 30, 2005	\$ 813,562	\$ 0	\$ (7,040)	\$ 806,522	\$ 230,082	\$ 226,082	\$ 580,440

Exhibit K-11

Williamson County, Tennessee
 Schedule of Revenues, Expenditures, and Changes
 in Fund Balance - Actual (Budgetary Basis) and Budget
 Discretely Presented Williamson County School Department
 Extended School Program Fund
 For the Year Ended June 30, 2005

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2004	Add: Encumbrances 6/30/2005	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
<u>Revenues</u>							
Charges for Current Services	\$ 631,238	\$ 0	\$ 0	\$ 631,238	\$ 585,000	\$ 635,000	\$ (3,762)
Other Local Revenues	2,106	0	0	2,106	0	0	2,106
Total Revenues	\$ 633,344	\$ 0	\$ 0	\$ 633,344	\$ 585,000	\$ 635,000	\$ (1,656)
<u>Expenditures</u>							
<u>Operation of Non-Instructional Services</u>							
Community Services	\$ 576,871	\$ (1,238)	\$ 6,556	\$ 582,189	\$ 568,065	\$ 626,657	\$ 44,468
Total Expenditures	\$ 576,871	\$ (1,238)	\$ 6,556	\$ 582,189	\$ 568,065	\$ 626,657	\$ 44,468
Excess (Deficiency) of Revenues Over Expenditures	\$ 56,473	\$ 1,238	\$ (6,556)	\$ 51,155	\$ 16,935	\$ 8,343	\$ 42,812
<u>Other Financing Sources (Uses)</u>							
Transfers Out	\$ (8,308)	\$ 0	\$ 0	\$ (8,308)	\$ 0	\$ (9,085)	\$ 777
Total Other Financing Sources (Uses)	\$ (8,308)	\$ 0	\$ 0	\$ (8,308)	\$ 0	\$ (9,085)	\$ 777
Net Change in Fund Balance	\$ 48,165	\$ 1,238	\$ (6,556)	\$ 42,847	\$ 16,935	\$ (742)	\$ 43,589
Fund Balance, July 1, 2004	107,801	(1,238)	0	106,563	83,997	83,997	22,566
Fund Balance, June 30, 2005	\$ 155,966	\$ 0	\$ (6,556)	\$ 149,410	\$ 100,932	\$ 83,255	\$ 66,155

MISCELLANEOUS SCHEDULES

Exhibit L-1

Williamson County, Tennessee
Schedule of Changes in Long-Term Notes, Other Loans, and Bonds
For the Year Ended June 30, 2005

Description of Indebtedness	Original Amount of Issue	Interest Rate	Date Of Issue	Last Maturity Date	Outstanding 7-1-04	Issued During Period	Paid and/or Matured During Period	Debt Refunded	Outstanding 6-30-05
NOTES PAYABLE									
<u>Payable through General Debt Service Fund</u>									
School Energy Management System	\$ 1,635,000	2 to 3.5 %	3-15-03	5-1-10	\$ 1,420,000	\$ 0	\$ 225,000	\$ 0	\$ 1,195,000
<u>Payable through Rural Debt Service Fund</u>									
Rural School Energy Management System	2,760,000	2 to 3.5	3-15-03	5-1-10	2,400,000	0	375,000	0	2,025,000
Total Notes Payable					\$ 3,820,000	\$ 0	\$ 600,000	\$ 0	\$ 3,220,000
OTHER LOANS PAYABLE									
<u>Payable through General Debt Service Fund</u>									
Various Projects	8,490,000	Variable	8-24-1998	8-24-18	\$ 6,983,000	\$ 0	\$ 350,000	\$ 0	\$ 6,633,000
Recreational Facilities	(1)	Variable	4-21-03	5-25-23	2,305,349	151,267	152,000	0	2,304,616
Various Projects	(2)	Variable	5-31-05	5-25-20	0	614,105	0	0	614,105
Total Other Loans Payable					\$ 9,288,349	\$ 765,372	\$ 502,000	\$ 0	\$ 9,551,721
BONDS PAYABLE									
<u>Payable through General Debt Service Fund</u>									
School Refunding	17,435,000	2.85 to 6	11-1-1992	3-1-08	\$ 5,530,000	\$ 0	\$ 1,260,000	\$ 0	\$ 4,270,000
Public Works Refunding	11,515,000	2.85 to 6	11-1-1992	3-1-08	3,060,000	0	940,000	0	2,120,000
School Improvements	1,440,000	5.37	10-1-1996	4-1-06	125,000	0	60,000	0	65,000
Public Improvements	21,225,000	5.37	10-1-1996	4-1-06	1,825,000	0	890,000	0	935,000
General Obligation	8,830,000	4.625 to 5	4-1-1998	5-1-08	1,625,000	0	380,000	0	1,245,000
General Obligation Refunding	34,110,000	4.5 to 5.5	8-1-1998	9-1-14	24,315,000	0	1,670,000	0	22,645,000
General Obligation	17,885,000	4.25 to 5.875	11-1-1999	3-1-10	5,265,000	0	775,000	0	4,490,000
General Obligation	11,480,000	4.4 to 5.4	11-1-00	3-1-10	2,270,000	0	155,000	0	2,115,000
School Construction	25,900,000	4.4 to 5.4	11-1-00	3-1-10	5,125,000	0	345,000	0	4,780,000
School Refunding	3,210,000	4 to 5	3-1-01	3-1-19	3,190,000	0	10,000	0	3,180,000
General Obligation Refunding	25,020,000	4 to 5	3-1-01	3-1-19	24,885,000	0	70,000	0	24,815,000
General Obligation	21,490,000	3 to 4.75	11-1-01	4-1-12	21,190,000	0	295,000	16,270,000	4,625,000
School Improvements	31,880,000	3 to 4.75	11-1-01	4-1-12	31,445,000	0	435,000	24,140,000	6,870,000
General Obligation Refunding	9,220,000	3 to 5	7-1-02	3-1-20	9,030,000	0	0	0	9,030,000
General Obligation Refunding - Schools	20,805,000	3 to 5	7-1-02	3-1-20	20,375,000	0	0	0	20,375,000
General Obligation	25,595,000	3 to 5	12-1-02	4-1-22	25,360,000	0	495,000	0	24,865,000
General Obligation Refunding	3,125,000	2 to 4	2-1-03	4-1-09	2,575,000	0	500,000	0	2,075,000
General Obligation	4,450,000	2.25 to 4.4	12-1-03	4-1-23	4,450,000	0	175,000	0	4,275,000
General Obligation Refunding	6,360,000	2 to 4	2-1-04	4-1-18	6,250,000	0	50,000	0	6,200,000
General Obligation and School Improvements	11,830,000	4 to 4.75	6-1-04	5-1-24	11,830,000	0	1,020,000	0	10,810,000
General Obligation Refunding	15,910,000	2 to 5	11-15-04	4-1-21	0	15,910,000	0	0	15,910,000
General Obligation Refunding - Schools	23,605,000	2 to 5	11-15-04	4-1-21	0	23,605,000	0	0	23,605,000
General Obligation and School Improvements	20,900,000	3 to 4.375	12-1-04	5-1-25	0	20,900,000	0	0	20,900,000
Total Payable through General Debt Service Fund					\$ 209,720,000	\$ 60,415,000	\$ 9,525,000	\$ 40,410,000	\$ 220,200,000

(Continued)

Exhibit L-1

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

Description of Indebtedness	Original Amount of Issue	Interest Rate	Date Of Issue	Last Maturity Date	Outstanding 7-1-04	Issued During Period	Paid and/or Matured During Period	Debt Refunded	Outstanding 6-30-05
<u>BONDS PAYABLE (CONT.)</u>									
<u>Payable through Rural Debt Service Fund</u>									
Rural School Refunding	\$ 7,255,000	2.85 to 6 %	11-1-1992	3-1-08	\$ 1,425,000	\$ 0	\$ 345,000	\$ 0	\$ 1,080,000
Rural School	530,000	5 to 6.25	10-1-1996	10-1-06	45,000	0	20,000	0	25,000
Rural School	18,030,000	4.625 to 5	4-1-1998	5-1-08	3,285,000	0	765,000	0	2,520,000
Rural School Refunding	22,015,000	4.5 to 5.5	8-1-1998	9-1-15	15,410,000	0	1,205,000	0	14,205,000
Rural School	21,760,000	4.25 to 5.875	11-1-1999	3-1-10	6,405,000	0	940,000	0	5,465,000
Rural School	15,000,000	4.4 to 5.4	11-1-00	3-1-20	3,390,000	0	250,000	0	3,140,000
Rural School Refunding	15,660,000	4 to 5	3-1-01	3-1-19	15,660,000	0	0	0	15,660,000
Rural School	3,720,000	4 to 4.75	11-1-01	4-1-21	3,495,000	0	150,000	0	3,345,000
Rural School Refunding	11,745,000	3 to 5	7-1-02	3-1-20	11,475,000	0	25,000	0	11,450,000
Rural School	9,525,000	3 to 5	12-1-02	4-1-22	9,425,000	0	200,000	0	9,225,000
Rural School Refunding	10,205,000	2 to 4	2-1-03	4-1-09	8,200,000	0	1,930,000	0	6,270,000
Rural School	1,365,000	2 to 4.4	12-1-03	4-1-23	1,365,000	0	0	0	1,365,000
Rural School Refunding	11,750,000	2 to 5	2-1-04	4-1-18	11,525,000	0	0	0	11,525,000
Rural School	9,970,000	3.5 to 4.875	6-1-04	5-1-24	9,970,000	0	565,000	0	9,405,000
Rural School	20,840,000	3 to 4.375	12-1-04	5-1-25	0	20,840,000	0	0	20,840,000
Total Payable through Rural Debt Service Fund					<u>\$ 101,075,000</u>	<u>\$ 20,840,000</u>	<u>\$ 6,395,000</u>	<u>\$ 0</u>	<u>\$ 115,520,000</u>
Total Bonds Payable					<u>\$ 310,795,000</u>	<u>\$ 81,255,000</u>	<u>\$ 15,920,000</u>	<u>\$ 40,410,000</u>	<u>\$ 335,720,000</u>

(1) Total amount available for draws from the Montgomery County Public Building Authority is \$1,491,384 of an authorized \$4,095,000.

(2) Total amount available for draws from the Montgomery County Public Building Authority is \$1,400,895 of an authorized \$2,015,000.

Exhibit L-2

Williamson County, Tennessee
Schedule of Bond and Interest Requirements by Year

Year Ending June 30	<u>General Debt Service Fund</u>		<u>Rural Debt Service Fund</u>		Total Requirements
	Bond Requirements	Interest Requirements	Bond Requirements	Interest Requirements	
2006	\$ 10,415,000	\$ 10,371,491	\$ 6,910,000	\$ 5,317,445	\$ 33,013,936
2007	12,090,000	9,902,492	6,790,000	5,013,867	33,796,359
2008	12,175,000	9,347,384	7,540,000	4,710,119	33,772,503
2009	12,105,000	8,793,031	7,820,000	4,367,995	33,086,026
2010	12,790,000	8,259,390	6,675,000	4,023,887	31,748,277
2011	13,340,000	7,682,515	6,985,000	3,712,806	31,720,321
2012	13,975,000	7,083,739	7,360,000	3,404,887	31,823,626
2013	14,730,000	6,419,409	7,670,000	3,067,632	31,887,041
2014	15,445,000	5,700,144	7,045,000	2,737,813	30,927,957
2015	16,125,000	4,939,010	7,325,000	2,404,024	30,793,034
2016	13,855,000	4,224,797	6,665,000	2,085,161	26,829,958
2017	14,520,000	3,545,412	6,965,000	1,762,316	26,792,728
2018	13,390,000	2,832,681	7,285,000	1,423,204	24,930,885
2019	13,345,000	2,187,196	6,080,000	1,078,530	22,690,726
2020	12,240,000	1,525,609	4,300,000	782,146	18,847,755
2021	9,005,000	925,622	3,075,000	573,505	13,579,127
2022	4,415,000	499,183	2,900,000	424,928	8,239,111
2023	2,465,000	287,513	2,235,000	284,129	5,271,642
2024	2,275,000	168,065	2,270,000	174,006	4,887,071
2025	1,500,000	65,625	1,625,000	71,092	3,261,717
Total	\$ 220,200,000	\$ 94,760,308	\$ 115,520,000	\$ 47,419,492	\$ 477,899,800

Exhibit L-3

Williamson County, Tennessee
Schedule of Investments - All Funds
June 30, 2005

<u>Fund and Type</u>	<u>Date of Purchase</u>	<u>Date of Maturity</u>	<u>Interest Rates</u>	<u>Amount</u>
<u>Constitutional Officers - Agency Fund</u>				
<u>Clerk and Master</u>				
U.S. Savings Bonds	various	various	varies	\$ 5,088
Putnam Fund for Growth & Income	April 2001	"	"	<u>13,387</u>
Total Investments				<u>\$ 18,475</u>

Exhibit L-4

Williamson County, Tennessee
Schedule of Notes Receivable - All Funds
June 30, 2005

<u>Description</u>	<u>Debtor</u>	<u>Original Amount of Note</u>	<u>Date of Issue</u>	<u>Date of Maturity</u>	<u>Interest Rates</u>	<u>Balance</u>
<u>General Debt Service Fund</u>						
Interfund Notes Receivable:						
Equipment Purchases - Solid Waste Disposal Fund	Williamson County Trustee	\$ 170,000	10-16-02	10-16-05	1.91 %	<u>\$ 56,662</u>
Total Notes Receivable						<u>\$ 56,662</u>

Exhibit L-5

Williamson County, Tennessee
Schedule of Transfers - All Funds and Discretely Presented Williamson County School Department
For the Year Ended June 30, 2005

From Fund	To Fund	Purpose	Amount
General	Solid Waste Disposal	Provide funds for operations	\$ 500,000
General	Judicial District Drug	Provide funds for assistant DA for Task Force	58,720
General	General Capital Projects	Purchase various vehicles, equipment, and building	1,062,961
General	General Capital Projects	To provide funds for various renovations	566,000
General	General Capital Projects	Purchase sheriff vehicles	401,872
Solid Waste/Sanitation	General Capital Projects	To purchase equipment	280,000
Solid Waste/Sanitation	Solid Waste Disposal	Provide funds for operations	68,615
Highway/Public Works	General Capital Projects	Provide funds for traffic signal	35,000
General Capital Projects	General Debt Service	Allocation of school privilege tax	3,500,000
General Capital Projects	General Debt Service	To close projects	345,572
General Capital Projects	Rural Debt Service	Allocation of school privilege tax	2,500,000
General Capital Projects	Special School District	Allocation of ADA share of privilege tax	1,083,649
Judicial District Drug	General	Provided funds for salaries	52,968
School Department:			
General Purpose School	Education Capital Projects	Provide additional funds for construction of school	899,005
School Federal Projects	General Purpose School	Indirect costs	65,380
Extended School Program	General Purpose School	Indirect costs	8,308
Total Transfers			<u>\$ 11,428,050</u>

Williamson County, Tennessee
Schedule of Salaries and Official Bonds of Principal Officials
For the Year Ended June 30, 2005

Official	Authorization for Salary	Salary Paid During Period	Bond	Surety
County Mayor	Section 8-24-102, <u>TCA</u>	\$ 115,838 (3)	\$ 50,000	Cincinnati Insurance Company
Highway Superintendent	Section 8-24-102, <u>TCA</u>	95,860 (3)	100,000	"
Director of Schools	State Board of Education and Williamson County Board of Education	140,738 (4)	100,000	(2)
Trustee	Section 8-24-102, <u>TCA</u>	87,143 (3)	4,200,000	Cincinnati Insurance Company
Assessor of Property	Section 8-24-102, <u>TCA</u>	87,143 (3)	10,000	"
County Clerk	Section 8-24-102, <u>TCA</u>	87,143 (3)	50,000	"
Circuit and General Sessions Courts Clerk	Section 8-24-102, <u>TCA</u>	87,143 (3)	50,000	"
Clerk and Master	Section 8-24-102, <u>TCA</u>	87,143 (3)	50,000	"
Juvenile Court Clerk	Section 8-24-102, <u>TCA</u>	87,143 (3)	50,000	"
Register	Section 8-24-102, <u>TCA</u>	87,143 (3)	25,000	"
Sheriff	Section 8-24-102, <u>TCA</u>	96,378 (1) (3)	25,000	"
Director of Accounts and Budgets	County Commission	93,350 (3)	15,000	"
Employee Blanket Bonds - All County and School Department Employees:				
Public Employee Dishonesty			100,000	Self-Insured
Public Employee Dishonesty			100,001 to 5,000,000	Princeton Surplus Insurance Co

(1) Includes \$518 for a training supplement.

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

(3) Includes a one-time bonus approved by the County Commission as follows:

County Mayor	\$2,228
Highway Superintendent	\$1,844
Trustee	\$1,676
Assessor of Property	\$1,676
County Clerk	\$1,676
Circuit and General Sessions Courts Clerk	\$1,676
Clerk and Master	\$1,676
Juvenile Court Clerk	\$1,676
Register	\$1,676
Sheriff	\$1,844
Director of Accounts and Budgets	\$1,684

(4) Includes \$600 for a career ladder supplement.

Exhibit L-7

Williamson County, Tennessee
Schedule of Detailed Revenues -
All Governmental Fund Types
For the Year Ended June 30, 2005

	Special Revenue Funds					
	General	Solid Waste/ Sanitation	Drug Control	District Attorney General	Constitutional Officers - Fees	Highway/ Public Works
<u>Local Taxes</u>						
<u>County Property Taxes</u>						
Current Property Tax	\$ 26,455,220	\$ 1,993,862	\$ 0	\$ 0	\$ 0	548,481
Trustee's Collections - Prior Year	320,470	25,799	0	0	0	8,736
Circuit/Clerk & Master Collections - Prior Years	158,771	13,730	0	0	0	3,940
Interest and Penalty	65,901	5,794	0	0	0	1,999
Payments in Lieu of Taxes - Other	53,169	6,203	0	0	0	1,804
<u>County Local Option Taxes</u>						
Local Option Sales Tax	943,832	0	0	0	0	0
Hotel/Motel Tax	1,800,661	0	0	0	0	0
Wheel Tax	0	0	0	0	0	3,119,653
Litigation Tax - General	7,743	0	0	0	0	0
Litigation Tax - Special Purpose	99,178	0	0	0	0	0
Litigation Tax - Jail, Workhouse, or Courthouse	30,138	0	0	0	0	0
Business Tax	0	0	0	0	0	2,480,025
Mineral Severance Tax	0	0	0	0	0	267,955
Other County Local Option Taxes	0	0	0	0	0	0
<u>Statutory Local Taxes</u>						
Bank Excise Tax	1,549,558	0	0	0	0	0
Wholesale Beer Tax	303,672	0	0	0	0	0
Interstate Telecommunications Tax	4,700	0	0	0	0	0
Total Local Taxes	\$ 31,793,013	\$ 2,045,388	\$ 0	\$ 0	\$ 0	6,432,593
<u>Licenses and Permits</u>						
<u>Licenses</u>						
Animal Vaccination	\$ 180,542	\$ 0	\$ 0	\$ 0	\$ 0	0
Cable TV Franchise	559,108	0	0	0	0	0
<u>Permits</u>						
Building Permits	704,922	0	0	0	0	0
Total Licenses and Permits	\$ 1,444,572	\$ 0	\$ 0	\$ 0	\$ 0	0
<u>Fines, Forfeitures and Penalties</u>						
<u>Circuit Court</u>						
Fines	\$ 32,180	\$ 0	\$ 0	\$ 0	\$ 0	0

(Continued)

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

	Special Revenue Funds					
	General	Solid Waste/ Sanitation	Drug Control	District Attorney General	Constitutional Officers - Fees	Highway/ Public Works
<u>Fines, Forfeitures and Penalties (Cont.)</u>						
<u>Circuit Court (Cont.)</u>						
Officers Costs	\$ 38,449	\$ 0	\$ 0	\$ 0	\$ 0	0
Drug Control Fines	0	0	9,110	0	0	0
Jail Fees	6,497	0	0	0	0	0
District Attorney General Fees	0	0	0	2,041	0	0
Judicial Commissioner Fees	2,473	0	0	0	0	0
DUI Treatment Fines	6,460	0	0	0	0	0
Data Entry Fee - Circuit Court	3,092	0	0	0	0	0
<u>Criminal Court</u>						
Drug Control Fines	16,578	0	0	0	0	0
Drug Court Fees	3,493	0	0	0	0	0
District Attorney General Fees	0	0	0	75,202	0	0
Data Entry Fee - Criminal Court	12,938	0	0	0	0	0
<u>General Sessions Court</u>						
Fines	85,938	0	0	0	0	0
Officers Costs	128,955	0	0	0	0	0
Game and Fish Fines	378	0	0	0	0	0
Drug Control Fines	7,029	0	51,471	0	0	0
Drug Court Fees	15,201	0	0	0	0	0
Jail Fees	22,691	0	0	0	0	0
District Attorney General Fees	0	0	0	3,440	0	0
Judicial Commissioner Fees	13,732	0	0	0	0	0
DUI Treatment Fines	28,337	0	0	0	0	0
Data Entry Fee - General Sessions Court	6,200	0	0	0	0	0
<u>Juvenile Court</u>						
Fines	71,671	0	0	0	0	0
Drug Control Fines	0	0	30	0	0	0
Data Entry Fee - Juvenile Court	2,167	0	0	0	0	0
<u>Chancery Court</u>						
Officers Costs	8,738	0	0	0	0	0
Data Entry Fee - Chancery Court	5,483	0	0	0	0	0
<u>Other Courts - In-county</u>						
Drug Court Fees	1,614	0	0	0	0	0

(Continued)

Exhibit L-7

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

	Special Revenue Funds					
	General	Solid Waste/ Sanitation	Drug Control	District Attorney General	Constitutional Officers - Fees	Highway/ Public Works
<u>Fines, Forfeitures and Penalties (Cont.)</u>						
<u>Other Courts - In-county (Cont.)</u>						
District Attorney General Fees	\$ 0	\$ 0	\$ 0	\$ 5,493	\$ 0	\$ 0
DUI Treatment Fines	1,873	0	0	263	0	0
<u>Courts in Other District Counties</u>						
District Attorney General Fees	0	0	0	4,931	0	0
<u>Judicial District Drug Program</u>						
Fines	950	0	0	0	0	0
<u>Other Fines, Forfeitures, and Penalties</u>						
Proceeds from Confiscated Property	0	0	690	0	0	0
Total Fines, Forfeitures and Penalties	\$ 523,117	\$ 0	\$ 61,301	\$ 91,370	\$ 0	\$ 0
<u>Charges for Current Services</u>						
<u>General Service Charges</u>						
Other General Service Charges	\$ 39,030	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Service Charges	87,430	0	0	0	0	0
<u>Fees</u>						
Recreation Fees	2,903,713	0	0	0	0	0
Copy Fees	70,248	0	0	0	0	0
Library Fees	11,910	0	0	0	0	0
Telephone Commissions	113,625	0	0	0	0	0
Vending Machine Collections	120	0	0	0	0	0
Constitutional Officers' Fees and Commissions	0	0	0	0	476	0
Data Processing Fee - Register	118,407	0	0	0	0	0
Probation Fees	433,039	0	0	0	0	0
Data Processing Fee - Sheriff	23,259	0	0	0	0	0
Sexual Offender Registration Fee	1,140	0	0	0	0	0
<u>Education Charges</u>						
Transportation from Individuals	16,990	0	0	0	0	0
<u>Other Charges for Services</u>						
Other Charges for Services	252,385	0	0	0	0	0
Total Charges for Current Services	\$ 4,071,296	\$ 0	\$ 0	\$ 0	\$ 476	\$ 0

(Continued)

Exhibit L-7

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

	Special Revenue Funds					
	General	Solid Waste/ Sanitation	Drug Control	District Attorney General	Constitutional Officers - Fees	Highway/ Public Works
<u>Other Local Revenues</u>						
<u>Recurring Items</u>						
Investment Income	\$ 522,313	\$ 20,847	\$ 3,322	\$ 0	\$ 0	\$ 386,353
Lease/Rentals	280,371	0	0	0	0	0
Sale of Materials and Supplies	27,171	0	859	0	0	45,401
Sale of Gasoline	0	0	0	0	0	34,658
Sale of Maps	71,204	0	0	0	0	0
Sale of Recycled Materials	16,481	323	0	0	0	0
Miscellaneous Refunds	0	0	0	0	0	40,020
<u>Nonrecurring Items</u>						
Accrued Interest on Debt Issues	0	0	0	0	0	0
Insurance Recovery	0	0	0	0	0	79
Sale of Equipment	0	16,150	0	0	0	340
Sale of Property	61,000	0	0	0	0	0
Damages Recovered from Individuals	1,445	0	0	0	0	359
<u>Other Local Revenues</u>						
Other Local Revenues	48,785	0	0	309	0	6,070
Total Other Local Revenues	\$ 1,028,770	\$ 37,320	\$ 4,181	\$ 309	\$ 0	\$ 513,280
<u>Fees Received from County Officials</u>						
<u>Excess Fees</u>						
County Clerk	\$ 1,637,051	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Circuit Court Clerk	810,131	0	0	0	0	0
Clerk and Master	358,459	0	0	0	0	0
Register	2,112,230	0	0	0	0	0
Trustee	3,840,367	0	0	0	0	0
<u>Fees In Lieu of Salary</u>						
Juvenile Court Clerk	52,605	0	0	0	0	0
Sheriff	299,732	0	0	0	0	0
Trustee	610	0	0	0	0	0
Total Fees Received from County Officials	\$ 9,111,185	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0

(Continued)

Exhibit L-7

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

	Special Revenue Funds					
	General	Solid Waste/ Sanitation	Drug Control	District Attorney General	Constitutional Officers - Fees	Highway/ Public Works
<u>State of Tennessee</u>						
<u>General Government Grants</u>						
Juvenile Services Program	\$ 9,000	\$ 0	\$ 0	\$ 0	\$ 0	0
State Reappraisal Grant	36,232	0	0	0	0	0
<u>Public Safety Grants</u>						
Law Enforcement Training Programs	41,496	0	0	0	0	0
<u>Public Works Grants</u>						
State Aid Program	0	0	0	0	0	289,034
Litter Program	52,056	0	0	0	0	0
<u>Other State Revenues</u>						
Income Tax	94,880	0	0	0	0	0
Beer Tax	16,778	0	0	0	0	0
Alcoholic Beverage Tax	55,715	0	0	0	0	55,715
Mixed Drink Tax	5,056	0	0	0	0	0
Contracted Prisoner Boarding	1,134,656	0	0	0	0	0
Gasoline and Motor Fuel Tax	0	0	0	0	0	2,648,949
Petroleum Special Tax	0	0	0	0	0	101,871
T.B.I. - Equipment Reimbursement	434	0	0	0	0	0
Registrar's Salary Supplement	16,380	0	0	0	0	0
Other State Grants	745,097	0	0	0	0	0
Other State Revenues	5,200	0	0	0	0	0
Total State of Tennessee	\$ 2,212,980	\$ 0	\$ 0	\$ 0	\$ 0	\$ 3,095,569
<u>Federal Government</u>						
<u>Federal Through State</u>						
Disaster Relief	\$ 1,771	\$ 0	\$ 0	\$ 0	\$ 0	23,535
Other Federal through State	157,312	0	0	0	0	0
Total Federal Government	\$ 159,083	\$ 0	\$ 0	\$ 0	\$ 0	\$ 23,535
<u>Other Governments and Citizens Groups</u>						
<u>Other Governments</u>						
Prisoner Board	\$ 1,620	\$ 0	\$ 0	\$ 0	\$ 0	0
Paving and Maintenance	0	0	0	0	0	70,419
Contributions	21,995	0	0	0	0	0

(Continued)

Exhibit L-7

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

	Special Revenue Funds					
	General	Solid Waste/ Sanitation	Drug Control	District Attorney General	Constitutional Officers - Fees	Highway/ Public Works
<u>Other Governments and Citizens Groups (Cont.)</u>						
<u>Other Governments (Cont.)</u>						
Contracted Services	\$ 809,444	\$ 0	\$ 0	\$ 0	\$ 0	0
<u>Citizens Groups</u>						
Donations	43,256	0	3,670	0	0	0
Total Other Governments and Citizens Groups	<u>\$ 876,315</u>	<u>\$ 0</u>	<u>\$ 3,670</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>70,419</u>
Total	<u>\$ 51,220,331</u>	<u>\$ 2,082,708</u>	<u>\$ 69,152</u>	<u>\$ 91,679</u>	<u>\$ 476</u>	<u>\$ 10,135,396</u>

(Continued)

Exhibit L-7

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

	Debt Service Funds		Capital Projects Fund	Total
	General Debt Service	Rural Debt Service	General Capital Projects	
<u>Local Taxes</u>				
<u>County Property Taxes</u>				
Current Property Tax	\$ 14,996,494	\$ 7,700,455	\$ 0	\$ 51,694,512
Trustee's Collections - Prior Year	181,460	88,825	0	625,290
Circuit/Clerk & Master Collections - Prior Years	91,492	46,579	0	314,512
Interest and Penalty	40,952	20,191	0	134,837
Payments in Lieu of Taxes - Other	30,129	20,382	0	111,687
<u>County Local Option Taxes</u>				
Local Option Sales Tax	0	0	0	943,832
Hotel/Motel Tax	0	0	0	1,800,661
Wheel Tax	0	0	0	3,119,653
Litigation Tax - General	0	0	0	7,743
Litigation Tax - Special Purpose	0	0	0	99,178
Litigation Tax - Jail, Workhouse, or Courthouse	0	0	0	30,138
Business Tax	0	0	0	2,480,025
Mineral Severance Tax	0	0	0	267,955
Other County Local Option Taxes	0	0	9,580,401	9,580,401
<u>Statutory Local Taxes</u>				
Bank Excise Tax	0	0	0	1,549,558
Wholesale Beer Tax	0	0	0	303,672
Interstate Telecommunications Tax	0	0	0	4,700
Total Local Taxes	<u>\$ 15,340,527</u>	<u>\$ 7,876,432</u>	<u>\$ 9,580,401</u>	<u>\$ 73,068,354</u>
<u>Licenses and Permits</u>				
<u>Licenses</u>				
Animal Vaccination	\$ 0	\$ 0	\$ 0	\$ 180,542
Cable TV Franchise	0	0	0	559,108
<u>Permits</u>				
Building Permits	0	0	0	704,922
Total Licenses and Permits	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 1,444,572</u>
<u>Fines, Forfeitures and Penalties</u>				
<u>Circuit Court</u>				
Fines	\$ 0	\$ 0	\$ 0	\$ 32,180

(Continued)

Exhibit L-7

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

	Debt Service Funds		Capital Projects Fund	Total
	General Debt Service	Rural Debt Service	General Capital Projects	
<u>Fines, Forfeitures and Penalties (Cont.)</u>				
<u>Circuit Court (Cont.)</u>				
Officers Costs	\$ 0	\$ 0	\$ 0	38,449
Drug Control Fines	0	0	0	9,110
Jail Fees	0	0	0	6,497
District Attorney General Fees	0	0	0	2,041
Judicial Commissioner Fees	0	0	0	2,473
DUI Treatment Fines	0	0	0	6,460
Data Entry Fee - Circuit Court	0	0	0	3,092
<u>Criminal Court</u>				
Drug Control Fines	0	0	0	16,578
Drug Court Fees	0	0	0	3,493
District Attorney General Fees	0	0	0	75,202
Data Entry Fee - Criminal Court	0	0	0	12,938
<u>General Sessions Court</u>				
Fines	0	0	0	85,938
Officers Costs	0	0	0	128,955
Game and Fish Fines	0	0	0	378
Drug Control Fines	0	0	0	58,500
Drug Court Fees	0	0	0	15,201
Jail Fees	0	0	0	22,691
District Attorney General Fees	0	0	0	3,440
Judicial Commissioner Fees	0	0	0	13,732
DUI Treatment Fines	0	0	0	28,337
Data Entry Fee - General Sessions Court	0	0	0	6,200
<u>Juvenile Court</u>				
Fines	0	0	0	71,671
Drug Control Fines	0	0	0	30
Data Entry Fee - Juvenile Court	0	0	0	2,167
<u>Chancery Court</u>				
Officers Costs	0	0	0	8,738
Data Entry Fee - Chancery Court	0	0	0	5,483
<u>Other Courts - In-county</u>				
Drug Court Fees	0	0	0	1,614

(Continued)

Exhibit L-7

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

	Debt Service Funds		Capital Projects Fund	Total
	General Debt Service	Rural Debt Service	General Capital Projects	
<u>Fines, Forfeitures and Penalties (Cont.)</u>				
<u>Other Courts - In-county (Cont.)</u>				
District Attorney General Fees	\$ 0	\$ 0	\$ 0	5,493
DUI Treatment Fines	0	0	0	2,136
<u>Courts in Other District Counties</u>				
District Attorney General Fees	0	0	0	4,931
<u>Judicial District Drug Program</u>				
Fines	0	0	0	950
<u>Other Fines, Forfeitures, and Penalties</u>				
Proceeds from Confiscated Property	0	0	0	690
Total Fines, Forfeitures and Penalties	\$ 0	\$ 0	\$ 0	675,788
<u>Charges for Current Services</u>				
<u>General Service Charges</u>				
Other General Service Charges	\$ 0	\$ 0	\$ 0	39,030
Service Charges	0	0	0	87,430
<u>Fees</u>				
Recreation Fees	0	0	0	2,903,713
Copy Fees	0	0	0	70,248
Library Fees	0	0	0	11,910
Telephone Commissions	0	0	0	113,625
Vending Machine Collections	0	0	0	120
Constitutional Officers' Fees and Commissions	0	0	0	476
Data Processing Fee - Register	0	0	0	118,407
Probation Fees	0	0	0	433,039
Data Processing Fee - Sheriff	0	0	0	23,259
Sexual Offender Registration Fee	0	0	0	1,140
<u>Education Charges</u>				
Transportation from Individuals	0	0	0	16,990
<u>Other Charges for Services</u>				
Other Charges for Services	0	0	0	252,385
Total Charges for Current Services	\$ 0	\$ 0	\$ 0	4,071,772

(Continued)

Exhibit L-7

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

	<u>Debt Service Funds</u>		<u>Capital</u>	<u>Total</u>
	<u>General</u>	<u>Rural</u>	<u>Projects</u>	
	<u>Debt</u>	<u>Debt</u>	<u>Capital</u>	
	<u>Service</u>	<u>Service</u>	<u>Projects</u>	
<u>Other Local Revenues</u>				
<u>Recurring Items</u>				
Investment Income	\$ 956,230	\$ 198,731	\$ 93,800	\$ 2,181,596
Lease/Rentals	225,954	0	0	506,325
Sale of Materials and Supplies	0	0	0	73,431
Sale of Gasoline	0	0	0	34,658
Sale of Maps	0	0	0	71,204
Sale of Recycled Materials	0	0	0	16,804
Miscellaneous Refunds	0	0	0	40,020
<u>Nonrecurring Items</u>				
Accrued Interest on Debt Issues	123,636	48,832	0	172,468
Insurance Recovery	0	0	0	79
Sale of Equipment	0	0	0	16,490
Sale of Property	0	0	1,567,410	1,628,410
Damages Recovered from Individuals	0	0	0	1,804
<u>Other Local Revenues</u>				
Other Local Revenues	0	0	102,920	158,084
Total Other Local Revenues	\$ 1,305,820	\$ 247,563	\$ 1,764,130	\$ 4,901,373
<u>Fees Received from County Officials</u>				
<u>Excess Fees</u>				
County Clerk	\$ 0	\$ 0	\$ 0	\$ 1,637,051
Circuit Court Clerk	0	0	0	810,131
Clerk and Master	0	0	0	358,459
Register	0	0	0	2,112,230
Trustee	0	0	0	3,840,367
<u>Fees In Lieu of Salary</u>				
Juvenile Court Clerk	0	0	0	52,605
Sheriff	0	0	0	299,732
Trustee	0	0	0	610
Total Fees Received from County Officials	\$ 0	\$ 0	\$ 0	\$ 9,111,185

(Continued)

Exhibit L-7

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

	Debt Service Funds		Capital Projects Fund	Total
	General Debt Service	Rural Debt Service	General Capital Projects	
<u>State of Tennessee</u>				
<u>General Government Grants</u>				
Juvenile Services Program	\$ 0	\$ 0	\$ 0	\$ 9,000
State Reappraisal Grant	0	0	0	36,232
<u>Public Safety Grants</u>				
Law Enforcement Training Programs	0	0	0	41,496
<u>Public Works Grants</u>				
State Aid Program	0	0	0	289,034
Litter Program	0	0	0	52,056
<u>Other State Revenues</u>				
Income Tax	0	0	0	94,880
Beer Tax	0	0	0	16,778
Alcoholic Beverage Tax	0	0	0	111,430
Mixed Drink Tax	0	0	0	5,056
Contracted Prisoner Boarding	0	0	0	1,134,656
Gasoline and Motor Fuel Tax	0	0	0	2,648,949
Petroleum Special Tax	0	0	0	101,871
T.B.I. - Equipment Reimbursement	0	0	0	434
Registrar's Salary Supplement	0	0	0	16,380
Other State Grants	0	0	95,589	840,686
Other State Revenues	0	0	0	5,200
Total State of Tennessee	\$ 0	\$ 0	\$ 95,589	\$ 5,404,138
<u>Federal Government</u>				
<u>Federal Through State</u>				
Disaster Relief	\$ 0	\$ 0	\$ 0	\$ 25,306
Other Federal through State	0	0	0	157,312
Total Federal Government	\$ 0	\$ 0	\$ 0	\$ 182,618
<u>Other Governments and Citizens Groups</u>				
<u>Other Governments</u>				
Prisoner Board	\$ 0	\$ 0	\$ 0	\$ 1,620
Paving and Maintenance	0	0	0	70,419
Contributions	132,431	942,100	0	1,096,526

(Continued)

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

	<u>Debt Service Funds</u>		<u>Capital Projects Fund</u>	
	<u>General Debt Service</u>	<u>Rural Debt Service</u>	<u>General Capital Projects</u>	<u>Total</u>
<hr/>				
<u>Other Governments and Citizens Groups (Cont.)</u>				
<u>Other Governments (Cont.)</u>				
Contracted Services	\$ 0	\$ 0	\$ 0	\$ 809,444
<u>Citizens Groups</u>				
Donations	0	0	0	46,926
Total Other Governments and Citizens Groups	\$ 132,431	\$ 942,100	\$ 0	\$ 2,024,935
Total	\$ 16,778,778	\$ 9,066,095	\$ 11,440,120	\$ 100,884,735

Exhibit L-8

Williamson County, Tennessee
Schedule of Detailed Revenues -
All Governmental Fund Types
Discretely Presented Williamson County School Department
For the Year Ended June 30, 2005

	General Purpose School	School Federal Projects	Central Cafeteria	Extended School Program	Education Capital Projects	Total
<u>Local Taxes</u>						
<u>County Property Taxes</u>						
Current Property Tax	\$ 59,272,731	\$ 0	\$ 0	\$ 0	\$ 0	\$ 59,272,731
Trustee's Collections - Prior Year	719,849	0	0	0	0	719,849
Circuit/Clerk & Master Collections - Prior Years	354,581	0	0	0	0	354,581
Interest and Penalty	159,722	0	0	0	0	159,722
Payments in Lieu of Taxes - T.V.A.	2,411	0	0	0	0	2,411
Payments in Lieu of Taxes - Local Utilities	116,724	0	0	0	0	116,724
<u>County Local Option Taxes</u>						
Local Option Sales Tax	26,634,273	0	0	0	0	26,634,273
<u>Statutory Local Taxes</u>						
Interstate Telecommunications Tax	18,350	0	0	0	0	18,350
Total Local Taxes	\$ 87,278,641	\$ 0	\$ 0	\$ 0	\$ 0	\$ 87,278,641
<u>Licenses and Permits</u>						
<u>Licenses</u>						
Marriage Licenses	\$ 8,148	\$ 0	\$ 0	\$ 0	\$ 0	\$ 8,148
Total Licenses and Permits	\$ 8,148	\$ 0	\$ 0	\$ 0	\$ 0	\$ 8,148
<u>Charges for Current Services</u>						
<u>Education Charges</u>						
Tuition - Regular Day Students	\$ 114,005	\$ 0	\$ 0	\$ 0	\$ 0	\$ 114,005
Tuition - Summer School	92,289	0	0	0	0	92,289
Lunch Payments - Children	0	0	3,247,393	0	0	3,247,393
Lunch Payments - Adults	0	0	290,512	0	0	290,512
Income from Breakfast	0	0	33,497	0	0	33,497
A la carte Sales	0	0	2,573,846	0	0	2,573,846
Contract for Instructional Services with Other LEA's	83,676	0	0	0	0	83,676
Receipts from Individual Schools	122,736	0	0	0	0	122,736
Community Service Fees - Children	0	0	0	631,238	0	631,238
<u>Other Charges for Services</u>						
Other Charges for Services	312,916	0	0	0	0	312,916
Total Charges for Current Services	\$ 725,622	\$ 0	\$ 6,145,248	\$ 631,238	\$ 0	\$ 7,502,108
<u>Other Local Revenues</u>						
<u>Recurring Items</u>						
Investment Income	\$ 771,361	\$ 0	\$ 11,040	\$ 1,184	\$ 0	\$ 783,585

(Continued)

Exhibit L-8

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

	General Purpose School	School Federal Projects	Central Cafeteria	Extended School Program	Education Capital Projects	Total
<u>Other Local Revenues (Cont.)</u>						
<u>Recurring Items (Cont.)</u>						
Lease/Rentals	\$ 331,917	\$ 0	\$ 0	\$ 0	\$ 0	\$ 331,917
Miscellaneous Refunds	190,912	0	10,910	922	0	202,744
<u>Nonrecurring Items</u>						
Sale of Equipment	53,432	0	0	0	0	53,432
Sale of Property	4,275	0	0	0	0	4,275
Damages Recovered from Individuals	18,135	0	0	0	0	18,135
Contributions & Gifts	29,025	0	0	0	0	29,025
<u>Other Local Revenues</u>						
Other Local Revenues	191,633	0	0	0	0	191,633
Total Other Local Revenues	\$ 1,590,690	\$ 0	\$ 21,950	\$ 2,106	\$ 0	\$ 1,614,746
<u>State of Tennessee</u>						
<u>State Education Funds</u>						
Basic Education Program	\$ 61,474,166	\$ 0	\$ 0	\$ 0	\$ 0	\$ 61,474,166
School Food Service	0	0	70,498	0	0	70,498
Driver Education	10,260	0	0	0	0	10,260
Other State Education Funds	1,102,857	0	0	0	0	1,102,857
Career Ladder Program	1,220,468	0	0	0	0	1,220,468
Career Ladder - Extended Contract	336,864	0	0	0	0	336,864
<u>Other State Revenues</u>						
Mixed Drink Tax	388,669	0	0	0	0	388,669
State Revenue Sharing - T.V.A.	863,059	0	0	0	0	863,059
Total State of Tennessee	\$ 65,396,343	\$ 0	\$ 70,498	\$ 0	\$ 0	\$ 65,466,841
<u>Federal Government</u>						
<u>Federal Through State</u>						
USDA School Lunch Program	\$ 0	\$ 0	\$ 766,337	\$ 0	\$ 0	\$ 766,337
Breakfast	0	0	55,310	0	0	55,310
Adult Education State Grant Program	161,867	0	0	0	0	161,867
Vocational Education - Basic Grants to States	0	271,353	0	0	0	271,353
Other Vocational	198,728	0	0	0	0	198,728
Title I Grants to Local Education Agencies	0	611,385	0	0	0	611,385
Innovative Education Program Strategies	0	108,308	0	0	0	108,308
Special Education - Grants to States	108,368	3,646,842	0	0	0	3,755,210
Special Education Preschool Grants	0	67,949	0	0	0	67,949

(Continued)

Exhibit L-8

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

	General Purpose School	School Federal Projects	Central Cafeteria	Extended School Program	Education Capital Projects	Total
<u>Federal Government (Cont.)</u>						
<u>Federal Through State (Cont.)</u>						
Eisenhower Professional Development State Grants	\$ 0	\$ 524,020	\$ 0	\$ 0	\$ 0	\$ 524,020
Other Federal through State	129,572	148,344	0	0	0	277,916
<u>Direct Federal Revenue</u>						
ROTC Reimbursement	309,253	0	0	0	0	309,253
Total Federal Government	<u>\$ 907,788</u>	<u>\$ 5,378,201</u>	<u>\$ 821,647</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 7,107,636</u>
<u>Other Governments and Citizens Groups</u>						
<u>Other Governments</u>						
Contributions	\$ 0	\$ 0	\$ 0	\$ 0	\$ 39,251,111	\$ 39,251,111
Total Other Governments and Citizens Groups	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 39,251,111</u>	<u>\$ 39,251,111</u>
Total	<u>\$ 155,907,232</u>	<u>\$ 5,378,201</u>	<u>\$ 7,059,343</u>	<u>\$ 633,344</u>	<u>\$ 39,251,111</u>	<u>\$ 208,229,231</u>

Williamson County, Tennessee
Schedule of Detailed Expenditures -
All Governmental Fund Types
For the Year Ended June 30, 2005

General Fund

General Government

County Commission

County Official/Administrative Officer	\$	86,861	
Other Per Diem & Fees		6,250	
Audit Services		30,060	
Consultants		14,850	
Contracts with Private Agencies		60,000	
Dues and Memberships		225	
Legal Notices, Recording and Court Costs		804	
Maintenance & Repair Services- Buildings		2,029	
Maintenance & Repair Services- Office Equipment		120	
Postal Charges		1,350	
Printing, Stationery and Forms		850	
Travel		104	
Other Contracted Services		210	
Refunds		145	
Tax Relief Program		252,425	
Other Charges		1,802	
Communication Equipment		35,725	
Data Processing Equipment		5,786	
Total County Commission			\$ 499,596

Board of Equalization

Board and Committee Members Fees	\$	2,016	
Total Board of Equalization			2,016

Beer Board

Board and Committee Members Fees	\$	1,850	
Total Beer Board			1,850

Other Boards and Committees

Other Per Diem & Fees	\$	450	
Total Other Boards and Committees			450

County Mayor

County Official/Administrative Officer	\$	113,610	
Supervisor/Director		61,589	
Secretary(s)		83,415	
Temporary Personnel		1,248	
Longevity Pay		1,050	
Overtime Pay		240	
Other Salaries & Wages		4,584	

(Continued)

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

General Fund (Cont.)

General Government (Cont.)

County Mayor (Cont.)

Other Per Diem & Fees	\$	3,308	
Advertising		29	
Communication		3,790	
Consultants		11,233	
Dues and Memberships		1,873	
Operating Lease Payments		2,339	
Maintenance & Repair Services- Office Equipment		634	
Postal Charges		4,000	
Printing, Stationery and Forms		918	
Travel		2,156	
Office Supplies		1,375	
Other Supplies and Materials		686	
Premiums on Corporate Surety Bonds		150	
Office Equipment		3,657	
Total County Mayor	\$		301,884

Personnel Office

Assistant(s)	\$	62,581	
Supervisor/Director		77,667	
Longevity Pay		400	
Other Salaries & Wages		2,096	
In-Service Training		883	
Other Per Diem & Fees		51	
Communication		1,128	
Data Processing Services		538	
Dues and Memberships		305	
Postal Charges		247	
Printing, Stationery and Forms		3,810	
Travel		85	
Office Supplies		567	
Periodicals		215	
Data Processing Equipment		4,878	
Furniture and Fixtures		236	
Total Personnel Office			155,687

County Attorney

Legal Services	\$	517,825	
Total County Attorney			517,825

(Continued)

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

General Fund (Cont.)

General Government (Cont.)

Election Commission

County Official/Administrative Officer	\$	76,939	
Assistant(s)		81,591	
Temporary Personnel		50,795	
Part-time Personnel		23,057	
Longevity Pay		1,250	
Overtime Pay		14,692	
Other Salaries & Wages		3,325	
Election Commission		2,760	
Election Workers		59,520	
Advertising		3,782	
Communication		8,661	
Freight Expenses		7,210	
Operating Lease Payments		1,773	
Maintenance & Repair Services- Equipment		13,210	
Maintenance & Repair Services- Office Equipment		6,627	
Postal Charges		13,609	
Printing, Stationery and Forms		13,592	
Travel		4,161	
Office Supplies		4,841	
Periodicals		200	
Other Charges		463	
Office Equipment		14,105	
Total Election Commission			\$ 406,163

Register of Deeds

County Official/Administrative Officer	\$	85,467
Deputy(ies)		343,052
Part-time Personnel		3,985
Longevity Pay		4,500
Overtime Pay		63,431
Other Salaries & Wages		8,297
In-Service Training		1,838
Other Per Diem & Fees		446
Communication		4,445
Dues and Memberships		743
Operating Lease Payments		978
Maintenance & Repair Services- Office Equipment		28,773
Postal Charges		15,703
Printing, Stationery and Forms		35,926
Travel		225

(Continued)

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

General Fund (Cont.)

General Government (Cont.)

Register of Deeds (Cont.)

Premiums on Corporate Surety Bonds	\$	150	
Data Processing Equipment		3,604	
Other Capital Outlay		10,846	
Total Register of Deeds			\$ 612,409

Development

Assistant(s)	\$	516,802	
Supervisor/Director		77,397	
Deputy(ies)		235,492	
Secretary(s)		136,796	
Longevity Pay		7,950	
Other Salaries & Wages		15,800	
In-Service Training		1,089	
Other Per Diem & Fees		3,657	
Communication		11,956	
Consultants		23,684	
Dues and Memberships		458	
Operating Lease Payments		2,141	
Maintenance & Repair Services- Office Equipment		1,890	
Travel		520	
Office Supplies		11,404	
Road Signs		1,300	
Furniture and Fixtures		2,345	
Office Equipment		7,279	
Total Development			1,057,960

Planning

In-Service Training	\$	210	
Advertising		885	
Consultants		7,422	
Dues and Memberships		423	
Evaluation and Testing		140	
Maintenance & Repair Services- Vehicles		279	
Travel		56	
Gasoline		354	
Instructional Supplies and Materials		1,239	
Total Planning			11,008

Building

In-Service Training	\$	1,607	
---------------------	----	-------	--

(Continued)

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

General Fund (Cont.)

General Government (Cont.)

Building (Cont.)

Advertising	\$	24	
Communication		2,181	
Dues and Memberships		380	
Maintenance & Repair Services- Vehicles		3,900	
Gasoline		6,066	
Uniforms		1,371	
Total Building			\$ 15,529

Engineering

In-Service Training	\$	2,407	
Consultants		2,093	
Dues and Memberships		1,100	
Evaluation and Testing		63,668	
Maintenance & Repair Services- Vehicles		255	
Permits		2,500	
Gasoline		2,905	
Instructional Supplies and Materials		2,285	
Periodicals		420	
Uniforms		400	
Total Engineering			78,033

Codes Compliance

In-Service Training	\$	1,704	
Advertising		398	
Communication		1,143	
Contracts with Private Agencies		625	
Dues and Memberships		22	
Legal Services		36	
Maintenance & Repair Services- Vehicles		1,924	
Travel		793	
Gasoline		1,361	
Uniforms		488	
Total Codes Compliance			8,494

Geographical Information Systems

Supervisor/Director	\$	77,896	
Data Processing Personnel		359,256	
Secretary(s)		22,220	
Part-time Personnel		21,430	
Longevity Pay		3,800	

(Continued)

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

General Fund (Cont.)

General Government (Cont.)

Geographical Information Systems (Cont.)

Other Salaries & Wages	\$	8,677	
In-Service Training		9,067	
Communication		84,414	
Consultants		11,082	
Dues and Memberships		1,425	
Licenses		105,753	
Maintenance & Repair Services- Office Equipment		89,146	
Maintenance & Repair Services- Vehicles		2,073	
Travel		919	
Other Contracted Services		12,819	
Gasoline		1,692	
Instructional Supplies and Materials		534	
Office Supplies		6,862	
Furniture and Fixtures		1,699	
Other Capital Outlay		8,575	
Total Geographical Information Systems			\$ 829,339

County Buildings

Supervisor/Director	\$	85,342
Deputy(ies)		51,043
Foremen		46,420
Mechanic(s)		462,662
Clerical Personnel		30,763
Custodial Personnel		224,819
Part-time Personnel		176,429
Longevity Pay		8,000
Overtime Pay		41,950
Other Salaries & Wages		17,286
Other Per Diem & Fees		612
Communication		55,659
Contracts with Private Agencies		27,054
Maintenance & Repair Services- Buildings		330,416
Maintenance & Repair Services- Vehicles		13,558
Travel		329
Custodial Supplies		51,347
Electricity		385,211
Gasoline		22,739
Natural Gas		93,750
Office Supplies		1,734
Uniforms		10,623

(Continued)

Exhibit L-9

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

General Fund (Cont.)

General Government (Cont.)

County Buildings (Cont.)

Water and Sewer	\$	33,410	
Office Equipment		3,060	
Total County Buildings			\$ 2,174,216

Other Facilities

Supervisor/Director	\$	40,394	
Part-time Personnel		3,580	
Other Salaries & Wages		733	
Communication		1,186	
Maintenance & Repair Services- Vehicles		1,750	
Travel		560	
Gasoline		437	
Office Supplies		1,570	
Communication Equipment		29,453	
Data Processing Equipment		974	
Furniture and Fixtures		523	
Total Other Facilities			81,160

Preservation of Records

County Official/Administrative Officer	\$	42,682	
Assistant(s)		78,853	
Temporary Personnel		9,198	
Longevity Pay		1,450	
Other Salaries & Wages		2,429	
Communication		450	
Operating Lease Payments		1,605	
Licenses		1,980	
Maintenance & Repair Services- Office Equipment		8,960	
Postal Charges		366	
Other Contracted Services		600	
Office Supplies		6,360	
Other Supplies and Materials		10,748	
Office Equipment		1,144	
Total Preservation of Records			166,825

Risk Management

County Official/Administrative Officer	\$	68,182	
Assistant(s)		52,047	
Other Salaries & Wages		1,935	
Communication		1,887	

(Continued)

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

General Fund (Cont.)

General Government (Cont.)

Risk Management (Cont.)

Dues and Memberships	\$	100	
Postal Charges		500	
Printing, Stationery and Forms		208	
Travel		708	
Instructional Supplies and Materials		968	
Office Supplies		932	
Data Processing Equipment		877	
Total Risk Management			\$ 128,344

Other Risk Management

Paraprofessionals	\$	52,144	
Clerical Personnel		114,646	
Longevity Pay		1,300	
Other Salaries & Wages		3,235	
In-Service Training		657	
Communication		2,340	
Dues and Memberships		80	
Operating Lease Payments		2,438	
Postal Charges		6,280	
Printing, Stationery and Forms		2,654	
Travel		86	
Office Supplies		1,342	
Periodicals		65	
Data Processing Equipment		305	
Total Other Risk Management			187,572

Finance

Accounting and Budgeting

County Official/Administrative Officer	\$	91,666	
Assistant(s)		56,202	
Accountants/Bookkeepers		271,416	
Purchasing Personnel		68,635	
Longevity Pay		3,300	
Other Salaries & Wages		8,817	
In-Service Training		1,405	
Other Per Diem & Fees		322	
Communication		4,396	
Operating Lease Payments		1,764	
Maintenance & Repair Services- Office Equipment		6,799	
Postal Charges		5,987	

(Continued)

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

General Fund (Cont.)

Finance (Cont.)

Accounting and Budgeting (Cont.)

Printing, Stationery and Forms	\$	8,470	
Travel		14	
Office Supplies		5,243	
Premiums on Corporate Surety Bonds		117	
Office Equipment		6,046	
Total Accounting and Budgeting			\$ 540,599

Property Assessor's Office

County Official/Administrative Officer	\$	85,467	
Deputy(ies)		760,206	
Salary Supplements		3,000	
Temporary Personnel		140	
Part-time Personnel		9,621	
Longevity Pay		10,250	
Overtime Pay		26,923	
Other Salaries & Wages		15,644	
In-Service Training		3,650	
Other Per Diem & Fees		1,020	
Advertising		62	
Communication		11,153	
Consultants		103,275	
Data Processing Services		31,080	
Dues and Memberships		2,227	
Operating Lease Payments		5,833	
Licenses		6,218	
Maintenance & Repair Services- Office Equipment		7,235	
Maintenance & Repair Services- Vehicles		4,160	
Postal Charges		9,545	
Printing, Stationery and Forms		3,426	
Travel		2,164	
Gasoline		3,628	
Office Supplies		7,231	
Premiums on Corporate Surety Bonds		17	
Other Charges		12,213	
Data Processing Equipment		94	
Office Equipment		6,652	
Total Property Assessor's Office			1,132,134

County Trustee's Office

County Official/Administrative Officer	\$	85,467	
--	----	--------	--

(Continued)

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

General Fund (Cont.)

Finance (Cont.)

County Trustee's Office (Cont.)

Assistant(s)	\$	190,575	
Part-time Personnel		10,979	
Longevity Pay		500	
Other Salaries & Wages		4,843	
In-Service Training		1,050	
Other Per Diem & Fees		257	
Advertising		650	
Communication		2,711	
Data Processing Services		4,572	
Dues and Memberships		823	
Maintenance & Repair Services- Office Equipment		14,735	
Postal Charges		31,909	
Printing, Stationery and Forms		21,028	
Travel		325	
Premiums on Corporate Surety Bonds		3,035	
Data Processing Equipment		7,879	
Total County Trustee's Office			\$ 381,338

County Clerk's Office

County Official/Administrative Officer	\$	85,467	
Assistant(s)		522,522	
Temporary Personnel		10,985	
Part-time Personnel		11,429	
Longevity Pay		4,550	
Other Salaries & Wages		9,559	
Other Per Diem & Fees		99	
Advertising		702	
Communication		5,546	
Dues and Memberships		553	
Operating Lease Payments		4,762	
Maintenance & Repair Services- Office Equipment		14,865	
Postal Charges		28,443	
Printing, Stationery and Forms		11,650	
Travel		478	
Other Supplies and Materials		4,082	
Premiums on Corporate Surety Bonds		150	
Office Equipment		9,450	
Total County Clerk's Office			725,292

(Continued)

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

General Fund (Cont.)

Administration of Justice

Circuit Court

County Official/Administrative Officer	\$	85,467	
Deputy(ies)		871,069	
Part-time Personnel		21,119	
Longevity Pay		14,650	
Other Salaries & Wages		17,404	
Jury and Witness Fees		34,115	
Other Per Diem & Fees		932	
Communication		5,262	
Dues and Memberships		794	
Operating Lease Payments		26,838	
Legal Notices, Recording and Court Costs		9,617	
Maintenance & Repair Services- Office Equipment		5,579	
Postal Charges		12,330	
Printing, Stationery and Forms		12,238	
Food Supplies		960	
Office Supplies		14,494	
Premiums on Corporate Surety Bonds		150	
Office Equipment		1,993	
Total Circuit Court			\$ 1,135,011

General Sessions Court

Judge(s)	\$	223,642
Assistant(s)		131,412
Probation Officer(s)		64,813
Secretary(s)		33,530
Clerical Personnel		22,694
Temporary Personnel		1,344
Longevity Pay		2,150
Other Salaries & Wages		3,771
In-Service Training		552
Other Per Diem & Fees		128
Communication		5,643
Dues and Memberships		2,174
Evaluation and Testing		5,619
Operating Lease Payments		1,773
Maintenance & Repair Services- Office Equipment		1,207
Postal Charges		1,609
Printing, Stationery and Forms		858
Travel		1,721
Office Supplies		4,760

(Continued)

Exhibit L-9

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

General Fund (Cont.)

Administration of Justice (Cont.)

General Sessions Court (Cont.)

Periodicals	\$	978	
Office Equipment		<u>6,752</u>	
Total General Sessions Court			\$ 517,130

Drug Court

Drug Treatment	\$	<u>186,000</u>	
Total Drug Court			186,000

Chancery Court

County Official/Administrative Officer	\$	85,467	
Assistant(s)		208,749	
Longevity Pay		1,700	
Other Salaries & Wages		5,241	
In-Service Training		800	
Other Per Diem & Fees		190	
Communication		3,189	
Dues and Memberships		573	
Maintenance & Repair Services- Office Equipment		10,446	
Postal Charges		8,342	
Printing, Stationery and Forms		6,340	
Office Supplies		4,362	
Other Supplies and Materials		2,638	
Premiums on Corporate Surety Bonds		210	
Office Equipment		<u>1,898</u>	
Total Chancery Court			340,145

Juvenile Court

County Official/Administrative Officer	\$	85,467	
Assistant(s)		189,733	
Part-time Personnel		4,974	
Longevity Pay		2,650	
Overtime Pay		7,743	
Other Salaries & Wages		4,765	
In-Service Training		450	
Other Per Diem & Fees		267	
Communication		2,686	
Dues and Memberships		628	
Operating Lease Payments		4,626	
Maintenance & Repair Services- Office Equipment		9,009	
Postal Charges		1,706	

(Continued)

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

General Fund (Cont.)

Administration of Justice (Cont.)

Juvenile Court (Cont.)

Printing, Stationery and Forms	\$	7,469	
Travel		3,286	
Other Contracted Services		2,800	
Office Supplies		1,888	
Premiums on Corporate Surety Bonds		160	
Data Processing Equipment		23,312	
Furniture and Fixtures		6,436	
Total Juvenile Court			\$ 360,055

Other Administration of Justice

County Official/Administrative Officer	\$	49,039	
Judge(s)		32,611	
Assistant(s)		64,480	
Part-time Personnel		12,085	
Other Salaries & Wages		1,422	
Total Other Administration of Justice			159,637

Public Safety

Sheriff's Department

County Official/Administrative Officer	\$	94,016	
Deputy(ies)		2,815,555	
Accountants/Bookkeepers		34,070	
Salary Supplements		41,958	
Clerical Personnel		284,882	
Longevity Pay		29,450	
Overtime Pay		116,559	
Other Salaries & Wages		11,800	
In-Service Training		78,703	
Other Per Diem & Fees		2,869	
Communication		35,313	
Contracts with Private Agencies		40,187	
Evaluation and Testing		625	
Operating Lease Payments		7,045	
Maintenance & Repair Services- Vehicles		58,411	
Postal Charges		5,375	
Travel		41	
Gasoline		171,370	
Law Enforcement Supplies		10,557	
Office Supplies		15,712	
Tires and Tubes		21,366	

(Continued)

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

General Fund (Cont.)

Public Safety (Cont.)

Sheriff's Department (Cont.)

Uniforms	\$	54,606	
Other Supplies and Materials		4,616	
Premiums on Corporate Surety Bonds		75	
Other Charges		19,930	
Administration Equipment		11,370	
Data Processing Equipment		20,888	
Law Enforcement Equipment		60,961	
Office Equipment		8,241	
Total Sheriff's Department			\$ 4,056,551

Special Patrols

Guards	\$	427,955	
Overtime Pay		42,087	
Contracts with Private Agencies		11,892	
Maintenance & Repair Services- Office Equipment		395	
Maintenance & Repair Services- Vehicles		8,924	
Transportation - Other than Students		10,735	
Gasoline		6,876	
Office Supplies		1,393	
Uniforms		11,305	
Total Special Patrols			521,562

Traffic Control

Guards	\$	48,531	
Other Salaries & Wages		585	
Uniforms		552	
Total Traffic Control			49,668

Jail

Medical Personnel	\$	14,387	
Materials Supervisor		76,732	
Guards		2,332,112	
Longevity Pay		7,350	
Overtime Pay		74,718	
Other Salaries & Wages		4,044	
In-Service Training		13,515	
Communication		25,861	
Evaluation and Testing		14,953	
Laundry Service		48,180	
Operating Lease Payments		5,232	

(Continued)

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

General Fund (Cont.)

Public Safety (Cont.)

Jail (Cont.)

Maintenance & Repair Services- Buildings	\$	78,244	
Maintenance & Repair Services- Equipment		18,571	
Maintenance & Repair Services- Vehicles		7,085	
Medical and Dental Services		708,278	
Postal Charges		888	
Drugs and Medical Supplies		7,962	
Electricity		163,250	
Food Supplies		357,113	
Gasoline		6,240	
Natural Gas		76,829	
Office Supplies		18,440	
Prisoners Clothing		11,468	
Uniforms		22,058	
Water and Sewer		83,627	
Other Supplies and Materials		23,999	
Data Processing Equipment		8,011	
Other Capital Outlay		39,360	
Total Jail			\$ 4,248,507

Workhouse

Deputy(ies)	\$	112,720	
Longevity Pay		2,050	
Other Salaries & Wages		1,714	
Maintenance & Repair Services- Vehicles		7,309	
Gasoline		7,382	
Instructional Supplies and Materials		18,538	
Office Supplies		1,250	
Other Road Supplies		4,549	
Small Tools		1,915	
Uniforms		2,770	
Other Supplies and Materials		2,970	
Total Workhouse			163,167

Juvenile Services

Judge(s)	\$	82,472	
Assistant(s)		931,428	
Teachers		113,382	
Part-time Personnel		60,133	
Longevity Pay		10,500	
Overtime Pay		6,893	

(Continued)

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

General Fund (Cont.)

Public Safety (Cont.)

Juvenile Services (Cont.)

Other Salaries & Wages	\$	17,354	
In-Service Training		7,489	
Other Per Diem & Fees		677	
Communication		10,516	
Contracts with Government Agencies		82,814	
Dues and Memberships		1,180	
Operating Lease Payments		9,703	
Legal Services		36,086	
Maintenance & Repair Services- Office Equipment		8,832	
Medical and Dental Services		974	
Postal Charges		4,989	
Printing, Stationery and Forms		4,974	
Transportation - Other than Students		3,239	
Travel		8,282	
Other Contracted Services		1,225	
Food Supplies		18,602	
Instructional Supplies and Materials		131	
Office Supplies		14,864	
Other Supplies and Materials		17,956	
Furniture and Fixtures		6,082	
Total Juvenile Services			\$ 1,460,777

Fire Prevention and Control

Contracts with Government Agencies	\$	2,000	
Contributions		496,536	
Total Fire Prevention and Control			498,536

Civil Defense

Supervisor/Director	\$	57,158	
Dispatchers/Radio Operators		420,751	
Secretary(s)		21,956	
Part-time Personnel		28,751	
Longevity Pay		4,050	
Overtime Pay		55,479	
Other Salaries & Wages		1,574	
In-Service Training		2,000	
Other Per Diem & Fees		400	
Advertising		100	
Communication		13,366	
Dues and Memberships		399	

(Continued)

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

General Fund (Cont.)

Public Safety (Cont.)

Civil Defense (Cont.)

Evaluation and Testing	\$	450	
Operating Lease Payments		1,266	
Travel		3,301	
Other Contracted Services		8,499	
Office Supplies		3,702	
Uniforms		2,490	
Total Civil Defense			\$ 625,692

Rescue Squad

Assistant(s)	\$	63,773	
Supervisor/Director		64,605	
Secretary(s)		24,377	
Longevity Pay		950	
Other Salaries & Wages		2,695	
In-Service Training		3,102	
Other Per Diem & Fees		200	
Advertising		61	
Communication		4,227	
Contracts with Government Agencies		6,761	
Dues and Memberships		390	
Operating Lease Payments		2,934	
Maintenance Agreements		3,360	
Maintenance & Repair Services- Office Equipment		1,327	
Maintenance & Repair Services- Vehicles		1,859	
Rentals		650	
Travel		45	
Other Contracted Services		2,281	
Gasoline		3,033	
Office Supplies		1,790	
Uniforms		1,903	
Office Equipment		450	
Total Rescue Squad			190,773

County Coroner/Medical Examiner

Part-time Personnel	\$	21,726	
Other Salaries & Wages		456	
Medical and Dental Services		30,000	
Travel		972	
Other Contracted Services		38,475	
Drugs and Medical Supplies		17,550	

(Continued)

Exhibit L-9

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

General Fund (Cont.)

Public Safety (Cont.)

County Coroner/Medical Examiner (Cont.)

Other Equipment	\$ 1,823	
Total County Coroner/Medical Examiner		\$ 111,002

Public Health and Welfare

Local Health Center

Medical Personnel	\$ 94,926	
Secretary(s)	24,690	
Clerical Personnel	18,637	
Custodial Personnel	18,553	
Longevity Pay	1,800	
Other Salaries & Wages	484	
Board and Committee Members Fees	2,736	
In-Service Training	225	
Other Per Diem & Fees	347	
Communication	4,155	
Contracts with Government Agencies	411,067	
Contributions	2,400	
Maintenance & Repair Services- Buildings	9,597	
Travel	1,144	
Drugs and Medical Supplies	34,541	
Office Supplies	7,172	
Utilities	18,687	
Liability Insurance	1,150	
Total Local Health Center		652,311

Rabies and Animal Control

Assistant(s)	\$ 43,306
Supervisor/Director	54,163
Attendants	247,924
Custodial Personnel	21,940
Part-time Personnel	56,457
Longevity Pay	1,550
Overtime Pay	23,247
Other Salaries & Wages	6,442
In-Service Training	6,334
Advertising	173
Communication	4,749
Contracts with Private Agencies	55,357
Operating Lease Payments	2,423
Maintenance & Repair Services- Buildings	1,487

(Continued)

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

General Fund (Cont.)

Public Health and Welfare (Cont.)

Rabies and Animal Control (Cont.)

Maintenance & Repair Services- Office Equipment	\$	423	
Maintenance & Repair Services- Vehicles		6,674	
Postal Charges		719	
Printing, Stationery and Forms		947	
Veterinary Services		10,285	
Other Contracted Services		8,835	
Animal Food and Supplies		8,008	
Custodial Supplies		7,909	
Drugs and Medical Supplies		10,566	
Electricity		12,684	
Equipment Parts - Light		3,038	
Gasoline		13,606	
Instructional Supplies and Materials		1,172	
Natural Gas		6,969	
Office Supplies		4,068	
Uniforms		3,806	
Water and Sewer		4,602	
Other Supplies and Materials		11,841	
Refunds		210	
Data Processing Equipment		13,920	
Other Capital Outlay		298	
Total Rabies and Animal Control			\$ 656,132

Ambulance/Emergency Medical Services

Contributions	\$	1,433,880	
Total Ambulance/Emergency Medical Services			1,433,880

Other Local Health Services

Contributions	\$	10,640	
Total Other Local Health Services			10,640

Regional Mental Health Center

Contributions	\$	24,220	
Total Regional Mental Health Center			24,220

Appropriation to State

Contributions	\$	115,695	
Total Appropriation to State			115,695

(Continued)

Exhibit L-9

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

General Fund (Cont.)

Public Health and Welfare (Cont.)

General Welfare Assistance

Contributions	\$ 19,574	
Total General Welfare Assistance		\$ 19,574

Aid to Dependent Children

Contributions	\$ 11,935	
Total Aid to Dependent Children		11,935

Recycling Center

Supervisor/Director	\$ 42,390	
Secretary(s)	30,035	
Longevity Pay	700	
Overtime Pay	699	
Other Salaries & Wages	1,371	
In-Service Training	325	
Advertising	1,659	
Communication	2,496	
Dues and Memberships	555	
Maintenance & Repair Services- Buildings	6,466	
Maintenance & Repair Services- Equipment	2,510	
Maintenance & Repair Services- Vehicles	507	
Postal Charges	3,000	
Printing, Stationery and Forms	5,809	
Travel	2,926	
Gasoline	733	
Office Supplies	1,456	
Periodicals	175	
Other Supplies and Materials	4,967	
Other Charges	71,294	
Office Equipment	861	
Total Recycling Center		180,934

Other Public Health and Welfare

Supervisor/Director	\$ 70,512
Paraprofessionals	400,941
Clerical Personnel	125,359
Temporary Personnel	3,386
Part-time Personnel	9,285
Longevity Pay	8,200
Other Salaries & Wages	10,682
In-Service Training	1,890

(Continued)

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

General Fund (Cont.)

Public Health and Welfare (Cont.)

Other Public Health and Welfare (Cont.)

Communication	\$	4,705	
Dues and Memberships		118	
Operating Lease Payments		1,716	
Maintenance & Repair Services- Vehicles		2,220	
Postal Charges		7	
Travel		4,288	
Gasoline		6,482	
Office Supplies		3,349	
Periodicals		400	
Other Supplies and Materials		2,578	
Data Processing Equipment		6,083	
Furniture and Fixtures		10,205	
Other Equipment		615	
Total Other Public Health and Welfare			\$ 673,021

Social, Cultural and Recreational Services

Adult Activities

Contributions	\$	50,515	
Total Adult Activities			50,515

Senior Citizens Assistance

Contributions	\$	174,774	
Total Senior Citizens Assistance			174,774

Libraries

County Official/Administrative Officer	\$	58,115	
Librarians		806,526	
Temporary Personnel		12,611	
Part-time Personnel		168,508	
Longevity Pay		5,900	
Other Salaries & Wages		16,715	
In-Service Training		2,738	
Communication		11,589	
Contributions		109,015	
Dues and Memberships		402	
Operating Lease Payments		3,676	
Maintenance & Repair Services- Office Equipment		5,911	
Postal Charges		4,155	
Printing, Stationery and Forms		1,708	
Travel		3,130	

(Continued)

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

General Fund (Cont.)

Social, Cultural and Recreational Services (Cont.)

Libraries (Cont.)

Other Contracted Services	\$	19,980	
Data Processing Supplies		114,877	
Library Books/Media		127,268	
Office Supplies		17,566	
Periodicals		7,993	
Utilities		91,358	
Other Supplies and Materials		4,523	
Office Equipment		3,409	
Total Libraries			\$ 1,597,673

Parks and Fair Boards

County Official/Administrative Officer	\$	85,467
Assistant(s)		745,541
Supervisor/Director		321,651
Mechanic(s)		28,038
Clerical Personnel		122,991
Custodial Personnel		128,920
Maintenance Personnel		290,907
Temporary Personnel		349,488
Part-time Personnel		1,091,633
Longevity Pay		12,100
Overtime Pay		39,494
Other Salaries & Wages		43,092
Other Per Diem & Fees		17,789
Advertising		35,936
Communication		40,595
Contracts with Other Public Agencies		143,567
Contracts with Private Agencies		430,867
Dues and Memberships		6,786
Maintenance & Repair Services- Buildings		148,664
Maintenance & Repair Services- Equipment		40,503
Maintenance & Repair Services- Office Equipment		14,589
Maintenance & Repair Services- Vehicles		9,410
Pest Control		3,853
Postal Charges		7,804
Printing, Stationery and Forms		38,590
Rentals		9,019
Travel		3,019
Disposal Fees		11,163
Permits		1,230

(Continued)

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

General Fund (Cont.)

Social, Cultural and Recreational Services (Cont.)

Parks and Fair Boards (Cont.)

Other Contracted Services	\$	6,156	
Custodial Supplies		57,352	
Drugs and Medical Supplies		2,374	
Electricity		463,287	
Fertilizer, Lime and Seed		25,307	
Food Supplies		81,559	
Fuel Oil		499	
Gasoline		38,507	
Instructional Supplies and Materials		50,243	
Natural Gas		123,015	
Office Supplies		11,247	
Sand		2,864	
Uniforms		18,138	
Water and Sewer		90,028	
Wood Products		1,587	
Clay		23,788	
Chemicals		42,737	
Other Supplies and Materials		112,573	
Refunds		22,795	
Surcharge		3,043	
In Service/Staff Development		1,127	
Other Charges		65,922	
Total Parks and Fair Boards			\$ 5,466,854

Other Social, Cultural and Recreational

Supervisor/Director	\$	51,002
Foremen		33,273
Clerical Personnel		78,183
Maintenance Personnel		185,964
Temporary Personnel		42,978
Longevity Pay		400
Overtime Pay		20,021
Other Salaries & Wages		6,040
Other Per Diem & Fees		300
Advertising		5,693
Communication		10,349
Dues and Memberships		1,361
Operating Lease Payments		1,764
Maintenance & Repair Services- Buildings		77,403
Maintenance & Repair Services- Equipment		8,499

(Continued)

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

General Fund (Cont.)

Social, Cultural and Recreational Services (Cont.)

Other Social, Cultural and Recreational (Cont.)

Maintenance & Repair Services- Vehicles	\$	576	
Postal Charges		370	
Printing, Stationery and Forms		3,500	
Rentals		10,491	
Disposal Fees		95,100	
Other Contracted Services		19,776	
Custodial Supplies		9,596	
Electricity		78,293	
Fertilizer, Lime and Seed		6,500	
Food Supplies		56,569	
Gasoline		6,902	
Natural Gas		33,473	
Office Supplies		2,989	
Small Tools		3,495	
Tires and Tubes		1,731	
Uniforms		7,538	
Water and Sewer		5,234	
Clay		9,730	
Other Supplies and Materials		50,276	
Other Capital Outlay		70,574	
Total Other Social, Cultural and Recreational			\$ 995,943

Agriculture & Natural Resources

Agriculture Extension Service

Assistant(s)	\$	63,898
Salary Supplements		148,187
Secretary(s)		27,249
Longevity Pay		500
Other Salaries & Wages		4,789
Board and Committee Members Fees		200
Social Security		4,528
Extension Service Medicare		1,737
State Retirement		16,350
Communication		3,513
Dues and Memberships		680
Janitorial Services		10,410
Operating Lease Payments		1,764
Maintenance & Repair Services- Equipment		2,094
Maintenance & Repair Services- Vehicles		55
Postal Charges		485

(Continued)

Exhibit L-9

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

General Fund (Cont.)

Agriculture & Natural Resources (Cont.)

Agriculture Extension Service (Cont.)

Travel	\$	1,699	
Gasoline		1,019	
Office Equipment		4,683	
Total Agriculture Extension Service			\$ 293,840

Soil Conservation

Secretary(s)	\$	32,614	
Longevity Pay		1,000	
Other Salaries & Wages		639	
Other Charges		5,848	
Total Soil Conservation			40,101

Other Operations

Tourism

Part-time Personnel	\$	17,803	
Other Salaries & Wages		345	
Advertising		40,902	
Communication		7,586	
Contracts with Other Public Agencies		13,341	
Contributions		101,834	
Dues and Memberships		4,579	
Postal Charges		4,030	
Printing, Stationery and Forms		14,442	
Travel		41,822	
Other Contracted Services		41,471	
Office Supplies		2,663	
Utilities		977	
Total Tourism			291,795

Other Economic and Community Development

Supervisor/Director	\$	75,525	
Secretary(s)		33,072	
Part-time Personnel		36,718	
Longevity Pay		650	
Other Salaries & Wages		2,549	
In-Service Training		124	
Advertising		36,170	
Communication		4,597	
Dues and Memberships		4,570	
Operating Lease Payments		20,295	

(Continued)

Exhibit L-9

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

General Fund (Cont.)

Other Operations (Cont.)

Other Economic and Community Development (Cont.)

Maintenance & Repair Services- Office Equipment	\$	349	
Postal Charges		2,146	
Printing, Stationery and Forms		1,478	
Travel		7,097	
Other Contracted Services		66,404	
Office Supplies		1,574	
Periodicals		1,181	
Data Processing Equipment		2,950	
Total Other Economic and Community Development			\$ 297,449

Public Transportation

Other Contracted Services	\$	132,424	
Total Public Transportation			132,424

Veterans' Services

Supervisor/Director	\$	13,123	
Other Salaries & Wages		190	
Communication		374	
Dues and Memberships		25	
Office Supplies		30	
Total Veterans' Services			13,742

Other Charges

Dues and Memberships	\$	35,119	
Building and Contents Insurance		116,138	
Excess Risk Insurance		336,955	
Trustee's Commission		725,162	
Vehicle and Equipment Insurance		192,895	
Workers' Compensation Insurance		209,967	
Total Other Charges			1,616,236

Employee Benefits

Social Security	\$	1,485,479	
State Retirement		1,475,437	
Life Insurance		32,046	
Medical Insurance		5,220,000	
Disability Insurance		45,368	
Unemployment Compensation		48,945	
Local Retirement		65,000	
Employer Medicare		348,489	
Total Employee Benefits			8,720,764

(Continued)

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

General Fund (Cont.)

Other Operations (Cont.)

Miscellaneous

Contracts with Government Agencies	\$	969	
Contracts with Private Agencies		58,429	
Contributions		112,669	
Duplicating Supplies		19,380	
Total Miscellaneous			\$ 191,447

Total General Fund \$ 48,301,835

Solid Waste/Sanitation Fund

Public Health and Welfare

Convenience Centers

Deputy(ies)	\$	31,807	
Laborers		230,932	
Guards		324,915	
Longevity Pay		2,750	
Overtime Pay		40,788	
Other Salaries & Wages		8,244	
In-Service Training		530	
Other Per Diem & Fees		743	
Communication		5,338	
Dues and Memberships		130	
Evaluation and Testing		770	
Maintenance & Repair Services- Buildings		50	
Maintenance & Repair Services- Equipment		8,360	
Maintenance & Repair Services- Vehicles		90,337	
Travel		486	
Other Contracted Services		945,000	
Diesel Fuel		67,734	
Electricity		6,110	
Gasoline		5,313	
Lubricants		2,500	
Office Supplies		795	
Tires and Tubes		7,520	
Water and Sewer		1,174	
Other Supplies and Materials		7,450	
Office Equipment		1,552	
Site Development		23,442	
Total Convenience Centers			\$ 1,814,770

(Continued)

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

Solid Waste/Sanitation Fund (Cont.)

Other Operations

Other Charges

Building and Contents Insurance	\$	11,288	
Excess Risk Insurance		19,502	
Trustee's Commission		41,017	
Vehicle and Equipment Insurance		13,168	
Workers' Compensation Insurance		13,395	
Total Other Charges			\$ 98,370

Employee Benefits

Social Security	\$	39,047	
State Retirement		20,572	
Life Insurance		391	
Medical Insurance		65,250	
Disability Insurance		170	
Employer Medicare		9,131	
Total Employee Benefits			134,561

Total Solid Waste/Sanitation Fund \$ 2,047,701

Drug Control Fund

Public Safety

Drug Enforcement

In-Service Training	\$	2,629	
Maintenance & Repair Services- Vehicles		378	
Tow-in Services		317	
Office Supplies		727	
Trustee's Commission		639	
Other Capital Outlay		49,575	
Total Drug Enforcement			\$ 54,265

Total Drug Control Fund 54,265

District Attorney General Fund

Administration of Justice

District Attorney General

Other Salaries & Wages	\$	3,979	
Advertising		167	
Communication		11,360	
Dues and Memberships		619	
Rentals		2,493	
Travel		3,976	

(Continued)

Exhibit L-9

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

District Attorney General Fund (Cont.)

Administration of Justice (Cont.)

District Attorney General (Cont.)

Other Contracted Services	\$	5,603	
Office Supplies		3,948	
Other Supplies and Materials		5,323	
Trustee's Commission		928	
In Service/Staff Development		1,745	
Other Charges		1,967	
Data Processing Equipment		10,689	
Furniture and Fixtures		3,198	
Total District Attorney General		<u>55,995</u>	\$ 55,995

Total District Attorney General Fund \$ 55,995

Constitutional Officers - Fees Fund

Finance

County Clerk's Office

Bank Charges	\$	<u>162</u>	
Total County Clerk's Office			\$ 162

Administration of Justice

General Sessions Court

Bank Charges	\$	<u>25</u>	
Total General Sessions Court			25

Chancery Court

Bank Charges	\$	<u>289</u>	
Total Chancery Court			<u>289</u>

Total Constitutional Officers - Fees Fund 476

Highway/Public Works Fund

Highways

Administration

County Official/Administrative Officer	\$	94,016	
Accountants/Bookkeepers		37,523	
Dispatchers/Radio Operators		42,432	
Secretary(s)		29,609	
Longevity Pay		34,450	
Other Salaries & Wages		3,335	
Board and Committee Members Fees		3,375	
Other Per Diem & Fees		1,408	

(Continued)

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

Highway/Public Works Fund (Cont.)

Highways (Cont.)

Administration (Cont.)

Advertising	\$	174	
Communication		10,784	
Engineering Services		224,990	
Evaluation and Testing		2,380	
Operating Lease Payments		1,716	
Legal Services		37,872	
Legal Notices, Recording and Court Costs		280	
Maintenance & Repair Services- Office Equipment		88	
Postal Charges		555	
Electricity		12,184	
Natural Gas		7,061	
Office Supplies		2,914	
Water and Sewer		6,000	
Other Charges		3,861	
Office Equipment		1,463	
Total Administration			\$ 558,470

Highway and Bridge Maintenance

Foremen	\$	137,800	
Equipment Operators		1,700,563	
Part-time Personnel		66,954	
Overtime Pay		85,055	
Other Salaries & Wages		32,691	
Contracts with Private Agencies		63,923	
Rentals		128,255	
Other Contracted Services		2,107	
Asphalt - Hot Mix		1,922,081	
Asphalt - Liquid		38,218	
Crushed Stone		7,878	
Other Road Supplies		81,196	
Pipe		79,127	
Road Signs		20,079	
Salt		22,776	
Uniforms		29,435	
Wood Products		560	
Other Charges		300	
Total Highway and Bridge Maintenance			4,418,998

Operation and Maintenance of Equipment

Foremen	\$	45,334	
---------	----	--------	--

(Continued)

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

Highway/Public Works Fund (Cont.)

Highways (Cont.)

Operation and Maintenance of Equipment (Cont.)

Mechanic(s)	\$	115,961	
Nightwatchmen		91,279	
Part-time Personnel		5,819	
Other Salaries & Wages		3,473	
Diesel Fuel		221,448	
Equipment Parts - Heavy		619,627	
Equipment and Machinery Parts		2,331	
Garage Supplies		17,015	
Gasoline		169,041	
Lubricants		21,724	
Tires and Tubes		91,772	
Total Operation and Maintenance of Equipment			\$ 1,404,824

Quarry Operations

Equipment Operators	\$	256,812	
Overtime Pay		15,339	
Other Salaries & Wages		5,678	
Explosive and Drilling Services		93,998	
Maintenance & Repair Services- Vehicles		182,581	
Electricity		32,898	
Other Supplies and Materials		2,704	
Total Quarry Operations			590,010

Other Charges

Building and Contents Insurance	\$	47,740	
Excess Risk Insurance		162,304	
Trustee's Commission		105,703	
Vehicle and Equipment Insurance		218,040	
Workers' Compensation Insurance		16,689	
Total Other Charges			550,476

Employee Benefits

Social Security	\$	169,080	
State Retirement		181,733	
Life Insurance		3,902	
Medical Insurance		572,750	
Disability Insurance		8,925	
Unemployment Compensation		1,361	
Employer Medicare		39,600	
Total Employee Benefits			977,351

(Continued)

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

Highway/Public Works Fund (Cont.)

Highways (Cont.)

Capital Outlay

Bridge Construction	\$	158,724	
Building Construction		1,475	
Highway Construction		93,623	
Highway Equipment		49,565	
Site Development		2,990	
Total Capital Outlay			\$ 306,377

Total Highway/Public Works Fund \$ 8,806,506

General Debt Service Fund

Principal

General Government

Principal on Bonds	\$	4,922,801	
Principal on Other Loans Payable		384,715	
Total General Government			\$ 5,307,516

Highways and Streets

Principal on Bonds	\$	122,513	
Total Highways and Streets			122,513

Education

Principal on Bonds	\$	4,479,686	
Principal on Notes		225,000	
Principal on Other Loans Payable		117,285	
Total Education			4,821,971

Interest

General Government

Interest on Bonds	\$	5,118,426	
Interest on Notes		5,766	
Interest on Other Loans Payable		141,176	
Total General Government			5,265,368

Highways and Streets

Interest on Bonds	\$	82,796	
Interest on Notes		6,517	
Total Highways and Streets			89,313

Education

Interest on Bonds	\$	5,143,849	
-------------------	----	-----------	--

(Continued)

Exhibit L-9

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

General Debt Service Fund (Cont.)

Interest (Cont.)

Education (Cont.)

Interest on Notes	\$ 42,923	
Interest on Other Loans Payable	45,512	
Total Education	\$ 5,232,284	

Other Debt Service

General Government

Fiscal Agent Charges	\$ 8,111	
Trustee's Commission	320,844	
Other Charges	29,217	
Underwriter's Discount	91,482	
Other Debt Issuance Charges	26,117	
Total General Government	475,771	

Education

Underwriter's Discount	\$ 135,729	
Other Debt Issuance Charges	34,648	
Total Education	170,377	

Total General Debt Service Fund \$ 21,485,113

Rural Debt Service Fund

Principal

Education

Principal on Bonds	\$ 6,395,000	
Principal on Notes	375,000	
Total Education	\$ 6,770,000	

Interest

Education

Interest on Bonds	\$ 5,053,324	
Interest on Notes	65,613	
Total Education	5,118,937	

Other Debt Service

Education

Fiscal Agent Charges	\$ 1,918	
Trustee's Commission	168,549	
Total Education	170,467	

Total Rural Debt Service Fund 12,059,404

(Continued)

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

General Capital Projects Fund

Capital Projects

General Administration Projects

Underwriter's Discount	\$	9,202	
Other Debt Issuance Charges		16,359	
Building Improvements		295,575	
Motor Vehicles		20,902	
Building Purchases		125,000	
Other Equipment		56,968	
Total General Administration Projects			\$ 524,006

Administration of Justice Projects

Building Construction	\$	102,118	
Building Improvements		10,116	
Site Development		2,095,211	
Total Administration of Justice Projects			2,207,445

Public Safety Projects

Trustee's Commission	\$	391	
Building Improvements		235,604	
Land		19,000	
Motor Vehicles		844,755	
Other Equipment		479,039	
Total Public Safety Projects			1,578,789

Public Health and Welfare Projects

Underwriter's Discount	\$	108,870	
Other Debt Issuance Charges		33,500	
Building Construction		11,400	
Building Improvements		63,110	
Motor Vehicles		238,767	
Other Equipment		156,609	
Other Construction		56,237	
Total Public Health and Welfare Projects			668,493

Social, Cultural and Recreation Projects

Consultants	\$	44,875	
Trustee's Commission		7,851	
Building Construction		18,975	
Building Improvements		419,487	
Site Development		1,031,283	
Other Equipment		91,103	
Other Capital Outlay		310,244	
Total Social, Cultural and Recreation Projects			1,923,818

(Continued)

Exhibit L-9

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

General Capital Projects Fund (Cont.)

Capital Projects (Cont.)

Public Utility Projects

Underwriter's Discount	\$	9,147	
Other Debt Issuance Charges		2,658	
Site Development		841	
Other Construction		<u>97,300</u>	
Total Public Utility Projects	\$		109,946

Highway & Street Capital Projects

Consultants	\$	8,818	
Contracts with Government Agencies		32,000	
Trustee's Commission		4,241	
Highway Construction		55,463	
Highway Equipment		113,196	
Motor Vehicles		<u>157,307</u>	
Total Highway & Street Capital Projects			371,025

Education Capital Projects

Trustee's Commission	\$	82,827	
Underwriter's Discount		216,641	
Other Debt Issuance Charges		<u>74,837</u>	
Total Education Capital Projects			374,305

Capital Projects - Donated

Capital Projects Donated to School Department

Contributions	\$	<u>39,251,111</u>	
Total Capital Projects Donated to School Department			39,251,111

Capital Projects Donated to Other Entities

Contributions	\$	<u>15,015,579</u>	
Total Capital Projects Donated to Other Entities			<u>15,015,579</u>

Total General Capital Projects Fund \$ 62,024,517

Total Governmental Funds - Primary Government \$ 154,835,812

Williamson County, Tennessee
Schedule of Detailed Expenditures -
All Governmental Fund Types
Discretely Presented Williamson County School Department
For the Year Ended June 30, 2005

General Purpose School Fund

Instruction

Regular Instruction Program

Teachers	\$ 53,435,272	
Career Ladder Program	740,950	
Career Ladder Extended Contracts	150,500	
Educational Assistants	1,219,950	
Longevity Pay	21,250	
Certified Substitute Teachers	1,258,908	
Social Security	3,441,061	
State Retirement	3,001,596	
Life Insurance	62,362	
Medical Insurance	7,325,085	
Dental Insurance	612,368	
Unemployment Compensation	35,257	
Employer Medicare	806,320	
Contributions	21,995	
Maintenance & Repair Services- Equipment	42,896	
Other Contracted Services	426,036	
Instructional Supplies and Materials	1,156,268	
Textbooks	1,690,796	
Fee Waivers	66,000	
Other Charges	524,812	
Regular Instruction Equipment	185,316	
Total Regular Instruction Program		\$ 76,224,998

Alternative Instruction Program

Teachers	\$ 183,395	
Career Ladder Program	1,000	
Educational Assistants	53,500	
Longevity Pay	600	
Social Security	14,446	
State Retirement	13,815	
Life Insurance	455	
Medical Insurance	53,508	
Dental Insurance	4,548	
Employer Medicare	3,378	
Other Supplies and Materials	3,850	
Other Equipment	1,495	
Total Alternative Instruction Program		333,990

(Continued)

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

General Purpose School Fund (Cont.)

Instruction (Cont.)

Special Education Program

Teachers	\$	8,251,263	
Career Ladder Program		91,932	
Career Ladder Extended Contracts		24,000	
Homebound Teachers		87,164	
Educational Assistants		1,905,971	
Longevity Pay		16,900	
Social Security		632,912	
State Retirement		591,772	
Life Insurance		20,222	
Medical Insurance		2,282,250	
Dental Insurance		201,500	
Employer Medicare		148,650	
Contracts with Private Agencies		290,242	
Maintenance & Repair Services- Equipment		4,205	
Other Contracted Services		39,735	
Instructional Supplies and Materials		109,636	
Textbooks		4,996	
Other Supplies and Materials		16,405	
Special Education Equipment		53,128	
Total Special Education Program			\$ 14,772,883

Vocational Education Program

Teachers	\$	1,810,504	
Career Ladder Program		21,000	
Career Ladder Extended Contracts		4,500	
Clerical Personnel		18,281	
Educational Assistants		17,963	
Longevity Pay		1,300	
Other Salaries & Wages		135,219	
Social Security		125,663	
State Retirement		113,532	
Life Insurance		2,571	
Medical Insurance		299,357	
Dental Insurance		25,300	
Employer Medicare		29,393	
Maintenance & Repair Services- Equipment		5,809	
Instructional Supplies and Materials		94,616	
Other Charges		45,251	
Vocational Instruction Equipment		180,329	
Total Vocational Education Program			2,930,588

(Continued)

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

General Purpose School Fund (Cont.)

Instruction (Cont.)

Student Body Education Program

Certified Substitute Teachers	\$	3,336	
In-Service Training		12,098	
Communication		92,548	
Travel		951	
Other Contracted Services		488,558	
Instructional Supplies and Materials		452,975	
Library Books/Media		211,703	
Other Supplies and Materials		103,022	
In Service/Staff Development		119,558	
Other Charges		11,900	
Regular Instruction Equipment		479,902	
Total Student Body Education Program			\$ 1,976,551

Adult Education Program

Teachers	\$	200,402	
Career Ladder Program		1,000	
Other Salaries & Wages		16,803	
Social Security		13,369	
State Retirement		8,234	
Life Insurance		204	
Medical Insurance		21,658	
Dental Insurance		1,794	
Employer Medicare		3,127	
Other Contracted Services		1,000	
Instructional Supplies and Materials		23,495	
Other Charges		16,831	
Other Equipment		6,205	
Total Adult Education Program			314,122

Support Services

Attendance

Longevity Pay	\$	400	
Other Salaries & Wages		70,387	
Social Security		4,362	
State Retirement		4,824	
Life Insurance		102	
Medical Insurance		11,808	
Dental Insurance		1,000	
Employer Medicare		1,020	

(Continued)

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

General Purpose School Fund (Cont.)

Support Services (Cont.)

Attendance (Cont.)

In Service/Staff Development	\$ 5,394	
Total Attendance		\$ 99,297

Health Services

Medical Personnel	\$ 1,106,926	
Longevity Pay	850	
Social Security	66,724	
State Retirement	62,186	
Life Insurance	2,057	
Medical Insurance	245,223	
Dental Insurance	20,300	
Employer Medicare	15,605	
Travel	6,347	
Other Contracted Services	1,143	
Drugs and Medical Supplies	17,931	
Other Supplies and Materials	2,479	
In Service/Staff Development	1,125	
Health Equipment	6,121	
Total Health Services		1,555,017

Other Student Support

Career Ladder Program	\$ 47,478	
Guidance Personnel	2,540,235	
Career Ladder Extended Contracts	10,000	
Secretary(s)	105,971	
Longevity Pay	1,050	
Other Salaries & Wages	80,389	
Social Security	173,565	
State Retirement	154,854	
Life Insurance	2,954	
Medical Insurance	341,670	
Dental Insurance	29,051	
Employer Medicare	40,591	
Contracts with Government Agencies	264,195	
Other Contracted Services	302,878	
Other Supplies and Materials	143,740	
In Service/Staff Development	670	
Other Equipment	1,493	
Total Other Student Support		4,240,784

(Continued)

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

General Purpose School Fund (Cont.)

Support Services (Cont.)

Regular Instruction Program

Supervisor/Director	\$	405,560	
Career Ladder Program		45,400	
Career Ladder Extended Contracts		8,000	
Librarians		1,650,105	
Secretary(s)		220,998	
Clerical Personnel		475,622	
Longevity Pay		14,900	
Other Salaries & Wages		55,752	
In-Service Training		100,590	
Social Security		181,380	
State Retirement		173,376	
Life Insurance		4,118	
Medical Insurance		480,505	
Dental Insurance		40,706	
Employer Medicare		42,848	
Consultants		1,050	
Travel		18,146	
Other Contracted Services		167,200	
Instructional Supplies and Materials		704	
Other Supplies and Materials		66,575	
In Service/Staff Development		170,842	
Regular Instruction Equipment		885	
Other Equipment		4,982	
Total Regular Instruction Program	\$		4,330,244

Special Education Program

Supervisor/Director	\$	81,760
Career Ladder Program		8,820
Psychological Personnel		698,199
Secretary(s)		68,286
Longevity Pay		1,500
Other Salaries & Wages		201,683
In-Service Training		58,945
Social Security		68,517
State Retirement		62,455
Life Insurance		1,330
Medical Insurance		138,450
Dental Insurance		13,317
Employer Medicare		15,997

(Continued)

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

General Purpose School Fund (Cont.)

Support Services (Cont.)

Special Education Program (Cont.)

Travel	\$	24,288	
Other Contracted Services		103,413	
Other Supplies and Materials		47,366	
In Service/Staff Development		25,483	
Other Equipment		4,260	
Total Special Education Program			\$ 1,624,069

Vocational Education Program

Career Ladder Program	\$	1,000	
Secretary(s)		23,213	
Other Salaries & Wages		66,360	
In-Service Training		3,620	
Social Security		5,600	
State Retirement		5,440	
Life Insurance		106	
Medical Insurance		12,398	
Dental Insurance		1,043	
Employer Medicare		1,310	
Travel		5,828	
Other Contracted Services		19,973	
Instructional Supplies and Materials		7,357	
Other Supplies and Materials		2,564	
In Service/Staff Development		31,861	
Total Vocational Education Program			187,673

Adult Programs

Secretary(s)	\$	21,107	
Longevity Pay		300	
Other Salaries & Wages		63,560	
Social Security		5,341	
State Retirement		5,085	
Life Insurance		98	
Medical Insurance		11,432	
Dental Insurance		958	
Employer Medicare		1,249	
Travel		635	
Total Adult Programs			109,765

(Continued)

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

General Purpose School Fund (Cont.)

Support Services (Cont.)

Board of Education

Other Salaries & Wages	\$	292,784	
Board and Committee Members Fees		45,114	
Social Security		20,525	
State Retirement		19,232	
Life Insurance		17	
Medical Insurance		1,491	
Dental Insurance		137	
Employer Medicare		4,800	
Audit Services		33,500	
Dues and Memberships		16,147	
Legal Services		18,541	
Other Contracted Services		2,552	
Liability Insurance		532,758	
Trustee's Commission		1,611,675	
Workers' Compensation Insurance		399,568	
In Service/Staff Development		3,328	
Criminal Investigation of Applicants - TBI		28,948	
Total Board of Education			\$ 3,031,117

Director of Schools

County Official/Administrative Officer	\$	140,138	
Assistant(s)		101,699	
Career Ladder Program		3,000	
Secretary(s)		117,042	
Longevity Pay		2,400	
Social Security		20,685	
State Retirement		21,723	
Life Insurance		246	
Medical Insurance		29,030	
Dental Insurance		2,449	
Employer Medicare		5,315	
Communication		469,458	
Travel		206	
Other Contracted Services		61,214	
Office Supplies		42,544	
In Service/Staff Development		8,670	
Total Director of Schools			1,025,819

(Continued)

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

General Purpose School Fund (Cont.)

Support Services (Cont.)

Office of the Principal

Principals	\$	2,749,426	
Career Ladder Program		79,000	
Accountants/Bookkeepers		793,605	
Career Ladder Extended Contracts		33,500	
Assistant Principals		2,115,674	
Secretary(s)		953,496	
Longevity Pay		29,400	
Social Security		408,326	
State Retirement		390,061	
Life Insurance		7,178	
Medical Insurance		831,912	
Dental Insurance		70,562	
Employer Medicare		96,228	
Total Office of the Principal			\$ 8,558,368

Fiscal Services

Supervisor/Director	\$	85,897	
Accountants/Bookkeepers		313,237	
Purchasing Personnel		86,801	
Longevity Pay		4,000	
Overtime Pay		45	
Other Salaries & Wages		68,706	
Social Security		33,830	
State Retirement		37,723	
Life Insurance		663	
Medical Insurance		76,749	
Dental Insurance		6,503	
Employer Medicare		7,912	
Travel		835	
Other Contracted Services		3,138	
In Service/Staff Development		6,166	
Administration Equipment		32,360	
Total Fiscal Services			764,565

Operation of Plant

Supervisor/Director	\$	83,249
Secretary(s)		34,112
Custodial Personnel		135,690
Longevity Pay		6,625

(Continued)

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

General Purpose School Fund (Cont.)

Support Services (Cont.)

Operation of Plant (Cont.)

Other Salaries & Wages	\$	7,541	
Social Security		16,343	
State Retirement		17,952	
Life Insurance		412	
Medical Insurance		47,230	
Dental Insurance		4,002	
Employer Medicare		3,823	
Janitorial Services		4,393,971	
Travel		2,441	
Disposal Fees		71,009	
Other Contracted Services		196,089	
Custodial Supplies		1,543	
Electricity		3,294,801	
Natural Gas		479,065	
Water and Sewer		471,845	
Other Supplies and Materials		18,513	
Building and Contents Insurance		93,601	
Plant Operation Equipment		2,000	
Total Operation of Plant			\$ 9,381,857

Maintenance of Plant

Supervisor/Director	\$	65,001
Secretary(s)		53,814
Maintenance Personnel		1,635,353
Longevity Pay		9,400
Overtime Pay		15,956
Other Salaries & Wages		52,520
Social Security		111,162
State Retirement		124,091
Life Insurance		2,928
Medical Insurance		338,432
Dental Insurance		28,726
Employer Medicare		25,998
Maintenance & Repair Services- Buildings		354,638
Maintenance & Repair Services- Equipment		125,060
Maintenance & Repair Services- Vehicles		14,019
Other Contracted Services		245,532
General Construction Materials		390,317
Other Supplies and Materials		9,235

(Continued)

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

General Purpose School Fund (Cont.)

Support Services (Cont.)

Maintenance of Plant (Cont.)

In Service/Staff Development	\$	8,143	
Other Charges		44,133	
Plant Operation Equipment		29,905	
Total Maintenance of Plant			\$ 3,684,363

Transportation

Supervisor/Director	\$	65,092	
Mechanic(s)		304,291	
Bus Drivers		3,137,514	
Clerical Personnel		34,272	
Longevity Pay		69,750	
Overtime Pay		3,783	
Other Salaries & Wages		462,531	
Social Security		244,136	
State Retirement		267,103	
Life Insurance		10,357	
Medical Insurance		1,201,123	
Dental Insurance		101,862	
Employer Medicare		57,096	
Contracts with Parents		323	
Maintenance & Repair Services- Buildings		1,357	
Maintenance & Repair Services- Vehicles		41,098	
Other Contracted Services		22,486	
Gasoline		700,621	
Lubricants		17,196	
Tires and Tubes		157,146	
Vehicle Parts		232,784	
Other Supplies and Materials		12,792	
Vehicle and Equipment Insurance		254,560	
In Service/Staff Development		2,428	
Other Charges		24,933	
Transportation Equipment		17,562	
Total Transportation			7,444,196

Central and Other

Supervisor/Director	\$	218,145	
Data Processing Personnel		954,677	
Secretary(s)		156,964	
Longevity Pay		6,700	

(Continued)

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

General Purpose School Fund (Cont.)

Support Services (Cont.)

Central and Other (Cont.)

Overtime Pay	\$	2,245	
Other Salaries & Wages		70,475	
Social Security		86,496	
State Retirement		94,425	
Life Insurance		1,585	
Medical Insurance		186,070	
Dental Insurance		15,500	
Employer Medicare		20,229	
Travel		17,578	
Other Contracted Services		207,149	
Other Supplies and Materials		50,203	
In Service/Staff Development		8,079	
Data Processing Equipment		146,483	
Total Central and Other			\$ 2,243,003

Operation of Non-Instructional Services

Community Services

Other Salaries & Wages	\$	119,250	
Social Security		8,947	
State Retirement		8,497	
Life Insurance		89	
Medical Insurance		10,863	
Dental Insurance		925	
Employer Medicare		2,071	
Other Contracted Services		41,334	
Other Supplies and Materials		958	
Total Community Services			192,934

Total General Purpose School Fund \$ 145,026,203

School Federal Projects Fund

Instruction

Regular Instruction Program

Teachers	\$	568,113
Educational Assistants		5,352
Certified Substitute Teachers		28,268
In-Service Training		79
Social Security		36,985
State Retirement		30,919

(Continued)

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

School Federal Projects Fund (Cont.)

Instruction (Cont.)

Regular Instruction Program (Cont.)

Life Insurance	\$	649	
Medical Insurance		84,435	
Dental Insurance		6,259	
Employer Medicare		8,655	
Other Contracted Services		5,680	
Instructional Supplies and Materials		19,459	
Other Supplies and Materials		14,070	
In Service/Staff Development		50	
Other Charges		376	
Regular Instruction Equipment		1,614	
Total Regular Instruction Program			\$ 810,963

Special Education Program

Teachers	\$	69,589	
Educational Assistants		1,369,696	
Other Salaries & Wages		83,761	
Certified Substitute Teachers		7,447	
Social Security		90,696	
State Retirement		89,450	
Life Insurance		4,735	
Medical Insurance		626,738	
Dental Insurance		46,429	
Employer Medicare		21,228	
Maintenance & Repair Services- Equipment		823	
Other Contracted Services		126,015	
Instructional Supplies and Materials		16,264	
Other Supplies and Materials		52,539	
Total Special Education Program			2,605,410

Vocational Education Program

Teachers	\$	32,743	
Educational Assistants		12,678	
Social Security		2,728	
State Retirement		2,575	
Life Insurance		102	
Medical Insurance		13,500	
Dental Insurance		1,000	
Employer Medicare		638	
Instructional Supplies and Materials		51,711	

(Continued)

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

School Federal Projects Fund (Cont.)

Instruction (Cont.)

Vocational Education Program (Cont.)

Other Charges	\$	2,560	
Vocational Instruction Equipment		141,244	
Total Vocational Education Program			\$ 261,479

Support Services

Health Services

Medical Personnel	\$	377,601	
Social Security		22,827	
State Retirement		24,733	
Life Insurance		536	
Medical Insurance		70,875	
Dental Insurance		5,250	
Employer Medicare		5,339	
Travel		3,925	
In Service/Staff Development		3,219	
Total Health Services			514,305

Other Student Support

Other Salaries & Wages	\$	959	
Social Security		65	
State Retirement		59	
Employer Medicare		14	
Evaluation and Testing		603	
Travel		164	
Other Contracted Services		45,930	
In Service/Staff Development		9,795	
Other Charges		1,104	
Total Other Student Support			58,693

Regular Instruction Program

Secretary(s)	\$	8,540	
Other Salaries & Wages		55,806	
In-Service Training		35,459	
Social Security		6,215	
State Retirement		4,951	
Life Insurance		37	
Medical Insurance		5,400	
Dental Insurance		400	
Employer Medicare		1,447	

(Continued)

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

School Federal Projects Fund (Cont.)

Support Services (Cont.)

Regular Instruction Program (Cont.)

Travel	\$	4,651	
Other Supplies and Materials		11,063	
In Service/Staff Development		165,671	
Other Charges		7,386	
Other Equipment		6,365	
Total Regular Instruction Program			\$ 313,391

Special Education Program

Psychological Personnel	\$	113,656	
Secretary(s)		26,393	
Other Salaries & Wages		135,815	
In-Service Training		8,960	
Social Security		17,861	
State Retirement		16,262	
Life Insurance		332	
Medical Insurance		43,875	
Dental Insurance		3,250	
Employer Medicare		4,190	
Travel		4,610	
Other Contracted Services		85,074	
Other Supplies and Materials		35,350	
In Service/Staff Development		8,080	
Other Charges		1,016	
Total Special Education Program			504,724

Vocational Education Program

Travel	\$	16,774	
Other Contracted Services		10,150	
Other Supplies and Materials		981	
In Service/Staff Development		2,256	
Total Vocational Education Program			30,161

Central and Other

Other Salaries & Wages	\$	66,572	
Social Security		4,067	
State Retirement		4,520	
Life Insurance		51	
Medical Insurance		6,750	
Dental Insurance		500	

(Continued)

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

School Federal Projects Fund (Cont.)

Support Services (Cont.)

Central and Other (Cont.)

Employer Medicare	\$	951	
Travel		1,134	
In Service/Staff Development		799	
Total Central and Other			\$ 85,344

Total School Federal Projects Fund \$ 5,184,470

Central Cafeteria Fund

Operation of Non-Instructional Services

Food Service

Supervisor/Director	\$	66,072	
Clerical Personnel		50,310	
Cafeteria Personnel		2,168,660	
Longevity Pay		34,600	
Overtime Pay		3,057	
Other Salaries & Wages		128,384	
Social Security		146,248	
State Retirement		146,085	
Life Insurance		6,800	
Medical Insurance		770,144	
Dental Insurance		65,266	
Unemployment Compensation		1,577	
Employer Medicare		34,199	
Communication		24,234	
Maintenance & Repair Services- Equipment		9,565	
Transportation - Other than Students		51,990	
Travel		6,611	
Other Contracted Services		35,988	
Equipment and Machinery Parts		29,803	
Food Supplies		2,802,399	
Other Supplies and Materials		242,607	
In Service/Staff Development		10,483	
Food Service Equipment		30,108	
Total Food Service			\$ 6,865,190

Total Central Cafeteria Fund 6,865,190

(Continued)

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

Extended School Program Fund

Operation of Non-Instructional Services

Community Services

Supervisor/Director	\$	32,112	
Accountants/Bookkeepers		20,797	
Attendants		329,687	
Longevity Pay		350	
Other Salaries & Wages		51,868	
Social Security		24,227	
State Retirement		8,765	
Life Insurance		255	
Medical Insurance		29,519	
Dental Insurance		2,501	
Employer Medicare		5,689	
Communication		1,160	
Travel		996	
Other Contracted Services		20,653	
Food Supplies		20,504	
Other Supplies and Materials		14,894	
Refunds		527	
In Service/Staff Development		2,600	
Other Equipment		9,767	
Total Community Services		<u>576,871</u>	\$ <u>576,871</u>

Total Extended School Program Fund \$ 576,871

Education Capital Projects Fund

Capital Projects

Education Capital Projects

Architects	\$	1,021,693	
Consultants		22,398	
Contributions		1,074,531	
Engineering Services		61,811	
Legal Services		12,473	
Other Contracted Services		141,512	
Building Construction		32,136,443	
Building Improvements		2,876,247	
Data Processing Equipment		2,248,196	
Furniture and Fixtures		1,124,582	
Maintenance Equipment		149,063	
Site Development		186,718	
Transportation Equipment		803,440	

(Continued)

Exhibit L-10

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

<u>Education Capital Projects Fund (Cont.)</u>		
<u>Capital Projects (Cont.)</u>		
<u>Education Capital Projects (Cont.)</u>		
Other Equipment	\$ 23,514	
Other Capital Outlay	358,056	
Total Education Capital Projects	<u> </u>	\$ <u>42,240,677</u>
Total Education Capital Projects Fund		\$ <u>42,240,677</u>
Total Governmental Funds - Williamson County School Department		\$ <u>199,893,411</u>

Williamson County, Tennessee
Schedule of Detailed Revenues and Expenses
Solid Waste Disposal Fund
For the Year Ended June 30, 2005

	<u>Primary</u> <u>Government</u> <u>Enterprise</u> <u>Fund</u> <u>Solid</u> <u>Waste</u> <u>Disposal Fund</u>
<u>Revenues</u>	
<u>Operating Revenues</u>	
<u>Charges for Current Services</u>	
<u>General Service Charges</u>	
Tipping Fees	\$ 1,574,168
Total Charges for Current Services	<u>\$ 1,574,168</u>
<u>Other Local Revenues</u>	
<u>Recurring Items</u>	
Sale of Materials and Supplies	\$ 74,384
Miscellaneous Refunds	460
Total Other Local Revenues	<u>\$ 74,844</u>
Total Operating Revenues	<u>\$ 1,649,012</u>
<u>Nonoperating Revenues</u>	
Solid Waste Grants	\$ 100,885
Investment Income	54,719
Premium on Debt Issued	91,813
Accrued Interest on Debt Issues	1,026
Total Nonoperating Revenues	<u>\$ 248,443</u>
 Total Revenues	 <u><u>\$ 1,897,455</u></u>
<u>Expenses</u>	
<u>Operating Expenses</u>	
<u>Landfill Operation and Maintenance</u>	
Supervisor/Director	\$ 80,184
Deputies	78,174
Laborers	246,639
Clerical Personnel	47,029

Williamson County, Tennessee
Schedule of Detailed Revenues and Expenses
Solid Waste Disposal Fund (Cont.)

	<u>Primary</u> <u>Government</u> <u>Enterprise</u> <u>Fund</u> <u>Solid</u> <u>Waste</u> <u>Disposal Fund</u>
<u>Expenses (Cont.)</u>	
<u>Operating Expenses (Cont.)</u>	
<u>Landfill Operation and Maintenance (Cont.)</u>	
Longevity Pay	\$ 5,000
Overtime Pay	47,034
Other Salaries & Wages	8,421
In-Service Training	1,255
Other Per Diem and Fees	415
Communication	9,645
Dues and Memberships	1,072
Evaluation and Testing	150
Maintenance & Repair Services - Buildings	4,636
Maintenance & Repair Services - Equipment	126,234
Maintenance & Repair Services - Office Equipment	2,000
Maintenance & Repair Services - Vehicles	4,259
Postal Charges	481
Rentals	20
Travel	1,990
Other Contracted Services	748,473
Diesel Fuel	105,262
Electricity	11,220
Gasoline	8,859
Lubricants	506
Natural Gas	1,403
Office Supplies	1,200
Tires and Tubes	10,784
Uniforms	16,511
Water and Sewer	702
Other Supplies and Materials	9,651
Depreciation	355,562
Loss on Disposal of Property	137,614

(Continued)

Williamson County, Tennessee
Schedule of Detailed Revenues and Expenses
Solid Waste Disposal Fund (Cont.)

	<u>Primary</u> <u>Government</u> <u>Enterprise</u> <u>Fund</u> <u>Solid</u> <u>Waste</u> <u>Disposal Fund</u>
<u>Expenses (Cont.)</u>	
<u>Operating Expenses (Cont.)</u>	
<u>Landfill Operation and Maintenance (Cont.)</u>	
Landfill Closure/Postclosure Care Costs	\$ 348,203
Other Charges	25,398
Total Landfill Operation and Maintenance	<u>\$ 2,445,986</u>
<u>Other Charges</u>	
Building and Contents Insurance	\$ 17,934
Excess Risk Insurance	19,502
Trustee's Commission	17,002
Vehicle and Equipment Insurance	11,090
Workers' Compensation Insurance	24,039
Total Other Charges	<u>\$ 89,567</u>
<u>Employee Benefits</u>	
Social Security	\$ 31,284
State Retirement	35,124
Life Insurance	655
Medical Insurance	94,250
Employer Medicare	7,317
Total Employee Benefits	<u>\$ 168,630</u>
Total Operating Expenses	<u>\$ 2,704,183</u>
<u>Nonoperating Expenses</u>	
Interest on Bonds	\$ 279,326
Interest on Notes	1,623
Underwriter's Discount	5,491
Payment to Refunded Debt Escrow Agent	63,149
Other Debt Issuance Charges	3,173
Total Nonoperating Expenses	<u>\$ 352,762</u>
Total Expenses	<u><u>\$ 3,056,945</u></u>

Exhibit L-12

Williamson County, Tennessee
Schedule of Detailed Receipts, Disbursements,
and Changes in Cash Balances - City Agency Funds
For the Year Ended June 30, 2005

	Cities - Sales Tax Fund	Cities - Property Tax Fund	Special School District Fund	Total
<u>Cash Receipts</u>				
<u>County Property Taxes</u>				
Current Property Taxes	\$ 0	\$ 0	\$ 9,039,648	\$ 9,039,648
Trustee's Collections - Prior Year	0	0	137,877	137,877
Circuit/Clerk & Master Collections - Prior Years	0	0	52,441	52,441
Interest and Penalty	0	0	24,754	24,754
Payments in Lieu of Taxes - Other	0	0	18,219	18,219
Local Option Sales Tax	29,402,733	0	4,041,836	33,444,569
Interstate Telecommunications Tax	0	0	2,755	2,755
<u>City/School District Property Taxes</u>				
Current Property Taxes	0	53,538	10,441,474	10,495,012
Trustee's Collections - Prior Year	0	1,025	167,934	168,959
Interest and Penalty	0	203	31,424	31,627
Pick-up Taxes	0	0	39,516	39,516
Marriage Licenses	0	0	1,200	1,200
Other Local Revenues	0	0	390	390
Mixed Drink Tax	0	0	55,723	55,723
Transfers In	0	0	1,083,649	1,083,649
Total Cash Receipts	\$ 29,402,733	\$ 54,766	\$ 25,138,840	\$ 54,596,339
<u>Cash Disbursements</u>				
Remittance of Revenues Collected	\$ 29,108,706	\$ 52,454	\$ 24,631,095	\$ 53,792,255
Trustee's Commission	294,027	2,235	439,550	735,812
Total Cash Disbursements	\$ 29,402,733	\$ 54,689	\$ 25,070,645	\$ 54,528,067
Excess of Cash Receipts Over (Under) Cash Disbursements	\$ 0	\$ 77	\$ 68,195	\$ 68,272
Cash Balance, July 1, 2004	0	282	457,744	458,026
Cash Balance, June 30, 2005	\$ 0	\$ 359	\$ 525,939	\$ 526,298

STATISTICAL SECTION

Table 1

Williamson County, Tennessee
Uncollected Taxes Filed in Chancery Court
June 30, 2005

Year	Amount
1994	\$ 19,390
1995	36,930
1996	49,662
1997	50,950
1998	61,887
1999	94,299
2000	133,103
2001	123,567
2002	141,193
2003	390,855
Total	\$ 1,101,836

Table 2

Williamson County, Tennessee
Tax Rates and Assessments
Last Ten Years

Fund	1995	1996	1997	1998	1999	2000	2001	2002	2003	2004
<u>County</u>										
General	\$ 0.61	\$ 0.67	\$ 0.72	\$ 0.72	\$ 0.72	\$ 0.70	\$ 0.56	\$ 0.54	\$ 0.60	\$ 0.60
Highway/Public Works	0.12	0.10	0.05	0.05	0.05	0.05	0.05	0.05	0.05	0.05
General Purpose School	1.52	1.28	1.28	1.28	1.28	1.30	1.24	1.30	1.44	1.55
General Debt Service	0.68	0.55	0.55	0.55	0.55	0.55	0.44	0.40	0.42	0.34
Rural Debt Service	0.34	0.27	0.27	0.27	0.27	0.27	0.26	0.26	0.26	0.23
Solid Waste Disposal	0.11	0.09	0.09	0.09	0.09	0.09	0.07	0.07	0.07	0.07
Total County	\$ 3.38	\$ 2.96	\$ 2.96	\$ 2.96	\$ 2.96	\$ 2.96	\$ 2.62	\$ 2.62	\$ 2.84	\$ 2.84
<u>Fifth and Ninth District</u>										
General	\$ 0.61	\$ 0.67	\$ 0.72	\$ 0.72	\$ 0.72	\$ 0.70	\$ 0.56	\$ 0.54	\$ 0.60	\$ 0.60
General Purpose School	1.52	1.28	1.28	1.28	1.28	1.30	1.24	1.30	1.44	1.55
General Debt Service	0.68	0.55	0.55	0.55	0.55	0.55	0.44	0.40	0.42	0.34
Special School District	1.16	0.92	0.92	0.92	0.95	1.00	0.79	0.79	0.94	0.99
Total Fifth and Ninth District	\$ 3.97	\$ 3.42	\$ 3.47	\$ 3.47	\$ 3.50	\$ 3.55	\$ 3.03	\$ 3.03	\$ 3.40	\$ 3.48
<u>Ninth District - Outside</u>										
General	\$ 0.61	\$ 0.67	\$ 0.67	\$ 0.72	\$ 0.72	\$ 0.70	\$ 0.56	\$ 0.54	\$ 0.60	\$ 0.60
Highway/Public Works	0.12	0.10	0.10	0.05	0.05	0.05	0.05	0.05	0.05	0.05
General Purpose School	1.52	1.28	1.28	1.28	1.28	1.30	1.24	1.30	1.44	1.55
Special School District	1.16	0.92	0.92	0.92	0.95	1.00	0.79	0.79	0.94	0.99
General Debt Service	0.67	0.55	0.55	0.55	0.55	0.55	0.44	0.40	0.42	0.34
Solid Waste Disposal	0.11	0.09	0.09	0.09	0.09	0.09	0.07	0.07	0.07	0.07
Total Ninth District - Outside	\$ 4.19	\$ 3.61	\$ 3.61	\$ 3.61	\$ 3.64	\$ 3.69	\$ 3.15	\$ 3.15	\$ 3.52	\$ 3.60
<u>Cities of Fairview, Thompson's Station, Brentwood and Spring Hill</u>										
General	\$ 0.61	\$ 0.67	\$ 0.67	\$ 0.72	\$ 0.72	\$ 0.70	\$ 0.56	\$ 0.54	\$ 0.60	\$ 0.60
General Purpose School	1.52	1.28	1.28	1.28	1.28	1.30	1.24	1.30	1.44	1.55
General Debt Service	0.68	0.55	0.55	0.55	0.55	0.55	0.44	0.40	0.42	0.34
Rural Debt Service	0.34	0.27	0.27	0.27	0.27	0.27	0.26	0.26	0.26	0.23
Solid Waste Disposal	0.11	0.09	0.09	0.09	0.09	0.09	0.07	0.07	0.07	0.07
Total Cities of Fairview, Thompson's Station, Brentwood and Spring Hill	\$ 3.26	\$ 2.86	\$ 2.86	\$ 2.91	\$ 2.91	\$ 2.91	\$ 2.57	\$ 2.57	\$ 2.79	\$ 2.79

(Continued)

Table 2

Williamson County, Tennessee
Tax Rates and Assessments
Last Ten Years (Cont.)

Fund	1995	1996	1997	1998	1999	2000	2001	2002	2003	2004
<u>Inside Franklin/No Special School District</u>										
General	\$ 0.61	\$ 0.67	\$ 0.72	\$ 0.72	\$ 0.72	\$ 0.70	\$ 0.56	\$ 0.54	\$ 0.60	0.60
General Purpose School	1.52	1.28	1.28	1.28	1.28	1.30	1.24	1.30	1.44	1.55
General Debt Service	0.68	0.55	0.55	0.55	0.55	0.55	0.44	0.40	0.42	0.34
Rural Debt Service	0.34	0.27	0.27	0.27	0.27	0.27	0.26	0.26	0.26	0.23
Total Franklin/No Special School District	\$ 3.15	\$ 2.77	\$ 2.82	\$ 2.82	\$ 2.82	\$ 2.82	\$ 2.50	\$ 2.50	\$ 2.72	2.72
<u>Assessed Valuation</u>										
Real and Personal	\$ 1,511,435,434	\$ 2,008,984,483	\$ 2,168,865,843	\$ 2,410,186,276	\$ 2,662,551,829	\$ 2,860,690,485	\$ 3,715,963,470	\$ 3,881,470,166	\$ 4,033,149,157	\$ 4,261,887,801
Public Utilities	157,101,747	177,170,476	173,112,097	166,627,767	151,242,878	140,824,550	202,025,980	195,774,924	175,194,775	181,301,728
Total Assessed Valuation	\$ 1,668,537,181	\$ 2,186,154,959	\$ 2,341,977,940	\$ 2,576,814,043	\$ 2,813,794,707	\$ 3,001,515,035	\$ 3,917,989,450	\$ 4,077,245,090	\$ 4,208,343,932	\$ 4,443,189,529

SINGLE AUDIT SECTION



STATE OF TENNESSEE
COMPTROLLER OF THE TREASURY
DEPARTMENT OF AUDIT
DIVISION OF COUNTY AUDIT
SUITE 1500
JAMES K. POLK STATE OFFICE BUILDING
NASHVILLE, TENNESSEE 37243-0269
PHONE (615) 401-7841

REPORT ON INTERNAL CONTROL OVER
FINANCIAL REPORTING AND ON COMPLIANCE
AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL
STATEMENTS PERFORMED IN ACCORDANCE WITH
GOVERNMENT AUDITING STANDARDS

November 7, 2005

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

To the County Mayor and Board of County Commissioners:

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 Williamson County, Tennessee, as of and for the year ended June 30, 2005, which collectively comprise Williamson County's basic financial statements and have issued our report thereon dated November 7, 2005. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the auditing standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered Williamson County's internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinions on the financial statements and not to provide an opinion on the internal control over financial reporting. However, we noted certain matters involving the internal control over financial reporting and its operation that we consider to be reportable conditions. Reportable conditions involve matters coming to our attention relating to significant deficiencies in the design or operation of the internal control over financial reporting that, in our judgment, could adversely affect Williamson County's ability to

record, process, summarize, and report financial data consistent with the assertions of management in the financial statements. Reportable conditions are described in the accompanying Schedule of Findings and Questioned Costs as items 05.02, 05.04, and 05.05.

A material weakness is a reportable condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements caused by error or fraud in amounts that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. Our consideration of the internal control over financial reporting would not necessarily disclose all matters in the internal control that might be reportable conditions and, accordingly, would not necessarily disclose all reportable conditions that are also considered to be material weaknesses. However, we believe none of the reportable conditions described above is a material weakness.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether Williamson County's financial statements are free of 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 two instances of noncompliance or other matters that are required to be reported under Government Auditing Standards and are described in the accompanying Schedule of Findings and Questioned Costs as items 05.01 and 05.03.

We also noted certain matters that we reported to the management of Williamson County in separate communications.

This report is intended solely for the information and use of the Board of County Commissioners, management, and federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.

Very truly yours,



John G. Morgan
Comptroller of the Treasury

JGM/yu



STATE OF TENNESSEE
COMPTROLLER OF THE TREASURY
DEPARTMENT OF AUDIT
DIVISION OF COUNTY AUDIT
SUITE 1500
JAMES K. POLK STATE OFFICE BUILDING
NASHVILLE, TENNESSEE 37243-0269
PHONE (615) 401-7841

REPORT ON COMPLIANCE WITH REQUIREMENTS APPLICABLE TO
EACH MAJOR PROGRAM AND INTERNAL CONTROL OVER
COMPLIANCE IN ACCORDANCE WITH OMB CIRCULAR A-133

November 7, 2005

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

To the County Mayor and Board of County Commissioners:

Compliance

We have audited the compliance of Williamson County with the types of compliance requirements described in the U.S. Office of Management and Budget (OMB) Circular A-133 Compliance Supplement that are applicable to each of its major federal programs for the year ended June 30, 2005. Williamson County's major federal programs are identified in the summary of auditor's results section of the accompanying Schedule of Findings and Questioned Costs. Compliance with the requirements of laws, regulations, contracts, and grants applicable to each of its major federal programs is the responsibility of Williamson County's management. Our responsibility is to express an opinion on Williamson County's compliance based on our audit.

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America, the auditing standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States, and OMB Circular A-133, Audits of States, Local Governments, and Non-Profit Organizations. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about Williamson County's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination on Williamson County's compliance with those requirements.

In our opinion, Williamson County complied, in all material respects, with the requirements referred to above that are applicable to each of its major federal programs for the year ended June 30, 2005.

Internal Control Over Compliance

The management of Williamson County is responsible for establishing and maintaining effective internal control over compliance with requirements of laws, regulations, contracts, and grants applicable to federal programs. In planning and performing our audit, we considered Williamson County's internal control over compliance with requirements that could have a direct and material effect on a major federal program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance and to test and report on the internal control over compliance in accordance with OMB Circular A-133.

Our consideration of the internal control over compliance would not necessarily disclose all matters in the internal control that might be material weaknesses. A material weakness is a reportable condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that noncompliance with applicable requirements of laws, regulations, contracts, and grants caused by error or fraud that would be material in relation to a major federal program being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control over compliance and its operation that we consider to be material weaknesses.

Schedule of Federal Awards

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 Williamson County, Tennessee, as of and for the year ended June 30, 2005, and have issued our report thereon dated November 7, 2005. Our audit was performed for the purpose of forming opinions on the basic financial statements taken as a whole. The accompanying Schedule of Expenditures of Federal Awards and State Grants is presented for purposes of additional analysis, as required by OMB Circular A-133, and is not a required part of the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

This report is intended solely for the information and use of the Board of County Commissioners, management, and federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.

Very truly yours,



John G. Morgan
Comptroller of the Treasury

OJGM/yu

OTHER AUDITOR'S REPORT ON INTERNAL CONTROL
OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER
MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED
IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS
For the Williamson County Hospital District

To the Board of Trustees of
Williamson County Hospital District

We have audited the financial statements of Williamson County Hospital District, as of and for the year ended June 30, 2005, and have issued our report thereon. 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.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered the medical center's internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinion on the financial statements and not to provide an opinion on the internal control over financial reporting. Our consideration of the internal control over financial reporting would not necessarily disclose all matters in the internal control that might be material weaknesses. A material weakness is a reportable condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements caused by error or fraud in amounts that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control over financial reporting and its operation that we consider to be material weaknesses.

However, we noted other matters involving the internal control over financial reporting that we have reported to the Board of Trustees of the medical center in a separate letter.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the medical center's financial statements are free of 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.

This report is intended solely for the information and use of the Board of Trustees, medical center management, and the State of Tennessee, Comptroller of the Treasury, Department of Audit, and is not intended to be, and should not be, used by anyone other than these specified parties.

OTHER AUDITOR'S REPORT ON INTERNAL CONTROL OVER FINANCIAL
REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT
OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH
GOVERNMENT AUDITING STANDARDS

For the Williamson County Emergency Communications District

To the Board of Directors
Williamson County Emergency Communications District
Franklin, Tennessee

We have audited the financial statements of Williamson County Emergency Communications District as of and for the year ended June 30, 2005, and have issued our report thereon. 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.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered Williamson County Emergency Communications District's internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinion on the financial statements and not to provide an opinion on the internal control over financial reporting. Our consideration of the internal control over financial reporting would not necessarily disclose all matters in the internal control over financial reporting that might be material weaknesses. A material weakness is a reportable condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements caused by error or fraud in amounts that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control over financial reporting and its operation that we consider to be material weaknesses. However, we noted a matter involving the internal control over financial reporting that we have reported to management of Williamson County Emergency Communications District in a separate letter.

Compliance

As part of obtaining reasonable assurance about whether the Williamson County Emergency Communications District's financial statements are free of 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. However, we noted certain immaterial instances of

noncompliance that we have reported to management of Williamson County Emergency Communications District in a separate letter.

This report is intended solely for the information and use of the board of directors, Williamson County Board of Commissioners, appropriate regulatory authorities and is not intended to be and should not be used by anyone other than these specified parties.

Williamson County, Tennessee
Schedule of Expenditures of Federal Awards and State Grants (1)
For the Year Ended June 30, 2005

Federal/Pass-through Agency/State Grantor Program Title	Federal CFDA Number	Pass-Through Entity Identifying Number	Expenditures
U.S. Department of Agriculture:			
Passed-through State Department of Agriculture:			
Food Distribution (Noncash Assistance)	10.550	(2)	\$ 436,540
Total Passed-through State Department of Agriculture			<u>\$ 436,540</u>
Passed-through State Department of Education:			
Child Nutrition Cluster:			
School Breakfast Program	10.553	(2)	\$ 55,310
National School Lunch Program	10.555	(2)	766,337
Total Passed-through State Department of Education			<u>\$ 821,647</u>
Total U.S. Department of Agriculture			<u>\$ 1,258,187</u>
U.S. Department of Justice:			
Passed-through State Commission on Children and Youth:			
Juvenile Accountability Incentive Block Grants	16.523	GG-0410470	\$ 9,897
Juvenile Accountability Incentive Block Grants	16.523	GG-0511463	15,478
Total U.S. Department of Justice			<u>\$ 25,375</u>
U.S. Department of Labor:			
Passed-through State Department of Education:			
WIA Incentive Grants - Section 503 Grants to States (CATI grant)	17.267	(2)	\$ 29,874
WIA Incentive Grants - Section 503 Grants to States (GED Incentive)	17.267	Z-05-02567501	6,270
Total U.S. Department of Labor			<u>\$ 36,144</u>
U.S. Department of Transportation:			
Passed-through State Department of Transportation:			
Highway Planning and Construction	20.205	CM-STP-9400(33)	\$ 113,121
Highway Planning and Construction	20.205	CM-STP-9400(35)	58,799
Total U.S. Department of Transportation			<u>\$ 171,920</u>
U.S. Department of Education:			
Passed-through State Department of Labor and Workforce Development:			
Adult Education-State Grant Program	84.002	Z-04-01672800	\$ 1,040
Adult Education-State Grant Program	84.002	Z-05-02228200	160,827
Total Passed-through State Department of Labor			<u>\$ 161,867</u>
Passed-through State Department of Education:			
Title I Grants to Local Educational Agencies	84.010	N/A	\$ 611,912
Special Education Cluster:			
Special Education - Grants to States	84.027	N/A	3,707,854
Special Education - Preschool Grants	84.173	N/A	76,286
Vocational Education - Basic Grants to States	84.048	N/A	333,991
Safe and Drug Free Schools and Communities - National Programs	84.184	Z-05-021797	53,999
Safe and Drug-Free Schools and Communities - State Grants	84.186	(2)	73,429
State Grants for Innovative Programs	84.298	N/A	105,266
Education Technology State Grants	84.318	(2)	18,807
Advanced Placement Program	84.330	N/A	9,970
English Language Acquisition Grants	84.365	N/A	54,152
Improving Teacher Quality State Grants	84.367	N/A	415,877
Total passed-through State Department of Education			<u>\$ 5,461,543</u>
Passed-through State Department of Human Services:			
Rehabilitation Services - Vocational Rehabilitation Grants to States	84.126	N/A	\$ 191,563
Total passed-through State Department of Human Services			<u>\$ 191,563</u>
Total U.S. Department of Education			<u>\$ 5,814,973</u>
U.S. Department of Health and Human Services:			
Passed-through State Department of Labor and Workforce Development:			
Temporary Assistance for Needy Families (Families First)	93.558	Z-05-0223680	\$ 15,488
Total passed-through State Department of Labor and Workforce Development			<u>\$ 15,488</u>

(Continued)

Williamson County, Tennessee
Schedule of Expenditures of Federal Awards and State Grants (1) (Cont.)

Federal/Pass-through Agency/State Grantor Program Title	Federal CFDA Number	Pass-Through Entity Identifying Number	Expenditures
Passed-through State Department of Education:			
Child Welfare Services - State Grants (Family Resource Center)	93.645	Z-05-21430-00	\$ 31,209
Cooperative Agreements to Support Comprehensive School Health Programs to Prevent the Spread of HIV and Other Important Health Problems	93.938	GG-05-11445-00	<u>5,592</u>
Total passed-through State Department of Education			<u>\$ 36,801</u>
Total U.S. Department of Health and Human Services			<u>\$ 52,289</u>
U.S. Department of Homeland Security:			
Passed-through State Department of Military:			
Public Assistance Grants	97.036	Z-03-018002-00	\$ 25,306
Emergency Management Performance Grants	97.042	Z-05-025400	<u>30,259</u>
Total U.S. Department of Homeland Security			<u>\$ 55,565</u>
Total Expenditures of Federal Awards			<u>\$ 7,414,453</u>
State Grants			
Waste Tire Grant - State Department of Conservation and Environment	N/A	Z-03-011288-00	\$ 100,885
State Reappraisal Program - Comptroller of the Treasury	N/A	(2)	36,232
Litter Program - State Department of Transportation	N/A	Z-05-021563	54,966
Dental Services - State Department of Health	N/A	GG-0410202	116,667
Juvenile Justice State Supplement Funds - State Commission on Children and Youth	N/A	Z-05-020443	9,000
Technology Grant - State Library and Archives	N/A	Z-05-024701	7,892
Families First - State Department of Education	N/A	Z-05-0223680	7,289
Adult Education - State Department of Education	N/A	Z-04-01672800	278
Adult Education - State Department of Education	N/A	Z-05-02228200	42,750
Development and Coordination of Rural Health Services - State Dept. of Health	N/A	Z-04-015419	28,608
Development and Coordination of Rural Health Services - State Dept. of Health	N/A	Z-05-020578	578,137
Safe Schools Act - State Department of Education	N/A	(2)	<u>167,505</u>
Total State Grants			<u>\$ 1,150,209</u>

CFDA - Catalog of Federal Domestic Assistance

N/A - Not Applicable

(1) - Presented in conformity with generally accepted accounting principles using the modified accrual basis of accounting.

(2) - Information not available.

Williamson County, Tennessee
Schedule of Audit Findings Not Corrected
June 30, 2005

Government Auditing Standards require auditors to report the status of uncorrected findings from prior audits. Presented below are findings from the Annual Financial Report for Williamson County, Tennessee, for the year ended June 30, 2004, which have not been corrected.

<u>Finding Number</u>	<u>Page Number</u>	<u>Subject</u>
---------------------------	------------------------	----------------

OFFICE OF JUVENILE COURT CLERK

04.01	232	The office did not have formal policies and procedures for computer operations
-------	-----	--

OTHER FINDING AND RECOMMENDATION

04.02	232	Duties were not segregated adequately in the Offices of County Clerk and Juvenile Court Clerk
-------	-----	---

WILLIAMSON COUNTY, TENNESSEE

SCHEDULE OF FINDINGS AND QUESTIONED COSTS

For the Year Ended June 30, 2005

PART I, SUMMARY OF AUDITOR'S RESULTS

1. An unqualified opinion was issued on the financial statements of Williamson County.
2. The audit of the financial statements of Williamson County disclosed reportable conditions in internal control. None of the conditions was considered to be a material weakness.
3. The audit did not disclose any instances of noncompliance which were material to the financial statements of Williamson County.
4. The audit disclosed no reportable conditions in internal control over major programs.
5. An unqualified opinion was issued on compliance for major programs.
6. The audit revealed no findings that are required to be reported under Section 510(a) of OMB Circular A-133.
7. Title I Grants to Local Educational Agencies (CFDA No. 84.010), Vocational Education – Basic Grants to States (CFDA No. 84.048), and the Special Education Cluster: Special Education – Grants to States and Special Education – Preschool Grants (CFDA Nos. 84.027 and 84.173) were determined to be major programs.
8. A threshold of \$300,000 was used to distinguish between Type A and Type B federal programs.
9. Williamson County did qualify as a low-risk auditee.

PART II, FINDINGS RELATING TO THE FINANCIAL STATEMENTS

Findings and recommendations, as a result of our examination, are presented below. We reviewed these findings and recommendations with management to provide an opportunity for their response. The written responses of the director of accounts and budgets and the school finance director are paraphrased in this report. Other officials offered oral responses to certain findings and recommendations; however, these oral responses have not been included in this report.

OFFICE OF COUNTY MAYOR

FINDING 05.01 SOLID WASTE/SANITATION FUND APPROPRIATIONS EXCEEDED ESTIMATED AVAILABLE FUNDS
(Noncompliance Under Government Auditing Standards)

The budget and subsequent amendments submitted to and approved by the County Commission for the Solid Waste/Sanitation Fund resulted in appropriations exceeding estimated available funding causing a budgeted fund deficit of \$17,469. Section 5-12-110(b), Tennessee Code Annotated, states that “Any resolution presented to the county legislative body...in any fiscal year, after the original appropriation resolution has been adopted and the tax rate for the year fixed by that body, that provides for an appropriation in addition to those made in the original budget appropriation resolution, shall specifically provide sufficient revenue or other funds to meet expenditures to be made in consequence of such additional appropriation.”

RECOMMENDATION

Appropriations that exceed estimated available funds should not be submitted to or approved by the County Commission.

MANAGEMENT’S RESPONSE – DIRECTOR OF ACCOUNTS AND BUDGETS

The budgeted fund deficit was primarily due to using fund balance for capital expenditures; however, the actual fund balance at June 30, 2005, was not a deficit. In the future, every effort will be made to prevent budgeted fund deficits.

FINDING 05.02 THE RECEIPTING SOFTWARE FOR SOME OFFICES DID NOT HAVE ADEQUATE APPLICATION CONTROL
(Internal Control – Reportable Condition Under Government Auditing Standards)

The receipting software used by the Offices of Code Compliance and Sewage Disposal did not provide a record of changes to previously issued receipts. Users had the capability to change information on receipts, leaving no evidence of the original receipt. This lack of control could allow inappropriate activity. The receipting software provided users with the ability to assign receipt numbers. Section 9-2-103, Tennessee Code Annotated, provides for

receipts to be prenumbered consecutively. In lieu of prenumbered receipts, computer-generated receipts may be printed on plain paper if receipt numbers generated by the software cannot be manipulated.

RECOMMENDATION

Management should consider using software that would automatically generate receipt numbers to prevent users from having the ability to change receipt information or enter receipt numbers. This control would help ensure the reliability of information generated by the system.

MANAGEMENT'S RESPONSE – DIRECTOR OF ACCOUNTS AND BUDGETS

Management is investigating third party software that will incorporate the necessary controls. If this proves to be cost prohibitive, we will continue to use our current software but include manual prenumbered receipts.

OFFICE OF DIRECTOR OF SCHOOLS

FINDING 05.03 **AN INTERFUND LOAN WAS NOT AUTHORIZED IN ACCORDANCE WITH STATE STATUTE** (Noncompliance Under Government Auditing Standards)

In June 2005, a transfer of \$332,923 was made from the General Purpose School Fund to the School Federal Projects Fund to provide cash flow for operations. This transfer of funds was, in effect, an interfund loan that was not approved by the Board of Education, the County Commission, or the state director of Local Finance as required by Section 9-21-408, Tennessee Code Annotated. This interfund loan has been reflected in the financial statements of this report as an interfund receivable in the General Purpose School Fund and an interfund payable in the School Federal Projects Fund. This loan was repaid in July 2005.

RECOMMENDATION

School Department interfund loans should be approved by the Board of Education and the County Commission and submitted to the state director of Local Finance for approval as required by state statute.

MANAGEMENT'S RESPONSE – SCHOOL DEPARTMENT FINANCE DIRECTOR

The School Department filed its final reimbursement request with the state Department of Education on June 17, 2005, expecting the state's reimbursement to be received within the normal four to nine day turn around period; however, the state did not reimburse us until July 12, 2005. Near the end of June there was no time to hold official public meetings of the Board of Education or the County Commission given the uncertain status from the state

on when we would receive the reimbursement. Therefore, a transfer was made from the General Purpose School Fund to the School Federal Projects Fund to ensure sufficient funds for cash flow. Provisions have been made to request funds earlier in the month of June, anticipating that reimbursements from the state may take longer at year end.

OFFICE OF JUVENILE COURT CLERK

FINDING 05.04 **THE OFFICE DID NOT HAVE FORMAL POLICIES AND PROCEDURES FOR COMPUTER OPERATIONS (Internal Control – Reportable Condition Under Government Auditing Standards)**

The Office of Juvenile Court Clerk did not have written policies and procedures for routine computer operations. Routine operations include system startup/shutdown, application access, system access security, system backup and retention schedules, hardware/software maintenance, output distribution, and other general data processing functions. Formal policies and procedures are necessary to ensure adequate management control over computer operations.

RECOMMENDATION

Management should prepare a computer policies and procedures manual that defines policies and procedures for operations such as system backups, security measures, and other general data processing functions. Upon completion, the manual should be distributed to all appropriate personnel.

OTHER FINDINGS AND RECOMMENDATIONS

FINDING 05.05 **DUTIES WERE NOT SEGREGATED ADEQUATELY IN THE OFFICES OF COUNTY CLERK, JUVENILE COURT CLERK, AND REGISTER (Internal Control – Reportable Condition Under Government Auditing Standards)**

Duties were not segregated adequately among the officials and employees in the Offices of County Clerk, Juvenile Court Clerk, and Register. Employees responsible for maintaining the accounting records were also involved in receipting, depositing, and/or disbursing funds.

RECOMMENDATION

To strengthen internal controls over operations, these offices should adequately segregate duties among employees.

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

There were no findings and questioned costs for federal awards.

**WILLIAMSON COUNTY, TENNESSEE
AUDITEE REPORTING RESPONSIBILITIES
For the Year Ended June 30, 2005**

There were no audit findings relative to federal awards presented in the prior audit's Schedule of Findings and Questioned Costs or the current year's Schedule of Findings and Questioned Costs.