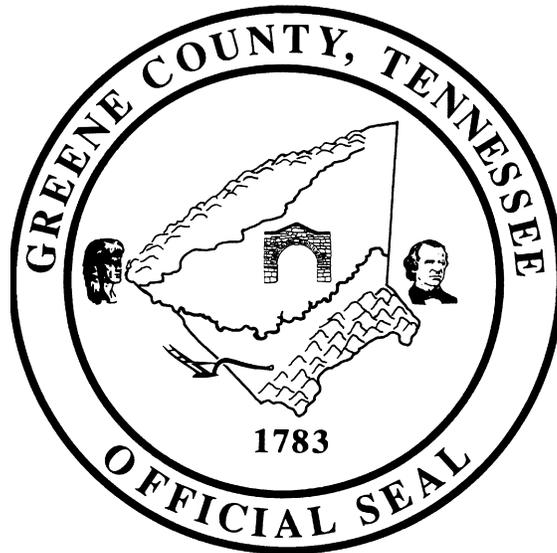


**COMPREHENSIVE ANNUAL
FINANCIAL REPORT
GREENE COUNTY, TENNESSEE**



FOR THE YEAR ENDED JUNE 30, 2008



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COMPREHENSIVE ANNUAL FINANCIAL REPORT
GREENE COUNTY, TENNESSEE
FOR THE YEAR ENDED JUNE 30, 2008

DEPARTMENT OF AUDIT
JOHN G. MORGAN
Comptroller of the Treasury

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

JAMES R. ARNETTE
Director

BRYAN W. BURKLIN, CPA, CGFM
Audit Manager

MARK TREECE, CPA, CGFM
Auditor 4

BRAD BURKE, CPA, CIA
PHILLIP TOBY, CGFM
GREG BRUSH
DAVID FRAKES, CGFM
State Auditors

DAVID A. LAWING
Director of Accounts and Budgets
Greene County, Tennessee

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

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Audit Highlights

Comprehensive Annual Financial Report
Greene County, Tennessee
For the Year Ended June 30, 2008

Scope

We have audited the basic financial statements of Greene County as of and for the year ended June 30, 2008.

Results

Our report on Greene County's financial statements is unqualified. Our audit resulted in two findings, which we have reviewed with Greene County management. Detailed findings, recommendations, and management's response is included in the Single Audit section of this report.

Findings

The following are summaries of the audit findings:

OFFICE OF DIRECTOR OF SCHOOLS

- ◆ Material audit adjustments were required for proper financial statement presentation.

OFFICE OF TRUSTEE

- ◆ Duties were not segregated adequately among the official and employees.

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INTRODUCTORY SECTION

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GREENE COUNTY, TENNESSEE

David A. Lawing
Director of Accounts and Budgets

Letter of Transmittal

November 24, 2008

To the Honorable Alan Broyles, County Mayor,
Board of County Commissioners, and
Citizens of Greene County, Tennessee

By state statute all local governments are required to publish a complete set of financial statements presented in conformity with accounting principles generally accepted in the United States of America. This report fulfills that requirement. This report was prepared by the director of accounts and budgets in conjunction with the county's independent auditor, the State of Tennessee's Office of the Comptroller of the Treasury, Department of Audit, Division of County Audit.

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

The State of Tennessee's Office of the Comptroller of the Treasury, Department of Audit, Division of County Audit has issued an unqualified opinion on the financial statements of Greene County for the year ended June 30, 2008. The independent auditor's report is located at the front of the financial section of this report.

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

Honorable Alan Broyles
County Mayor
November 24, 2008

Profile of the Government

Greene County was established by Acts of North Carolina, 1783, Chapter 51. Greene County is in the eastern part of the state and borders the counties of Washington, Sullivan, Unicoi, Hawkins, Hamblen, and Coker and the state of North Carolina. The county has a land mass of approximately 394,880 acres (624 square miles) and serves an estimated population of 65,699. Greene County is empowered to levy a property tax on both real and personal properties located within its boundaries.

Greene County operates as a political subdivision of the state as provided by the Tennessee Constitution. Greene County, as a political subdivision of the state, is subject to control by the Tennessee General Assembly, and the county has no authority except that expressly given by state statutes.

Greene County operates under a County Mayor – County Commission form of government as provided by state statutes. The Greene County Commission consists of a 21-member board elected in eight districts within the county. Policymaking and legislative authority is vested in the Greene County Commission. The County Commission is responsible for various tasks, including but not limited to, adopting the annual budget, setting the property tax levy, appointing various boards and committees, and passing local ordinances. The county mayor is popularly elected for a four-year term and is the county’s manager and chief financial officer. He is responsible for carrying out policies and ordinances of the County Commission, overseeing the day-to-day operations of the government, and appointing or recommending for appointment various department heads. In addition, he serves as chairman of the County Commission and as a member of most committees.

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

The annual budget serves as the foundation for Greene County’s financial planning and control. Greene County adopts a budget annually in compliance with state statutes. As required, each department submits an itemized statement of the amount of appropriations needed for the upcoming year by April 1 to the director of accounts and budgets. Before May 1 of each fiscal year, the director of accounts and budgets submits a consolidated budget to the budget and finance committee. According to Section 5-12-107, Tennessee Code Annotated, “in preparing the budget, the budget committee may revise, as it deems

Honorable Alan Broyles
County Mayor
November 24, 2008

necessary, the estimates or requests made by the various departments, officials, offices, institutions, and agencies of the county, but any county official or employee shall be entitled to a hearing before the budget committee with reference to any contemplated changes in the county official's or employee's budget requests or estimates." The proposed budget of the budget and finance committee is published in a paper of general circulation at least ten days before the budget and finance committee conducts a public hearing on the budget. The County Commission may alter or revise the budget before adoption except for debt service. The County Commission adopts a budget before the third Monday in July. The county mayor, upon the request of a department head, except for salary and benefit related line-items, may transfer appropriations between line-items within a department. Transfers of appropriations between line-items, including salary and related line-items, within a department may be made by the budget and finance committee. Transfers between departments require the approval of the Greene County Commission. Budget-to-actual comparisons are provided in this report for each governmental fund for which an appropriated budget has been adopted. For the General and Highway/Public Works funds, these comparisons are presented as required supplementary information. For other governmental funds with appropriated annual budgets, this comparison is presented in the combining and individual funds subsection of this report. Please see the Table of Contents for specific page numbers.

Local Economy

Greene County is predominately a manufacturing and agricultural county. Greene County is ranked within the top five in agriculture in the State of Tennessee generating more than \$50 million annually. In addition, the University of Tennessee Tobacco Experiment Station has been located in Greene County for more than 50 years. Greene County also ranks highly in the number of manufacturing jobs per capita and is one of the largest manufacturing counties in the state. The three largest industries of the county are manufacturing at approximately 25.1 percent, retail trade approximately 13.9 percent, and health care and social assistance at approximately 6.2 percent.

As of June 30, 2008, Greene County had a labor force of 31,392 with 28,489 employed resulting in a 9.2 percent unemployment rate. Based on the unemployment data reported by the U.S. Department of Labor for September, this rate has increased by two-tenths of one percent to 9.4 percent. Greene County's unemployment rate was well above the state and national average for both months and considerably higher than the June 30, 2007, rate for the county of 6.6 percent.

According to the 2000 federal census, Greene County had a population of 62,909. This is an increase of more than 12 percent since the 1990 census. Greene County's current population is estimated at 65,971.

Honorable Alan Broyles
County Mayor
November 24, 2008

Long-term Financial Planning

The county mayor, in conjunction with the County Commission, has instituted a Long-term Planning Committee. This committee is charged with creating five-, ten-, and 15-year capital needs plans. This committee assesses long-term capital outlay needs of the county to allow for accumulation of resources in-lieu-of borrowing when possible. The goal of this committee is to reduce the county's reliance on borrowing, so that the citizens of Greene County will not have to unnecessarily pay interest or debt issuance costs.

To accumulate future resources to fund these long-term capital needs and other needs that arise, the county mayor, in conjunction with the County Commission, has attempted to increase the amount of unreserved fund balance in the General Fund to a minimum of 25 percent of the annual budgetary expenditures and other uses. As of June 30, 2008, the unreserved fund balance in the General Fund was approximately 28.51 percent of annual budgetary expenditures including other financing uses.

Relevant Financial Policies

The Greene County Commission and Greene County Mayor have initiated a policy that one time revenues or unreserved fund balance shall not be used for operational purposes.

Major Initiatives

Currently, Greene County is exploring various options for relieving the overcrowding in the Greene County Detention Center. The Tennessee Corrections Institute has given Greene County a December 4 deadline to present an official solution to the overcrowding in its local jail or loose certification. The Tennessee Corrections Institute has been empowered by the Tennessee General Assembly by Section 41-4-140, Tennessee Code Annotated, to "establish minimum standards for local jails, lock-ups, and work-houses." Loss of certification will result in Greene County incurring additional liability for any state prisoners' medical cost and a probable loss of state and federal board bill revenues ranging from \$500,000 to \$2,000,000 annually. Preliminary cost estimates for additional infrastructure alone, have varied from approximately \$30 to \$65 million. As of the date of this letter, no official plan or actions have been taken.

Awards and Acknowledgments

The Government Finance Officers Association (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to Greene County, Tennessee, for its Comprehensive Annual Financial Report (CAFR) for the year ended June 30, 2007. This is the third year Greene County has received this prestigious award. To be awarded a Certificate of Achievement, the government had to publish an easily readable and

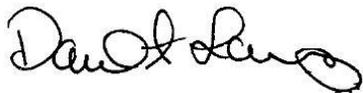
Honorable Alan Broyles
County Mayor
November 24, 2008

efficiently organized CAFR that satisfied both accounting principles generally accepted in the United States of America and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. We believe that our current CAFR continues to meet the Certificate of Achievement Program's requirements, and we are submitting it to the GFOA to determine its eligibility for another certificate.

The preparation of this report could not have been possible without the efficient and dedicated service of the entire Department of Accounts and Budgets. They are Shelley Fillers, Krystal Justis, Frances Kinser, Lori Bryant, and Regina Nuckols. Credit should also be given to the county mayor and the Greene County Commission for their support and for maintaining the highest standards of professionalism in the management of Greene County.

Sincerely,

A handwritten signature in black ink, appearing to read "David A. Lawing". The signature is fluid and cursive, with a large, stylized initial "D".

David A. Lawing
Director of Accounts and Budgets

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Certificate of Achievement for Excellence in Financial Reporting

Presented to

Greene County
Tennessee

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended
June 30, 2007

A Certificate of Achievement for Excellence in Financial Reporting is presented by the Government Finance Officers Association of the United States and Canada to government units and public employee retirement systems whose comprehensive annual financial reports (CAFRs) achieve the highest standards in government accounting and financial reporting.



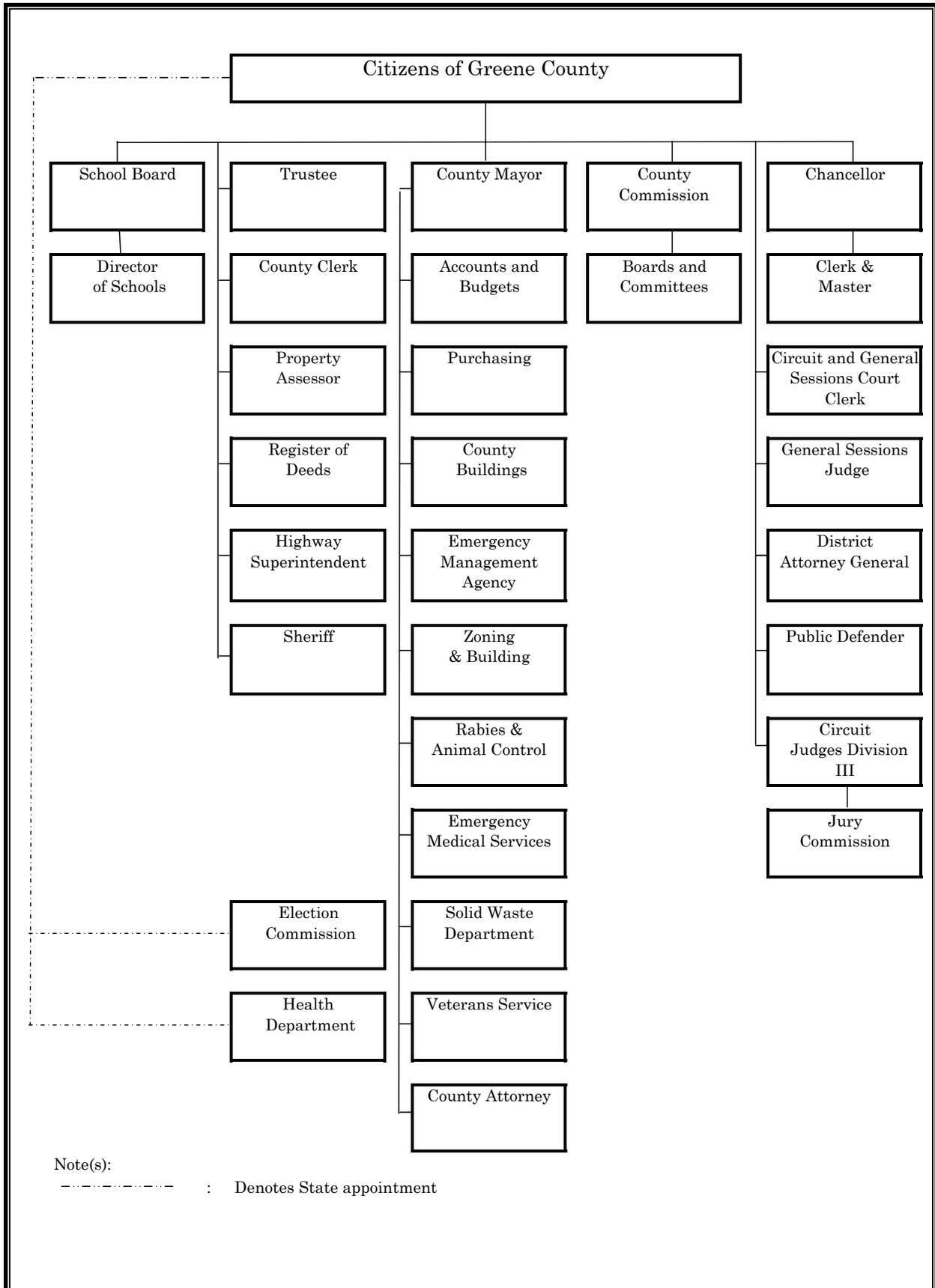
Charles S. Cox

President

Jeffrey R. Egan

Executive Director

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Greene County Officials

June 30, 2008

Officials

Alan Broyles, County Mayor
David Weems, Superintendent of Highways
Dr. Joe Parkins, Director of Schools
Dan Walker, Trustee
Ralph Bowers, Assessor of Property
David Thompson, County Clerk
Gail Davis Jeffers, Circuit and General Sessions Courts Clerk
Kay Armstrong, Clerk and Master
Joy Rader, Register
Steven Burns, Sheriff
David Lawing, Director of Accounts and Budgets
Diane Swatzell, Purchasing Agent

Board of County Commissioners

Alan Broyles, Chairman	Jan Kiker
Betty Alexander	Phil King
Bill Brown	Fred Malone
John Carter	Robert Morgan, II
John Cox	Kevin Morrison
William Dabbs	William Moss
Marion Edens	Sam Riley
Margaret Greenway	Hilton Seay
Brenda Grogan	John Waddle, Jr.
Rennie Hopson	Jerry Weems
Clark Justis	Charles White

Budget and Finance Committee

Alan Broyles, Chairman	David Lawing
John Cox	Phil King
William Dabbs	Hilton Seay

Board of Education

Kathy Crawford, Chairman	Rex Hopson
Tim Armstrong	Richard Morrison
Kathy Austin	Claude Weems, Jr.
Tom Carpenter	

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FINANCIAL SECTION

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**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 24, 2008

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

To the County Mayor and Board of County Commissioners:

We have audited the accompanying financial statements of the governmental activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Greene County, Tennessee, as of and for the year ended June 30, 2008, which collectively comprise Greene County's basic financial statements as listed in the table of contents. These financial statements are the responsibility of Greene County's management. Our responsibility is to express opinions on these financial statements based on our audit. We did not audit the financial statements of the discretely presented Greeneville-Greene County Emergency Communications District, which represent 2.2 percent and 1.4 percent, respectively, of the assets and revenues of the aggregate discretely presented component units. Those financial statements were audited by other auditors whose report thereon has been furnished to us, and our opinion, insofar as it relates to the amounts included for the Greeneville-Greene County Emergency Communications District, is based on the report of the other auditors.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the 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 report of other auditors provide a reasonable basis for our opinions.

In our opinion, based on our audit and the report of other auditors, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Greene County, Tennessee, as of June 30, 2008, and the respective changes in financial position 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 24, 2008, on our consideration of Greene 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., Greene County has adopted the provisions of Governmental Accounting Standards Board Statement No. 45, Accounting and Financial Reporting by Employers for Postemployment Benefits Other Than Pensions (discretely presented School Department only); Statement No. 48, Sales and Pledges of Receivables and Future Revenues and Intra-Entity Transfers of Assets and Future Revenues; and Statement No. 50, Pension Disclosures.

The management's discussion and analysis on pages 31 through 52 and the budgetary comparison, pension, and postemployment benefits information on pages 111 through 119 are not required parts of the basic financial statements but they do provide supplementary information required by the Governmental Accounting Standards Board. 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 Greene County's basic financial statements. The introductory section, combining and individual nonmajor fund financial statements, budgetary comparison schedules of nonmajor governmental funds and the Education Debt Service Fund, combining and individual fund financial statements of the Greene 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 Education Debt Service Fund, combining and individual fund financial statements of the Greene County School Department (a discretely presented component unit), and the miscellaneous schedules have been subjected to the auditing procedures applied by us 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 by us 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". The signature is written in a cursive style with a long horizontal flourish at the end.

John G. Morgan
Comptroller of the Treasury

JGM/yu

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Management's Discussion and Analysis For Greene County, Tennessee

As management for Greene County, Tennessee, we offer the readers of Greene County Government's financial statements this narrative overview and analysis of the financial activities of Greene County Government for the fiscal year ended June 30, 2008. In addition, this discussion and analysis includes an overall view of the discretely presented component unit (DPCU) of the Greene County School Department. A separate set of financial statements is not issued for the Greene County School Department. The intent of this discussion and analysis is to look at the county and the discretely presented Greene County School Department's financial performance as a whole. We encourage readers to consider the information presented here in conjunction with additional information that we have furnished in our letter of transmittal, which can be found on the table of contents.

The Greeneville-Greene County Emergency Communications District is also a discretely presented component unit of the county. Readers should also review the separately issued financial statements and management's discussion and analysis for this discretely presented component unit.

FINANCIAL HIGHLIGHTS

- ❖ The assets of Greene County exceeded its liabilities at the close of the fiscal year by approximately \$17.19 million. However, it should be noted that the financial statements of Greene County include approximately \$24.67 million of debt attributable to the Greene County Board of Education. The discretely presented Greene County School Department's assets exceeded its liabilities by approximately \$38.8 million at June 30, 2008.
- ❖ The primary government's total net assets increased by approximately \$2.26 million and the discretely presented Greene County School Department's net assets decreased by \$600,398.
- ❖ As of the close of the fiscal year, Greene County's governmental funds reported \$14,277,250 of total fund balances (reserved and unreserved); this is a decrease of \$438,758 from the previous fiscal year. This decrease

is primarily attributable to a \$183,311 decrease in the General Fund's balance, as a result of several midyear appropriations funded by undesignated fund balance; an increase in the Highway/Public Works Fund of \$404,992 due to unspent appropriations; a decrease in the Education Debt Service Fund of \$262,224 due to abatement agreements; a decrease in the Solid Waste Sanitation Fund of \$178,868 due to midyear appropriations funded by fund balance; and various other small changes in funds' balances. The discretely presented Greene County School Department's governmental funds reported \$4,529,318 of total fund balances (reserved and unreserved); this is a decrease of \$342,137 from the previous fiscal year. This decrease was primarily attributable to a decrease of \$1,260,165 in the General Purpose School Fund resulting from a \$1,600,000 transfer to the Education Capital Projects Fund, which was funded from the General Purpose School Fund's balance. Of this transferred amount, \$472,266 was expended on various education capital projects.

- ❖ At the end of the current fiscal year, the unreserved fund balance of the General Fund was \$5,812,475 or approximately 28.51 percent of the General Fund's annual budgetary expenditures (including other uses). The unreserved fund balance of the discretely presented Greene County School Department's General Purpose School Fund was \$1,760,803 or approximately 3.99 percent of the fund's annual budgetary expenditures (including other uses).
- ❖ The largest governmental activity performed by the primary government was public safety. As presented on Exhibit B, public safety's total cost was \$9,634,212, which consumed \$6,110,414 of local general tax revenue. Public safety includes the Sheriff's Department, the detention center, workhouse, building and zoning, and civil defense.

OVERVIEW OF FINANCIAL STATEMENTS

This discussion and analysis are intended to serve as an introduction to Greene County's and the discretely presented Greene County School Department's basic financial statements. The basic financial statements are comprised of three components: (1) government-wide financial statements, (2) fund financial statements, and (3) the notes to the financial statements. This annual financial report also contains other supplementary information in addition to the basic financial statements themselves.

Government-wide Financial Statements

The government-wide financial statements were created to give the readers a broad overview in a manner similar to a private-sector business of the county's and school's finances. The government-wide financial statements consist of two statements: the statement of net assets and the statement of activities.

The statement of net assets presents information on all of Greene County's and its discretely presented component units' assets and liabilities with the difference reported as

net assets. Over time, increases or decreases in net assets may serve as a useful indicator of whether the financial position of the county and its discretely presented component units are improving or deteriorating.

The statement of activities presents information showing how Greene County's and its discretely presented component units' net assets changed during the current fiscal year. All changes in net assets are reported on the accrual basis of accounting as soon as the underlying event giving rise to changes occurs. Therefore, some revenues and expenses reported in this statement will result in cash flows in future periods.

These government-wide financial statements of Greene County and the discretely presented Greene County School Department distinguish between major functions that are principally supported by taxes and intra-governmental revenues from functions that are intended to recover all or a significant portion of their cost from user fees and/or charges – business-type activities. The governmental activities of Greene County include: general government; finance; administration of justice; public safety; public health and welfare; social, cultural, and recreational services; agriculture and natural resources; other operations; highways; and education. Greene County and the discretely presented Greene County School Department have no business-type functions.

The government-wide financial statements can be found on Exhibits A and B.

Fund Financial Statements

A fund is a grouping of related accounts used to maintain control over resources that have been segregated for specific activities or objectives. Greene County and the discretely presented Greene County School Department use fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All funds of Greene County and the discretely presented Greene County School Department can be divided into three broad categories: governmental funds, proprietary funds, and fiduciary funds.

Governmental funds are used to account for basically the same functions 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 at the end of the fiscal year. Such information may be useful in the evaluation of a government's near-term financing requirements.

Because the focus of the governmental funds is short-term in comparison to the government-wide financial statements, it is useful to compare the two. In doing so, readers may be able to understand how short-term financing decisions can impact the government long-term. Reconciliations between the government-wide financial statements and the governmental statements are provided on Exhibits C-2 and C-4 for Greene County Primary Government and on Exhibits I-3 and I-5 for the discretely presented Greene County School Department to facilitate all comparisons.

Greene County maintains 14 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; and the Education Debt Service Fund; all of which are considered to be major funds. Financial data from the remaining governmental funds are combined into a single, aggregated amount with detail provided in the combining and individual fund financial statements and schedules.

The discretely presented Greene County School Department maintains four individual governmental funds. The General Purpose School Fund and Education Capital Projects Fund are considered major funds with the remaining two funds combined into a single, aggregated amount with detail provided in the combining and individual fund financial statements and schedules.

Greene County adopts an annual budget for its General Fund, all special revenue funds (except the Attorney General's Fund and Constitutional Officers - Fees Fund), and its debt service funds. The discretely presented Greene County School Department, with the approval of the county, adopts an annual budget for its general fund (General Purpose School Fund) and all of its special revenue funds. Budgetary comparisons have been provided for these funds to demonstrate budgetary compliance.

Governmental fund financial statements can be found in the table of contents.

Proprietary funds

Greene County and the discretely presented Greene County School Department do not have any proprietary 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 Greene County's own programs. The accounting used for fiduciary funds is much like that used for proprietary funds (economic resources measurement) except agency funds, which have no measurement focus.

The basic fiduciary fund financial statement can be found as Exhibit D.

Notes to the financial statements provide additional information that is essential to a full understanding of the data provided in government-wide and fund financial statements. The notes to the financial statements can be located in the table of contents.

Other Information

In addition to the basic financial statements and accompanying notes, this report also contains combining and individual fund statements and schedules for Greene County and the discretely presented Greene County School Department. A table of contents has been provided to locate this information.

Government-wide Financial Analysis

As noted earlier, net assets may serve over time as a useful indicator of a government's financial position. Greene County's assets exceeded its liabilities at June 30, 2008, by \$17,194,651. The constitution for the State of Tennessee allows only the local legislative body to issue debt. Therefore, whenever the Greene County Board of Education requires the issuance of debt to fund major capital projects or equipment purchases, the related debt must be issued by Greene County. At the end of the current fiscal year, Greene County had outstanding debt related to the Greene County Board of Education of \$24,628,776. The related assets for this debt are reported on the statement of net assets under component units in the column Greene County School Department. The discretely presented Greene County School Department assets exceeded its liabilities at June 30, 2008, by \$38,795,663.

Greene County and the Discretely Presented Greene County School Department's Net Assets

	Greene County Primary Government Governmental Activities	
	June 30, 2008	June 30, 2007
Assets:		
Current and Other Assets	\$ 29,451,305	\$ 28,816,164
Capital Assets	39,270,339	38,516,437
Total Assets	<u>\$ 68,721,644</u>	<u>\$ 67,332,601</u>
Liabilities:		
Long-term Liabilities Outstanding	\$ 34,879,287	\$ 36,432,499
Other Liabilities	16,647,706	15,970,142
Total Liabilities	<u>\$ 51,526,993</u>	<u>\$ 52,402,641</u>
Net Assets:		
Invested in Capital Assets, Net of Related Debt	\$ 26,256,870	\$ 24,792,843
Restricted	5,675,660	5,397,647
Unrestricted	(14,737,879)	(15,260,530)
Total Net Assets	<u>\$ 17,194,651</u>	<u>\$ 14,929,960</u>

Greene County School Department
Governmental Activities

	June 30, 2008	June 30, 2007
Assets:		
Current and Other Assets	\$ 10,991,452	\$ 11,223,171
Capital Assets	34,094,767	34,362,283
Total Assets	\$ 45,086,219	\$ 45,585,454
Liabilities:		
Long-term Liabilities Outstanding	\$ 157,820	\$ 108,882
Other Liabilities	6,132,736	6,080,511
Total Liabilities	\$ 6,290,556	\$ 6,189,393
Net Assets:		
Invested in Capital Assets	\$ 34,094,766	\$ 34,362,283
Restricted	2,287,923	1,328,812
Unrestricted	2,412,974	3,704,966
Total Net Assets	\$ 38,795,663	\$ 39,396,061

By far the largest portion of Greene County's and the discretely presented Greene County School Department's net assets of \$26,256,870 and \$34,094,766, respectively, reflects their investment in capital assets (e.g., land, building, machinery, equipment, and infrastructure), less any related debt used to acquire those assets that is still outstanding. Greene County and the discretely presented Greene County School Department use these capital assets to provide services to its citizenry; therefore, these assets are not available to meet any obligations. Although Greene County's investment in its capital assets is reported net of related debt, resources needed to repay this debt must come from outside resources because the capital assets themselves cannot be liquidated to pay these liabilities.

An additional portion of Greene County's and the discretely presented Greene County School Department's net assets of \$5,675,660 and \$2,287,923, respectively, are subject to external restrictions on how they may be used.

Greene County's unrestricted net assets are a negative \$14,737,879. This negative balance represents all unrestricted noncapital related assets net of the Greene County School Department's debt of \$24,628,776.

Greene County's total net assets have increased by \$2,264,691 from the previous year. This change was primarily the result of a net decrease in long-term debt of \$1,968,805, an increase in capital assets of \$753,902, and a decrease of \$438,758 in governmental fund balances. The discretely presented Greene County School Department's net assets have decreased by \$600,398 from the previous year. This change was primarily the result of a net decrease in capital assets of \$267,516, and decreases totaling \$342,137 in governmental fund balances of the School Department.

**Greene County and the Discretely Presented
Greene County School Department's Changes in Net Assets**

	Greene County Primary Government	
	Governmental Activities	
	Fiscal Year Ended June 30, 2008	Fiscal Year Ended June 30, 2007
Revenues:		
Program Revenues:		
Charges for Services	\$ 10,447,224	\$ 9,280,906
Operating Grants and Contributions	3,045,825	3,071,030
Capital Grants and Contributions	1,462,784	995,847
General Revenues:		
Property Taxes	11,518,432	11,604,961
Local Option Sales Tax	1,691,505	1,727,994
Franchise Tax	206,721	227,169
Other Taxes	4,785	6,455
Wheel Tax	1,280,784	1,253,224
Litigation Taxes	720,766	704,200
Business Tax	533,766	581,413
Hotel/Motel Tax	389,241	428,106
Mineral Severance	137,177	147,701
Wholesale Beer Tax	236,866	229,751
Grants and Contributions Not Restricted to Specific Programs	1,143,706	1,309,597
Unrestricted Investment Income	594,025	641,032
Miscellaneous	48,019	71,635
Total Revenues	<u>\$ 33,461,626</u>	<u>\$ 32,281,021</u>
Expenses:		
General Government	\$ 1,432,833	\$ 1,319,906
Finance	1,713,952	1,643,671
Administration of Justice	1,516,559	1,359,225
Public Safety	9,634,212	9,216,950
Public Health and Welfare	6,479,328	5,892,350
Social, Cultural, and Recreational Services	180,157	157,664
Agriculture and Natural Resources	161,607	167,134
Other Operations	919,385	924,243
Highways	5,648,385	5,574,317
Education	1,664,029	883,467
Interest on Long-term Debt	1,725,130	1,728,965
Debt Service	121,358	111,894
Total Expenses	<u>\$ 31,196,935</u>	<u>\$ 28,979,786</u>

Greene County Primary Government
Governmental Activities (Cont.)

	Fiscal Year Ended June 30, 2008	Fiscal Year Ended June 30, 2007
Change in Net Assets	\$ 2,264,691	\$ 3,301,235
Net Assets, July 1, 2007/July 1, 2006	14,929,960	11,628,725
Net Assets, June 30, 2008/June 30, 2007	\$ 17,194,651	\$ 14,929,960

Greene County School Department
Governmental Activities

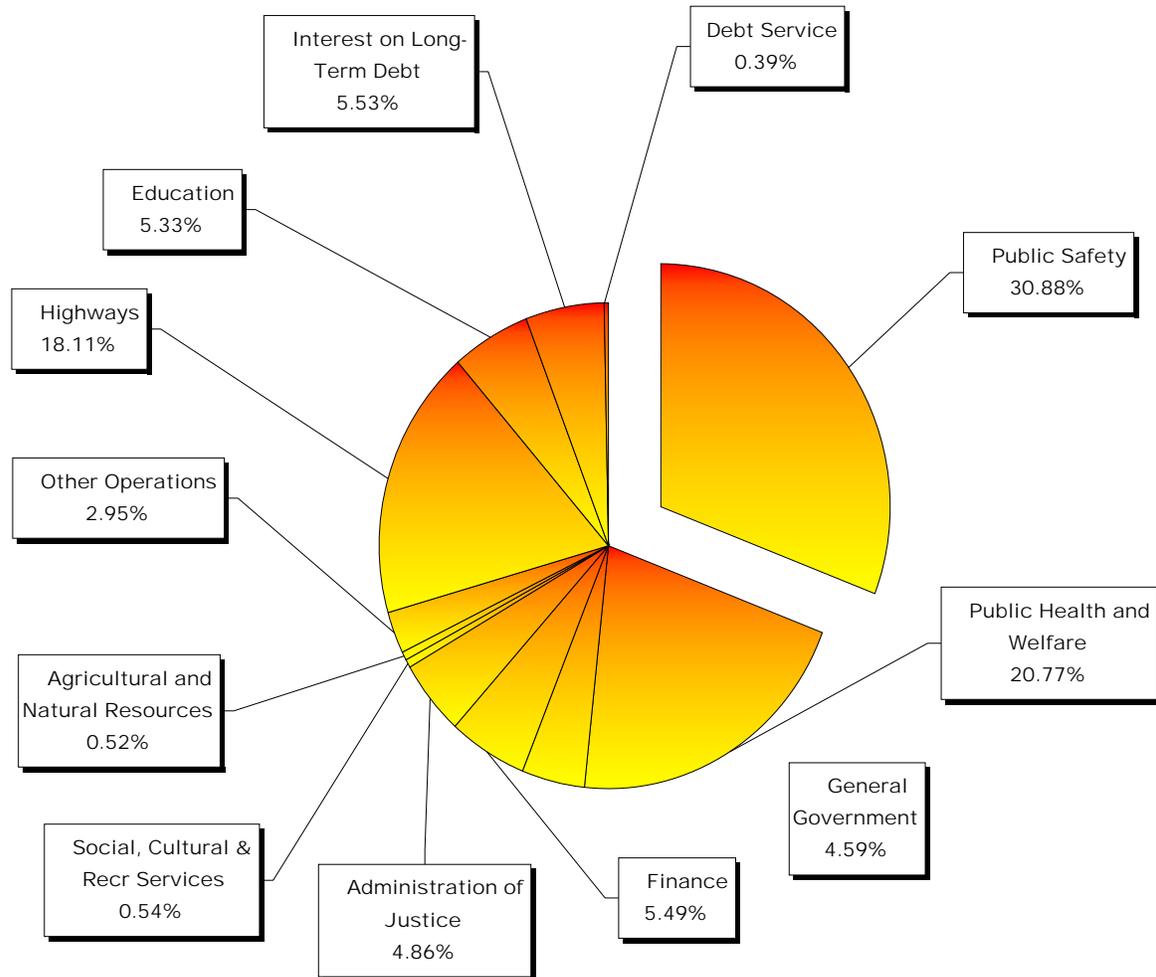
	Fiscal Year Ended June 30, 2008	Fiscal Year Ended June 30, 2007
Revenues:		
Program Revenues:		
Charges for Services	\$ 1,968,226	\$ 1,978,995
Operating Grants and Contributions	7,474,439	6,721,345
Capital Grants and Contributions	708,506	139,900
General Revenues:		
Property Taxes	5,106,301	5,080,168
Local Option Sales Tax	5,145,946	5,176,376
Other Taxes	6,023	7,625
Grants and Contributions Not Restricted to Specific Programs	30,399,109	27,635,592
Unrestricted Investment Income	349,437	334,711
Miscellaneous	448,674	352,489
Gain on Disposal of Capital Assets	0	1,888
Total Revenues	\$ 51,606,661	\$ 47,429,089
Expenses:		
Education	\$ 52,207,059	\$ 48,175,340
Total Expenses	\$ 52,207,059	\$ 48,175,340
Change in Net Assets	\$ (600,398)	\$ (746,251)
Net Assets, July 1, 2007/July 1, 2006	39,396,061	40,142,312
Net Assets, June 30, 2008/June 30, 2007	\$ 38,795,663	\$ 39,396,061

Governmental Program Expenses

Public safety expenses of \$9,634,212 were the single largest expenditure of Greene County, the primary government, consisting of 30.88 percent of total expenditures. Of that amount, \$3,256,858 was recovered from charges for services, \$120,120 from operating grants and

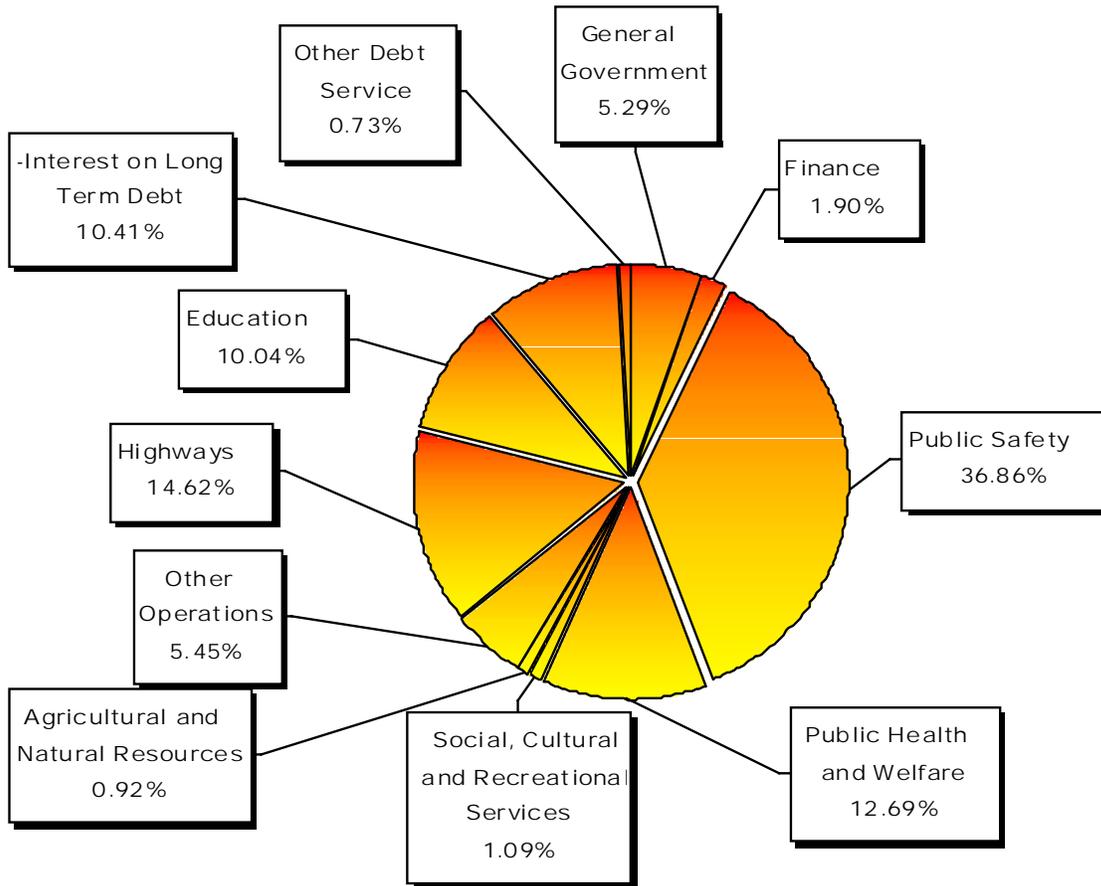
contributions, and \$146,820 from capital grants and contributions. Administration of Justice was entirely funded from program revenues. For additional details see illustrations below. Note all amounts are rounded to two decimal places in the following chart.

Expenses by Governmental Activities



The following illustration shows the “net expenses” from Exhibit B as a percentage of the total. Unlike the preceding illustration, this one does not merely show the percentage of total costs, it shows the impact of the program on the local citizens’ tax base, as a percentage. Net expense is all program expenses less all program revenues. Note all amounts are rounded to two decimal places in the following chart.

Net Cost by Governmental Activities



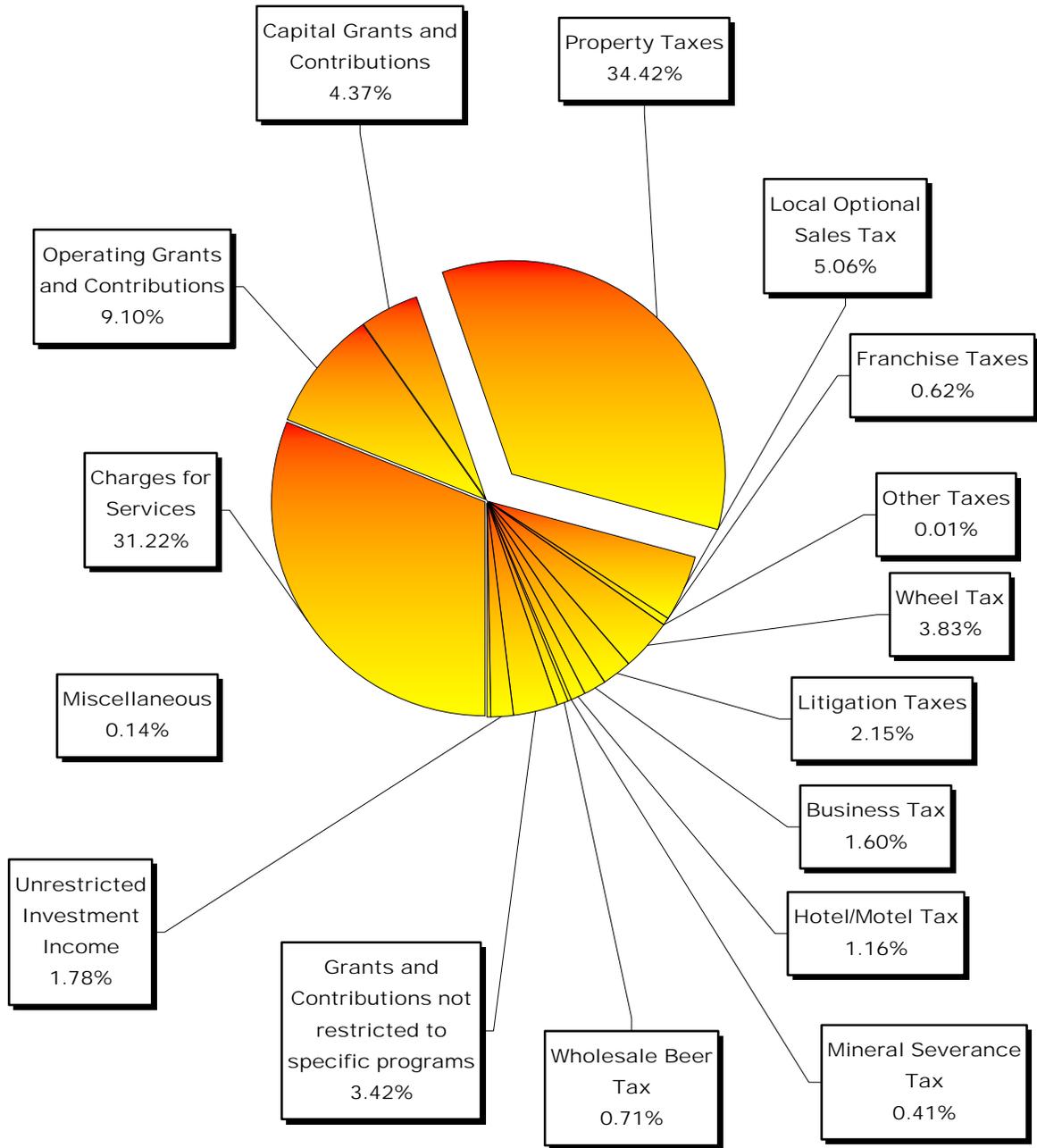
Revenues on the government-wide statement of activities are divided into two major categories, program and general revenues.

Program revenues are of three types: charges for services exchange type transactions (arise from charges to customers), operating grants and contributions that are restricted for a specific purpose, and capital grants and contributions that are restricted for a specific purpose.

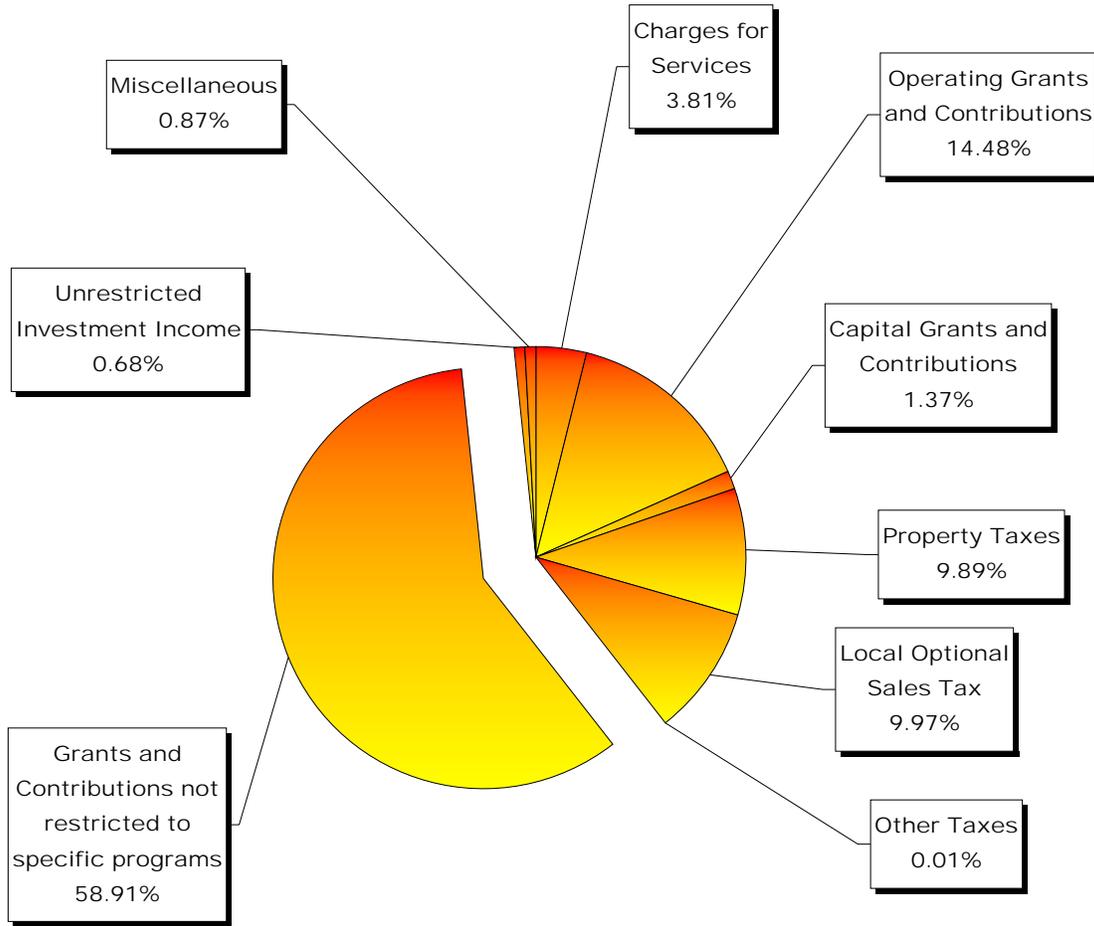
General revenues are all revenues that do not qualify as program revenues.

The largest revenue source by far is general revenues. The largest single revenue sources within this major category are property taxes for the county and grants and contributions not restricted to specific programs for the School Department. Note all amounts are rounded to two decimal places in the following charts.

**Primary Government
Revenues by Source – Governmental Activities**



**Greene County School Department
Revenues by Source – Governmental Activities**



Financial Analysis of the Government's Funds

The focus of Greene County's and the discretely presented Greene County School Department's governmental funds is to provide information on near-term cash inflows, outflows, and balances of spendable resources. Such information is useful in assessing Greene County's and the discretely presented Greene County School Department'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.

Unreserved Fund Balances for Major Funds for the Ten Most Recent Fiscal Years

Greene County - Primary Government

Year Ended June 30	General Fund	Highway/ Public Works Fund	Education Debt Service Fund
1999	\$ 1,235,071	\$ 998,229	\$ 1,728,987
2000	2,608,113	1,034,069	1,723,809
2001	2,467,493	490,951	2,247,833
2002	2,249,707	899,297	2,513,977
2003	1,564,182	848,515	2,767,983
2004	2,679,366	432,037	2,372,022
2005	2,905,310	1,057,139	1,968,374
2006	4,068,608	1,294,799	1,716,173
2007	6,078,625	1,055,788	1,393,359
2008	5,812,475	1,950,955	1,131,135

Discretely Presented Greene County School Department

Year Ended June 30	General Purpose School Fund
1999	\$ 1,719,011
2000	1,303,067
2001	1,287,189
2002	1,273,849
2003	1,988,638
2004	2,139,989
2005	2,643,177
2006	2,649,048
2007	3,118,822
2008	1,760,803

As of the end of the current fiscal year, Greene County Government's governmental funds reported combined ending fund balances of \$14,277,250, a decrease of \$438,758 in comparison to the previous fiscal year. Of the decrease, \$183,311 was attributable to a decrease in the General Fund's balance primarily as a result of several midyear appropriations funded from unreserved fund balance; an increase in the Highway/Public Works Fund of \$404,992 due to unspent appropriations; a decrease of \$262,224 in the Education Debt Service Fund; and various other smaller changes in fund balances. The decrease in the Education Debt Service Fund was attributable to abatements of amounts to be contributed by the General Purpose School Fund to the Education Debt Service Fund.

These abatements were initiated to free-up funds to replace a wing at Ottway School in a prior fiscal year and for the construction of band rooms in the current fiscal year. Of this total, fund balances of \$1,034,540 represent an encumbered balance to liquidate contracts and purchase orders at the end of the period, and \$243,133 represents unspent legally reserved tax revenues. Of the remaining unreserved fund balances, \$2,347,767 was in debt service funds, \$4,315,796 in special revenue funds, and \$523,539 in capital projects funds. Special revenue funds are used to account for proceeds of specific revenue sources that are legally restricted to expenditures for a specific purpose. Capital projects funds are used to account for financial resources to be used for the acquisition or construction of major capital facilities. As of June 30, 2008, the discretely presented Greene County School Department's governmental funds reported combined ending fund balances of \$4,529,318, a decrease of \$342,137, in comparison from the previous fiscal year. This decrease was primarily attributable to a decrease of \$1,260,156 in the General Purpose School Fund due to a \$1,600,000 transfer to the Education Capital Projects Fund, which was funded from the General Purpose School Fund's balance. Of this transferred amount, \$472,266 was expended on various education capital projects. In addition, the Central Cafeteria Fund's balance decreased by \$139,532 due to the receipt of less revenues than projected. Of this total, fund balances of \$1,770,818 represent an encumbered balance to liquidate contracts and purchase orders at the end of the period; \$129,093 represents unspent legally reserved revenues. Of the remaining unreserved fund balances, \$876,686 is in a special revenue fund for central cafeteria operations and a negative unreserved fund balance of \$8,082 is in the Education Capital Projects Fund.

The General Fund is the chief operating fund of Greene County government. At the end of the current fiscal year, the unreserved fund balance was \$5,812,475, while the total fund balance was \$6,122,437. The unreserved fund balance decreased by \$266,150 during the fiscal year. This decrease in fund balance was primarily the result of several mid-year appropriations that were funded from unreserved fund balance. The General Purpose School Fund is the chief operating fund of the discretely presented Greene County School Department. At the end of the current fiscal year, the unreserved fund balance was \$1,760,803, while the total fund balance was \$2,337,623. The unreserved fund balance decreased by \$1,358,019 during the fiscal year. This decrease was the result of a \$1,600,000 transfer to the Education Capital Projects Fund, which was funded from the General Purpose School Fund's balance.

The Highway/Public Works Fund is used to account for transactions of the Greene County Highway Department. At the end of the fiscal year, the unreserved fund balance for this fund was \$1,950,955, an increase of \$895,167 from the previous fiscal year. The increase in undesignated fund balance was primarily the result of unspent appropriations.

The debt service funds had combined total fund balances of \$2,347,767, all of which are reserved for the payment of long-term liabilities. Of this amount, \$1,131,135 is required to be used on the debt of the Greene County Board of Education. The combined fund balance for all debt service funds decreased by \$236,508 from the prior year. However, it should be noted that the amount required to be used for the debt of the Greene County Board of Education decreased by \$262,224. In addition, the amount required to be used for the debt of the Greene County Board of Education decreased by \$322,814 in the 2007 fiscal year; it decreased by \$252,201 in the 2006 fiscal year; it decreased by \$403,648 in the 2005 fiscal year; and it decreased by \$395,961 during the 2004 fiscal year. These decreases are the

result of the Greene County Commission forgiving the Greene County Board of Education for \$1,767,983 million that had been agreed to be transferred from the General Purpose School Fund to the Education Debt Service Fund. The projected fund balance of the Education Debt Service Fund will be \$1 million when the General Purpose School Fund will once again begins to contribute to this fund in the 2010 fiscal year. To free up resources to allow the School Department to replace a wing at Ottway School, \$1.5 million of this amount was abated, and \$267,983 was abated to free up resources for a band room construction program.

General Fund Budgetary Highlights

Differences in the original and the final budgets' appropriations, including other uses, increased by \$1,495,856 compared to the original budget of \$20,650,580 including other uses. Of this amount, \$339,225 was to be funded from an estimated increase in revenues and other sources with the remainder to be funded from fund balance. Following are the main components of the increase:

- \$18,712 supplemental appropriation to various departments funded by an increase in estimated revenues from the sale of equipment at a county surplus equipment auction
- \$7,500 supplemental appropriations for the T. Elmer Cox Historical and Genealogical Library for the cost of archiving county records, micro film reader, and file cabinets to be funded from unreserved fund balance
- \$81,395 supplemental appropriation for the Greeneville/Greene County Health Department for renovations to be funded from the unreserved fund balance
- \$700,000 supplemental appropriation to transfer amounts to the General Capital Projects Fund for various capital improvements to be funded from unreserved fund balance
- \$9,263 supplemental appropriation for law enforcement vehicles funded from a litigation tax reserve
- \$40,223 supplemental appropriation for aerial photos and software for the geographical information system, \$35,223 of this appropriation to be funded from the unreserved fund balance and the remaining \$5,000 to be funded from an increase in estimated revenues
- \$15,000 supplemental appropriation to purchase electronic fingerprint equipment to be funded by an increase in estimated revenues from a criminal justice grant
- \$21,531 supplemental appropriation to purchase an audio visual system for the courtrooms to be funded by an increase in estimated revenues from an Administrative Office of the Courts Grant for \$18,598 and \$2,933 to be funded from unreserved fund balance
- \$55,000 supplemental appropriation for the cleanup of tires from the Nolichucky River to be funded by an increase in estimated revenues from the Tennessee Department of Transportation

- \$10,000 supplemental appropriation for water distribution to drought stricken local farmers to be funded from the unreserved fund balance
- \$24,624 supplemental appropriation to purchase an audio video evidence system for the courtrooms to be funded by an increase in estimated revenues from a Department of Justice Grant
- \$25,000 supplemental appropriation for law enforcement equipment funded from the unreserved fund balance
- \$18,550 supplemental appropriation for the circuit court clerk to purchase a document imaging system from a litigation tax reserve for computerization and information system and electronic record management costs of the office
- \$32,100 supplemental appropriation for the Sheriff's Department for various law enforcement equipment to be funded from increases in estimated revenue from jail telephone commission \$25,000, loaner program \$7,000, and donations \$100
- \$26,666 supplemental appropriation to purchase courthouse security enhancement equipment to be funded by an increase in estimated revenues from a Department of Justice Grant
- \$15,789 supplemental appropriation for tobacco use and prevention grant to be funded by an increase in estimated revenues from the Tennessee General Assembly
- \$97,000 supplemental appropriation for the Greene County Detention Center for various operational monies to be funded by an increase in estimated revenues for state prisoners of \$25,000 and for federal prisoners of \$72,000
- \$115,000 supplemental appropriation to the volunteer fire departments to be funded from unreserved fund balance
- \$22,000 supplemental appropriation to be a member of the Tri-Cities Economic Alliance to be funded from unreserved fund balance
- \$10,000 supplemental appropriation for a study funded from the unreserved fund balance to discover the most prudent action for the Greene County Commission to take to alleviate the jail overcrowding problem
- \$150,503 of various supplemental appropriations to be funded by \$119,767 from unreserved fund balance, and \$30,736 from increases in estimated revenues

Differences in the final budgets' estimated revenues and other sources; appropriations and other uses; and actual operations were \$189,507 and \$1,692,769, respectively. Following are the major components of the variances:

Estimated revenues and other sources:

- Local option sales tax was (\$49,141) below projections due to the current economic downturn in Greene County. It should also be noted that local option sales tax collections were (\$56,821) less than the June 30, 2007, fiscal year.
- Cable television franchise fees were \$13,721 above estimated revenues. This was the result of an increase in revenues remitted above the current trend.

- Building permits were (\$27,158) less than estimated revenues. This was the result of current economic downturn in Greene County. However, it should be noted the revenues were \$26,515 more than the 2007 fiscal year. This increase was due predominately to a change in the fee structure.
- Fines for General Session's Court were (\$28,089) less than anticipated, due to collections being significantly less than the historical trend. In addition, the collections for fines in the current fiscal year were (\$21,702) less than collection in the June 30, 2007, fiscal year.
- Courtroom security fees for General Session's Court were (\$29,297) less than anticipated due to overall lower collections.
- Work release charges from the Greene County Detention Center were (\$23,444) less than projections due to collections being less than historical trend. In addition, collections were (\$14,438) less than the June 30, 2007, collections.
- Interest earned was \$19,418 over estimated revenue. This revenue is estimated concretively due to the volatility of the revenue stream.
- Commissary collections were \$16,183 in excess of the amended budget due to an increase in the inmate population.
- Register of Deed's collections were (\$43,968) less than estimated revenues due to the current economic downturn in Greene County. In addition, current-year fees were (\$47,213) less than the June 30, 2007, collections.
- Halls Income Tax was \$237,708 over estimated revenue. This revenue is performing significantly better than trend and the estimated revenues.
- Contracted Prisoner Board State of Tennessee was \$296,405 above estimated revenue due to a substantial increase in the number of state prisoners.
- The Civil Defense Reimbursement was (\$26,644) less than estimated revenue due to amounts budgeted being deferred. This was due to the revenues not meeting the period of availability in the current year, which will result in the recognition of the revenue in the subsequent fiscal year.
- Federal prisoner board bill revenues were \$97,324 over estimates due to a surge in the federal inmate population.
- Operating transfers were (\$319,566) less than estimated. The amounts estimated in operating transfers were to be transferred from the Other Special Revenue Fund, if approved by the Greene County Insurance Committee. However, the insurance committee determined that it was not prudent to transfer these amounts.

Estimated expenditures and other uses:

- Medical insurance actual expenditures were \$343,980 less than appropriations. This variance primarily resulted from the medical insurance being budgeted based on the State of Tennessee self-insured plan instead of actual costs per participant.
- Codes compliance - other contacted service had appropriations totaling \$10,000 of which only \$302 was spent. This line-item is used to enforce the county's debris ordinance by contracting a third party to bring noncompliant properties into

compliance with the local ordinances. Amounts paid from this line-item are to be recovered from the property owners, and a lien is placed on properties until amounts are recovered or the properties are sold. No contracted cleanups were performed during the current fiscal year.

- Risk management was \$319,566 less than appropriations. These amounts were budgeted to be transferred to the county's Special Purpose Fund, which is used to account for Greene County's and the discretely presented Greene County School Department's self-insured workman's compensation and liability fund. These amounts were to be transferred for the General Fund's share of any potential deficit, if the need had arisen and with the approval of the Greene County Insurance Committee. However, the payment was not needed to prevent a deficit in the fund.
- Property assessor's office other contracted services line-item is budgeted for personal property tax audits by an independent firm that specializes in such services. The total cost of the audits needed was \$21,230 less than appropriations.
- Amounts budgeted in sessions drug court other contracted services is for amounts collected by a litigation tax required to be used for drug court. No amounts were used in the June 30, 2008, fiscal year end resulting in a \$18,288 variance.
- Other local health services appropriations were \$135,003 more than actual expenditures. This was primarily the result of vacant positions. This department is paid by grant monies from the State of Tennessee.
- Agriculture Extension Services expenditures were \$28,879 less than appropriations, primarily due to vacant positions.
- Amounts to be transferred to the Solid Waste/Sanitation Fund for tipping fees, which was appropriated as other financing uses was \$253,089 less than appropriations. These amounts are based on cost per ton and actual amounts of trash used by county residents. These amounts do not follow any pattern, are highly unpredictable, and are budgeted higher than expected.

Discretely Presented Greene County School Department – General Purpose School Fund Budgetary Highlights

The differences in the original and the final budgets' appropriations, including other uses, increased by \$3,264,927 compared to the original budget of \$41,360,524. Of this amount, \$1,533,101 was to be funded from an estimated increase in revenues and other financing sources and the remainder from fund balance. Following are the main components of the increase:

- \$854,961 supplemental appropriation for three additional teachers, one additional assistant principal, one additional licensed practical nurse, an additional two percent raise for certified personnel, supplements for coaches, and related benefits all to be funded by an increase in estimated revenues
- \$375,937 supplemental appropriation for a pre-k grant to be funded by an increase in estimated revenues

- \$92,024 supplemental appropriation for various programs (lottery for education monies to fund after school program at McDonald School, family resource center, etc.) to be funded by an increase in estimated revenues
- \$150,000 decrease in appropriations and estimated sales tax revenues due to the current economic condition in Greene County
- \$356,827 supplemental appropriation for other postemployment benefits costs for retired teachers insurance premiums provided by an increase in estimated revenues from the State of Tennessee
- \$1,600,000 supplemental appropriations for amount to be transferred from the General Purpose School Fund to the Education Capital Projects Fund for major capital projects to be funded from fund balance
- \$135,178 supplemental appropriation for various items to be funded by an increase in estimated revenue
- \$131,826 decrease in estimated revenues due to amounts to be funded from fund balance was originally budgeted as revenues

Capital Assets and Debt Administration

Primary Government

Greene County's investment in capital assets, net of accumulated depreciation, as of June 30, 2008, was \$39,270,339. This investment in net assets includes land, buildings, improvements, machinery and equipment, roads, and bridges. The total increase in Greene County's investment in capital assets for the fiscal year was \$753,902.

Major capital assets events during the fiscal year were:

- Construction in progress increased by \$2,138,598 consisting of a \$569,482 increase in the accumulated costs on the Greene County Drivers License Station, a \$537,201 increase in accumulated costs on the Greenville/Greene County Health Department, \$592,947 in new bridge construction, and \$438,968 in new road construction
- Replaced an air conditioner at the Greene County Building and Zoning for \$4,700
- Erected a chain-link fence at the Solid Waste and Sanitation Department for \$16,250
- Additions to county roads totaled \$406,807 and additions to county bridges totaled \$87,133
- Purchased \$939,058 of depreciable equipment during the year
- Capital assets depreciation for the year totaled \$2,740,451

Greene County's Capital Assets

	Historical Value	Accumulated Depreciation	Net Value
Land	\$ 500,320	\$ 0	\$ 500,320
Construction in Progress	2,688,574	0	2,688,574
Buildings	9,739,009	(4,771,599)	4,967,410
Other Capital Assets	10,635,833	(7,689,390)	2,946,443
Roads	37,806,362	(24,605,004)	13,201,358
Bridges	20,175,318	(5,209,084)	14,966,234
Total Values	<u>\$ 81,545,416</u>	<u>\$ (42,275,077)</u>	<u>\$ 39,270,339</u>

Discretely Presented Greene County School Department

The discretely presented Greene County School Department's investment in capital assets, net of accumulated depreciation, as of June 30, 2008, was \$34,094,767. This investment in net assets includes land, buildings, improvements, machinery, and equipment. The total decrease in investment in capital assets for the fiscal year was \$267,516.

Major capital assets events during the fiscal year were:

- Construction in progress increased by \$875,987, consisting of \$313,168 for the West Greene High School Band Room construction, \$368,418 for the North Greene High School Band Room construction, \$27,406 for Ottway Elementary School cafeteria renovations, and \$166,994 for North Greene High School Field House construction, which comprise projects started and not completed during the fiscal year
- Buildings and improvements increased by \$51,504 consisting of \$46,104 for a new parking lot at West Greene High School and \$5,400 for a new ball field at Chuckey-Doak Middle School
- Purchased depreciable equipment for \$672,707 during the year, consisting of two mini-vans for \$139,900, a van for \$16,031, desks and chairs for the Education Center for \$26,695, foodservice equipment for \$121,085, computers for \$246,071, bleachers for \$42,954 at Nolachuckey Elementary School, pre-k playground equipment for \$31,926 at Baileyton Elementary School, laboratory equipment for \$20,900, miscellaneous equipment for \$17,995 for project discovery, and ten school bus cameras for \$9,150
- Capital assets depreciation for the year totaled \$1,867,714

Greene County School Department's Capital Assets

	Historical Value	Accumulated Depreciation	Net Value
Land	\$ 886,166	\$ 0	\$ 886,166
Construction in Progress	875,987	0	875,987
Buildings	44,366,593	(16,364,185)	28,002,408
Other Capital Assets	10,356,274	(6,026,068)	4,330,206
Total Values	<u>\$ 56,485,020</u>	<u>\$ (22,390,253)</u>	<u>\$ 34,094,767</u>

Additional details about Greene County's and the discretely presented Greene County School Department's capital assets can be found in the notes to the financial statements in Note IV.B. A table of contents has been provided with the specific page number.

Long-term Debt

At the end of the current fiscal year, Greene County had long-term debt totaling \$37,548,776. This is a decrease in long term debt of \$1,968,805 from the previous fiscal year. All debt is backed by the full faith and credit of the county.

Additional information on Greene County Government's long-term debt can be found in Note IV.E. A table of contents has been provided with the specific page number.

Greene County's Outstanding Long-term Debt

Issued For	Greene County Board of Education	Primary Government	Total Governmental Debt
Notes	\$ 538,776	\$ 0	\$ 538,776
Bonds	24,090,000	580,000	24,670,000
Other Loans	0	12,340,000	12,340,000
Total	<u>\$ 24,628,776</u>	<u>\$ 12,920,000</u>	<u>\$ 37,548,776</u>

Economic Factors and Next Year's Budgets and Rates

Greene County adopted a budget for the fiscal year ended June 30, 2009, on August 18, 2008. Many factors were considered when adopting this budget.

Greene County's unemployment rate as of June 30, 2008, was 9.2 percent compared to the June 30, 2007, rate of 6.6 percent. This unemployment rate for June 2008, was higher than the State of Tennessee's and the country as a whole. On June 30, 2008, the consumer price

index for U.S. city average for all items not seasonally adjusted was five percent. Because of these circumstances, the budget and finance committee minimized any new operational expenses.

Requests for Information

This financial report is designed to provide only a general overview of the county's finances. For questions concerning any of the information provided in this report, please contact the Office of Accounts and Budgets at Greene County Courthouse Annex, 204 North Cutler Street, Suite 202, Greeneville, Tennessee 37745.

BASIC FINANCIAL STATEMENTS

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Exhibit A

Greene County, Tennessee
Statement of Net Assets
June 30, 2008

	Primary Governmental Activities	Component Units	
		Greene County School Department	Emergency Communications District
<u>ASSETS</u>			
Cash and Cash Equivalents	\$ 26,887	\$ 694,884	\$ 708,074
Equity in Pooled Cash and Investments	14,158,266	3,158,334	0
Accounts Receivable	1,096,426	28,169	25,455
Allowance for Uncollectibles	(317,559)	0	0
Due from Other Governments	1,933,418	1,793,386	25,316
Due from Primary Government	0	109,506	0
Property Taxes Receivable	12,171,870	5,335,255	0
Allowance for Uncollectible Property Taxes	(288,430)	(128,082)	0
Prepaid Items	294,350	0	6,243
Deferred Charges - Debt Issuance Cost	376,077	0	0
Capital Assets			
Assets Not Depreciated:			
Land	500,320	886,166	0
Construction in Progress	2,688,574	875,987	0
Assets Net of Accumulated Depreciation:			
Buildings and Improvements	4,967,410	28,002,408	0
Other Capital Assets	2,946,443	4,330,206	249,937
Infrastructure	28,167,592	0	0
Total Assets	<u>\$ 68,721,644</u>	<u>\$ 45,086,219</u>	<u>\$ 1,015,025</u>
<u>LIABILITIES</u>			
Accounts Payable	\$ 611,198	\$ 70,464	\$ 1,379
Accrued Payroll	62,616	0	26,767
Accrued Interest Payable	138,375	0	0
Payroll Deductions Payable	14,119	0	0
Cash Overdraft	0	10,594	0
Contracts Payable	0	59,400	0
Retainage Payable	0	66,429	0
Claims and Judgments Payable	980,668	0	0
Due to Component Units	109,506	0	0
Other Current Liabilities	0	669,280	0
Deferred Revenue - Current Property Taxes	11,355,416	4,969,055	0
Unearned Revenue	34,957	0	0
Unamortized Premium on Debt	752,727	0	0
Noncurrent Liabilities:			
Due Within One Year	2,588,124	287,514	0
Due in More than One Year (net of deferred amount on refunding)	34,879,287	157,820	0
Total Liabilities	<u>\$ 51,526,993</u>	<u>\$ 6,290,556</u>	<u>\$ 28,146</u>

(Continued)

Exhibit A

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

	Primary Governmental Activities	Component Units	
		Greene County School Department	Emergency Communications District
<u>NET ASSETS</u>			
Invested in Capital Assets, net of related debt	\$ 26,256,870	\$ 0	\$ 0
Invested in Capital Assets	0	34,094,766	249,937
Restricted for:			
Highways	2,663,482	0	0
Debt Service	1,190,289	0	0
Solid Waste/Sanitation	281,051	0	0
Drug Control	159,367	0	0
District Attorney General	138,358	0	0
Self-Insurance	949,980	0	0
Performing Arts	39,591	0	0
Capital Projects	112,562	1,275,603	0
State and Federal Financial Assistance Programs	0	1,012,320	0
Other Purposes	140,980	0	0
Unrestricted	<u>(14,737,879)</u>	<u>2,412,974</u>	<u>736,942</u>
Total Net Assets	<u>\$ 17,194,651</u>	<u>\$ 38,795,663</u>	<u>\$ 986,879</u>

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

Exhibit B

Greene County, Tennessee
Statement of Activities
For the Year Ended June 30, 2008

Functions/Programs	Net (Expense) Revenue and Changes in Net Assets																				
	Primary Government					Component Units															
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Total Governmental Activities	Greene County School Department	Emergency Communications District														
Primary Government:																					
Governmental Activities:																					
General Government	\$ 1,432,833	\$ 491,011	\$ 62,645	\$ 1,773	\$ (877,404)	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Finance	1,713,952	1,372,844	25,802	0	(315,306)	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Administration of Justice	1,516,559	1,790,138	9,000	52,598	335,177	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Public Safety	9,634,212	3,256,858	120,120	146,820	(6,110,414)	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Public Health and Welfare	6,479,328	3,425,754	503,765	446,637	(2,103,172)	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Social, Cultural, and Recreational Services	180,157	0	0	0	(180,157)	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Agriculture and Natural Resources	161,607	0	9,884	0	(151,723)	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Other Operations	919,385	0	15,789	0	(903,596)	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Highways	5,648,385	110,619	2,298,820	814,956	(2,423,990)	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Education	1,664,029	0	0	0	(1,664,029)	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Interest on Long-term Debt	1,725,130	0	0	0	(1,725,130)	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Debt Service	121,358	0	0	0	(121,358)	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Total Primary Government	\$ 31,196,935	\$ 10,447,224	\$ 3,045,825	\$ 1,462,784	\$ (16,241,102)	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Component Units:																					
Greene County School Department	\$ 52,207,059	\$ 1,968,226	\$ 7,474,439	\$ 708,506	\$ 0	\$ (42,055,888)	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Emergency Communications District	688,577	565,026	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	(123,551)
Total Component Units	\$ 52,895,636	\$ 2,533,252	\$ 7,474,439	\$ 708,506	\$ 0	\$ (42,055,888)	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ (123,551)

(Continued)

Exhibit B

Greene County, Tennessee
Statement of Activities (Cont.)

Functions/Programs	Net (Expense) Revenue and Changes in Net Assets					
	Program Revenues			Component Units		
	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Primary Government	Greene County School Department	Emergency Communications District
Expenses			Total Governmental Activities			
General Revenues:						
Taxes:						
Property Taxes Levied for General Purposes				\$ 8,955,005	\$ 5,106,301	\$ 0
Property Taxes Levied for Debt Service				2,563,427	0	0
Local Option Sales Taxes				1,691,505	5,145,946	0
Franchise Taxes				206,721	0	0
Other Local Taxes				4,785	6,023	0
Wheel Tax				1,280,784	0	0
Litigation Taxes				720,766	0	0
Business Tax				533,766	0	0
Hotel/Motel Tax				389,241	0	0
Mineral Severance Tax				137,177	0	0
Wholesale Beer Tax				236,866	0	0
Grants and Contributions Not Restricted to Specific Programs				1,143,706	30,399,109	168,815
Unrestricted Investment Income				594,025	349,437	18,986
Miscellaneous				48,019	448,674	4,898
Total General Revenues				\$ 18,505,793	\$ 41,455,490	\$ 192,699
Change in Net Assets				\$ 2,264,691	\$ (600,398)	\$ 69,148
Net Assets, July 1, 2007				14,929,960	39,396,061	917,731
Net Assets, June 30, 2008				\$ 17,194,651	\$ 38,795,663	\$ 986,879

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

Exhibit C-1

Greene County, Tennessee
Balance Sheet
Governmental Funds
June 30, 2008

	Major Funds			Nonmajor	Total
	General	Highway / Public Works	Education Debt Service	Other Govern- mental Funds	
<u>ASSETS</u>					
Cash	\$ 314	\$ 0	\$ 0	\$ 26,573	\$ 26,887
Equity in Pooled Cash and Investments	5,367,420	2,098,358	1,052,778	5,639,710	14,158,266
Accounts Receivable	1,033,602	27,288	0	35,536	1,096,426
Allowance for Uncollectibles	(317,559)	0	0	0	(317,559)
Due from Other Governments	913,350	856,448	111,696	51,924	1,933,418
Due from Other Funds	8,156	66,547	0	48,332	123,035
Property Taxes Receivable	6,920,101	1,785,100	1,761,575	1,705,094	12,171,870
Allowance for Uncollectible Property Taxes	(159,266)	(42,861)	(45,361)	(40,942)	(288,430)
Prepaid Items	226,885	56,497	0	10,968	294,350
Total Assets	<u>\$ 13,993,003</u>	<u>\$ 4,847,377</u>	<u>\$ 2,880,688</u>	<u>\$ 7,477,195</u>	<u>\$ 29,198,263</u>
<u>LIABILITIES AND FUND BALANCES</u>					
<u>Liabilities</u>					
Accounts Payable	\$ 61,436	\$ 441,504	\$ 698	\$ 107,560	\$ 611,198
Accrued Payroll	62,072	544	0	0	62,616
Payroll Deductions Payable	13,595	504	0	20	14,119
Claims and Judgments Payable	0	0	0	980,668	980,668
Due to Other Funds	48,332	0	0	74,703	123,035
Due to Component Units	0	0	0	109,506	109,506
Deferred Revenue - Current Property Taxes	6,479,304	1,662,545	1,625,541	1,588,026	11,355,416
Deferred Revenue - Delinquent Property Taxes	205,738	58,268	69,680	55,659	389,345
Other Deferred Revenues	1,000,089	213,693	53,634	7,694	1,275,110
Total Liabilities	<u>\$ 7,870,566</u>	<u>\$ 2,377,058</u>	<u>\$ 1,749,553</u>	<u>\$ 2,923,836</u>	<u>\$ 14,921,013</u>
<u>Fund Balances</u>					
Reserved for Encumbrances	\$ 168,982	\$ 519,364	\$ 0	\$ 346,194	\$ 1,034,540
Reserved for Drug Court	24,078	0	0	0	24,078
Reserved for Sexual Offender Registration	6,410	0	0	0	6,410
Reserved for Courtroom Security	30,133	0	0	0	30,133
Reserved for Automation Purposes - General Sessions Court	35,987	0	0	0	35,987
Reserved for Capital Outlay	0	0	0	62,562	62,562
Reserved for Other General Purposes	44,372	0	0	39,591	83,963
Unreserved, Reported In:					
General Fund	5,812,475	0	0	0	5,812,475
Special Revenue Funds	0	1,950,955	0	2,364,841	4,315,796
Debt Service Funds	0	0	1,131,135	1,216,632	2,347,767
Capital Projects Funds	0	0	0	523,539	523,539
Total Fund Balances	<u>\$ 6,122,437</u>	<u>\$ 2,470,319</u>	<u>\$ 1,131,135</u>	<u>\$ 4,553,359</u>	<u>\$ 14,277,250</u>
Total Liabilities and Fund Balances	<u>\$ 13,993,003</u>	<u>\$ 4,847,377</u>	<u>\$ 2,880,688</u>	<u>\$ 7,477,195</u>	<u>\$ 29,198,263</u>

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

Exhibit C-2

Greene County, Tennessee
Reconciliation of the Balance Sheet of Governmental Funds
to the Statement of Net Assets
June 30, 2008

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)		\$ 14,277,250
(1) Capital assets used in governmental activities are not financial resources and therefore are not reported in the governmental funds.		
Add: land	\$ 500,320	
Add: construction in progress	2,688,574	
Add: buildings and improvements net of accumulated depreciation	4,967,410	
Add: other capital assets net of accumulated depreciation	2,946,443	
Add: infrastructure net of accumulated depreciation	<u>28,167,592</u>	39,270,339
(2) Long-term liabilities are not due and payable in the current period and therefore are not reported in the governmental funds.		
Less: notes payable	\$ (538,776)	
Less: bonds payable	(24,670,000)	
Less: other loans payable	(12,340,000)	
Add: deferred amount on refunding	908,985	
Add: deferred charges - debt issuance costs	376,077	
Less: compensated absences payable	(827,620)	
Less: accrued interest on bonds, notes, and other loans payable	(138,375)	
Less: other deferred revenue - premium on debt	<u>(752,727)</u>	(37,982,436)
(3) Other long-term assets are not available to pay for current-period expenditures and therefore are deferred in the governmental funds.		
		<u>1,629,498</u>
Net assets of governmental activities (Exhibit A)		<u>\$ 17,194,651</u>

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

Exhibit C-3

Greene County, Tennessee
Statement of Revenues, Expenditures,
and Changes in Fund Balances
Governmental Funds
 For the Year Ended June 30, 2008

	Major Funds			Nonmajor Funds	Total Governmental Funds
	General	Highway / Public Works	Education Debt Service	Other Govern- mental Funds	
<u>Revenues</u>					
Local Taxes	\$ 8,741,276	\$ 2,497,447	\$ 2,713,690	\$ 2,620,235	\$ 16,572,648
Licenses and Permits	314,713	0	0	0	314,713
Fines, Forfeitures, and Penalties	737,925	0	0	95,419	833,344
Charges for Current Services	3,200,703	0	0	136,099	3,336,802
Other Local Revenues	845,765	93,490	127,076	322,802	1,389,133
Fees Received from County Officials	2,828,505	0	0	0	2,828,505
State of Tennessee	2,446,250	2,739,878	0	846,757	6,032,885
Federal Government	58,100	8,473	0	446,637	513,210
Other Governments and Citizens Groups	1,025,504	78,843	0	200	1,104,547
Total Revenues	\$ 20,198,741	\$ 5,418,131	\$ 2,840,766	\$ 4,468,149	\$ 32,925,787
<u>Expenditures</u>					
Current:					
General Government	\$ 1,300,123	\$ 0	\$ 0	\$ 1,280,452	\$ 2,580,575
Finance	1,735,619	0	0	0	1,735,619
Administration of Justice	1,507,717	0	0	55,174	1,562,891
Public Safety	9,220,108	0	0	35,783	9,255,891
Public Health and Welfare	4,008,315	0	0	1,870,793	5,879,108
Social, Cultural, and Recreational Services	88,480	0	0	0	88,480
Agriculture and Natural Resources	160,987	0	0	0	160,987
Other Operations	918,693	0	0	0	918,693
Highways	0	5,013,317	0	0	5,013,317
Debt Service:					
Principal on Debt	0	0	1,972,311	705,000	2,677,311
Interest on Debt	0	0	1,093,210	635,071	1,728,281
Other Debt Service	0	0	52,788	20,374	73,162
Capital Projects	0	0	0	1,696,901	1,696,901
Capital Projects - Donated	0	0	0	708,506	708,506
Total Expenditures	\$ 18,940,042	\$ 5,013,317	\$ 3,118,309	\$ 7,008,054	\$ 34,079,722
Excess (Deficiency) of Revenues Over Expenditures					
	\$ 1,258,699	\$ 404,814	\$ (277,543)	\$ (2,539,905)	\$ (1,153,935)
<u>Other Financing Sources (Uses)</u>					
Notes Issued	\$ 0	\$ 0	\$ 0	\$ 708,506	\$ 708,506
Insurance Recovery	3,296	178	0	3,197	6,671
Transfers In	0	0	15,319	1,445,306	1,460,625
Transfers Out	(1,445,306)	0	0	(15,319)	(1,460,625)
Total Other Financing Sources (Uses)	\$ (1,442,010)	\$ 178	\$ 15,319	\$ 2,141,690	\$ 715,177
Net Change in Fund Balances					
	\$ (183,311)	\$ 404,992	\$ (262,224)	\$ (398,215)	\$ (438,758)
Fund Balance, July 1, 2007	6,305,748	2,065,327	1,393,359	4,951,574	14,716,008
Fund Balance, June 30, 2008	\$ 6,122,437	\$ 2,470,319	\$ 1,131,135	\$ 4,553,359	\$ 14,277,250

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

Exhibit C-4

Greene 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, 2008

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

Net change in fund balances - total governmental funds (Exhibit C-3)		\$ (438,758)
(1) Governmental funds report capital outlays as expenditures. However, in the statement of activities the cost of these assets is allocated over their useful lives and reported as depreciation expense. The difference between capital outlays and depreciation is itemized as follows:		
Add: capital assets purchased in the current period	\$ 3,114,157	
Less: current year depreciation expense	<u>(2,740,451)</u>	373,706
(2) The net effect of various miscellaneous transactions involving capital assets (sales, trade-ins, and donations) is to increase net assets.		
Add: assets donated and capitalized	\$ 478,389	
Less: decrease in net carrying value of assets	<u>(98,193)</u>	380,196
(3) Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.		
Add: deferred delinquent property taxes and other deferred June 30, 2008	\$ 1,629,498	
Less: deferred delinquent property taxes and other deferred June 30, 2007	<u>(1,520,852)</u>	108,646
(4) The issuance of long-term debt (e.g., bonds, notes, other loans) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net 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 effect of these differences in the treatment of long-term debt and related items:		
Less: note proceeds	\$ (708,506)	
Add: change in premium on debt issuances	74,329	
Less: change in deferred debt issuance costs	(33,613)	
Add: principal payments on notes	662,311	
Add: principal payments on other loans	705,000	
Add: principal payments on bonds	1,310,000	
Less: change in deferred amount on refunding debt	<u>(88,912)</u>	1,920,609
(5) Some expenses reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in the governmental funds.		
Change in accrued interest payable	\$ 3,152	
Change in compensated absences payable	<u>(82,860)</u>	<u>(79,708)</u>
Change in net assets of governmental activities (Exhibit B)		<u>\$ 2,264,691</u>

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

Exhibit D

Greene County, Tennessee
Statement of Fiduciary Assets and Liabilities
Fiduciary Funds
June 30, 2008

	<u>Agency Funds</u>
<u>ASSETS</u>	
Cash	\$ 1,742,324
Equity in Pooled Cash and Investments	24,556
Due from Other Governments	1,647,188
Property Taxes Receivable	2,340,267
Allowance for Uncollectible Property Taxes	(56,182)
Restricted Assets:	
Other Restricted Assets	<u>115,207</u>
Total Assets	<u>\$ 5,813,360</u>
<u>LIABILITIES</u>	
Accounts Payable	\$ 2,434
Due to Other Taxing Units	3,931,152
Due to Litigants, Heirs, and Others	1,857,531
Due to Joint Ventures	<u>22,243</u>
Total Liabilities	<u>\$ 5,813,360</u>

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

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GREENE COUNTY, TENNESSEE
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended June 30, 2008

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Greene 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 Greene County:

A. Reporting Entity

Greene County is a public municipal corporation governed by an elected 21-member board. As required by GAAP, these financial statements present Greene 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 Greene 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 Greene County School Department operates the public school system in the county, and the voters of Greene 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 Greeneville-Greene County Emergency Communications District provides a simplified means of securing emergency services through a uniform emergency number for the residents of Greene County, and the Greene 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 Greene County School Department does not issue separate financial statements from those of the county. Therefore, basic financial statements of

the Greene County School Department are included in this report as listed in the table of contents. Complete financial statements of the Greeneville-Greene County Emergency Communications District can be obtained from its administrative office at the following address:

Administrative Office:

Greeneville-Greene County Emergency Communications District
111 Union Street
Greeneville, TN 37843

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. However, when applicable, interfund services provided and used between functions are not eliminated in the process of consolidation in the statement of activities. Governmental activities are normally supported by taxes and intergovernmental revenues. Business-type activities, which rely to a significant extent on fees and charges, are required to be reported separately from governmental activities in the government-wide financial statements. However, the primary government of Greene County does not have any business-type activities to report. Likewise, the primary government is reported separately from certain legally separate component units for which the primary government is financially accountable. The Greene 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.

Greene County issues all debt for the discretely presented Greene County School Department. Net debt issues (\$708,506) were contributed by the county to the School Department during the year ended June 30, 2008.

Separate financial statements are provided for governmental funds and fiduciary funds. 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 fiduciary funds financial statements, except for agency funds which have no measurement focus. Revenues are recorded when earned, and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Fund financial statements of Greene 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. Funds are organized into three major categories: governmental, proprietary, and fiduciary. However, Greene County has no proprietary funds to report. An emphasis is placed on major funds within the governmental category.

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

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they become both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, Greene County considers revenues, including grants and similar items, to be available if they are collected within 30 days after year-end, and all eligibility requirements imposed by providers have been met. The discretely presented Greene County School Department 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. The discretely presented Greene County School Department considers grants and similar revenues to be available if they are collected within 60 days after year-end. Expenditures are generally recognized under the modified accrual basis of accounting when the related fund liability is incurred. Principal and interest on long-term debt are recognized as fund liabilities when due or when amounts have been accumulated in the debt service funds for payments to be made early in the following year.

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

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

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

Greene 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.

Education Debt Service Fund – This fund accounts for the resources accumulated and payments made for principal and interest on long-term general obligation debt issued for the Greene County School Department.

Additionally, Greene County reports the following fund types:

Capital Projects Funds – These funds are used to account for financial resources to be used for the acquisition or construction of major capital facilities.

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 Greene County, the city school system’s share of educational revenues, and assets held in a custodial capacity for a joint venture. 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 Greene 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 Greene County and contributed to the School Department plus transfers from the General Purpose School Fund for capital purchases and construction.

Additionally, the Greene 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.

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.

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

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 Greene 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. Income from these pooled investments is assigned to the various funds based on the approved budgets. Greene County and the School Department have adopted a policy of reporting U.S. Treasury obligations, U.S. agency obligations, and repurchase agreements with maturities of one year or less when purchased on the balance sheet at amortized cost. Certificates of deposit 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 outstanding at the end of the fiscal year is referred to as due to/from other funds.

All ambulance and property taxes receivable are shown with an allowance for uncollectibles. Ambulance receivables allowance for uncollectible is based on historical collection data. The allowance for uncollectible property taxes is equal to 1.26 percent of the 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.

Most payables are disaggregated on the face of the financial statements. Claims and judgments payable totaling \$980,668 is discussed in Note V.A. - Risk Management. The \$669,280 reflected as other current liabilities in the discretely presented General Purpose School Fund represents insurance premiums held in a department clearing account and due to the insurance administrator.

Retainage payable in the discretely presented Education Capital Projects Fund represents amounts withheld from payments made on construction contracts pending completion of the projects. These amounts are held by the county trustee as Equity in Pooled Cash and Investments in the Education Capital Projects Fund.

3. Prepaid Items

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both the government-wide and fund financial statements.

4. Restricted Assets

Restricted assets in the agency funds consist of an annuity contract held in a custodial capacity by the circuit court clerk for a minor child.

5. Capital Assets

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

Capital assets, which include property, plant, equipment, and infrastructure assets (e.g., roads, bridges, and similar items), are reported in the governmental column in the government-wide financial statements. Capital assets are defined by the government as assets with an initial, individual cost of \$5,000 or more (\$7,500 for like items purchased at the same time) and an estimated useful life exceeding three 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	30-40
Other Capital Assets	3-12
Infrastructure	3-75

6. Compensated Absences

It is the county's and discretely presented School Department's policy to permit employees to accumulate earned but unused vacation and sick leave benefits. There is no liability for unpaid accumulated sick leave since neither Greene County nor the discretely presented School Department has policies to pay any amounts when employees separate from service with the government. All vacation pay is accrued when incurred in the government-wide statements for the county and the discretely presented School Department. A liability for vacation pay is reported in governmental funds only if amounts have matured, for example, as a result of employee resignations and retirements.

7. Long-term Obligations

In the government-wide financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities statement 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 refunding transactions, the difference between the reacquisition price and the net carrying amount of the old debt is netted against the new debt and amortized over the remaining life of the refunded debt or the life of the new debt issued, whichever is shorter.

In the fund financial statements, governmental funds recognize debt premiums and discounts, as well as debt issuance costs, during the current period. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported

as other financing sources, while discounts on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

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

8. Net Assets and Fund Equity

In the government-wide 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, 2008, Greene County had \$24,628,776 in outstanding debt for capital purposes for the discretely presented Greene County School Department. This debt is a liability of Greene County, but the capital assets acquired are reported in the financial statements of the Greene County School Department. Therefore, Greene 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, 2008:

<u>Fund/Purpose</u>	<u>Amount</u>
General Purpose School:	
Extended School Program	\$ 98,282
Bridges to Success	17,680

On the balance sheet – governmental funds (Exhibit C-1), the account reserved for other general purposes consist of a reserve in the General Fund for a donation and a reserve in the nonmajor governmental funds for recreation and arts programs.

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 includes explanations of the nature of individual elements of items required to reconcile the balance sheet of government funds with the government-wide statement of net assets.

Discretely Presented Greene County School Department

Exhibit I-3 includes explanations of the nature of individual elements of items required to reconcile the balance sheet of government funds with the government-wide statement of net assets.

B. Explanation of certain differences between the governmental fund statement of revenues, expenditures, and changes in fund balances and the government-wide statement of activities

Primary Government

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

Discretely Presented Greene County School Department

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

III. STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

A. Budgetary Information

Annual budgets are adopted on a basis consistent with generally accepted accounting principles (GAAP) for all governmental funds except the District Attorney General Fund, Other Special Revenue Fund, and the Constitutional Officers - Fees Fund (special revenue funds), which are not budgeted, and the capital projects funds, which adopt project length budgets. All annual appropriations lapse at fiscal year end.

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

The budgetary level of control is at the major category level established by the 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, County Mayor/Executive, County Attorney, and Election Commission etc.). Management may make revisions within major categories, but only the County Commission may transfer appropriations between major categories. During the year, several supplementary appropriations were necessary.

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

B. Fund Deficit

The Education Capital Projects Fund of the discretely presented Greene County School Department had a deficit in unreserved fund balance of \$8,082 at June 30, 2008. This deficit resulted from unperformed portions of construction contracts \$1,174,179 being reserved as encumbrances. Funding for these future expenditures, with the exception of the deficit of \$8,082, has been received. The remaining balance is expected to be received from transfers from the General Purpose School Fund.

C. Cash Overdraft

The discretely presented School Federal Projects Fund had a cash overdraft of \$10,594 at June 30, 2008. This cash overdraft resulted from issuing warrants that exceeded cash on deposit with the county trustee. The cash overdraft was liquidated subsequent to June 30, 2008.

IV. DETAILED NOTES ON ALL FUNDS

A. Deposits and Investments

Greene County and the Greene 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 reflected on the balance sheets or statements of net assets represents nonpooled amounts held separately by individual funds.

Deposits

Legal Provisions. All deposits with financial institutions must be secured by one of two methods. One method involves financial institutions that participate in the bank collateral pool administered by the state treasurer. Participating banks determine the aggregate balance of their public fund accounts for the State of Tennessee and its political subdivisions. The amount of collateral required to secure these public deposits must equal at least 105 percent of the average daily balance of public deposits held. Collateral securities required to be pledged by the participating banks to protect their public fund accounts are pledged to the state treasurer on behalf of the bank collateral pool. The securities pledged to protect these accounts are pledged in the aggregate rather than against each account. The members of the pool may be required by agreement to pay an assessment to cover any deficiency. Under this additional assessment agreement, public fund accounts covered by the pool are considered to be insured for purposes of credit risk disclosure.

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

Investments

Legal Provisions. Counties are authorized to make direct investments in bonds, notes, or treasury bills of the U.S. government and obligations guaranteed by the U.S. government or any of its agencies; 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. The county had no pooled and nonpooled investments as of June 30, 2008.

B. Capital Assets

Capital assets activity for the year ended June 30, 2008, was as follows:

Primary Government

Governmental Activities:

	Balance 7-1-07	Increases	Decreases	Balance 6-30-08
Capital Assets Not Depreciated:				
Land	\$ 500,320	\$ 0	\$ 0	\$ 500,320
Construction in Progress	549,976	2,138,598	0	2,688,574
Total Capital Assets Not Depreciated	\$ 1,050,296	\$ 2,138,598	\$ 0	\$ 3,188,894
Capital Assets Depreciated:				
Buildings and Improvements	\$ 9,718,059	\$ 20,950	\$ 0	\$ 9,739,009
Infrastructure	57,989,826	493,940	(502,086)	57,981,680
Other Capital Assets	9,738,665	939,058	(41,890)	10,635,833
Total Capital Assets Depreciated	\$ 77,446,550	\$ 1,453,948	\$ (543,976)	\$ 78,356,522
Less Accumulated Depreciated For:				
Buildings and Improvements	\$ 4,449,623	\$ 321,976	\$ 0	\$ 4,771,599
Infrastructure	28,734,540	1,485,104	(405,556)	29,814,088
Other Capital Assets	6,796,246	933,371	(40,227)	7,689,390
Total Accumulated Depreciation	\$ 39,980,409	\$ 2,740,451	\$ (445,783)	\$ 42,275,077
Total Capital Assets Depreciated, Net	\$ 37,466,141	\$ (1,286,503)	\$ (98,193)	\$ 36,081,445
Governmental Activities Capital Assets, Net	\$ 38,516,437	\$ 852,095	\$ (98,193)	\$ 39,270,339

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

Governmental Activities:

General Government	\$	128,616
Finance		19,270
Administration of Justice		7,141
Public Safety		587,013
Public Health and Welfare		235,839
Highways/Public Works		<u>1,762,572</u>
Total Depreciation Expense - Governmental Activities	\$	<u>2,740,451</u>

Discretely Presented Greene County School Department

Governmental Activities:

	Balance 7-1-07	Increases	Decreases	Balance 6-30-08
Capital Assets Not Depreciated:				
Land	\$ 886,166	\$ 0	\$ 0	\$ 886,166
Construction in Progress	<u>0</u>	<u>875,987</u>	<u>0</u>	<u>875,987</u>
Total Capital Assets Not Depreciated	<u>\$ 886,166</u>	<u>\$ 875,987</u>	<u>\$ 0</u>	<u>\$ 1,762,153</u>
Capital Assets Depreciated:				
Buildings and Improvements	\$ 44,315,089	\$ 51,504	\$ 0	\$ 44,366,593
Other Capital Assets	<u>9,725,567</u>	<u>672,707</u>	<u>(42,000)</u>	<u>10,356,274</u>
Total Capital Assets Depreciated	<u>\$ 54,040,656</u>	<u>\$ 724,211</u>	<u>\$ (42,000)</u>	<u>\$ 54,722,867</u>
Less Accumulated Depreciated For:				
Buildings and Improvements	\$ 15,380,914	\$ 983,271	\$ 0	\$ 16,364,185
Other Capital Assets	<u>5,183,625</u>	<u>884,443</u>	<u>(42,000)</u>	<u>6,026,068</u>
Total Accumulated Depreciation	<u>\$ 20,564,539</u>	<u>\$ 1,867,714</u>	<u>\$ (42,000)</u>	<u>\$ 22,390,253</u>
Total Capital Assets Depreciated, Net	<u>\$ 33,476,117</u>	<u>\$ (1,143,503)</u>	<u>\$ 0</u>	<u>\$ 32,332,614</u>
Governmental Activities Capital Assets, Net	<u>\$ 34,362,283</u>	<u>\$ (267,516)</u>	<u>\$ 0</u>	<u>\$ 34,094,767</u>

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

Governmental Activities:

Instruction	\$ 1,245,138
Support Services	516,486
Operation of Non-Instructional Services	<u>106,090</u>
Total Depreciation Expense - Governmental Activities	<u>\$ 1,867,714</u>

C. Construction Commitments

Primary Government

At June 30, 2008, Greene County had uncompleted construction commitments reflected in the Highway/Public Works Fund related to bridge programs totaling \$514,533. Funding for these future expenditures is expected to be received from federal grants (\$408,000) and from available fund balance (\$106,533).

Also, at June 30, 2008, Greene County had uncompleted construction commitments reflected in the General Capital Projects Fund related to the construction of a drivers license station totaling \$118,726. Funding for this project has been received.

Discretely Presented Greene County School Department

At June 30, 2008, the discretely presented Greene County School Department had uncompleted construction commitments reflected in the Education Capital Projects Fund related to school renovations totaling \$1,174,179. A portion of funding for these future expenditures has been received. The remaining balance is expected to be received from funds transferred from the General Purpose School Fund.

D. Interfund Receivables, Payables, and Transfers

The composition of interfund balances as of June 30, 2008, is as follows:

Due to/from Other Funds:

<u>Receivable Fund</u>	<u>Payable Fund</u>	<u>Amount</u>
General	Nonmajor governmental	\$ 8,156
Highway/Public Works	Nonmajor governmental	66,547
Nonmajor governmental	General	48,332

These 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.

Due to/from Primary Government and Component Unit:

Receivable Fund	Payable Fund	Amount
Component unit:		
Greene County School Department	Primary government: Nonmajor governmental	\$ 109,506

Interfund Transfers:

Interfund transfers for the year ended June 30, 2008, consisted of the following amounts:

Primary Government

Transfers Out	Transfers In	
	Education Debt Service Fund	Nonmajor Governmental Funds
General Fund	\$ 0	\$ 1,445,306
Nonmajor governmental funds	15,319	0
Total	<u>\$ 15,319</u>	<u>\$ 1,445,306</u>

Discretely Presented Greene County School Department

Transfers Out	Transfers In	
	General Purpose School Fund	Education Capital Projects Fund
General Purpose School Fund	\$ 0	\$ 1,600,000
Nonmajor governmental funds	4,000	0
Total	<u>\$ 4,000</u>	<u>\$ 1,600,000</u>

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

E. 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, construction, and renovation of major capital facilities. In addition, general obligation bonds and other loans have been issued to refund other debt issuances. 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 25 years for bonds, up to 18 years for notes, and up to 17 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, 2008, will be retired from either the General Debt Service Fund or the Education Debt Service Fund.

General obligation bonds, capital outlay notes, and other loans outstanding as of June 30, 2008, are as follows:

Type	Interest Rate	Original Amount of Issue	Balance 6-30-08
General Obligation Bond	4 to 4.375 %	\$ 3,060,000	\$ 580,000
General Obligation Rural School Bonds	3.25 to 5	21,925,000	2,590,000
General Obligation Rural School Bonds, Refunding	2.5 to 5	22,330,000	21,500,000
Capital Outlay Notes	0 to 4.06	2,027,823	538,776
Other Loans Payable -Variable - Fixed by Swap	3.916	9,000,000	2,340,000
Other Loans Payable - Fixed Rate	4 to 5.25	10,000,000	10,000,000

In prior years, Greene County entered into loan agreements with the Sevier County Public Building Authority and the Blount County Public Building Authority. These loan agreements provided for the authorities to make \$9,000,000 and \$10,000,000, respectively, available for loan to Greene County on an as-needed basis to finance road improvements, re-surfacing, and to refinance bonds and other loans. At June 30, 2008, Greene County had borrowed the entire amount of the loans. The variable rate Sevier County Public Building Authority loan is repayable at a tax-exempt synthetic fixed rate obtained through the execution of a swap agreement. The Blount County Public Building Authority loan is repayable at an interest rate that is a tax-exempt fixed rate. In addition, the county pays various other fees (trustee, letter of credit, and debt remarketing) in connection with the Sevier

County Public Building Authority loan. The following table summarizes loan agreements outstanding at June 30, 2008:

Description	Amount of Loan Agreement	Outstanding Principal 6-30-08	Interest Type	Rate as of 6-30-08	Fees on Variable Rate Debt
<u>Sevier County Public Building Authority</u>					
Highway Projects	\$9,000,000	\$ 2,340,000	Synthetic Fixed by Swap	3.916%	0.6%
<u>Blount County Public Building Authority</u>					
Highway Projects and Refunding	10,000,000	<u>10,000,000</u>	Fixed	4 to 5.25	0
Total		<u>\$12,340,000</u>			

The annual requirements to amortize all general obligation bonds, notes, and other loans outstanding as of June 30, 2008, including interest payments and other loan fees, are presented in the following tables:

Year Ending June 30	Notes		
	Principal	Interest	Total
2009	\$ 264,720	\$ 12,328	\$ 277,048
2010	63,956	7,742	71,698
2011	51,550	6,803	58,353
2012	33,725	5,826	39,551
2013	25,821	4,808	30,629
2014-2018	99,004	8,200	107,204
Total	<u>\$ 538,776</u>	<u>\$ 45,707</u>	<u>\$ 584,483</u>

Year Ending June 30	Other Loans			
	Principal	Interest	Other Fees	Total
2009	\$ 740,000	\$ 576,209	\$ 14,920	\$ 1,331,129
2010	780,000	547,231	10,202	1,337,433
2011	820,000	516,686	5,228	1,341,914
2012	275,000	484,575	0	759,575
2013	905,000	473,575	0	1,378,575
2014-2018	5,145,000	1,684,625	0	6,829,625
2019-2021	3,675,000	358,375	0	4,033,375
Total	<u>\$ 12,340,000</u>	<u>\$ 4,641,276</u>	<u>\$ 30,350</u>	<u>\$ 17,011,626</u>

Year Ending June 30	Bonds		
	Principal	Interest	Total
2009	\$ 1,130,000	\$ 1,050,925	\$ 2,180,925
2010	1,170,000	1,007,638	2,177,638
2011	1,140,000	964,231	2,104,231
2012	1,795,000	921,713	2,716,713
2013	1,280,000	851,053	2,131,053
2014-2018	6,865,000	3,509,716	10,374,716
2019-2023	6,545,000	2,071,650	8,616,650
2024-2026	4,745,000	431,156	5,176,156
Total	<u>\$ 24,670,000</u>	<u>\$ 10,808,082</u>	<u>\$ 35,478,082</u>

There is \$2,347,767 available in the debt service funds to service long-term debt. Bonded debt per capita totaled \$514, based on the 2000 federal census for residents living outside the Greeneville school district and \$9 for residents living inside the Greeneville school district. Total debt per capita, including bonds, notes, and other loans, totaled \$722, based on the 2000 federal census for residents living outside the Greeneville school district and \$205 for residents living inside the Greeneville school district.

Swap Agreement:

Under its loan agreement, the Public Building Authority of Sevier County, Tennessee, at the request of the county, has entered into an interest rate swap agreement for all of the outstanding Local Government Improvement Bonds, Series F-2.

Objective of the interest rate swap. To protect against the potential of rising interest rates and to balance its mixture of variable and fixed rate debt, the county requested the authority, on its behalf, to enter into an

interest rate swap in connection with its \$9 million Series F-2 variable-rate bonds. The intention of the swap was to effectively change the county's variable interest rate on the bonds to a synthetic fixed rate.

Terms. Under the swap, the authority pays the counterparty a fixed payment of 2.895 percent and receives a variable payment computed as 70 percent of the one-month London Interbank Offered Rate (LIBOR). The swap has a notional amount of \$4.35 million, and the associated variable-rate bond has a \$4.35 million principal amount. The interest rate swap agreement is based on the same amortization schedule as the outstanding principal of the Series F-2 Bonds. The bonds' variable rates have historically approximated the Bond Market Association Municipal Index™ (the "BMA"). The bonds and the related swap agreement mature on June 1, 2011. As of June 30, 2008, rates were as follows:

	<u>Terms</u>	<u>Rates</u>
Interest rate swap:		
Fixed payment to counterparty	Fixed	2.895 %
Variable payment from counterparty		<u>(1.729)</u>
Net interest rate swap payments		1.166
Variable-rate bond coupon payments		<u>2.750</u>
 Synthetic interest rate on bonds		 <u><u>3.916 %</u></u>

Fair value. As of June 30, 2008, the swap had a negative fair value of \$18,369. The negative fair value of the swap may be countered by reductions in total interest payments required under the variable-rate bond, creating lower synthetic rates. Because the rates on the government's variable-rate bonds adjust to changing interest rates, the bonds do not have a corresponding fair value increase. The fair value model calculates future cash flows by projecting forward rates and then discounts those cash flows at their present value.

Credit risk. As of June 30, 2008, the county was not exposed to credit risk because the swap had a negative fair value. However, should interest rates change and the fair value of the swap becomes positive, the county would be exposed to credit risk in the amount of the derivative's fair value. The swap counterparty was unrated at the time of the swap. To mitigate the potential for credit risk, the authority, on behalf of the county, received a Financial Guarantee Insurance Policy for the swap agreement from Ambac Assurance Corporation, which was rated AA by Standard and Poor's and Aa3 by Moody's Investor Service as of June 30, 2008. If Ambac's credit rating is downgraded, the counterparty is required to post collateral with a third-party custodian.

Basis risk. As noted above, the swap exposes the county to basis risk should BMA increase to above 70 percent of LIBOR, thus increasing the synthetic rate on the bonds. If a change occurs that results in the BMA to be below 70 percent of LIBOR, then the synthetic rate on the bonds will decrease.

Termination risk. The derivative contract uses the International Swap Dealers Association Master Agreement, which includes standard termination events, such as failure to pay and bankruptcy. The Schedule to the Master Agreement includes an “additional termination provision.” The authority or the counterparty may terminate the swap if the other party fails to perform under the terms of the contract. If the swap is terminated, the variable-rate bond would no longer carry a synthetic interest rate. Also, if at the time of termination the swap has a negative fair value, the authority would be liable to the counterparty for a payment equal to the swap’s fair value. Likewise, if the swap has a positive fair value at termination, the counterparty would be liable to the authority for a payment equal to the swap’s fair value.

Swap payments and associated debt. As of June 30, 2008, debt service requirements of the variable-rate debt and net swap payments, assuming current interest rates remain the same, for their term were as follows. As rates vary, variable-rate bond interest payments and net swap payments will vary.

Fiscal Year Ending June 30	Variable Rate Bonds		Net Interest Rate Swap Payment	Total
	Principal	Interest		
2009	\$ 740,000	\$ 64,350	\$ 27,284	\$ 831,634
2010	780,000	44,000	18,656	842,656
2011	820,000	22,550	9,561	852,111
Total	\$ 2,340,000	\$ 130,900	\$ 55,501	\$ 2,526,401

Changes in Long-term Liabilities

Long-term liability activity for the year ended June 30, 2008, was as follows:

Governmental Activities:

	Bonds	Notes
Balance, July 1, 2007	\$ 25,980,000	\$ 492,581
Additions	0	708,506
Deductions	(1,310,000)	(662,311)
Balance, June 30, 2008	\$ 24,670,000	\$ 538,776
Balance Due Within One Year	\$ 1,130,000	\$ 264,270

Governmental Activities (Cont.):

	Other Loans	Compensated Absences
Balance, July 1, 2007	\$ 13,045,000	\$ 744,760
Additions	0	552,486
Deductions	(705,000)	(469,626)
Balance, June 30, 2008	<u>\$ 12,340,000</u>	<u>\$ 827,620</u>
Balance Due Within One Year	<u>\$ 740,000</u>	<u>\$ 453,854</u>

Analysis of Noncurrent Liabilities Presented on Exhibit A:

Total Noncurrent Liabilities, June 30, 2008	\$ 38,376,396
Less: Balance Due Within One Year	(2,588,124)
Less: Deferred Amount on Refunding	<u>(908,985)</u>
Noncurrent Liabilities - Due in More Than One Year - Exhibit A	<u>\$ 34,879,287</u>

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

Defeasance of Prior Debt

In prior years, Greene County defeased certain outstanding general obligation bonds by placing the proceeds of the new debt 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, 2008, the following outstanding bonds are considered defeased:

General Obligation Series 4-1-1999 (callable 6-1-2009)	\$ 2,280,000
Rural Schools Bonds - 2001 (callable 6-1-2011)	14,675,000
Rural Schools Bonds (B) - 2001 (callable 6-1-2011)	2,075,000

Discretely Presented Greene County School Department

Changes in Long-term Liabilities

Long-term liability activity for the discretely presented Greene County School Department for the year ended June 30, 2008, was as follows:

Governmental Activities:

	<u>Termination Benefits</u>	<u>Compensated Absences</u>
Balance, July 1, 2007	\$ 379,276	\$ 56,726
Additions	225,979	63,487
Deductions	<u>(274,377)</u>	<u>(53,653)</u>
Balance, June 30, 2008	<u>\$ 330,878</u>	<u>\$ 66,560</u>
Balance Due Within One Year	<u>\$ 229,520</u>	<u>\$ 57,994</u>

	<u>Other Post- employment Benefits</u>
Balance, July 1, 2007	\$ 0
Additions	809,000
Deductions	<u>(761,104)</u>
Balance, June 30, 2008	<u>\$ 47,896</u>
Balance Due Within One Year	<u>\$ 0</u>

Analysis of Noncurrent Liabilities Presented on Exhibit A:

Total Noncurrent Liabilities, June 30, 2008	\$ 445,334
Less: Balance Due Within One Year	<u>(287,514)</u>
Noncurrent Liabilities - Due in More Than One Year - Exhibit A	<u>\$ 157,820</u>

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

F. Pledges of Receivables and Future Revenues

Hotel/Motel Tax Revenues Pledged

Greene County pledged the portion of hotel/motel tax that was designated to support or promote the performing arts to repay \$229,000 in capital outlay notes issued in August 2007, to finance the construction of a band room at a county school. The notes are also guaranteed by the county in the event the hotel/motel tax revenues are insufficient to meet the debt service requirements on the notes. The hotel/motel tax collections are projected to produce 100 percent of the debt service requirements over the life of the notes. Total principal and interest requirements for the notes are \$260,357, with annual requirements ranging from \$30,630 in the next fiscal year to \$15,315 in the final year. For the current year, principal and interest paid and hotel/motel tax generated were \$30,630 and \$51,557, respectively.

Component Unit Revenues Pledged for Primary Government Debt

In 2000, the citizens of Greene County voted to increase the local option sales tax rate from 2.5 percent to 2.75 percent. The increase in local option sales tax was restricted to education purposes. In 2001, the Greene County School Department pledged, as security for bonds issued by Greene County, an annual amount not to exceed \$250,000 of restricted funds received from the state for capital outlay purchases and the entire amount of the local option sales tax increase. The bonds issued by Greene County in 2001 totaling \$18 million to provide financing for school construction and the related refunding bonds of \$14,980,000 issued in 2005 are payable through 2026. Total principal and interest remaining on the debt is \$25,360,138 with annual requirements ranging from \$1,332,244 in the next fiscal year to \$1,727,406 in the final year. In 2004, the County Commission granted the School Department a temporary waiver of its pledge to use its restricted funds received from the state to pay principal and interest on the bonds. It is anticipated that the School Department will be required to resume using the restricted funds to pay principal and interest on the bonds in 2010. For the current year, principal and interest paid by the county and local option sales tax allocated to the Education Debt Service Fund were \$1,574,194 and \$624,497, respectively.

The Greene County School Department pledged, as security for bonds issued by Greene County, the annual savings arising from its energy conservation program. The bonds issued by Greene County in 2001 totaling \$3,925,000 to provide financing for energy conservation improvements and the related refunding bonds of \$2,150,000 issued in 2005 are payable through 2012 and 2016, respectively. The School Department pledged its total annual savings until the bonds are retired in 2016. Total principal and interest remaining on the debt is \$3,809,788 with annual requirements ranging from \$311,075 in the next fiscal year to \$489,600 in the final year. In 2004, the County Commission granted the School Department a temporary waiver of its pledge to use its savings from its energy conservation program to pay principal and

interest on the bonds. It is anticipated that the School Department will be required to resume using the pledged revenue to pay principal and interest on the bonds in 2010. For the current year, principal and interest paid by the county were \$291,844.

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

The State of Tennessee pays health insurance premiums for retired teachers on-behalf of the Greene County School Department. These payments are made by the state to the Local Education Group Insurance Plan and the Medicare Supplement Plan. Both of these plans are administered by the State of Tennessee and reported in the state's Comprehensive Annual Financial Report. Payments by the state to the Local Education Group Insurance Plan and the Medicare Supplement Plan for the year ended June 30, 2008, were \$317,852 and \$38,975, respectively. The School Department has recognized these on-behalf payments as revenues and expenditures in the General Purpose School Fund.

V. OTHER INFORMATION

A. Risk Management

Greene County and the Greene County School Department have established a self-insurance program for risks associated with general liability, property, casualty, and workers' compensation. The self-insurance program is accounted for as a special revenue fund (Special Purpose Fund) in which assets are set aside for claim settlements. The county and the School Department retain the risk of loss to a limit of \$250,000 per individual claim, or \$2,000,000 in the aggregate for general liability, property, and casualty losses. The county and the School Department are self-insured to a limit of \$250,000 per individual claim, or \$1,000,000 in the aggregate for workers' compensation. Amounts exceeding these limits are covered by excess loss policies. A fee is paid to a third-party agent who investigates claims and determines action to be taken.

Liabilities of the self-insurance program are reported when it is probable that a loss has occurred and the amount of the loss can be reasonably estimated. This fund establishes claims liabilities based on estimates of the ultimate cost of claims that have been reported but not settled and of claims that have been incurred but not reported. Claims liabilities include specific, incremental claim adjustment expenditures/expenses, if any. In addition, estimated recoveries, if any, on settled claims have been deducted from the liability for unpaid claims. The process used to compute claims liabilities does not necessarily result in an exact amount. All of the balance of claims liabilities at fiscal year end is considered to be due within one year. Changes in the balance of claims liabilities during the past two fiscal years are as follows:

	Beginning of Fiscal Year Liability	Current-year Claims and Estimates	Payments	Balance at Fiscal Year-end
<u>Special Purpose Fund</u>				
2006-07	\$ 656,746	\$ 528,337	\$ (708,122)	\$ 476,961
2007-08	476,961	775,152	(271,445)	980,668

The county continues to carry commercial insurance for the risk of loss for employee health and accident. Settled claims have not exceeded commercial insurance coverage in any of the past three fiscal years.

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

B. Accounting Changes

Provisions of Governmental Accounting Standards Board (GASB) Statement No. 48, Sales and Pledges of Receivables and Future Revenues and Intra-Entity Transfers of Assets and Future Revenues; and Statement No. 50, Pension Disclosures became effective for the year ended June 30, 2008. Provisions of Statement No. 45, Accounting and Financial Reporting by Employers for Postemployment Benefits Other Than Pensions were also implemented for the discretely presented Greene County School Department for the year ended June 30, 2008.

GASB Statement No. 45 establishes reporting requirements for Other Postemployment Benefits (OPEB). OPEB includes postemployment healthcare, as well as other forms of postemployment benefits (for example, life insurance) when provided separately from a pension plan. This statement establishes standards for the measurement, recognition, and display of OPEB expenses/expenditures and related liabilities (assets), note disclosures, and, if applicable, required supplementary information (RSI) in the county's financial statements. Greene County and the discretely presented Greene County School Department are required to implement the provisions of GASB Statement No. 45 for the year ending June 30, 2009. However, the Greene County School Department decided to implement GASB Statement No. 45 for the year ended June 30, 2008. In previous years, the Greene County School Department had only recognized the current year cost

(expense) of these benefits. GASB Statement No. 45 was implemented prospectively with a zero net OPEB obligation at transition.

GASB Statement No. 48 establishes criteria to ascertain whether certain transactions are sales or collateralized borrowings and provides guidance on how to account for sales or pledges of receivables or future revenues. This statement provides additional guidance for sales of receivables and future revenues within the same reporting entity. This statement also requires governments to disclose in the notes to the financial statements the nature of any receivables or future revenues that have been pledged or sold. Tennessee state statutes do not currently allow counties to sell or pledge receivables or sell future revenue streams. Therefore, those provisions of GASB Statement No. 48 that pertain to the sale or pledge receivables or sale of future revenue will not apply to Greene County. Greene County previously did not disclose the nature of its pledged revenue streams.

GASB Statement No. 50 amends previous guidance concerning pension information. This statement closely aligns the financial reporting requirements for pensions with those for other postemployment benefits and enhances the information disclosed in the notes to the financial statements or presented as required supplementary information for pension plans. This statement requires Greene County to provide additional and more detailed pension plan note disclosures than in previous years.

C. Subsequent Event

On August 18, 2008, the County Commission approved capital outlay notes not to exceed \$390,000 for asphalt. The notes had not been issued as of the date of this report.

D. Contingent Liabilities

On August 18, 2003, the Greene County Commission approved the issuance and sale by the Town of Greeneville, Tennessee, of its airport revenue and tax refunding and improvement bonds not to exceed \$1,350,000, which are payable from the revenues of the Greeneville-Greene County Airport Authority. The Airport Authority is a joint venture between the Town of Greeneville and Greene County. The county pledged the full faith and credit of the county for one-half of the costs incurred in relation to the issuance, sale, delivery, and prompt payment of the bonds in the event of a deficiency in airport revenues.

There are several pending lawsuits in which the county is involved. Based on letters from attorneys, management believes that potential claims not already recorded in the self-insurance program would not materially affect the financial statements of the county.

E. Joint Ventures

The county is a participant with the City of Greeneville in joint ventures to operate the Greeneville-Greene County Airport Authority, the Greeneville-Greene County Library, the Greeneville-Greene County Landfill, and the Kinser Park Commission.

The Greeneville-Greene County Airport Authority operates the county's only airport facility. The authority is governed by a five-member body comprising two appointees from the county, two from the city, and one member elected by the board. The authority generates its operating revenue from the leasing of buildings and hangars and from appropriations from the county and city. For the year ended June 30, 2008, the county remitted \$32,000 to the authority to subsidize its operations.

The Greeneville-Greene County Library Board operates a library facility that is equally owned by the county and the City of Greeneville. The library generates its operating revenue from donations, fines, copy fees, and appropriations from the county and city. For the year ended June 30, 2008, the county remitted \$87,000 to the library to subsidize its operations.

The Greeneville-Greene County Landfill is governed by a seven-member Municipal Solid Waste Region Board including three appointees from the county, three from the City of Greeneville, and one from the City of Tusculum. The landfill currently accepts only demolition waste for disposal on site. The landfill also serves as a transfer station for class 1 and 2 waste, which is hauled out of the county. Greene County shares the costs of this operation with the Town of Greeneville, and the city serves as fiscal agent. For the year ended June 30, 2008, the county paid \$696,911 toward the operating costs, which included closure/postclosure care of the old landfill site, operations of the transfer station, and tipping fees for the disposal of the county's class 1 and 2 solid waste. Greene County, along with the Town of Greeneville, has entered into two contracts in-lieu-of performance bonds with the Tennessee Department of Environment and Conservation to ensure proper operation and closure/postclosure of the landfill facilities. The total of these contracts in-lieu-of performance bonds is \$1,848,696, which the county and city each guarantees 50 percent.

The Kinser Park Commission oversees the operation of Kinser Park, a recreation facility that includes camping, swimming, and golf. The commission is governed by a nine-member body including two appointees from both the county and city and five citizens at large selected by the other park commissioners. In addition, the mayors of the Town of Greeneville and Greene County serve as ex-officio members of the body. The commission generates its operating revenue from concessions, rental fees, and appropriations from the county and city. For the year ended June 30, 2008, the county remitted \$20,000 to the commission to subsidize its operations.

The Third Judicial District Drug Task Force (DTF) is a joint venture formed by an interlocal agreement between the district attorney general of the Third Judicial District; Greene, Hamblen, Hancock, and Hawkins counties; and various cities within these counties. The purpose of the DTF is to provide multi-jurisdictional law enforcement to promote the investigation and prosecution of drug-related activities. Funds for the operations of the DTF come primarily from federal grants, drug fines, and the forfeiture of drug-related assets to the DTF. The DTF is overseen by the district attorney general and is governed by a Board of Directors including the district attorney general, sheriffs, and police chiefs of participating law enforcement agencies within each judicial district. Greene County made no contributions to the DTF for the year ended June 30, 2008, and does not have any equity interest in this joint venture.

The Upper East Tennessee Juvenile Detention Center was formed through cooperative agreements between Greene County and the counties of Carter, Hawkins, Johnson, Sullivan, Unicoi, and Washington for the operation of a program to divert youth from commitment to the Department of Correction facilities. This program is governed by a Board of Directors designated by the counties. The Board of Directors has contracted with Universal Health Services, Inc., to undertake the management of this program. Operation costs to the counties are allocated according to percentages based on population. Greene County's participation is 13.6 percent. The county also pays a daily fee for individuals from the county using the facility.

Complete financial statements for these joint ventures can be obtained from their respective administrative offices at the following addresses:

Administrative Offices:

Greeneville-Greene County Airport Authority
c/o Town of Greeneville
200 North College Street
Greeneville, TN 37843

Greeneville-Greene County Library
210 North Main Street
Greeneville, TN 37843

Greeneville-Greene County Landfill
c/o Town of Greeneville
200 North College Street
Greeneville, TN 37843

Kinser Park Commission
650 Kinser Park Lane
Greeneville, TN 37843

District Attorney General
Third Judicial District
124 Austin Street, Suite 3
Greeneville, TN 37745

Upper East Tennessee Regional Juvenile
Detention Center
307 Wesley Street
Johnson City, TN 37601

F. Jointly Governed Organizations

The East Tennessee Regional Agribusiness Marketing Authority was established through Title 64 of Tennessee Code Annotated and includes the counties of Claiborne, Cocke, Grainger, Greene, Hamblen, Hancock, Hawkins, Jefferson, Johnson, Sullivan, Washington, and Unicoi. The purpose of the authority is to establish and operate a market for agricultural products of the region through a food distribution center. The authority is governed by a Board of Directors consisting of the county mayors/executives of each county or the county mayors'/executives' designee and one nonvoting member representing: the Tennessee Department of Agriculture and the University of Tennessee's Agriculture Extension Service. An executive committee consisting of the chairman, vice chairman, secretary, and treasurer of the board of directors, along with the center manager (as an ex-officio member), is in charge of the daily operation of the center.

Discretely Presented Greene County School Department

The Upper East Tennessee Educational Cooperative was established through a contractual agreement between the Boards of Education of Greene County, Bristol City, Carter County, Cocke County, Elizabethton City, Greeneville City, Hamblen County, Hancock County, Hawkins County, Johnson City, Johnson County, Kingsport City, Newport City, Rogersville City, Sullivan County, Unicoi County, and Washington County. The cooperative was authorized through Chapter 49 of Tennessee Code Annotated. The cooperative was established to provide the First Tennessee Virginia Development District with educational programs and services of higher quality, greater scope, and greater accessibility. The cooperative is governed by a board of control, consisting of one board member and the directors of schools from each of the systems. The executive committee consists of the chairman and vice chairman of the board of control and the member director of schools. Funding for the cooperative is provided primarily through state grants.

The Upper East Tennessee Educational Cooperative has entered into an agreement to establish and operate the Northeast Tennessee Cooperative. The Northeast Tennessee Cooperative was established to obtain lower prices for food supplies, materials, equipment, and services by combining the purchasing requirements of each of the members' school food service systems.

The cooperative has contracted with a coordinating district (Johnson City School System) and a service provider to operate this service. All members of the Upper East Tennessee Educational Cooperative are members of the Northeast Tennessee Cooperative except Elizabethton City, Hancock County, Kingsport City, Unicoi County, and Washington County systems. The cooperative is governed by a Representative Committee, including one representative from each of the member districts and an executive council, consisting of the chair, vice-chair, secretary, treasurer, and a member-at-large from the Representative Committee.

G. Retirement Commitments

Employees

Plan Description

Employees of Greene 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 Greene County participate in the TCRS as individual entities and are liable for all costs associated with the operation and administration of their plan. Benefit improvements are not applicable to a political subdivision unless approved by the chief governing body.

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

Funding Policy

Greene 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, 2008, was 10.39 percent of annual covered payroll. The contribution requirement of plan members is set by state statute. The contribution requirement for Greene County is established and may be amended by the TCRS Board of Trustees.

Annual Pension Cost

For the year ended June 30, 2008, Greene County’s annual pension cost of \$1,811,219 to TCRS was equal to the county’s required and actual contributions. The required contribution was determined as part of the July 1, 2005 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 postretirement 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. Greene 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, 2005, was 14 years. An actuarial valuation was performed as of July 1, 2007, which established contribution rates effective July 1, 2008.

Trend Information

Fiscal Year Ended	Annual Pension Cost (APC)	Percentage of APC Contributed	Net Pension Obligation
6-30-08	\$1,811,219	100%	\$0
6-30-07	1,686,274	100	0
6-30-06	1,468,380	100	0

Funded Status and Funding Progress

As of July 1, 2007, the most recent actuarial valuation date, the plan was 83.10 percent funded. The actuarial accrued liability for benefits was \$42.34 million, and the actuarial value of assets was \$35.18 million, resulting in an unfunded actuarial accrued liability (UAAL) of \$7.16 million. The covered payroll (annual payroll of active employees covered by the plan) was \$15.95 million, and the ratio of the UAAL to the covered payroll was 44.85 percent.

The schedules of funding progress, presented as required supplementary information (RSI) following the notes to the financial statements, present multiyear trend information about whether the actuarial values of plan

assets are increasing or decreasing over time relative to the Actuarial Accrued Liability for benefits.

The annual required contribution (ARC) was calculated using the aggregate actuarial cost method. Since the aggregate actuarial cost method does not identify or separately amortize unfunded actuarial liabilities, information about funded status and funding progress has been prepared using the entry age actuarial cost method for that purpose, and this information is intended to serve as a surrogate for the funded status and funding progress of the plan.

School Teachers

Plan Description

The Greene 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 SETHEEPP. That report may be obtained by writing to the Tennessee Treasury Department, Consolidated Retirement System, 10th Floor, Andrew Jackson Building, Nashville, TN 37243-0230 or can be accessed at <http://www.treasury.state.tn.us>.

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 Greene County School Department is established at an actuarially determined rate. The employer rate for the fiscal year ended June 30, 2008, was 6.24 percent of annual covered payroll. The employer contribution requirement for the Greene 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, 2008, 2007, and 2006, were \$1,504,917, \$1,381,752, and \$1,190,629, respectively, equal to the required contributions for each year.

H. Other Postemployment Benefits (OPEB)

Primary Government

In addition to the retirement commitments described above, the Greene County primary government provides postretirement healthcare benefits through commercial insurance to all employees who retire from the county at or after attaining age 50 and who have more than 30 years of service, consisting of 20 years or more with Greene County, with credit for up to ten years of other service under the Tennessee Consolidated Retirement System and up to four years credit for military service. Currently four individuals participate in the program. The county will provide 50 percent of the estimated premium cost of the coverage until the retirees reach age 65 or are otherwise eligible for Medicare. During the year, expenditures of \$13,233 were recognized for postemployment healthcare benefits.

Discretely Presented Greene County School Department

Postemployment Healthcare Plan

As discussed in Note V.B, the Greene County School Department early implemented the provisions of Governmental Accounting Standards Board Statement No. 45, Accounting and Financial Reporting by Employees for Postemployment Benefits Other than Pensions.

Plan Description

The School Department participates in the state-administered Local Education Group Insurance Plan for healthcare benefits. For accounting purposes, the plan is agent multiple-employer defined benefit OPEB plan. Benefits are established and amended by an insurance committee created by Section 8-27-302, Tennessee Code Annotated (TCA) for teachers. Prior to reaching the age of 65, all members have the option of choosing a preferred provider organization (PPO), point of service (POS), or health maintenance organization (HMO) plan for healthcare benefits. Subsequent to age 65, members who are also in the state's retirement system may participate in a state-administered Medicare supplement plan that does not include

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

Funding Policy

The premium requirements of plan members are established and may be amended by the insurance committee. The plan is self-insured and financed on a pay-as-you-go basis with the risk shared equally among the participants. Claims liabilities of the plan are periodically computed using actuarial and statistical techniques to establish premium rates. The employers in each plan develop their own contribution policy in terms of subsidizing active employees or retired employees' premiums since the committee is not prescriptive on that issue. The state does not provide a subsidy for local government participants; however, the state does provide a partial subsidy to Local Education Agency pre-65 teachers and a full subsidy based on years of service for post-65 teachers in the Medicare Supplement Plan. The required contribution rate for retired teachers ranges from 0 to 60 percent based on the years of service. During the year ended June 30, 2008, the discretely presented School Department contributed \$761,104 for postemployment benefits.

Annual OPEB Cost and Net OPEB Obligation

	Local Education Group Plan
	<hr/>
ARC	\$ 809,000
Interest on the NPO	0
Adjustment to the ARC	0
Annual OPEB cost	<hr/> \$ 809,000
Amount of contribution	(761,104)
Increase/decrease in NPO	<hr/> \$ 47,896
Net OPEB obligation - 7-1-07	<hr/> 0
Net OPEB obligation - 6-30-08	<hr/> <hr/> \$ 47,896

Year Ended	Plan	Annual OPEB Cost	Percentage of Annual OPEB Cost Contributed	Net OPEB Obligation at Year End
<hr/>				
6-30-08	Local Education Group	\$ 809,000	94 %	\$ 47,896

* Data not available for two preceding years.

Funded Status and Funding Progress

The funded status of the plan as of June 30, 2008, was as follows:

	<u>Local Education Group Plan</u>
Actuarial valuation date	6-30-07
Actuarial accrued liability (AAL)	\$ 8,693,000
Actuarial value of plan assets	\$ 0
Unfunded actuarial accrued liability (UAAL)	\$ 8,693,000
Actuarial value of assets as a % of the AAL	0%
Covered payroll (active plan members)	\$ 30,496,634
UAAL as a % of covered payroll	0%

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

Actuarial Methods and Assumptions

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

In the June 30, 2007, actuarial valuation, the projected unit credit actuarial cost method was used. The actuarial assumptions included a 4.5 percent investment rate of return (net of administrative expenses) and an annual healthcare cost trend rate of 11 percent initially, reduced by decrements to an ultimate rate of six percent after ten years. Both rates include a three percent inflation assumption. The unfunded actuarial accrued liability is being amortized as a level percentage of payroll on a closed basis over a 30-year period beginning with June 30, 2008.

I. Termination Benefits

The Greene County School Department has entered into a retirement incentive bonus payment plan in accordance with contract provisions. This plan is available to all certified teachers who retire from the School Department with at least 20 years of service in Greene County and who have attained age 60, or have a minimum of 30 years of credited membership in the Tennessee Consolidated Retirement System. The plan gives teachers who have met the above requirements a bonus of 35 percent of the teacher's salary for the last year employed, either in a lump sum distribution or in three annual installments. Currently, 22 employees participate in the program. Payments of \$254,879 were made from the General Purpose School Fund for retirement incentive benefits during the year. A non-discounted long-term liability of \$330,878 is reflected on the government-wide statement of net assets for retirement incentives. Of that amount, \$229,520 is due within one year.

J. Office of Central Accounting

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

K. Purchasing Laws

Offices of County Mayor and Superintendent of Highways

The Office of Purchasing Agent was established under the provisions of the Purchasing Act of 1957. This statute provides for the purchasing agent to make all purchases for the County Mayor's Office and the Highway Department. Purchasing procedures for the Highway Department are also governed by provisions of the Uniform Road Law, Section 54-7-113, Tennessee Code Annotated (TCA). These statutes provide for purchases exceeding \$10,000 to be made after public advertisement and solicitation of competitive bids.

Office of Director of Schools

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

VI. **OTHER NOTES – DISCRETELY PRESENTED GREENEVILLE-GREENE COUNTY EMERGENCY COMMUNICATIONS DISTRICT**

A. **Summary of Significant Accounting Policies**

Creation of Greeneville-Greene County Emergency Communications District (the district) was approved in a county-wide referendum on November 8, 1988. In accordance with Chapter 86 of Tennessee Code Annotated, members of the district's Board of Directors were appointed by the Greene County Commission at its regular meeting in November 1988. Surcharges to customers were initiated by telephone companies serving Greene County in April 1989, and remittances of surcharges collected by the companies to the district began in May 1989. A full-time executive director was employed effective September 1, 1989. Full operations began in July 1993 following completion of the installation of the response system.

The financial statements of the district have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to government units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles.

1. **Basis of Accounting**

The district's financial statements are reported using the accrual basis of accounting. Under this accounting basis, revenues are recognized when earned, and expenses are recorded when incurred.

The financial statements distinguish between operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the district are charges to customers for sales and services. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

2. **Reporting Entity**

Greeneville-Greene County Emergency Communications District is a component unit of the county government of Greene County. Per Tennessee Code Annotated Section 7-86-114, the district cannot issue its negotiable bonds, notes, and debt obligations for lease and/or lease purchases in anticipation of the collection of revenues for the purpose of constructing, acquiring, reconstructing, improving, bettering, or expanding any facility or service authorized by this chapter or any combination thereof, and to pledge to the payment of the interest and principal of such bonds, notes, or debt obligations all or any part of the revenues derived from the operation of such facility, service, or

combination thereof, without the approval of the legislative body of Greene County.

3. Property, Plant, and Equipment

Property, plant, and equipment are accounted for at cost. Depreciation is computed on the straight-line basis over the estimated useful lives of the assets.

4. Intangible Asset

The district is amortizing on a straight-line basis the cost of developing a Master Street Address Guide and related mapping system over a period of ten years.

5. Compensated Absences

The district allows employees to accumulate unlimited sick leave at the rate of eight hours per month or 12 days per year. Unused vacation days are transferred to the employee's sick leave account on the first day of January each year. Unused sick days will not be paid upon early termination. However, sick days are allowed to be accumulated and taken as early time off prior to an employee's normal retirement. Since the employee's accumulating rights to receive compensation are contingent upon the absences being caused by future illnesses and since such amounts cannot be reasonably estimated, a liability for unused sick days is not recorded in the financial statements.

6. Cash and Cash Equivalents

The district includes cash and cash equivalents in the presentation of the Statement of Cash Flows. Cash equivalents for this purpose are highly liquid investments with an original maturity of three months or less when purchased.

7. Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

8. General

Under the guidance of GASB Statement No. 20, pronouncements of FASB issued before November 30, 1989, are applicable to proprietary funds unless they conflict with or contradict GASB guidance. After

November 30, 1989, there are two options for a proprietary fund: (1) follow GASB guidance only and not follow any FASB guidance issued after that date or (2) continue to apply all future FASB guidance that does not conflict with or contradict GASB guidance. The district has adopted policy option one, as required by the Office of the Comptroller of the Treasury.

B. Cash and Certificates of Deposit

The district is allowed to invest in (1) obligations of the United States or its agencies and instrumentalities; (2) direct obligations of the State of Tennessee or its agencies; (3) other obligations, the principal and interest which are unconditionally guaranteed or insured by the State of Tennessee or the United States; (4) obligations of states, agencies, counties, cities, and other political subdivisions of any state having been rated as to investment quality by a nationally recognized investment rating firm and having received a rating of not less than AA or its equivalent; (5) certificates of deposit issued by state and national banks, domiciled in Tennessee, that are guaranteed or insured by the Federal Deposit Insurance Corporation (FDIC) or its successor, or secured by obligations mentioned above; and (6) fully collateralized direct repurchase agreements having a defined termination date.

Custodial credit risk, in the case of deposits, is the risk that in the event of a bank failure, the district's deposits may not be returned to it. It is the district's policy for deposits to be secured by collateral valued at market less the amount of FDIC insurance. At various times during the year, a portion of the district's interest-bearing deposits were exposed to custodial credit risk because they were uninsured and uncollateralized. However, all deposits were insured or collateralized at year end.

C. Property, Plant, and Equipment

Property, plant, and equipment and estimated useful lives used for depreciation purposes consisted of the following at June 30, 2008:

	Balance 7-1-07	Additions	Balance 6-30-08	Estimated Useful Life
Furniture and Fixtures	\$ 4,551	\$ 0	\$ 4,551	5 years
Automotive Equipment	41,950	0	41,950	5 years
Office Equipment	45,049	3,825	48,874	5 years
Leasehold Improvements	6,320	0	6,320	10 years
Communications System	496,916	7,436	504,352	10 years
Total	\$ 594,786	\$ 11,261	\$ 606,047	
Less Accumulated Depreciation	(312,088)	(44,022)	(356,110)	
Net Capital Assets	\$ 282,698	\$ (32,761)	\$ 249,937	

D. Economic Dependency

Tennessee state law mandates collection of a surcharge by telephone companies from its customers to fund established E-911 agencies. Greeneville-Greene County Emergency Communications District received over 50 percent of its total revenues from surcharges collected by Embarq.

E. Risk Management

Significant losses in the areas of employee health, accident, general liability, errors and omissions, and auto liability are covered through commercial insurance policies. There have been no reductions in coverage, and settlement amounts have not exceeded insurance coverage for the current year or three prior years.

F. Retirement Plan

Plan Description

Employees of Greeneville-Greene County Emergency Communications District 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 Greeneville-Greene County Emergency Communications District 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.

Funding Policy

The district requires employees to contribute five percent of earnable compensation. The district is required to contribute at an actuarially determined rate; the rate for the fiscal year ended June 30, 2008, was 8.13 percent of annual covered payroll. The contribution requirement of plan members is set by state statute. The contribution requirement for the district is established and may be amended by the TCRS Board of Trustees.

Annual Pension Cost

For the year ended June 30, 2008, the district's annual pension cost of \$24,053 to TCRS was equal to the district's required and actual contributions. The required contribution was determined as part of the July 1, 2005, 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 postretirement 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. The district's unfunded actuarial accrued liability is being amortized as a level dollar amount on a closed basis. The remaining amortization period at July 1, 2005, was 15 years. An actuarial valuation was performed as of July 1, 2007, which established contribution rates effective July 1, 2008.

Trend Information

Fiscal Year Ended	Annual Pension Cost (APC)	Percentage of APC Contributed	Net Pension Obligation
6-30-08	\$ 24,053	100%	\$ 0
6-30-07	23,478	100	0
6-30-06	19,277	100	0

Funded Status and Funding Progress

As of July 1, 2007, the most recent actuarial valuation date, the plan was 78.04 percent funded. The actuarial accrued liability for benefits was \$0.56 million and the actuarial value of assets was \$0.44 million, resulting in an unfunded actuarial accrued liability (UAAL) of \$0.12 million. The covered payroll (annual payroll of active employees covered by the plan) was \$0.29 million, and the ratio of the UAAL to the covered payroll was 42.84 percent.

The schedules of funding progress, presented as required supplementary information (RSI) following notes to the financial statements, presented multiyear trend information about whether the actuarial values of plan assets are increasing or decreasing over time relative to the Actuarial Accrued Liability for benefits.

The annual required contribution (ARC) was calculated using the aggregate actuarial cost method. Since the aggregate actuarial cost method does not identify or separately amortize unfunded actuarial liabilities, information about funded status and funding progress has been prepared using the entry age actuarial cost method for that purpose, and this information is intended to serve as a surrogate for the funded status and funding progress of the plan.

G. Equipment Rental

The district rents equipment from telephone companies for use in daily operations. These rents are paid on a month-to-month basis with no minimum requirements, no terms, and no buy-out provisions.

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**REQUIRED SUPPLEMENTARY
INFORMATION**

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Exhibit E-1

Greene County, Tennessee
Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Actual (Budgetary Basis) and Budget
General Fund
For the Year Ended June 30, 2008

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2007	Add: Encumbrances 6/30/2008	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
					Original	Final	
<u>Revenues</u>							
Local Taxes	\$ 8,741,276	\$ 0	\$ 0	\$ 8,741,276	\$ 8,786,643	\$ 8,786,643	\$ (45,367)
Licenses and Permits	314,713	0	0	314,713	328,326	328,326	(13,613)
Fines, Forfeitures, and Penalties	737,925	0	0	737,925	802,098	802,098	(64,173)
Charges for Current Services	3,200,703	0	0	3,200,703	3,191,331	3,223,331	(22,628)
Other Local Revenues	845,765	0	0	845,765	765,175	798,078	47,687
Fees Received from County Officials	2,828,505	0	0	2,828,505	2,860,282	2,860,282	(31,777)
State of Tennessee	2,446,250	0	0	2,446,250	1,760,063	1,924,663	521,587
Federal Government	58,100	0	0	58,100	50,621	75,245	(17,145)
Other Governments and Citizens Groups	1,025,504	0	0	1,025,504	809,200	887,300	138,204
Total Revenues	\$ 20,198,741	\$ 0	\$ 0	\$ 20,198,741	\$ 19,353,739	\$ 19,685,966	\$ 512,775
<u>Expenditures</u>							
<u>General Government</u>							
County Commission	\$ 39,111	\$ 0	\$ 0	\$ 39,111	\$ 51,102	\$ 51,102	\$ 11,991
County Mayor/Executive	177,283	0	0	177,283	189,504	189,504	12,221
County Attorney	109,538	0	0	109,538	121,511	121,511	11,973
Election Commission	277,578	0	258	277,836	300,484	306,305	28,469
Register of Deeds	306,913	0	0	306,913	322,754	327,276	20,363
Planning	66,855	0	0	66,855	74,176	74,176	7,321
Codes Compliance	515	0	0	515	10,500	10,500	9,985
Geographical Information Systems	53,941	0	0	53,941	16,086	57,809	3,868
County Buildings	268,389	0	29,611	298,000	295,641	322,884	24,884
Risk Management	0	0	0	0	319,566	319,566	319,566
<u>Finance</u>							
Accounting and Budgeting	344,035	0	47	344,082	353,869	353,903	9,821
Purchasing	107,234	0	0	107,234	107,338	110,343	3,109
Property Assessor's Office	516,533	0	6	516,539	559,420	561,725	45,186

(Continued)

Exhibit E-1

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

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2007	Add: Encumbrances 6/30/2008	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original		
					Original	Final	
<u>Expenditures (Cont.)</u>							
<u>Finance (Cont.)</u>							
Reappraisal Program	\$ 16,058	\$ 0	0	\$ 16,058	\$ 19,060	\$ 19,060	\$ 3,002
County Trustee's Office	244,534	0	0	244,534	256,001	256,051	11,517
County Clerk's Office	507,225	0	0	507,225	522,472	522,512	15,287
<u>Administration of Justice</u>							
Circuit Court	571,755	0	1,097	572,852	609,085	635,651	62,799
General Sessions Court	273,569	0	0	273,569	283,168	283,573	10,004
Drug Court	0	0	0	0	18,228	18,228	18,228
Chancery Court	285,799	(462)	0	285,337	292,579	293,635	8,298
Juvenile Court	119,996	0	0	119,996	132,376	132,376	12,380
District Attorney General	4,170	0	0	4,170	6,500	6,500	2,330
Other Administration of Justice	46,127	(109)	0	46,018	48,935	48,935	2,917
Courtroom Security	206,301	(30,634)	616	176,283	188,591	215,257	38,974
<u>Public Safety</u>							
Sheriff's Department	3,681,191	(20,217)	970	3,661,944	3,830,300	3,851,582	189,638
Special Patrols	289,490	(2,671)	399	287,218	222,157	296,044	8,826
Administration of the Sexual Offender Registry	1,976	0	0	1,976	2,000	4,000	2,024
Jail	4,618,263	(3,706)	21,504	4,636,061	4,626,652	4,766,752	130,691
Juvenile Services	97,841	0	0	97,841	101,000	101,000	3,159
Civil Defense	129,043	(18,550)	0	110,493	113,879	114,879	4,386
Rescue Squad	5,000	0	0	5,000	5,000	5,000	0
Disaster Relief	147,303	0	0	147,303	199,863	199,863	52,560
Other Emergency Management	13,929	0	0	13,929	14,000	14,000	71
Inspection and Regulation	143,404	0	0	143,404	138,009	153,229	9,825
County Coroner/Medical Examiner	92,668	0	0	92,668	95,134	95,434	2,766
Other Public Safety	0	0	0	0	1,000	1,000	1,000

(Continued)

Exhibit E-1

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

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2007	Add: Encumbrances 6/30/2008	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
<u>Expenditures (Cont.)</u>							
<u>Public Health and Welfare</u>							
Local Health Center	\$ 541,963	\$ (24,314)	\$ 1,700	\$ 519,349	\$ 567,710	\$ 570,674	\$ 51,325
Rabies and Animal Control	143,440	0	37	143,477	137,234	147,964	4,487
Ambulance/Emergency Medical Services	2,895,719	0	104,670	3,000,389	3,028,995	3,028,994	28,605
Dental Health Program	12,218	0	575	12,793	13,000	13,000	207
Alcohol and Drug Programs	10,626	0	0	10,626	24,789	24,789	14,163
Other Local Health Services	296,732	0	0	296,732	431,737	431,737	135,005
Waste Pickup	52,617	0	0	52,617	56,419	56,419	3,802
Other Waste Collection	55,000	0	0	55,000	0	55,000	0
<u>Social, Cultural, and Recreational Services</u>							
Libraries	88,480	0	0	88,480	84,500	92,000	3,520
<u>Agriculture and Natural Resources</u>							
Agriculture Extension Service	88,537	0	0	88,537	118,417	118,417	29,880
Forest Service	1,500	0	0	1,500	1,500	1,500	0
Soil Conservation	69,225	0	0	69,225	71,615	71,615	2,390
Other Agriculture and Natural Resources	1,725	0	0	1,725	0	1,774	49
<u>Other Operations</u>							
Tourism	93,356	0	0	93,356	93,356	93,356	0
Industrial Development	93,356	0	0	93,356	93,356	93,356	0
Airport	32,000	0	0	32,000	32,000	32,000	0
Veterans' Services	91,785	0	0	91,785	97,543	97,543	5,758
Other Charges	5,955	0	0	5,955	5,955	5,955	0
Contributions to Other Agencies	399,966	0	4,992	404,958	274,014	418,803	13,845
Miscellaneous	202,275	0	2,500	204,775	220,500	251,980	47,205
Total Expenditures	\$ 18,940,042	\$ (100,663)	\$ 168,982	\$ 19,008,361	\$ 19,800,580	\$ 20,448,041	\$ 1,439,680
Excess (Deficiency) of Revenues Over Expenditures	\$ 1,258,699	\$ 100,663	\$ (168,982)	\$ 1,190,380	\$ (446,841)	\$ (762,075)	\$ 1,952,455

(Continued)

Exhibit E-1

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

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2007	Add: Encumbrances 6/30/2008	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
<u>Other Financing Sources (Uses)</u>							
Insurance Recovery	\$ 3,296	\$ 0	\$ 0	\$ 3,296	\$ 0	\$ 6,998	\$ (3,702)
Transfers In	0	0	0	0	319,566	319,566	(319,566)
Transfers Out	(1,445,306)	0	0	(1,445,306)	(850,000)	(1,698,395)	253,089
Total Other Financing Sources (Uses)	<u>\$ (1,442,010)</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ (1,442,010)</u>	<u>\$ (530,434)</u>	<u>\$ (1,371,831)</u>	<u>\$ (70,179)</u>
Net Change in Fund Balance	\$ (183,311)	\$ 100,663	\$ (168,982)	\$ (251,630)	\$ (977,275)	\$ (2,133,906)	\$ 1,882,276
Fund Balance, July 1, 2007	6,305,748	(100,663)	0	6,205,085	6,205,085	6,205,085	0
Fund Balance, June 30, 2008	<u>\$ 6,122,437</u>	<u>\$ 0</u>	<u>\$ (168,982)</u>	<u>\$ 5,953,455</u>	<u>\$ 5,227,810</u>	<u>\$ 4,071,179</u>	<u>\$ 1,882,276</u>

Exhibit E-2

Greene 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, 2008

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2007	Add: Encumbrances 6/30/2008	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
<u>Revenues</u>							
Local Taxes	\$ 2,497,447	\$ 0	\$ 0	\$ 2,497,447	\$ 2,498,576	\$ 2,498,576	\$ (1,129)
Other Local Revenues	93,490	0	0	93,490	58,000	58,000	35,490
State of Tennessee	2,739,878	0	0	2,739,878	2,799,954	2,799,954	(60,076)
Federal Government	8,473	0	0	8,473	8,400	8,400	73
Other Governments and Citizens Groups	78,843	0	0	78,843	0	0	78,843
Total Revenues	\$ 5,418,131	\$ 0	\$ 0	\$ 5,418,131	\$ 5,364,930	\$ 5,364,930	\$ 53,201
<u>Expenditures</u>							
<u>Highways</u>							
Administration	\$ 276,311	\$ 0	\$ 0	\$ 276,311	\$ 317,436	\$ 317,436	\$ 41,125
Highway and Bridge Maintenance	3,608,718	(1,009,539)	519,364	3,118,543	3,873,357	4,173,357	1,054,814
Operation and Maintenance of Equipment	806,569	0	0	806,569	981,694	1,001,694	195,125
Other Charges	88,900	0	0	88,900	195,119	195,119	106,219
Capital Outlay	232,819	0	0	232,819	80,000	300,000	67,181
Total Expenditures	\$ 5,013,317	\$ (1,009,539)	\$ 519,364	\$ 4,523,142	\$ 5,447,606	\$ 5,987,606	\$ 1,464,464
Excess (Deficiency) of Revenues Over Expenditures	\$ 404,814	\$ 1,009,539	\$ (519,364)	\$ 894,989	\$ (82,676)	\$ (622,676)	\$ 1,517,665
<u>Other Financing Sources (Uses)</u>							
Insurance Recovery	\$ 178	\$ 0	\$ 0	\$ 178	\$ 0	\$ 0	\$ 178
Transfers In	0	0	0	0	86,559	86,559	(86,559)
Total Other Financing Sources (Uses)	\$ 178	\$ 0	\$ 0	\$ 178	\$ 86,559	\$ 86,559	\$ (86,381)
Net Change in Fund Balance Fund Balance, July 1, 2007	\$ 404,992	\$ 1,009,539	\$ (519,364)	\$ 895,167	\$ 3,883	\$ (536,117)	\$ 1,431,284
	2,065,327	(1,009,539)	0	1,055,788	1,055,788	1,055,788	0
Fund Balance, June 30, 2008	\$ 2,470,319	\$ 0	\$ (519,364)	\$ 1,950,955	\$ 1,059,671	\$ 519,671	\$ 1,431,284

Exhibit E-3

Greene County, Tennessee
Schedule of Funding Progress – Pension Plan
Primary Government and Discretely Presented Greene County School Department
June 30, 2008

(Dollar amounts in thousands)

Actuarial Valuation Date	Actuarial Value of Plan Assets (a)	Actuarial Accrued Liability (AAL) Entry Age (b)	Unfunded AAL (UAAL) (b)-(a)	Funded Ratio (a/b)	Covered Payroll (c)	UAAL as a Percentage of Covered Payroll ((b-a)/c)
6-30-07	\$ 35,187	\$ 42,345	\$ 7,158	83.10 %	\$ 15,959	44.85 %

The Governmental Accounting Standards Board requires the plan to prepare the Schedule of Funding Progress using the entry age actuarial cost method. The requirement to present the Schedule of Funding Progress using the entry age actuarial cost method was a change made during the year; therefore, only the most current year is presented.

Exhibit E-4

Greene County, Tennessee

Schedule of Funding Progress – Pension Plan

Discretely Presented Greeneville-Greene County Emergency Communications District

June 30, 2008

(Dollar amounts in thousands)

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (b)	Unfunded AAL (UAAL) (b)-(a)	Funded Ratio (a/b)	Covered Payroll (c)	UAAL as a Percentage Payroll ((b-a)/c)
6-30-07	\$ 437	\$ 560	\$ 123	78.04%	\$ 287	42.84%
6-30-05	325	380	55	85.39	267	21.95
6-30-03	254	313	59	81.15	229	25.76

Exhibit E-5

Greene County, Tennessee
Schedule of Funding Progress – Other Postemployment Benefits Plan
Discretely Presented Greene County School Department
June 30, 2008

(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)
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Local Education Group Insurance Plan

6-30-07	\$ 0	\$ 8,693	\$ 8,693	0 %	\$ 30,496	28.51 %
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*Data not available for two preceding years.

GREENE COUNTY, TENNESSEE
NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION
For the Year Ended June 30, 2008

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 Greene 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, County Mayor/Executive, County Attorney, Election Commission, etc.). Management may make revisions within major categories, but only the Greene County Commission may transfer appropriations between major categories. During the year, several supplementary appropriations were necessary.

The county's budgetary basis of accounting is consistent with 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 schedule.

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

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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 relating to garbage pickup and contracted disposal services.

Special Purpose Fund – The Special Purpose Fund is used to account for the financial transactions pertaining to Greene County’s and the Greene County School Department’s workers’ compensation and general liability insurance coverage plans.

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 revenues received for the benefit of the Office of District Attorney General.

Other Special Revenue Fund – The Other Special Revenue Fund was established to account for resources remaining upon closing the county’s self-insured employee health insurance fund.

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.

Debt Service Fund

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.

Capital Projects Funds

Capital Projects Funds are used to account for financial resources to be used for the acquisition or construction of major capital facilities.

General Capital Projects Fund – The General Capital Projects Fund is used to account for general capital expenditures of the county and the issuance of capital outlay notes contributed to the School Department.

Community Development/Industrial Park Fund – The Community Development/Industrial Park Fund is used to account for transactions relating to a water line extension project.

HUD Grant Projects Fund – The HUD Grant Projects Fund is used to account for the expenditures of the HOME Investment Partnerships Program.

Other Capital Projects Fund – The Other Capital Projects Fund is used to account for funds held for recreation and performing arts capital expenditures.

Exhibit F-1

Greene County, Tennessee
 Combining Balance Sheet
 Nonmajor Governmental Funds
 June 30, 2008

		Special Revenue Funds						
	Solid Waste / Sanitation	Special Purpose	Drug Control	District Attorney General	Other Special Revenue	Constitutional Officers - Fees	Total	
\$	100	24,441	0	0	0	2,032	26,573	
	254,505	1,896,052	159,569	135,805	845,945	0	3,291,876	
	10,397	75	0	0	0	6,124	16,596	
	3,651	564	0	2,553	0	0	6,768	
	48,332	0	0	0	0	0	48,332	
	852,547	338,708	0	0	0	0	1,191,255	
	(20,471)	(6,704)	0	0	0	0	(27,175)	
	10,968	0	0	0	0	0	10,968	
\$	1,160,029	2,253,136	159,569	138,358	845,945	8,156	4,565,193	

ASSETS

Cash
 Equity in Pooled Cash and Investments
 Accounts Receivable
 Due from Other Governments
 Due from Other Funds
 Property Taxes Receivable
 Allowance for Uncollectible Property Taxes
 Prepaid Items

Total Assets

LIABILITIES AND FUND BALANCES

Liabilities
 Accounts Payable
 Payroll Deductions Payable
 Claims and Judgments Payable
 Due to Other Funds
 Due to Component Units
 Deferred Revenue - Current Property Taxes
 Deferred Revenue - Delinquent Property Taxes
 Other Deferred Revenues
 Total Liabilities

Fund Balances

Reserved for Encumbrances
 Reserved for Capital Outlay
 Reserved for Other General Purposes
 Unreserved
 Total Fund Balances

Total Liabilities and Fund Balances

\$	48,912	0	202	0	0	0	49,114
	20	0	0	0	0	0	20
	0	980,668	0	0	0	0	980,668
	0	0	0	0	0	8,156	8,156
	0	0	0	0	0	0	0
	794,013	322,488	0	0	0	0	1,116,501
	27,829	5,359	0	0	0	0	33,188
	2,694	0	0	0	0	0	2,694
\$	873,468	1,308,515	202	0	0	8,156	2,190,341
\$	7,071	0	2,940	0	0	0	10,011
	0	0	0	0	0	0	0
	0	0	0	0	0	0	0
	279,490	944,621	156,427	138,358	845,945	0	2,364,841
\$	286,561	944,621	159,367	138,358	845,945	0	2,374,852
\$	1,160,029	2,253,136	159,569	138,358	845,945	8,156	4,565,193

(Continued)

Exhibit F-1

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

	Capital Projects Funds							Total Nonmajor Governmental Funds
	Debt Service Fund	General Debt Service	General Capital Projects	Community Development/ Industrial Park	HUD Grant Projects	Other Capital Projects	Total	
\$	0	0	0	0	0	0	0	26,573
Equity in Pooled Cash and Investments	1,201,262	985,775	0	0	5,000	155,797	1,146,572	5,639,710
Accounts Receivable	9,470	0	0	0	0	9,470	9,470	35,536
Due from Other Governments	824	0	44,332	0	0	0	44,332	51,924
Due from Other Funds	0	0	0	0	0	0	0	48,332
Property Taxes Receivable	513,839	0	0	0	0	0	0	1,705,094
Allowance for Uncollectible Property Taxes	(13,767)	0	0	0	0	0	0	(40,942)
Prepaid Items	0	0	0	0	0	0	0	10,968
Total Assets	\$ 1,711,628	\$ 985,775	\$ 44,332	\$ 5,000	\$ 165,267	\$ 1,200,374	\$ 7,477,195	

ASSETS

Cash
 Equity in Pooled Cash and Investments
 Accounts Receivable
 Due from Other Governments
 Due from Other Funds
 Property Taxes Receivable
 Allowance for Uncollectible Property Taxes
 Prepaid Items

Total Assets

LIABILITIES AND FUND BALANCES

Liabilities
 Accounts Payable
 Payroll Deductions Payable
 Claims and Judgments Payable
 Due to Other Funds
 Due to Component Units
 Deferred Revenue - Current Property Taxes
 Deferred Revenue - Delinquent Property Taxes
 Other Deferred Revenues
 Total Liabilities

Fund Balances
 Reserved for Encumbrances
 Reserved for Capital Outlay
 Reserved for Other General Purposes
 Unreserved
 Total Fund Balances

Total Liabilities and Fund Balances

\$	1,000	0	0	44,332	0	13,114	57,446	107,560
0	0	0	0	0	0	0	0	20
0	66,547	0	0	0	0	0	66,547	74,703
0	109,506	0	0	0	0	0	109,506	109,506
471,525	0	0	0	0	0	0	0	1,588,026
22,471	0	0	0	0	0	0	0	55,659
0	0	0	0	5,000	0	0	5,000	7,694
\$ 494,996	\$ 176,053	\$ 44,332	\$ 5,000	\$ 13,114	\$ 238,499	\$ 2,923,836		
\$	0	286,183	0	0	50,000	336,183	346,194	
0	0	0	0	0	62,562	62,562	62,562	
0	0	0	0	0	39,591	39,591	39,591	
1,216,632	523,539	0	0	0	0	523,539	4,105,012	
\$ 1,216,632	\$ 809,722	\$ 0	\$ 0	\$ 152,153	\$ 961,875	\$ 4,553,359		
\$ 1,711,628	\$ 985,775	\$ 44,332	\$ 5,000	\$ 165,267	\$ 1,200,374	\$ 7,477,195		

Exhibit F-2

Greene County, Tennessee
 Combining Statement of Revenues, Expenditures,
 and Changes in Fund Balances
 Nonmajor Governmental Funds
 For the Year Ended June 30, 2008

	Special Revenue Funds						Total
	Solid Waste / Sanitation	Special Purpose	Drug Control	District Attorney General	Other Special Revenue	Constitutional Officers - Fees	
Revenues							
Local Taxes	\$ 822,582	\$ 327,849	\$ 0	\$ 0	\$ 0	\$ 0	\$ 1,150,431
Fines, Forfeitures, and Penalties	0	0	55,572	39,847	0	0	95,419
Charges for Current Services	120,700	0	0	0	0	15,399	136,099
Other Local Revenues	149,360	93,513	2,458	0	0	0	245,331
State of Tennessee	0	846,757	0	0	0	0	846,757
Federal Government	0	0	0	0	0	0	0
Other Governments and Citizens Groups	0	0	200	0	0	0	200
Total Revenues	\$ 1,092,642	\$ 1,268,119	\$ 58,230	\$ 39,847	\$ 0	\$ 15,399	\$ 2,474,237
Expenditures							
Current:							
General Government	\$ 0	\$ 1,280,452	\$ 0	\$ 0	\$ 0	\$ 0	\$ 1,280,452
Administration of Justice	0	0	0	39,775	0	15,399	55,174
Public Safety	0	0	35,783	0	0	0	35,783
Public Health and Welfare	1,870,793	0	0	0	0	0	1,870,793
Debt Service:							
Principal on Debt	0	0	0	0	0	0	0
Interest on Debt	0	0	0	0	0	0	0
Other Debt Service	0	0	0	0	0	0	0
Capital Projects	0	0	0	0	0	0	0
Capital Projects - Donated	0	0	0	0	0	0	0
Total Expenditures	\$ 1,870,793	\$ 1,280,452	\$ 35,783	\$ 39,775	\$ 0	\$ 15,399	\$ 3,242,202
Excess (Deficiency) of Revenues Over Expenditures	\$ (778,151)	\$ (12,333)	\$ 22,447	\$ 72	\$ 0	\$ 0	\$ (767,965)
Other Financing Sources (Uses)							
Notes Issued	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Insurance Recovery	2,372	825	0	0	0	0	3,197
Transfers In	596,911	0	0	0	0	0	596,911
Transfers Out	0	0	0	0	0	0	0
Total Other Financing Sources (Uses)	\$ 599,283	\$ 825	\$ 0	\$ 0	\$ 0	\$ 0	\$ 600,108
Net Change in Fund Balances	\$ (178,868)	\$ (11,508)	\$ 22,447	\$ 72	\$ 0	\$ 0	\$ (167,857)
Fund Balance, July 1, 2007	465,429	956,129	136,920	138,286	845,945	0	2,542,709
Fund Balance, June 30, 2008	\$ 286,561	\$ 944,621	\$ 159,367	\$ 138,358	\$ 845,945	\$ 0	\$ 2,374,852

(Continued)

Exhibit F-2

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

	Debt Service Fund	Capital Projects Funds					Total Nonmajor Governmental Funds
		General Debt Service	General Capital Projects	Community Development/ Industrial Park	Other Capital Projects	Total	
Revenues							
Local Taxes	\$ 1,366,690	\$ 0	\$ 0	\$ 103,114	\$ 103,114	\$ 2,620,235	
Fines, Forfeitures, and Penalties	0	0	0	0	0	95,419	
Charges for Current Services	0	0	0	0	0	136,099	
Other Local Revenues	19,471	58,000	0	0	58,000	322,802	
State of Tennessee	0	0	0	0	0	846,757	
Federal Government	0	0	446,637	0	446,637	446,637	
Other Governments and Citizens Groups	0	0	0	0	0	200	
Total Revenues	\$ 1,386,161	\$ 58,000	\$ 446,637	\$ 103,114	\$ 607,751	\$ 4,468,149	
Expenditures							
Current:							
General Government	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	1,280,452	
Administration of Justice	0	0	0	0	0	55,174	
Public Safety	0	0	0	0	0	35,783	
Public Health and Welfare	0	0	0	0	0	1,870,793	
Debt Service:							
Principal on Debt	705,000	0	0	0	0	705,000	
Interest on Debt	635,071	0	0	0	0	635,071	
Other Debt Service	20,374	0	0	0	0	20,374	
Capital Projects	0	1,160,366	446,637	89,898	1,696,901	1,696,901	
Capital Projects - Donated	0	708,506	0	0	708,506	708,506	
Total Expenditures	\$ 1,360,445	\$ 1,868,872	\$ 446,637	\$ 89,898	\$ 2,405,407	\$ 7,008,054	
Excess (Deficiency) of Revenues Over Expenditures	\$ 25,716	\$ (1,810,872)	\$ 0	\$ 13,216	\$ (1,797,656)	\$ (2,539,905)	
Other Financing Sources (Uses)							
Notes Issued	\$ 0	\$ 708,506	\$ 0	\$ 0	\$ 708,506	\$ 708,506	
Insurance Recovery	0	0	0	0	0	3,197	
Transfers In	0	848,395	0	0	848,395	1,445,306	
Transfers Out	0	0	0	(15,319)	(15,319)	(15,319)	
Total Other Financing Sources (Uses)	\$ 0	\$ 1,556,901	\$ 0	\$ (15,319)	\$ 1,541,582	\$ 2,141,690	
Net Change in Fund Balances	\$ 25,716	\$ (253,971)	\$ 0	\$ (2,103)	\$ (256,074)	\$ (398,215)	
Fund Balance, July 1, 2007	1,190,916	1,063,693	0	154,256	1,217,949	4,951,574	
Fund Balance, June 30, 2008	\$ 1,216,632	\$ 809,722	\$ 0	\$ 152,153	\$ 961,875	\$ 4,553,359	

Exhibit F-3

Greene 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, 2008

	Actual (GAAP Basis)	Add: Encumbrances 6/30/2008	Actual Revenues/ Expenditures (Budgetary Basis)		Budgeted Amounts		Variance with Final Budget - Positive (Negative)
			Original	Final	Original	Final	
<u>Revenues</u>							
Local Taxes	\$ 822,582	\$ 0	\$ 822,582	\$ 817,424	\$ 817,424	\$ 5,158	\$ 5,158
Charges for Current Services	120,700	0	120,700	126,000	126,500	(5,800)	(5,800)
Other Local Revenues	149,360	0	149,360	116,760	116,860	32,500	32,500
State of Tennessee	0	0	0	0	7,500	(7,500)	(7,500)
Total Revenues	\$ 1,092,642	\$ 0	\$ 1,092,642	\$ 1,060,184	\$ 1,068,284	\$ 24,358	\$ 24,358
<u>Expenditures</u>							
<u>General Government</u>							
Risk Management	\$ 0	\$ 0	\$ 0	\$ 16,848	\$ 16,848	\$ 16,848	\$ 16,848
<u>Public Health and Welfare</u>							
Sanitation Management	988,438	3,000	991,438	1,165,193	1,165,293	173,855	173,855
Waste Pickup	432,463	0	432,463	447,553	479,053	46,590	46,590
Convenience Centers	412,816	4,071	416,887	370,305	489,936	73,049	73,049
Transfer Stations	23,249	0	23,249	25,000	26,924	3,675	3,675
Other Waste Disposal	13,827	0	13,827	0	15,000	1,173	1,173
Total Expenditures	\$ 1,870,793	\$ 7,071	\$ 1,877,864	\$ 2,024,899	\$ 2,193,054	\$ 315,190	\$ 315,190
Excess (Deficiency) of Revenues Over Expenditures	\$ (778,151)	\$ (7,071)	\$ (785,222)	\$ (964,715)	\$ (1,124,770)	\$ 339,548	\$ 339,548
<u>Other Financing Sources (Uses)</u>							
Insurance Recovery	\$ 2,372	\$ 0	\$ 2,372	\$ 0	\$ 0	\$ 2,372	\$ 2,372
Transfers In	596,911	0	596,911	866,848	866,848	(269,937)	(269,937)
Total Other Financing Sources (Uses)	\$ 599,283	\$ 0	\$ 599,283	\$ 866,848	\$ 866,848	\$ (267,565)	\$ (267,565)
Net Change in Fund Balance	\$ (178,868)	\$ (7,071)	\$ (185,939)	\$ (97,867)	\$ (257,922)	\$ 71,983	\$ 71,983
Fund Balance, July 1, 2007	465,429	0	465,429	465,429	465,429	0	0
Fund Balance, June 30, 2008	\$ 286,561	\$ (7,071)	\$ 279,490	\$ 367,562	\$ 207,507	\$ 71,983	\$ 71,983

Exhibit F-4

Greene County, Tennessee
Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Actual and Budget
Special Purpose Fund
For the Year Ended June 30, 2008

	Actual	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
		Original	Final	
<u>Revenues</u>				
Local Taxes	\$ 327,849	\$ 326,194	\$ 326,194	\$ 1,655
Charges for Current Services	0	422,973	422,973	(422,973)
Other Local Revenues	93,513	70,000	70,000	23,513
State of Tennessee	846,757	762,354	762,354	84,403
Total Revenues	<u>\$ 1,268,119</u>	<u>\$ 1,581,521</u>	<u>\$ 1,581,521</u>	<u>\$ (313,402)</u>
<u>Expenditures</u>				
<u>General Government</u>				
Risk Management	\$ 1,280,452	\$ 1,677,860	\$ 1,677,860	\$ 397,408
Total Expenditures	<u>\$ 1,280,452</u>	<u>\$ 1,677,860</u>	<u>\$ 1,677,860</u>	<u>\$ 397,408</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ (12,333)</u>	<u>\$ (96,339)</u>	<u>\$ (96,339)</u>	<u>\$ 84,006</u>
<u>Other Financing Sources (Uses)</u>				
Insurance Recovery	\$ 825	\$ 0	\$ 0	\$ 825
Total Other Financing Sources (Uses)	<u>\$ 825</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 825</u>
Net Change in Fund Balance	\$ (11,508)	\$ (96,339)	\$ (96,339)	\$ 84,831
Fund Balance, July 1, 2007	<u>956,129</u>	<u>403,940</u>	<u>403,940</u>	<u>552,189</u>
Fund Balance, June 30, 2008	<u><u>\$ 944,621</u></u>	<u><u>\$ 307,601</u></u>	<u><u>\$ 307,601</u></u>	<u><u>\$ 637,020</u></u>

Exhibit F-5

Greene 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, 2008

	Actual (GAAP Basis)	Add: Encumbrances 6/30/2008	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
				Original	Final	
<u>Revenues</u>						
Fines, Forfeitures, and Penalties	\$ 55,572	0	\$ 55,572	\$ 9,000	\$ 9,000	\$ 46,572
Other Local Revenues	2,458	0	2,458	0	0	2,458
Other Governments and Citizens Groups	200	0	200	0	0	200
Total Revenues	\$ 58,230	0	\$ 58,230	\$ 9,000	\$ 9,000	\$ 49,230
<u>Expenditures</u>						
<u>Public Safety</u>						
Sheriff's Department	\$ 35,783	2,940	\$ 38,723	\$ 65,000	\$ 65,000	\$ 26,277
Total Expenditures	\$ 35,783	2,940	\$ 38,723	\$ 65,000	\$ 65,000	\$ 26,277
Excess (Deficiency) of Revenues Over Expenditures	\$ 22,447	(2,940)	\$ 19,507	(56,000)	(56,000)	75,507
Net Change in Fund Balance Fund Balance, July 1, 2007	\$ 22,447	(2,940)	\$ 19,507	(56,000)	(56,000)	75,507
	136,920	0	136,920	136,920	136,920	0
Fund Balance, June 30, 2008	\$ 159,367	(2,940)	\$ 156,427	\$ 80,920	\$ 80,920	\$ 75,507

Exhibit F-6

Greene County, Tennessee
Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Actual and Budget
General Debt Service Fund
For the Year Ended June 30, 2008

	Actual	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
		Original	Final	
<u>Revenues</u>				
Local Taxes	\$ 1,366,690	\$ 1,373,146	\$ 1,373,146	\$ (6,456)
Other Local Revenues	19,471	13,000	13,000	6,471
Total Revenues	<u>\$ 1,386,161</u>	<u>\$ 1,386,146</u>	<u>\$ 1,386,146</u>	<u>\$ 15</u>
<u>Expenditures</u>				
<u>Principal on Debt</u>				
Highways and Streets	\$ 705,000	\$ 705,000	\$ 705,000	\$ 0
<u>Interest on Debt</u>				
General Government	136,847	138,075	138,075	1,228
Highways and Streets	498,224	505,253	505,253	7,029
<u>Other Debt Service</u>				
General Government	20,374	34,500	38,000	17,626
Total Expenditures	<u>\$ 1,360,445</u>	<u>\$ 1,382,828</u>	<u>\$ 1,386,328</u>	<u>\$ 25,883</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ 25,716</u>	<u>\$ 3,318</u>	<u>\$ (182)</u>	<u>\$ 25,898</u>
Net Change in Fund Balance	\$ 25,716	\$ 3,318	\$ (182)	\$ 25,898
Fund Balance, July 1, 2007	1,190,916	1,190,916	1,190,916	0
Fund Balance, June 30, 2008	<u>\$ 1,216,632</u>	<u>\$ 1,194,234</u>	<u>\$ 1,190,734</u>	<u>\$ 25,898</u>

Major Governmental Fund

Education Debt Service Fund

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

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Exhibit G

Greene County, Tennessee
Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Actual and Budget
Education Debt Service Fund
For the Year Ended June 30, 2008

	Actual	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
		Original	Final	
<u>Revenues</u>				
Local Taxes	\$ 2,713,690	\$ 2,674,145	\$ 2,674,145	\$ 39,545
Other Local Revenues	127,076	89,000	89,000	38,076
Total Revenues	<u>\$ 2,840,766</u>	<u>\$ 2,763,145</u>	<u>\$ 2,763,145</u>	<u>\$ 77,621</u>
<u>Expenditures</u>				
<u>Principal on Debt</u>				
Education	\$ 1,972,311	\$ 1,591,643	\$ 1,972,309	\$ (2)
<u>Interest on Debt</u>				
Education	1,093,210	1,082,112	1,094,211	1,001
<u>Other Debt Service</u>				
Education	52,788	48,000	55,500	2,712
Total Expenditures	<u>\$ 3,118,309</u>	<u>\$ 2,721,755</u>	<u>\$ 3,122,020</u>	<u>\$ 3,711</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ (277,543)</u>	<u>\$ 41,390</u>	<u>\$ (358,875)</u>	<u>\$ 81,332</u>
<u>Other Financing Sources (Uses)</u>				
Transfers In	\$ 15,319	\$ 0	\$ 15,319	\$ 0
Total Other Financing Sources (Uses)	<u>\$ 15,319</u>	<u>\$ 0</u>	<u>\$ 15,319</u>	<u>\$ 0</u>
Net Change in Fund Balance	\$ (262,224)	\$ 41,390	\$ (343,556)	\$ 81,332
Fund Balance, July 1, 2007	1,393,359	1,393,359	1,393,359	0
Fund Balance, June 30, 2008	<u>\$ 1,131,135</u>	<u>\$ 1,434,749</u>	<u>\$ 1,049,803</u>	<u>\$ 81,332</u>

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Fiduciary Funds

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

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

City School ADA - Greeneville Fund – The City School ADA - Greeneville Fund is used to account for the city system's share of education revenues collected by the county that must be apportioned to the system on an average daily attendance basis. These collections are remitted to the city school system on a monthly basis.

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

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

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Greene County, Tennessee
 Combining Statement of Fiduciary Assets and Liabilities
 Fiduciary Funds
 June 30, 2008

	Agency Funds					Total
	Cities - Sales Tax	City School ADA - Greeneville	Constitu- tional Officers - Agency	Judicial District Drug		
Cash	\$ 0	\$ 0	\$ 1,742,324	\$ 0	\$ 0	\$ 1,742,324
Equity in Pooled Cash and Investments	0	0	0	24,556	0	24,556
Due from Other Governments	1,214,259	432,808	0	121	0	1,647,188
Property Taxes Receivable	0	2,340,267	0	0	0	2,340,267
Allowance for Uncollectible Property Taxes	0	(56,182)	0	0	0	(56,182)
Restricted Assets:						
Other Restricted Assets	0	0	115,207	0	0	115,207
Total Assets	\$ 1,214,259	\$ 2,716,893	\$ 1,857,531	\$ 24,677	\$ 0	\$ 5,813,360

ASSETS

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

LIABILITIES

Accounts Payable
 Due to Other Taxing Units
 Due to Litigants, Heirs, and Others
 Due to Joint Ventures
 Total Liabilities

Exhibit H-2

Greene County, Tennessee
Combining Statement of Changes in Assets
and Liabilities - All Agency Funds
For the Year Ended June 30, 2008

	Beginning Balance	Additions	Deductions	Ending Balance
<u>Cities - Sales Tax Fund</u>				
<u>Assets</u>				
Equity in Pooled Cash and Investments	\$ 0	\$ 6,983,673	\$ 6,983,673	\$ 0
Due from Other Governments	1,190,093	1,214,259	1,190,093	1,214,259
Total Assets	\$ 1,190,093	\$ 8,197,932	\$ 8,173,766	\$ 1,214,259
<u>Liabilities</u>				
Due to Other Taxing Units	\$ 1,190,093	\$ 8,197,932	\$ 8,173,766	\$ 1,214,259
Total Liabilities	\$ 1,190,093	\$ 8,197,932	\$ 8,173,766	\$ 1,214,259
<u>City School ADA - Greeneville Fund</u>				
<u>Assets</u>				
Equity in Pooled Cash and Investments	\$ 0	\$ 4,820,967	\$ 4,820,967	\$ 0
Due from Other Governments	421,099	432,808	421,099	432,808
Property Taxes Receivable	2,376,174	2,340,267	2,376,174	2,340,267
Allowance for Uncollectible Property Taxes	(55,426)	(56,182)	(55,426)	(56,182)
Total Assets	\$ 2,741,847	\$ 7,537,860	\$ 7,562,814	\$ 2,716,893
<u>Liabilities</u>				
Due to Other Taxing Units	\$ 2,741,847	\$ 7,537,860	\$ 7,562,814	\$ 2,716,893
Total Liabilities	\$ 2,741,847	\$ 7,537,860	\$ 7,562,814	\$ 2,716,893
<u>Constitutional Officers - Agency Fund</u>				
<u>Assets</u>				
Cash	\$ 1,049,045	\$ 13,686,776	\$ 12,993,497	\$ 1,742,324
Accounts Receivable	865	0	865	0
Other Restricted Assets	115,207	0	0	115,207
Total Assets	\$ 1,165,117	\$ 13,686,776	\$ 12,994,362	\$ 1,857,531
<u>Liabilities</u>				
Due to Litigants, Heirs, and Others	\$ 1,165,117	\$ 13,686,776	\$ 12,994,362	\$ 1,857,531
Total Liabilities	\$ 1,165,117	\$ 13,686,776	\$ 12,994,362	\$ 1,857,531
<u>Judicial District Drug</u>				
<u>Assets</u>				
Equity in Pooled Cash and Investments	\$ 10,517	\$ 221,189	\$ 207,150	\$ 24,556
Due from Other Governments	5,371	121	5,371	121
Total Assets	\$ 15,888	\$ 221,310	\$ 212,521	\$ 24,677

(Continued)

Exhibit H-2

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

	Beginning Balance	Additions	Deductions	Ending Balance
<u>Judicial District Drug (Cont.)</u>				
<u>Liabilities</u>				
Accounts Payable	\$ 2,422	\$ 2,434	\$ 2,422	\$ 2,434
Due to Other Taxing Units	9,799	0	9,799	0
Due to Joint Ventures	3,667	218,876	200,300	22,243
Total Liabilities	<u>\$ 15,888</u>	<u>\$ 221,310</u>	<u>\$ 212,521</u>	<u>\$ 24,677</u>
<u>Totals - All Agency Funds</u>				
<u>Assets</u>				
Cash	\$ 1,049,045	\$ 13,686,776	\$ 12,993,497	\$ 1,742,324
Equity in Pooled Cash and Investments	10,517	12,025,829	12,011,790	24,556
Accounts Receivable	865	0	865	0
Due from Other Governments	1,616,563	1,647,188	1,616,563	1,647,188
Property Taxes Receivable	2,376,174	2,340,267	2,376,174	2,340,267
Allowance for Uncollectible Property Taxes	(55,426)	(56,182)	(55,426)	(56,182)
Other Restricted Assets	115,207	0	0	115,207
Total Assets	<u>\$ 5,112,945</u>	<u>\$ 29,643,878</u>	<u>\$ 28,943,463</u>	<u>\$ 5,813,360</u>
<u>Liabilities</u>				
Accounts Payable	\$ 2,422	\$ 2,434	\$ 2,422	\$ 2,434
Due to Other Taxing Units	3,941,739	15,735,792	15,746,379	3,931,152
Due to Litigants, Heirs, and Others	1,165,117	13,686,776	12,994,362	1,857,531
Due to Joint Ventures	3,667	218,876	200,300	22,243
Total Liabilities	<u>\$ 5,112,945</u>	<u>\$ 29,643,878</u>	<u>\$ 28,943,463</u>	<u>\$ 5,813,360</u>

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Greene County School Department

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

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

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

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

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

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Exhibit I-1

Greene County, Tennessee
Statement of Activities
 Discretely Presented Greene County School Department
 For the Year Ended June 30, 2008

Functions/Programs	Program Revenues			Expenses	Net (Expense) Revenue and Changes in Net Assets	
	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions		Total Governmental Activities	
Governmental Activities:						
Instruction	\$ 30,989,033	\$ 0	\$ 4,598,421	\$ 0	\$ 0	\$ (26,390,612)
Support Services	15,703,825	336,053	101,855	708,506		(14,557,411)
Operation of Non-Instructional Services	5,514,201	1,632,173	2,774,163	0		(1,107,865)
Total Governmental Activities	\$ 52,207,059	\$ 1,968,226	\$ 7,474,439	\$ 708,506	\$	(42,055,888)
General Revenues:						
Taxes:						
Property Taxes Levied for General Purposes					\$	5,106,301
Local Option Sales Tax						5,145,946
Other Local Taxes						6,023
Grants and Contributions Not Restricted for Specific Programs						30,399,109
Unrestricted Investment Income						349,437
Miscellaneous						448,674
Total General Revenues					\$	41,455,490
Change in Net Assets					\$	(600,398)
Net Assets, July 1, 2007						39,396,061
Net Assets, June 30, 2008					\$	38,795,663

Exhibit I-2

Greene County, Tennessee
 Balance Sheet - Governmental Funds
 Discretely Presented Greene County School Department
 June 30, 2008

	Major Funds		Nonmajor	Total
	General Purpose School	Education Capital Projects	Funds Other Governmental Funds	
<u>ASSETS</u>				
Cash	\$ 693,684	\$ 0	\$ 1,200	\$ 694,884
Equity in Pooled Cash and Investments	1,112,691	1,331,912	713,731	3,158,334
Accounts Receivable	28,169	0	0	28,169
Due from Other Governments	1,581,631	0	211,755	1,793,386
Due from Primary Government	0	109,506	0	109,506
Property Taxes Receivable	5,335,255	0	0	5,335,255
Allowance for Uncollectible Property Taxes	(128,082)	0	0	(128,082)
Total Assets	\$ 8,623,348	\$ 1,441,418	\$ 926,686	\$ 10,991,452
<u>LIABILITIES AND FUND BALANCES</u>				
<u>Liabilities</u>				
Accounts Payable	\$ 30,478	\$ 39,986	\$ 0	\$ 70,464
Cash Overdraft	0	0	10,594	10,594
Contracts Payable	0	59,400	0	59,400
Retainage Payable	0	66,429	0	66,429
Other Current Liabilities	669,280	0	0	669,280
Deferred Revenue - Current Property Taxes	4,969,055	0	0	4,969,055
Deferred Revenue - Delinquent Property Taxes	174,094	0	0	174,094
Other Deferred Revenues	442,818	0	0	442,818
Total Liabilities	\$ 6,285,725	\$ 165,815	\$ 10,594	\$ 6,462,134
<u>Fund Balances</u>				
Reserved for Encumbrances	\$ 480,592	\$ 1,283,685	\$ 6,541	\$ 1,770,818
Reserved for Career Ladder - Extended Contract	40,497	0	0	40,497
Reserved for Career Ladder Program	9,476	0	0	9,476
Other State Education Reserves	28,107	0	0	28,107
Reserved for Title I Grants to Local Education Agencies	0	0	23,898	23,898
Reserved for Special Education - Grants to States	0	0	8,967	8,967
Other Federal Reserves	18,148	0	0	18,148
Unreserved, Reported In:				
General Fund	1,760,803	0	0	1,760,803
Special Revenue Funds	0	0	876,686	876,686
Capital Projects Funds	0	(8,082)	0	(8,082)
Total Fund Balances	\$ 2,337,623	\$ 1,275,603	\$ 916,092	\$ 4,529,318
Total Liabilities and Fund Balances	\$ 8,623,348	\$ 1,441,418	\$ 926,686	\$ 10,991,452

Exhibit I-3

Greene County, Tennessee
Reconciliation of the Balance Sheet of Governmental Funds to
the Statement of Net Assets
Discretely Presented Greene County School Department
June 30, 2008

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

Total fund balances - balance sheet - governmental funds (Exhibit I-2)		\$	4,529,318
(1) Capital assets used in governmental activities are not financial resources and therefore are not reported in the governmental funds.			
Add: land	\$	886,166	
Add: construction in progress		875,987	
Add: buildings and improvements net of accumulated depreciation		28,002,408	
Add: other capital assets net of accumulated depreciation		<u>4,330,206</u>	34,094,767
(2) Long-term liabilities are not due and payable in the current period and therefore are not reported in the governmental funds.			
Less: compensated absences payable	\$	(66,560)	
Less: other postemployment benefits		(47,896)	
Less: termination benefits		<u>(330,878)</u>	(445,334)
(3) Other long-term assets are not available to pay for current-period expenditures and therefore are deferred in the governmental funds.			<u>616,912</u>
Net assets of governmental activities (Exhibit A)		\$	<u><u>38,795,663</u></u>

Exhibit I-4

Greene County, Tennessee
Statement of Revenues, Expenditures,
and Changes in Fund Balances -
Governmental Funds
Discretely Presented Greene County School Department
For the Year Ended June 30, 2008

	Major Funds		Nonmajor	Total
	General Purpose School	Education Capital Projects	Funds Other Govern-mental Funds	
<u>Revenues</u>				
Local Taxes	\$ 10,501,573	\$ 0	\$ 0	\$ 10,501,573
Licenses and Permits	2,269	0	0	2,269
Charges for Current Services	337,809	0	1,630,417	1,968,226
Other Local Revenues	799,562	0	34,887	834,449
State of Tennessee	31,133,190	0	42,655	31,175,845
Federal Government	110,313	0	5,947,597	6,057,910
Other Governments and Citizens Groups	0	708,506	0	708,506
Total Revenues	<u>\$ 42,884,716</u>	<u>\$ 708,506</u>	<u>\$ 7,655,556</u>	<u>\$ 51,248,778</u>
<u>Expenditures</u>				
Current:				
Instruction	\$ 25,707,609	\$ 0	\$ 3,658,243	\$ 29,365,852
Support Services	14,857,759	0	320,152	15,177,911
Operation of Non-Instructional Services	1,185,533	0	3,882,876	5,068,409
Capital Outlay	802,816	0	0	802,816
Capital Projects	0	1,180,772	0	1,180,772
Total Expenditures	<u>\$ 42,553,717</u>	<u>\$ 1,180,772</u>	<u>\$ 7,861,271</u>	<u>\$ 51,595,760</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ 330,999</u>	<u>\$ (472,266)</u>	<u>\$ (205,715)</u>	<u>\$ (346,982)</u>
<u>Other Financing Sources (Uses)</u>				
Insurance Recovery	\$ 4,845	\$ 0	\$ 0	\$ 4,845
Transfers In	4,000	1,600,000	0	1,604,000
Transfers Out	(1,600,000)	0	(4,000)	(1,604,000)
Total Other Financing Sources (Uses)	<u>\$ (1,591,155)</u>	<u>\$ 1,600,000</u>	<u>\$ (4,000)</u>	<u>\$ 4,845</u>
Net Change in Fund Balances	\$ (1,260,156)	\$ 1,127,734	\$ (209,715)	\$ (342,137)
Fund Balance, July 1, 2007	3,597,779	147,869	1,125,807	4,871,455
Fund Balance, June 30, 2008	<u>\$ 2,337,623</u>	<u>\$ 1,275,603</u>	<u>\$ 916,092</u>	<u>\$ 4,529,318</u>

Exhibit I-5

Greene County, Tennessee
Reconciliation of the Statement of Revenues, Expenditures, and
Changes in Fund Balances of Governmental Funds to the
Statement of Activities
Discretely Presented Greene County School Department
For the Year Ended June 30, 2008

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

Net change in fund balances - total governmental funds (Exhibit I-4)		\$ (342,137)
(1) Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of these assets is allocated over their useful lives and reported as depreciation expense. The difference between capital outlays and depreciation is itemized as follows:		
Add: capital assets purchased in the current period	\$ 1,600,198	
Less: current year depreciation expense	<u>(1,867,714)</u>	(267,516)
(2) Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.		
Add: deferred delinquent property taxes/other deferred June 30, 2008	\$ 616,912	
Less: deferred delinquent property taxes/other deferred June 30, 2007	<u>(598,325)</u>	18,587
(3) Some expenses reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in the governmental funds.		
Change in compensated absences payable	\$ (9,834)	
Change in other postemployment benefits	(47,896)	
Change in termination benefits	<u>48,398</u>	<u>(9,332)</u>
Change in net assets of governmental activities (Exhibit B)		<u>\$ (600,398)</u>

Exhibit I-6

Greene County, Tennessee
Combining Balance Sheet - Nonmajor Governmental Funds
Discretely Presented Greene County School Department
June 30, 2008

	<u>Special Revenue</u> <u>Funds</u>		Total
	School Federal Projects	Central Cafeteria	Nonmajor Governmental Funds
<u>ASSETS</u>			
Cash	\$ 0	\$ 1,200	\$ 1,200
Equity in Pooled Cash and Investments	0	713,731	713,731
Due from Other Governments	50,000	161,755	211,755
Total Assets	<u>\$ 50,000</u>	<u>\$ 876,686</u>	<u>\$ 926,686</u>
<u>LIABILITIES AND FUND BALANCES</u>			
<u>Liabilities</u>			
Cash Overdraft	\$ 10,594	\$ 0	\$ 10,594
Total Liabilities	<u>\$ 10,594</u>	<u>\$ 0</u>	<u>\$ 10,594</u>
<u>Fund Balances</u>			
Reserved for Encumbrances	\$ 6,541	\$ 0	\$ 6,541
Reserved for Title I Grants to Local Education Agencies	23,898	0	23,898
Reserved for Special Education - Grants to States	8,967	0	8,967
Unreserved	0	876,686	876,686
Total Fund Balances	<u>\$ 39,406</u>	<u>\$ 876,686</u>	<u>\$ 916,092</u>
Total Liabilities and Fund Balances	<u>\$ 50,000</u>	<u>\$ 876,686</u>	<u>\$ 926,686</u>

Exhibit I-7

Greene County, Tennessee
Combining Statement of Revenues, Expenditures,
and Changes in Fund Balances -
Nonmajor Governmental Funds
Discretely Presented Greene County School Department
For the Year Ended June 30, 2008

	<u>Special Revenue Funds</u>		
	School Federal Projects	Central Cafeteria	Total Nonmajor Governmental Funds
<u>Revenues</u>			
Charges for Current Services	\$ 0	\$ 1,630,417	\$ 1,630,417
Other Local Revenues	0	34,887	34,887
State of Tennessee	0	42,655	42,655
Federal Government	3,912,212	2,035,385	5,947,597
Total Revenues	<u>\$ 3,912,212</u>	<u>\$ 3,743,344</u>	<u>\$ 7,655,556</u>
<u>Expenditures</u>			
Current:			
Instruction	\$ 3,658,243	\$ 0	\$ 3,658,243
Support Services	320,152	0	320,152
Operation of Non-Instructional Services	0	3,882,876	3,882,876
Total Expenditures	<u>\$ 3,978,395</u>	<u>\$ 3,882,876</u>	<u>\$ 7,861,271</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ (66,183)</u>	<u>\$ (139,532)</u>	<u>\$ (205,715)</u>
<u>Other Financing Sources (Uses)</u>			
Transfers Out	\$ (4,000)	\$ 0	\$ (4,000)
Total Other Financing Sources (Uses)	<u>\$ (4,000)</u>	<u>\$ 0</u>	<u>\$ (4,000)</u>
Net Change in Fund Balances	\$ (70,183)	\$ (139,532)	\$ (209,715)
Fund Balance, July 1, 2007	109,589	1,016,218	1,125,807
Fund Balance, June 30, 2008	<u>\$ 39,406</u>	<u>\$ 876,686</u>	<u>\$ 916,092</u>

Exhibit I-8

Greene County, Tennessee
Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Actual (Budgetary Basis) and Budget
Discretely Presented Greene County School Department
General Purpose School Fund
For the Year Ended June 30, 2008

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2007	Add: Encumbrances 6/30/2008	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
<u>Revenues</u>							
Local Taxes	\$ 10,501,573	\$ 0	\$ 0	\$ 10,501,573	\$ 10,642,684	\$ 10,492,684	\$ 8,889
Licenses and Permits	2,269	0	0	2,269	2,500	2,500	(231)
Charges for Current Services	337,809	0	0	337,809	346,216	346,216	(8,407)
Other Local Revenues	799,562	0	0	799,562	655,500	765,268	34,294
State of Tennessee	31,133,190	0	0	31,133,190	29,432,967	31,136,817	(3,627)
Federal Government	110,313	0	0	110,313	123,821	125,130	(14,817)
Total Revenues	\$ 42,884,716	\$ 0	\$ 0	\$ 42,884,716	\$ 41,203,688	\$ 42,868,615	\$ 16,101
<u>Expenditures</u>							
<u>Instruction</u>							
Regular Instruction Program	\$ 21,192,010	\$ (35,913)	\$ 32,513	\$ 21,188,610	\$ 20,833,152	\$ 21,313,959	\$ 125,349
Special Education Program	3,085,816	(41,568)	486	3,044,734	3,014,039	3,072,754	28,020
Vocational Education Program	1,429,783	0	208	1,429,991	1,420,082	1,444,936	14,945
<u>Support Services</u>							
Attendance	140,974	0	0	140,974	143,915	144,023	3,049
Health Services	311,046	(3,077)	446	308,415	264,081	310,902	2,487
Other Student Support	1,200,121	0	0	1,200,121	1,232,718	1,223,112	22,991
Regular Instruction Program	2,084,123	(2,958)	2,539	2,083,704	2,005,564	2,120,742	37,038
Special Education Program	313,470	0	1,275	314,745	332,740	327,161	12,416
Vocational Education Program	96,421	0	0	96,421	95,655	96,954	533
Other Programs	356,827	0	0	356,827	0	356,827	0
Board of Education	894,343	(1,049)	380	893,674	909,605	927,185	33,511
Director of Schools	253,895	(44)	0	253,851	263,716	256,828	2,977
Office of the Principal	2,837,024	(130)	0	2,836,894	2,797,248	2,862,795	25,901
Fiscal Services	356,513	0	0	356,513	339,212	357,452	939
Operation of Plant	2,937,973	(14,099)	5,476	2,929,350	2,994,090	2,960,090	30,740

(Continued)

Exhibit I-8

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

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2007	Add: Encumbrances 6/30/2008	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
<u>Expenditures (Cont.)</u>							
<u>Support Services (Cont.)</u>							
Maintenance of Plant	\$ 726,235	\$ (69,614)	\$ 62,934	\$ 719,555	\$ 731,292	\$ 727,551	\$ 7,996
Transportation	2,313,970	(1,690)	2,500	2,314,780	2,319,499	2,325,153	10,373
Central and Other	34,824	0	0	34,824	36,821	36,821	1,997
<u>Operation of Non-Instructional Services</u>							
Community Services	150,888	0	0	150,888	177,216	177,216	26,328
Early Childhood Education	1,034,645	(33,796)	257,978	1,258,827	899,879	1,275,816	16,989
Capital Outlay							
Regular Capital Outlay	802,816	(219,883)	113,857	696,790	550,000	707,174	10,384
Total Expenditures	\$ 42,553,717	\$ (423,821)	\$ 480,592	\$ 42,610,488	\$ 41,360,524	\$ 43,025,451	\$ 414,963
<u>Excess (Deficiency) of Revenues</u> <u>Over Expenditures</u>	\$ 330,999	\$ 423,821	\$ (480,592)	\$ 274,228	\$ (156,836)	\$ (156,836)	\$ 431,064
<u>Other Financing Sources (Uses)</u>							
Insurance Recovery	\$ 4,845	\$ 0	\$ 0	\$ 4,845	\$ 5,000	\$ 5,000	\$ (155)
Transfers In	4,000	0	0	4,000	151,836	20,010	(16,010)
Transfers Out	(1,600,000)	0	0	(1,600,000)	0	(1,600,000)	0
Total Other Financing Sources (Uses)	\$ (1,591,155)	\$ 0	\$ 0	\$ (1,591,155)	\$ 156,836	\$ (1,574,990)	\$ (16,165)
Net Change in Fund Balance	\$ (1,260,156)	\$ 423,821	\$ (480,592)	\$ (1,316,927)	\$ 0	\$ (1,731,826)	\$ 414,899
Fund Balance, July 1, 2007	3,597,779	(423,821)	0	3,173,958	3,112,218	3,112,218	61,740
Fund Balance, June 30, 2008	\$ 2,337,623	\$ 0	\$ (480,592)	\$ 1,857,031	\$ 3,112,218	\$ 1,380,392	\$ 476,639

Exhibit I-9

Greene County, Tennessee
Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Actual (Budgetary Basis) and Budget
Discretely Presented Greene County School Department
School Federal Projects Fund
For the Year Ended June 30, 2008

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2007	Add: Encumbrances 6/30/2008	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
<u>Revenues</u>							
Federal Government	\$ 3,912,212	\$ 0	\$ 0	\$ 3,912,212	\$ 4,093,087	\$ 4,213,975	\$ (301,763)
Total Revenues	\$ 3,912,212	\$ 0	\$ 0	\$ 3,912,212	\$ 4,093,087	\$ 4,213,975	\$ (301,763)
<u>Expenditures</u>							
<u>Instruction</u>							
Regular Instruction Program	\$ 1,587,798	\$ (1,499)	\$ 0	\$ 1,586,299	\$ 1,826,967	\$ 1,784,521	\$ 198,222
Alternative Instruction Program	93,745	0	0	93,745	93,745	93,745	0
Special Education Program	1,849,823	(11,121)	6,541	1,845,243	1,771,706	1,895,957	50,714
Vocational Education Program	126,877	0	0	126,877	121,877	126,877	0
<u>Support Services</u>							
Other Student Support	59,536	0	0	59,536	109,872	85,100	25,564
Regular Instruction Program	166,592	(108)	0	166,484	125,204	218,501	52,017
Special Education Program	94,024	0	0	94,024	115,817	102,134	8,110
Total Expenditures	\$ 3,978,395	\$ (12,728)	\$ 6,541	\$ 3,972,208	\$ 4,165,188	\$ 4,306,835	\$ 334,627
Excess (Deficiency) of Revenues Over Expenditures	\$ (66,183)	\$ 12,728	\$ (6,541)	\$ (59,996)	\$ (72,101)	\$ (92,860)	\$ 32,864
<u>Other Financing Sources (Uses)</u>							
Transfers Out	\$ (4,000)	\$ 0	\$ 0	\$ (4,000)	\$ (4,400)	\$ (4,000)	\$ 0
Total Other Financing Sources (Uses)	\$ (4,000)	\$ 0	\$ 0	\$ (4,000)	\$ (4,400)	\$ (4,000)	\$ 0
Net Change in Fund Balance Fund Balance, July 1, 2007	\$ (70,183)	\$ 12,728	\$ (6,541)	\$ (63,996)	\$ (76,501)	\$ (96,860)	\$ 32,864
	109,589	(12,728)	0	96,861	96,860	96,860	1
Fund Balance, June 30, 2008	\$ 39,406	\$ 0	\$ (6,541)	\$ 32,865	\$ 20,359	\$ 0	\$ 32,865

Exhibit I-10

Greene County, Tennessee
Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Actual and Budget
Discretely Presented Greene County School Department
Central Cafeteria Fund
For the Year Ended June 30, 2008

	Actual	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
		Original	Final	
<u>Revenues</u>				
Charges for Current Services	\$ 1,630,417	\$ 1,743,570	\$ 1,818,570	\$ (188,153)
Other Local Revenues	34,887	30,495	30,495	4,392
State of Tennessee	42,655	42,000	42,000	655
Federal Government	2,035,385	2,129,000	2,219,000	(183,615)
Total Revenues	<u>\$ 3,743,344</u>	<u>\$ 3,945,065</u>	<u>\$ 4,110,065</u>	<u>\$ (366,721)</u>
<u>Expenditures</u>				
<u>Operation of Non-Instructional Services</u>				
Food Service	\$ 3,882,876	\$ 3,945,065	\$ 4,110,065	\$ 227,189
Total Expenditures	<u>\$ 3,882,876</u>	<u>\$ 3,945,065</u>	<u>\$ 4,110,065</u>	<u>\$ 227,189</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ (139,532)</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ (139,532)</u>
Net Change in Fund Balance	\$ (139,532)	\$ 0	\$ 0	\$ (139,532)
Fund Balance, July 1, 2007	<u>1,016,218</u>	<u>1,016,218</u>	<u>1,016,218</u>	<u>0</u>
Fund Balance, June 30, 2008	<u>\$ 876,686</u>	<u>\$ 1,016,218</u>	<u>\$ 1,016,218</u>	<u>\$ (139,532)</u>

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MISCELLANEOUS SCHEDULES

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Exhibit J-1

Greene County, Tennessee
Schedule of Changes in Long-term Notes, Other Loans, and Bonds
For the Year Ended June 30, 2008

Description of Indebtedness	Original Amount of Issue	Interest Rate	Date of Issue	Last Maturity Date	Outstanding 7-1-07	Issued During Period	Paid and/or	
							Matured During Period	Outstanding 6-30-08
NOTES PAYABLE								
Payable through Education Debt Service Fund								
Capital Outlay Note - EPA Asbestos Abatement	\$ 388,239	0 %	5-1-1990	11-1-08	\$ 32,350	0 \$	21,568	\$ 10,782
Capital Outlay Note - EPA Asbestos Abatement	124,635	0	5-1-1991	10-1-09	17,311	0	6,924	10,387
Capital Outlay Note - EPA Asbestos Abatement	355,759	0	5-1-1992	10-1-10	69,176	0	19,765	49,411
Capital Outlay Note - EPA Asbestos Abatement	321,134	0	5-1-1994	10-1-11	80,282	0	17,842	62,440
Capital Outlay Note - Energy Efficiency Loan	500,000	3	9-12-01	10-30-08	153,562	0	75,646	77,916
Capital Outlay Note - Buses	139,900	4.09	2-28-07	8-28-07	139,900	0	139,900	0
Capital Outlay Note - Band Rooms	370,000	3.98	8-29-07	2-29-08	0	370,000	370,000	0
Capital Outlay Note - Band Rooms	229,000	4.06	8-29-07	8-29-16	0	229,000	10,666	218,334
Capital Outlay Note - Buses	109,056	2.47	4-25-08	10-25-08	0	109,506	0	109,506
Total Payable through Education Debt Service Fund					\$ 492,581	\$ 708,506	\$ 662,311	\$ 538,776
Total Notes Payable					\$ 492,581	\$ 708,506	\$ 662,311	\$ 538,776
OTHER LOANS PAYABLE								
Payable through General Debt Service Fund								
Sevier County Public Building Authority Loan	9,000,000	3.916 (1)	6-20-1996	6-1-11	\$ 3,045,000	0 \$	705,000	\$ 2,340,000
Blount County Public Building Authority Loan	10,000,000	4 to 5.25	5-3-04	6-1-21	10,000,000	0	0	10,000,000
Total Payable through General Debt Service Fund					\$ 13,045,000	0 \$	705,000	\$ 12,340,000
Total Other Loans Payable					\$ 13,045,000	0 \$	705,000	\$ 12,340,000

(1) - During the year ended June 30, 2004, a portion of this issue was refunded, and the remaining amount was swapped from variable rate to fixed rate by execution of swap agreements.

(Continued)

Exhibit J-1

Greene 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 7-1-07	Issued During Period	Paid and/or	
							Matured During Period	Outstanding 6-30-08
<u>BONDS PAYABLE</u>								
<u>Payable through General Debt Service Fund</u>								
General Obligation	\$ 3,060,000	4 to 4.375 %	4-1-1999	6-1-12	\$ 580,000	\$ 0	\$ 0	\$ 580,000
Total Payable through General Debt Service Fund					\$ 580,000	\$ 0	\$ 0	\$ 580,000
<u>Payable through Education Debt Service Fund</u>								
Rural School Bonds - 2001	18,000,000	4 to 5	10-1-01	6-1-26	\$ 2,290,000	\$ 0	\$ 785,000	\$ 1,505,000
Rural School Bonds (B) - 2001	3,925,000	3.25 to 4.6	10-1-01	12-1-16	1,250,000	0	165,000	1,085,000
Rural School Refunding Bonds, Series 2005A	5,200,000	2.5 to 5	6-30-05	6-1-18	4,845,000	0	330,000	4,515,000
Rural School Refunding Bonds, Series 2005B	14,980,000	2.5 to 5	6-30-05	6-1-26	14,885,000	0	20,000	14,865,000
Rural School Refunding Bonds, Series 2005C	2,150,000	2.5 to 4	6-30-05	12-1-16	2,130,000	0	10,000	2,120,000
Total Payable through Education Debt Service Fund					\$ 25,400,000	\$ 0	\$ 1,310,000	\$ 24,090,000
Total Bonds Payable					\$ 25,980,000	\$ 0	\$ 1,310,000	\$ 24,670,000

Exhibit J-2

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

Year Ending June 30	Note Principal	Note Interest	Total Note Requirements
2009	\$ 264,720	\$ 12,328	\$ 277,048
2010	63,956	7,742	71,698
2011	51,550	6,803	58,353
2012	33,725	5,826	39,551
2013	25,821	4,808	30,629
2014	26,881	3,749	30,630
2015	27,983	2,647	30,630
2016	29,130	1,499	30,629
2017	15,010	305	15,315
Total	\$ 538,776	\$ 45,707	\$ 584,483

Year Ending June 30	Other Loan Principal	Other Loan Interest	Other Loan Fees	Total Other Loan Requirements
2009	\$ 740,000	\$ 576,209	\$ 14,920	\$ 1,331,129
2010	780,000	547,231	10,202	1,337,433
2011	820,000	516,686	5,228	1,341,914
2012	275,000	484,575	0	759,575
2013	905,000	473,575	0	1,378,575
2014	955,000	437,375	0	1,392,375
2015	1,020,000	389,625	0	1,409,625
2016	1,075,000	338,625	0	1,413,625
2017	1,015,000	284,875	0	1,299,875
2018	1,080,000	234,125	0	1,314,125
2019	1,150,000	180,125	0	1,330,125
2020	1,225,000	119,750	0	1,344,750
2021	1,300,000	58,500	0	1,358,500
Total	\$ 12,340,000	\$ 4,641,276	\$ 30,350	\$ 17,011,626

(Continued)

Exhibit J-2

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

Year Ending June 30	Bond Principal	Bond Interest	Total Bond Requirements
2009	\$ 1,130,000	\$ 1,050,925	\$ 2,180,925
2010	1,170,000	1,007,638	2,177,638
2011	1,140,000	964,231	2,104,231
2012	1,795,000	921,713	2,716,713
2013	1,280,000	851,053	2,131,053
2014	1,340,000	805,950	2,145,950
2015	1,400,000	758,525	2,158,525
2016	1,465,000	707,491	2,172,491
2017	1,545,000	650,300	2,195,300
2018	1,115,000	587,450	1,702,450
2019	1,190,000	531,700	1,721,700
2020	1,255,000	472,200	1,727,200
2021	1,300,000	422,000	1,722,000
2022	1,365,000	357,000	1,722,000
2023	1,435,000	288,750	1,723,750
2024	1,505,000	217,000	1,722,000
2025	1,585,000	141,750	1,726,750
2026	1,655,000	72,406	1,727,406
Total	<u>\$ 24,670,000</u>	<u>\$ 10,808,082</u>	<u>\$ 35,478,082</u>

Exhibit J-3

Greene County, Tennessee
Schedule of Transfers
Primary Government and Discretely Presented Greene County School Department
For the Year Ended June 30, 2008

<u>From Fund</u>	<u>To Fund</u>	<u>Purpose</u>	<u>Amount</u>
<u>PRIMARY GOVERNMENT</u>			
General	Solid Waste/Sanitation	Operations	\$ 596,911
General	General Capital Projects	Capital expenditures	848,395
Other Capital Projects	Education Debt Service	Debt payments	15,319
Total Transfers Primary Government			<u>\$ 1,460,625</u>
<u>DISCRETELY PRESENTED GREENE</u> <u>COUNTY SCHOOL DEPARTMENT</u>			
General Purpose School	Education Capital Projects	Capital expenditures	\$ 1,600,000
School Federal Projects	General Purpose School	Indirect costs	4,000
Total Transfers Discretely Presented Greene County School Department			<u>\$ 1,604,000</u>

Greene County, Tennessee
Schedule of Salaries and Official Bonds of Principal Officials
Primary Government and Discretely Presented Greene County School Department
For the Year Ended June 30, 2008

Official	Authorization for Salary	Salary Paid During Period	Bond	Surety
County Mayor	Section 8-24-102, <u>TCA</u>	\$ 84,136	\$ 50,000	Travelers Casualty and Surety Company of America
Highway Superintendent	Section 8-24-102, <u>TCA</u>	72,845	100,000	"
Director of Schools	State Board of Education and County Board of Education	97,515		
Trustee	Section 8-24-102, <u>TCA</u>	66,222	1,873,250	"
Assessor of Property	Section 8-24-102, <u>TCA</u>	66,222	10,000	"
Director of Accounts and Budgets	County Commission	59,445	25,000	"
County Clerk	Section 8-24-102, <u>TCA</u>	66,222	50,000	"
Circuit and General Sessions Courts Clerk	Section 8-24-102, <u>TCA</u>	66,222	50,000	"
Clerk and Master	Section 8-24-102, <u>TCA</u> , and Chancery Court Judge	66,222 (1)	50,000	Fidelity and Deposit Company of Maryland
Register	Section 8-24-102, <u>TCA</u>	66,222	25,000	Travelers Casualty and Surety Company of America
Sheriff	Section 8-24-102, <u>TCA</u> and County Commission	72,845 (2)	25,000	"
Purchasing Agent	County Commission	38,336	10,000	"
Employee Blanket Bonds				
County Mayor			20,000	"
Highway Superintendent			20,000	"
Director of Schools			100,000	Fidelity and Deposit Company of Maryland
Director of Accounts and Budgets			20,000	Travelers Casualty and Surety Company of America
Trustee, Assessor of Property, County Clerk, Circuit Court Clerk, General Sessions Court Clerk, Clerk and Master, and Register			20,000	"
Sheriff			25,000	"

(1) Does not include special commissioner fees of \$15,367.

(2) Does not include \$7,285 for serving as workhouse superintendent and \$600 for a law enforcement training supplement.

Greene County, Tennessee
 Schedule of Detailed Revenues -
 All Governmental Fund Types
 For the Year Ended June 30, 2008

	Special Revenue Funds						
	General	Solid Waste / Sanitation	Special Purpose	Drug Control	District Attorney General	Constitutional Officers - Fees	Highway / Public Works
<u>Local Taxes</u>							
<u>County Property Taxes</u>							
Current Property Tax	\$ 5,725,576	\$ 773,073	\$ 314,059	\$ 0	\$ 0	\$ 0	\$ 1,618,614
Trustee's Collections - Prior Year	184,549	22,013	4,910	0	0	0	43,671
Circuit/Clerk & Master Collections - Prior Years	67,324	8,161	2,040	0	0	0	17,715
Interest and Penalty	58,725	7,200	1,925	0	0	0	14,475
Pick-up Taxes	1,325	169	55	0	0	0	345
Payments in-Lieu-of-Taxes - T.V.A.	4,489	606	246	0	0	0	1,269
Payments in-Lieu-of-Taxes - Local Utilities	7,857	1,061	431	0	0	0	2,221
Payments in-Lieu-of-Taxes - Other	21,626	2,926	1,188	0	0	0	6,131
<u>County Local Option Taxes</u>							
Local Option Sales Tax	1,065,858	0	0	0	0	0	0
Hotel/Motel Tax	171,676	0	0	0	0	0	0
Wheel Tax	0	0	0	0	0	0	640,392
Litigation Tax - General	307,621	0	0	0	0	0	0
Litigation Tax - Special Purpose	178,826	0	0	0	0	0	0
Litigation Tax - Jail, Workhouse, or Courthouse	0	0	0	0	0	0	0
Business Tax	533,766	0	0	0	0	0	0
Mineral Severance Tax	0	0	0	0	0	0	137,177
Other County Local Option Taxes	115,800	0	0	0	0	0	0
<u>Statutory Local Taxes</u>							
Bank Excise Tax	54,607	7,373	2,995	0	0	0	15,437
Wholesale Beer Tax	236,866	0	0	0	0	0	0
Interstate Telecommunications Tax	4,785	0	0	0	0	0	0
Total Local Taxes	\$ 8,741,276	\$ 822,582	\$ 327,849	\$ 0	\$ 0	\$ 0	\$ 2,497,447
<u>Licenses and Permits</u>							
<u>Licenses</u>							
Marriage Licenses	\$ 3,529	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Cable TV Franchise	206,721	0	0	0	0	0	0
<u>Permits</u>							
Beer Permits	3,088	0	0	0	0	0	0
Building Permits	101,375	0	0	0	0	0	0
Total Licenses and Permits	\$ 314,713	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0

(Continued)

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

	Special Revenue Funds						
	General	Solid Waste / Sanitation	Special Purpose	Drug Control	District Attorney General	Constitutional Officers - Fees	Highway / Public Works
<u>Fines, Forfeitures, and Penalties</u>							
<u>Circuit Court</u>							
Fines	\$ 26,448	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Officers Costs	16,995	0	0	0	0	0	0
Drug Control Fines	0	0	0	17,637	0	0	0
Jail Fees	21,686	0	0	0	0	0	0
District Attorney General Fees	0	0	0	0	1,743	0	0
Data Entry Fee - Circuit Court	2,247	0	0	0	0	0	0
Courtroom Security Fee	11,140	0	0	0	0	0	0
<u>Criminal Court</u>							
Fines	80	0	0	0	0	0	0
Drug Court Fees	646	0	0	0	0	0	0
DUI Treatment Fines	1,609	0	0	0	0	0	0
<u>General Sessions Court</u>							
Fines	156,910	0	0	0	0	0	0
Fines for Littering	188	0	0	0	0	0	0
Officers Costs	112,327	0	0	0	0	0	0
Game and Fish Fines	304	0	0	0	0	0	0
Drug Court Fees	10,842	0	0	0	0	0	0
Jail Fees	164,017	0	0	0	0	0	0
District Attorney General Fees	0	0	0	0	6,382	0	0
DUI Treatment Fines	24,489	0	0	0	0	0	0
Data Entry Fee - General Sessions Court	23,511	0	0	0	0	0	0
Courtroom Security Fee	143,128	0	0	0	0	0	0
<u>Juvenile Court</u>							
Fines	10,403	0	0	0	0	0	0
Drug Court Fees	66	0	0	0	0	0	0
<u>Chancery Court</u>							
Officers Costs	2,411	0	0	0	0	0	0
Data Entry Fee - Chancery Court	488	0	0	0	0	0	0
Courtroom Security Fee	2,657	0	0	0	0	0	0
<u>Courts in Other District Counties</u>							
District Attorney General Fees	0	0	0	0	31,722	0	0

(Continued)

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

	Special Revenue Funds						Highway / Public Works
	General	Solid Waste / Sanitation	Special Purpose	Drug Control	District Attorney General	Constitu- tional Officers - Fees	
<u>Fines, Forfeitures, and Penalties (Cont.)</u>							
Judicial District Drug Program							
Data Entry Fee - Other Courts	526 \$	0 \$	0 \$	0 \$	0 \$	0 \$	0
Courtroom Security Fee	3,762	0	0	0	0	0	0
<u>Other Fines, Forfeitures, and Penalties</u>							
Proceeds from Confiscated Property	0	0	0	37,935	0	0	0
Other Fines, Forfeitures, and Penalties	1,045	0	0	0	0	0	0
Total Fines, Forfeitures, and Penalties	\$ 737,925 \$	0 \$	0 \$	55,572 \$	39,847 \$	0 \$	0
<u>Charges for Current Services</u>							
<u>General Service Charges</u>							
Self-Insurance Premiums/Contributions	50,283 \$	0 \$	0 \$	0 \$	0 \$	0 \$	0
Tipping Fees	0	96,256	0	0	0	0	0
Solid Waste Disposal Fees	0	24,444	0	0	0	0	0
Patient Charges	2,904,002	0	0	0	0	0	0
Loaner Program	14,000	0	0	0	0	0	0
Work Release Charges for Board	24,346	0	0	0	0	0	0
Other General Service Charges	31,579	0	0	0	0	0	0
Service Charges	9,363	0	0	0	0	0	0
<u>Fees</u>							
Copy Fees	12,491	0	0	0	0	0	0
Telephone Commissions	106,940	0	0	0	0	0	0
Vending Machine Collections	2,155	0	0	0	0	0	0
Constitutional Officers' Fees and Commissions	0	0	0	0	0	32	0
Special Commissioner Fees/Special Master Fees	0	0	0	0	0	15,367	0
Data Processing Fee - Register	28,685	0	0	0	0	0	0
Data Processing Fee - Sheriff	12,059	0	0	0	0	0	0
Sexual Offender Registration Fees - Sheriff	4,800	0	0	0	0	0	0
Total Charges for Current Services	\$ 3,200,703 \$	120,700 \$	0 \$	0 \$	0 \$	15,399 \$	0
<u>Other Local Revenues</u>							
Recurring Items							
Investment Income	244,418 \$	32,792 \$	84,402 \$	2,458 \$	0 \$	0 \$	83,408
Lease/Rentals	500	8,037	0	0	0	0	0

(Continued)

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

	Special Revenue Funds						Highway / Public Works
	General	Solid Waste / Sanitation	Special Purpose	Drug Control	District Attorney General	Constitu- tional Officers - Fees	
<u>Other Local Revenues (Cont.)</u>							
<u>Recurring Items (Cont.)</u>							
Sale of Materials and Supplies	\$ 898	\$ 108,431	\$ 0	\$ 0	\$ 0	\$ 0	\$ 5,488
Commissary Sales	343,212	0	0	0	0	0	0
Sale of Maps	2,498	0	0	0	0	0	0
Sale of Animals/Livestock	513	0	0	0	0	0	0
Miscellaneous Refunds	5,884	0	9,111	0	0	0	348
<u>Nonrecurring Items</u>							
Revenue from Joint Ventures	213,006	0	0	0	0	0	0
Sale of Equipment	24,812	100	0	0	0	0	1,731
Damages Recovered from Individuals	80	0	0	0	0	0	2,515
Contributions and Gifts	4,001	0	0	0	0	0	0
<u>Other Local Revenues</u>							
Other Local Revenues	5,943	0	0	0	0	0	0
Total Other Local Revenues	\$ 845,765	\$ 149,360	\$ 93,513	\$ 2,458	\$ 0	\$ 0	\$ 93,490
<u>Fees Received from County Officials</u>							
<u>Fees-In-Lieu of Salary</u>							
County Clerk	\$ 671,240	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Circuit Court Clerk	271,528	0	0	0	0	0	0
General Sessions Court Clerk	733,668	0	0	0	0	0	0
Clerk and Master	119,609	0	0	0	0	0	0
Register	329,692	0	0	0	0	0	0
Sheriff	16,728	0	0	0	0	0	0
Trustee	686,040	0	0	0	0	0	0
Total Fees Received from County Officials	\$ 2,828,505	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
<u>State of Tennessee</u>							
<u>General Government Grants</u>							
Juvenile Services Program	\$ 9,000	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
State Reappraisal Grant	25,802	0	0	0	0	0	0
Other General Government Grants	15,000	0	0	0	0	0	0
<u>Public Safety Grants</u>							
Law Enforcement Training Programs	31,200	0	0	0	0	0	0

(Continued)

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

	Special Revenue Funds							Highway / Public Works
	General	Solid Waste / Sanitation	Special Purpose	Drug Control	District Attorney General	Constitu- tional Officers - Fees		
<u>State of Tennessee (Cont.)</u>								
Health and Welfare Grants								
Health Department Programs								
Public Works Grants								
State Aid Program	0	0	0	0	0	0	443,763	0
Litter Program	49,595	0	0	0	0	0	0	0
<u>Other State Revenues</u>								
Income Tax	322,708	0	0	0	0	0	0	0
Beer Tax	19,312	0	0	0	0	0	0	0
Alcoholic Beverage Tax	85,617	0	0	0	0	0	0	0
Mixed Drink Tax	13,115	0	0	0	0	0	0	0
State Revenue Sharing - T.V.A.	0	0	846,757	0	0	0	0	0
Contracted Prisoner Boarding	1,301,405	0	0	0	0	0	0	0
Gasoline and Motor Fuel Tax	0	0	0	0	0	0	2,245,592	0
Petroleum Special Tax	16,380	0	0	0	0	0	50,523	0
Registrar's Salary Supplement	11,657	0	0	0	0	0	0	0
Other State Grants	177,651	0	0	0	0	0	0	0
Other State Revenues								
Total State of Tennessee	\$ 2,446,250	\$ 0	\$ 846,757	\$ 0	\$ 0	\$ 0	\$ 2,739,878	\$ 0
<u>Federal Government</u>								
Federal Through State								
Civil Defense Reimbursement	677	0	0	0	0	0	0	0
Other Federal through State	0	0	0	0	0	0	0	0
<u>Direct Federal Revenue</u>								
Police Service (Lake Area)	10,000	0	0	0	0	0	0	0
Forest Service	0	0	0	0	0	0	8,473	0
Other Direct Federal Revenue	47,423	0	0	0	0	0	0	0
Total Federal Government	\$ 58,100	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 8,473	\$ 0
<u>Other Governments and Citizens Groups</u>								
Other Governments								
Prisoner Board	971,324	0	0	0	0	0	0	0
Contracted Services	8,572	0	0	0	0	0	78,843	0
<u>Citizens Groups</u>								
Donations	45,608	0	0	200	0	0	0	0
Total Other Governments and Citizens Groups	\$ 1,025,504	\$ 0	\$ 0	\$ 200	\$ 0	\$ 0	\$ 78,843	\$ 0
Total	\$ 20,198,741	\$ 1,092,642	\$ 1,268,119	\$ 58,230	\$ 39,847	\$ 15,399	\$ 5,418,131	\$ 0

(Continued)

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

	Debt Service Funds			Capital Projects Funds				Total
	General Debt Service	Education Debt Service	General Capital Projects	Community Development/Industrial Park	Other Capital Projects			
<u>Local Taxes</u>								
<u>County Property Taxes</u>								
Current Property Tax	\$ 459,012	\$ 1,952,012	\$ 0	\$ 0	\$ 0	\$ 0	\$ 10,842,346	
Trustee's Collections - Prior Year	17,104	46,598	0	0	0	0	318,845	
Circuit/Clerk & Master Collections - Prior Years	4,726	25,502	0	0	0	0	125,468	
Interest and Penalty	5,275	18,808	0	0	0	0	106,408	
Pick-up Taxes	114	45	0	0	0	0	2,053	
Payments in-Lieu-of Taxes - T.V.A.	360	2,349	0	0	0	0	9,319	
Payments in-Lieu-of Taxes - Local Utilities	630	4,111	0	0	0	0	16,311	
Payments in-Lieu-of Taxes - Other	1,729	11,198	0	0	0	0	44,798	
<u>County Local Option Taxes</u>								
Local Option Sales Tax	0	624,497	0	0	0	0	1,690,355	
Hotel/Motel Tax	114,451	0	0	0	103,114	0	389,241	
Wheel Tax	640,392	0	0	0	0	0	1,280,784	
Litigation Tax - General	0	0	0	0	0	0	307,621	
Litigation Tax - Special Purpose	0	0	0	0	0	0	178,826	
Litigation Tax - Jail, Workhouse, or Courthouse	118,519	0	0	0	0	0	118,519	
Business Tax	0	0	0	0	0	0	533,766	
Mineral Severance Tax	0	0	0	0	0	0	137,177	
Other County Local Option Taxes	0	0	0	0	0	0	115,800	
<u>Statutory Local Taxes</u>								
Bank Excise Tax	4,378	28,570	0	0	0	0	113,360	
Wholesale Beer Tax	0	0	0	0	0	0	236,866	
Interstate Telecommunications Tax	0	0	0	0	0	0	4,785	
Total Local Taxes	\$ 1,366,690	\$ 2,713,690	\$ 0	\$ 0	\$ 103,114	\$ 0	\$ 16,572,648	
<u>Licenses and Permits</u>								
<u>Licenses</u>								
Marriage Licenses	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 3,529	
Cable TV Franchise	0	0	0	0	0	0	206,721	
<u>Permits</u>								
Beer Permits	0	0	0	0	0	0	3,088	
Building Permits	0	0	0	0	0	0	101,375	
Total Licenses and Permits	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 314,713	

(Continued)

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

	Debt Service Funds		Capital Projects Funds				Total
	General Debt Service	Education Debt Service	General Capital Projects	Community Development/Industrial Park	Other Capital Projects		
<u>Fines, Forfeitures, and Penalties</u>							
<u>Circuit Court</u>							
Fines	\$ 0	0	0	0	0	26,448	
Officers Costs	0	0	0	0	0	16,995	
Drug Control Fines	0	0	0	0	0	17,637	
Jail Fees	0	0	0	0	0	21,686	
District Attorney General Fees	0	0	0	0	0	1,743	
Data Entry Fee - Circuit Court	0	0	0	0	0	2,247	
Courtroom Security Fee	0	0	0	0	0	11,140	
<u>Criminal Court</u>							
Fines	0	0	0	0	0	80	
Drug Court Fees	0	0	0	0	0	646	
DUI Treatment Fines	0	0	0	0	0	1,609	
<u>General Sessions Court</u>							
Fines	0	0	0	0	0	156,910	
Fines for Littering	0	0	0	0	0	188	
Officers Costs	0	0	0	0	0	112,327	
Game and Fish Fines	0	0	0	0	0	304	
Drug Court Fees	0	0	0	0	0	10,842	
Jail Fees	0	0	0	0	0	164,017	
District Attorney General Fees	0	0	0	0	0	6,382	
DUI Treatment Fines	0	0	0	0	0	24,489	
Data Entry Fee - General Sessions Court	0	0	0	0	0	23,511	
Courtroom Security Fee	0	0	0	0	0	143,128	
<u>Juvenile Court</u>							
Fines	0	0	0	0	0	10,403	
Drug Court Fees	0	0	0	0	0	66	
<u>Chancery Court</u>							
Officers Costs	0	0	0	0	0	2,411	
Data Entry Fee - Chancery Court	0	0	0	0	0	488	
Courtroom Security Fee	0	0	0	0	0	2,657	
<u>Courts in Other District Counties</u>							
District Attorney General Fees	0	0	0	0	0	31,722	

(Continued)

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

	Debt Service Funds		Capital Projects Funds				Total
	General Debt Service	Education Debt Service	General Capital Projects	Community Development/Industrial Park	Other Capital Projects		
<u>Fines, Forfeitures, and Penalties (Cont.)</u>							
Judicial District Drug Program							
Data Entry Fee - Other Courts	0	0	0	0	0	526	
Courtroom Security Fee						3,762	
<u>Other Fines, Forfeitures, and Penalties</u>							
Proceeds from Confiscated Property	0	0	0	0	0	37,935	
Other Fines, Forfeitures, and Penalties	0	0	0	0	0	1,045	
Total Fines, Forfeitures, and Penalties	0	0	0	0	0	833,344	
<u>Charges for Current Services</u>							
<u>General Service Charges</u>							
Self-Insurance Premiums/Contributions	0	0	0	0	0	50,283	
Tipping Fees	0	0	0	0	0	96,256	
Solid Waste Disposal Fees	0	0	0	0	0	24,444	
Patient Charges	0	0	0	0	0	2,904,002	
Loaner Program	0	0	0	0	0	14,000	
Work Release Charges for Board	0	0	0	0	0	24,346	
Other General Service Charges	0	0	0	0	0	31,579	
Service Charges	0	0	0	0	0	9,363	
<u>Fees</u>							
Copy Fees	0	0	0	0	0	12,491	
Telephone Commissions	0	0	0	0	0	106,940	
Vending Machine Collections	0	0	0	0	0	2,155	
Constitutional Officers' Fees and Commissions	0	0	0	0	0	32	
Special Commissioner Fees/Special Master Fees	0	0	0	0	0	15,367	
Data Processing Fee - Register	0	0	0	0	0	28,685	
Data Processing Fee - Sheriff	0	0	0	0	0	12,059	
Sexual Offender Registration Fees - Sheriff	0	0	0	0	0	4,800	
Total Charges for Current Services	0	0	0	0	0	3,336,802	
<u>Other Local Revenues</u>							
<u>Recurring Items</u>							
Investment Income	19,471	127,076	0	0	0	594,025	
Lease/Rentals	0	0	0	0	0	8,537	

(Continued)

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

	Debt Service Funds		Capital Projects Funds				Total
	General Debt Service	Education Debt Service	General Capital Projects	Community Development/Industrial Park	Other Capital Projects		
<u>Other Local Revenues (Cont.)</u>							
<u>Recurring Items (Cont.)</u>							
Sale of Materials and Supplies	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 114,817	
Commissary Sales	0	0	0	0	0	343,212	
Sale of Maps	0	0	0	0	0	2,498	
Sale of Animals/Livestock	0	0	0	0	0	513	
Miscellaneous Refunds	0	0	0	0	0	15,343	
<u>Nonrecurring Items</u>							
Revenue from Joint Ventures	0	0	58,000	0	0	271,006	
Sale of Equipment	0	0	0	0	0	26,643	
Damages Recovered from Individuals	0	0	0	0	0	2,595	
Contributions and Gifts	0	0	0	0	0	4,001	
<u>Other Local Revenues</u>							
Other Local Revenues	0	0	0	0	0	5,943	
Total Other Local Revenues	\$ 19,471	\$ 127,076	\$ 58,000	\$ 0	\$ 0	\$ 1,389,133	
<u>Fees Received from County Officials</u>							
<u>Fees-In-Lieu of Salary</u>							
County Clerk	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 671,240	
Circuit Court Clerk	0	0	0	0	0	271,528	
General Sessions Court Clerk	0	0	0	0	0	733,668	
Clerk and Master	0	0	0	0	0	119,609	
Register	0	0	0	0	0	329,692	
Sheriff	0	0	0	0	0	16,728	
Trustee	0	0	0	0	0	686,040	
Total Fees Received from County Officials	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 2,828,505	
<u>State of Tennessee</u>							
<u>General Government Grants</u>							
Juvenile Services Program	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 9,000	
State Reappraisal Grant	0	0	0	0	0	25,802	
Other General Government Grants	0	0	0	0	0	15,000	
<u>Public Safety Grants</u>							
Law Enforcement Training Programs	0	0	0	0	0	31,200	

(Continued)

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

	Debt Service Funds		Capital Projects Funds				Total
	General Debt Service	Education Debt Service	General Capital Projects	Community Development/Industrial Park	Other Capital Projects		
<u>State of Tennessee (Cont.)</u>							
Health and Welfare Grants	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 367,808	
Health Department Programs							
Public Works Grants	0	0	0	0	0	443,763	
State Aid Program	0	0	0	0	0	49,595	
Litter Program							
<u>Other State Revenues</u>							
Income Tax	0	0	0	0	0	322,708	
Beer Tax	0	0	0	0	0	19,312	
Alcoholic Beverage Tax	0	0	0	0	0	85,617	
Mixed Drink Tax	0	0	0	0	0	13,115	
State Revenue Sharing - T.V.A.	0	0	0	0	0	846,757	
Contracted Prisoner Boarding	0	0	0	0	0	1,301,405	
Gasoline and Motor Fuel Tax	0	0	0	0	0	2,243,592	
Petroleum Special Tax	0	0	0	0	0	50,523	
Registrar's Salary Supplement	0	0	0	0	0	16,380	
Other State Grants	0	0	0	0	0	11,657	
Other State Revenues	0	0	0	0	0	177,651	
Total State of Tennessee	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 6,032,885	
<u>Federal Government</u>							
Federal Through State							
Civil Defense Reimbursement	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 677	
Other Federal through State	0	0	0	446,637	0	446,637	
<u>Direct Federal Revenue</u>							
Police Service (Lake Area)	0	0	0	0	0	10,000	
Forest Service	0	0	0	0	0	8,473	
Other Direct Federal Revenue	0	0	0	0	0	47,423	
Total Federal Government	\$ 0	\$ 0	\$ 0	\$ 446,637	\$ 0	\$ 513,210	
<u>Other Governments and Citizens Groups</u>							
Other Governments							
Prisoner Board	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 971,324	
Contracted Services	0	0	0	0	0	87,415	
<u>Citizens Groups</u>							
Donations	0	0	0	0	0	45,808	
Total Other Governments and Citizens Groups	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 1,104,547	
Total	\$ 1,386,161	\$ 2,840,766	\$ 58,000	\$ 446,637	\$ 103,114	\$ 32,925,787	

Exhibit J-6

Greene County, Tennessee
Schedule of Detailed Revenues -
All Governmental Fund Types
Discretely Presented Greene County School Department
For the Year Ended June 30, 2008

	General Purpose School	School Federal Projects	Central Cafeteria	Education Capital Projects	Total
<u>Local Taxes</u>					
<u>County Property Taxes</u>					
Current Property Tax	\$ 4,836,269	\$ 0	\$ 0	\$ 0	\$ 4,836,269
Trustee's Collections - Prior Year	139,978	0	0	0	139,978
Circuit/Clerk & Master Collections - Prior Years	48,848	0	0	0	48,848
Interest and Penalty	45,185	0	0	0	45,185
Pick-up Taxes	1,056	0	0	0	1,056
Payments in-Lieu-of Taxes - T.V.A.	5,455	0	0	0	5,455
Payments in-Lieu-of Taxes - Local Utilities	192,005	0	0	0	192,005
Payments in-Lieu-of Taxes - Other	18,305	0	0	0	18,305
<u>County Local Option Taxes</u>					
Local Option Sales Tax	5,161,883	0	0	0	5,161,883
<u>Statutory Local Taxes</u>					
Bank Excise Tax	46,125	0	0	0	46,125
Interstate Telecommunications Tax	6,140	0	0	0	6,140
Other Statutory Local Taxes	324	0	0	0	324
Total Local Taxes	\$ 10,501,573	\$ 0	\$ 0	\$ 0	\$ 10,501,573
<u>Licenses and Permits</u>					
<u>Licenses</u>					
Marriage Licenses	\$ 2,269	\$ 0	\$ 0	\$ 0	\$ 2,269
Total Licenses and Permits	\$ 2,269	\$ 0	\$ 0	\$ 0	\$ 2,269
<u>Charges for Current Services</u>					
<u>Fees</u>					
Vending Machine Collections	\$ 1,756	\$ 0	\$ 0	\$ 0	\$ 1,756
<u>Education Charges</u>					
Lunch Payments - Children	0	0	755,763	0	755,763
Lunch Payments - Adults	0	0	129,659	0	129,659
Income from Breakfast	0	0	390,799	0	390,799
A la carte Sales	0	0	354,196	0	354,196
Transportation - Other State Systems	87,404	0	0	0	87,404
Receipts from Individual Schools	91,926	0	0	0	91,926
Community Service Fees - Children	156,723	0	0	0	156,723
Total Charges for Current Services	\$ 337,809	\$ 0	\$ 1,630,417	\$ 0	\$ 1,968,226
<u>Other Local Revenues</u>					
<u>Recurring Items</u>					
Investment Income	\$ 314,550	\$ 0	\$ 34,887	\$ 0	\$ 349,437
Miscellaneous Refunds	445,572	0	0	0	445,572
<u>Nonrecurring Items</u>					
Damages Recovered from Individuals	3,102	0	0	0	3,102
Contributions and Gifts	1,250	0	0	0	1,250
<u>Other Local Revenues</u>					
Other Local Revenues	35,088	0	0	0	35,088
Total Other Local Revenues	\$ 799,562	\$ 0	\$ 34,887	\$ 0	\$ 834,449
<u>State of Tennessee</u>					
<u>General Government Grants</u>					
On-Behalf Contributions for OPEB	\$ 356,827	\$ 0	\$ 0	\$ 0	\$ 356,827

(Continued)

Exhibit J-6

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

	General Purpose School	School Federal Projects	Central Cafeteria	Education Capital Projects	Total
<u>State of Tennessee (Cont.)</u>					
<u>State Education Funds</u>					
Basic Education Program	\$ 28,697,000	\$ 0	\$ 0	\$ 0	\$ 28,697,000
Early Childhood Education	1,258,827	0	0	0	1,258,827
School Food Service	0	0	42,655	0	42,655
Driver Education	31,980	0	0	0	31,980
Other State Education Funds	260,275	0	0	0	260,275
Career Ladder Program	319,673	0	0	0	319,673
Career Ladder - Extended Contract	147,905	0	0	0	147,905
Other Vocational	247	0	0	0	247
<u>Other State Revenues</u>					
Other State Revenues	60,456	0	0	0	60,456
Total State of Tennessee	\$ 31,133,190	\$ 0	\$ 42,655	\$ 0	\$ 31,175,845
<u>Federal Government</u>					
<u>Federal Through State</u>					
USDA School Lunch Program	\$ 0	\$ 0	\$ 1,479,763	\$ 0	\$ 1,479,763
Breakfast	0	0	552,072	0	552,072
USDA - Other	0	0	3,550	0	3,550
Vocational Education - Basic Grants to States	0	134,747	0	0	134,747
Title I Grants to Local Education Agencies	0	1,389,942	0	0	1,389,942
Innovative Education Program Strategies	0	11,670	0	0	11,670
Special Education - Grants to States	31,395	1,927,787	0	0	1,959,182
Special Education Preschool Grants	0	37,692	0	0	37,692
Eisenhower Professional Development State Grants	0	378,652	0	0	378,652
Other Federal through State	14,355	31,722	0	0	46,077
<u>Direct Federal Revenue</u>					
ROTC Reimbursement	39,144	0	0	0	39,144
Forest Service	25,419	0	0	0	25,419
Total Federal Government	\$ 110,313	\$ 3,912,212	\$ 2,035,385	\$ 0	\$ 6,057,910
<u>Other Governments and Citizens Groups</u>					
<u>Other Governments</u>					
Contributions	\$ 0	\$ 0	\$ 0	\$ 708,506	\$ 708,506
Total Other Governments and Citizens Groups	\$ 0	\$ 0	\$ 0	\$ 708,506	\$ 708,506
Total	\$ 42,884,716	\$ 3,912,212	\$ 3,743,344	\$ 708,506	\$ 51,248,778

Exhibit J-7

Greene County, Tennessee
Schedule of Detailed Expenditures -
All Governmental Fund Types
For the Year Ended June 30, 2008

General Fund

General Government

County Commission

Board and Committee Members Fees	\$	24,575	
Social Security		1,524	
State Retirement		1,188	
Employer Medicare		357	
Dues and Memberships		4,587	
Maintenance and Repair Services - Equipment		1,000	
Postal Charges		266	
Travel		5,209	
Other Charges		405	
Total County Commission			\$ 39,111

County Mayor/Executive

County Official/Administrative Officer	\$	84,136	
Secretary(ies)		32,671	
Part-time Personnel		400	
Overtime Pay		267	
Other Salaries and Wages		2,000	
Social Security		7,165	
State Retirement		12,372	
Life Insurance		83	
Medical Insurance		21,610	
Unemployment Compensation		75	
Employer Medicare		1,676	
Communication		2,030	
Dues and Memberships		1,975	
Legal Notices, Recording, and Court Costs		912	
Maintenance and Repair Services - Office Equipment		125	
Postal Charges		1,277	
Printing, Stationery, and Forms		185	
Rentals		4,440	
Travel		465	
Office Supplies		1,543	
Periodicals		232	
Premiums on Corporate Surety Bonds		175	
Other Charges		490	
Data Processing Equipment		817	
Office Equipment		162	
Total County Mayor/Executive			177,283

(Continued)

Exhibit J-7

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

General Fund (Cont.)

General Government (Cont.)

County Attorney

County Official/Administrative Officer	\$	57,024	
Secretary(ies)		20,688	
Social Security		4,631	
State Retirement		8,074	
Life Insurance		83	
Medical Insurance		12,676	
Unemployment Compensation		112	
Employer Medicare		1,083	
Communication		1,392	
Dues and Memberships		100	
Legal Notices, Recording, and Court Costs		743	
Maintenance and Repair Services - Equipment		280	
Maintenance and Repair Services - Office Equipment		504	
Postal Charges		207	
Printing, Stationery, and Forms		200	
Other Contracted Services		528	
Office Supplies		841	
Periodicals		277	
Office Equipment		95	
Total County Attorney			\$ 109,538

Election Commission

County Official/Administrative Officer	\$	59,600
Clerical Personnel		45,693
Temporary Personnel		6,308
Overtime Pay		7,130
Election Commission		7,760
Election Workers		23,221
In-Service Training		1,381
Social Security		7,882
State Retirement		11,557
Life Insurance		116
Medical Insurance		23,077
Unemployment Compensation		328
Employer Medicare		1,843
Communication		3,069
Contracts with Private Agencies		4,755
Data Processing Services		12,491
Dues and Memberships		325
Legal Notices, Recording, and Court Costs		8,383

(Continued)

Exhibit J-7

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

General Fund (Cont.)

General Government (Cont.)

Election Commission (Cont.)

Maintenance and Repair Services - Equipment	\$	17,975	
Maintenance and Repair Services - Office Equipment		3,973	
Postal Charges		6,460	
Printing, Stationery, and Forms		2,811	
Rentals		4,108	
Travel		3,808	
Equipment and Machinery Parts		316	
Office Supplies		4,715	
Periodicals		337	
Data Processing Equipment		5,974	
Office Equipment		2,182	
Total Election Commission			\$ 277,578

Register of Deeds

County Official/Administrative Officer	\$	66,222	
Accountants/Bookkeepers		26,661	
Clerical Personnel		102,573	
Social Security		11,738	
State Retirement		20,308	
Life Insurance		228	
Medical Insurance		39,703	
Unemployment Compensation		280	
Employer Medicare		2,745	
Communication		1,310	
Dues and Memberships		135	
Postal Charges		1,389	
Printing, Stationery, and Forms		100	
Rentals		23,513	
Office Supplies		5,328	
Premiums on Corporate Surety Bonds		185	
Data Processing Equipment		3,700	
Office Equipment		795	
Total Register of Deeds			306,913

Planning

Paraprofessionals	\$	38,106	
Board and Committee Members Fees		2,400	
Social Security		2,282	
State Retirement		3,972	
Life Insurance		24	

(Continued)

Exhibit J-7

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

General Fund (Cont.)

General Government (Cont.)

Planning (Cont.)

Medical Insurance	\$	6,303	
Unemployment Compensation		56	
Employer Medicare		534	
Contracts with Government Agencies		12,250	
Maintenance and Repair Services - Vehicles		544	
Garage Supplies		215	
Gasoline		169	
Total Planning	\$		66,855

Codes Compliance

Postal Charges	\$	212	
Other Contracted Services		303	
Total Codes Compliance			515

Geographical Information Systems

Salary Supplements	\$	5,113	
Social Security		304	
State Retirement		531	
Unemployment Compensation		8	
Employer Medicare		71	
Communication		39	
Data Processing Services		4,702	
Maintenance and Repair Services - Equipment		6,200	
Tuition		150	
Other Contracted Services		33,998	
Office Supplies		2,724	
Data Processing Equipment		101	
Total Geographical Information Systems			53,941

County Buildings

Maintenance Personnel	\$	45,168	
Part-time Personnel		16,521	
Overtime Pay		1,233	
Social Security		3,700	
State Retirement		5,652	
Life Insurance		110	
Medical Insurance		19,490	
Unemployment Compensation		206	
Employer Medicare		865	
Communication		1,227	

(Continued)

Exhibit J-7

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

General Fund (Cont.)

General Government (Cont.)

County Buildings (Cont.)

Contracts with Private Agencies	\$ 26,340	
Licenses	17	
Maintenance and Repair Services - Buildings	580	
Maintenance and Repair Services - Equipment	4,261	
Maintenance and Repair Services - Vehicles	1,901	
Pest Control	1,140	
Rentals	1,766	
Travel	147	
Other Contracted Services	715	
Custodial Supplies	6,139	
Electricity	59,190	
Equipment and Machinery Parts	2,045	
Garage Supplies	444	
Gasoline	6,445	
General Construction Materials	6,290	
Natural Gas	7,767	
Road Signs	3,513	
Water and Sewer	2,701	
Other Supplies and Materials	2,308	
Other Charges	7	
Building Improvements	3,568	
Furniture and Fixtures	362	
Heating and Air Conditioning Equipment	1,300	
Motor Vehicles	15,500	
Other Equipment	19,771	
Total County Buildings	\$ 268,389	

Finance

Accounting and Budgeting

Supervisor/Director	\$ 59,445
Accountants/Bookkeepers	134,797
Part-time Personnel	5,251
Overtime Pay	1,712
Social Security	11,866
State Retirement	20,288
Life Insurance	245
Medical Insurance	44,481
Unemployment Compensation	407
Employer Medicare	2,775
Audit Services	14,195

(Continued)

Exhibit J-7

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

General Fund (Cont.)

Finance (Cont.)

Accounting and Budgeting (Cont.)

Communication	\$	3,696	
Data Processing Services		3,190	
Dues and Memberships		595	
Maintenance and Repair Services - Office Equipment		8,225	
Postal Charges		2,530	
Printing, Stationery, and Forms		3,721	
Rentals		190	
Travel		926	
Other Contracted Services		615	
Office Supplies		7,090	
Periodicals		985	
Other Supplies and Materials		212	
Premiums on Corporate Surety Bonds		163	
Data Processing Equipment		15,013	
Furniture and Fixtures		1,263	
Office Equipment		159	
Total Accounting and Budgeting			\$ 344,035

Purchasing

Supervisor/Director	\$	38,336	
Purchasing Personnel		28,247	
Overtime Pay		1,864	
Social Security		4,033	
State Retirement		7,112	
Life Insurance		83	
Medical Insurance		16,490	
Unemployment Compensation		112	
Employer Medicare		943	
Communication		1,589	
Data Processing Services		3,782	
Dues and Memberships		330	
Legal Notices, Recording, and Court Costs		952	
Postal Charges		143	
Rentals		1,300	
Office Supplies		1,805	
Other Supplies and Materials		63	
Premiums on Corporate Surety Bonds		50	
Total Purchasing			107,234

(Continued)

Exhibit J-7

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

General Fund (Cont.)

Finance (Cont.)

Property Assessor's Office

County Official/Administrative Officer	\$	66,222	
Data Processing Personnel		30,185	
Assessment Personnel		152,217	
Clerical Personnel		19,653	
Part-time Personnel		20,411	
Board and Committee Members Fees		6,950	
Social Security		16,963	
State Retirement		27,874	
Life Insurance		362	
Medical Insurance		67,604	
Unemployment Compensation		663	
Employer Medicare		4,028	
Communication		2,398	
Contracts with Government Agencies		30,638	
Dues and Memberships		1,493	
Legal Notices, Recording, and Court Costs		231	
Maintenance and Repair Services - Office Equipment		868	
Maintenance and Repair Services - Vehicles		599	
Postal Charges		1,234	
Printing, Stationery, and Forms		46	
Rentals		1,210	
Travel		526	
Tuition		256	
Other Contracted Services		53,770	
Equipment and Machinery Parts		246	
Garage Supplies		171	
Gasoline		3,050	
Office Supplies		3,064	
Periodicals		120	
Tires and Tubes		481	
Other Supplies and Materials		15	
Premiums on Corporate Surety Bonds		280	
Data Processing Equipment		2,305	
Office Equipment		400	
Total Property Assessor's Office			\$ 516,533

Reappraisal Program

Communication	\$	745
Maintenance and Repair Services - Office Equipment		360
Postal Charges		11,362

(Continued)

Exhibit J-7

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

General Fund (Cont.)

Finance (Cont.)

Reappraisal Program (Cont.)

Gasoline	\$	2,491	
Office Supplies		1,100	
Total Reappraisal Program			\$ 16,058

County Trustee's Office

County Official/Administrative Officer	\$	66,222	
Assistant(s)		32,475	
Accountants/Bookkeepers		25,037	
Clerical Personnel		15,547	
Part-time Personnel		14,966	
Overtime Pay		7,150	
Social Security		9,584	
State Retirement		14,969	
Life Insurance		148	
Medical Insurance		30,324	
Unemployment Compensation		259	
Employer Medicare		2,241	
Communication		1,314	
Dues and Memberships		644	
Legal Notices, Recording, and Court Costs		206	
Maintenance and Repair Services - Office Equipment		7,374	
Postal Charges		11,299	
Printing, Stationery, and Forms		952	
Travel		808	
Office Supplies		2,365	
Premiums on Corporate Surety Bonds		204	
Office Equipment		446	
Total County Trustee's Office			244,534

County Clerk's Office

County Official/Administrative Officer	\$	66,222
Assistant(s)		33,982
Accountants/Bookkeepers		29,030
Clerical Personnel		158,005
Part-time Personnel		11,816
Overtime Pay		1,913
Social Security		17,520
State Retirement		30,043
Life Insurance		431
Medical Insurance		96,835

(Continued)

Exhibit J-7

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

General Fund (Cont.)

Finance (Cont.)

County Clerk's Office (Cont.)

Unemployment Compensation	\$	599	
Employer Medicare		4,098	
Communication		1,683	
Dues and Memberships		694	
Legal Notices, Recording, and Court Costs		398	
Maintenance and Repair Services - Office Equipment		13,829	
Postal Charges		12,209	
Printing, Stationery, and Forms		8,473	
Rentals		6,284	
Travel		494	
Office Supplies		5,017	
Periodicals		186	
Premiums on Corporate Surety Bonds		248	
Data Processing Equipment		900	
Office Equipment		6,316	
Total County Clerk's Office			\$ 507,225

Administration of Justice

Circuit Court

County Official/Administrative Officer	\$	66,222
Assistant(s)		32,475
Accountants/Bookkeepers		26,172
Clerical Personnel		186,851
Part-time Personnel		15,131
Overtime Pay		8,487
Other Salaries and Wages		9,825
Jury and Witness Fees		12,098
Social Security		20,461
State Retirement		33,267
Life Insurance		373
Medical Insurance		84,955
Unemployment Compensation		746
Employer Medicare		4,785
Communication		2,665
Data Processing Services		542
Dues and Memberships		804
Legal Notices, Recording, and Court Costs		398
Maintenance and Repair Services - Office Equipment		8,814
Postal Charges		5,500
Printing, Stationery, and Forms		14,230

(Continued)

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

General Fund (Cont.)

Administration of Justice (Cont.)

Circuit Court (Cont.)

Rentals	\$	4,880	
Travel		265	
Other Contracted Services		2,037	
Office Supplies		7,372	
Premiums on Corporate Surety Bonds		298	
Data Processing Equipment		21,111	
Office Equipment		991	
Total Circuit Court			\$ 571,755

General Sessions Court

Judge(s)	\$	136,818	
Probation Officer(s)		33,043	
Secretary(ies)		28,971	
Overtime Pay		2,152	
Social Security		10,013	
State Retirement		20,882	
Life Insurance		124	
Medical Insurance		28,701	
Unemployment Compensation		109	
Employer Medicare		2,850	
Communication		5,001	
Maintenance and Repair Services - Office Equipment		360	
Postal Charges		300	
Printing, Stationery, and Forms		232	
Rentals		1,161	
Travel		696	
Office Supplies		1,593	
Periodicals		371	
Premiums on Corporate Surety Bonds		192	
Total General Sessions Court			273,569

Chancery Court

County Official/Administrative Officer	\$	66,222	
Assistant(s)		33,669	
Clerical Personnel		73,504	
Part-time Personnel		5,874	
Social Security		10,530	
State Retirement		18,016	
Life Insurance		207	
Medical Insurance		46,596	

(Continued)

Exhibit J-7

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

General Fund (Cont.)

Administration of Justice (Cont.)

Chancery Court (Cont.)

Unemployment Compensation	\$	327	
Employer Medicare		2,463	
Bank Charges		149	
Communication		4,152	
Data Processing Services		1,864	
Dues and Memberships		704	
Legal Notices, Recording, and Court Costs		2,196	
Maintenance and Repair Services - Office Equipment		5,176	
Postal Charges		1,796	
Printing, Stationery, and Forms		955	
Rentals		2,913	
Travel		850	
Tuition		462	
Other Contracted Services		22	
Office Supplies		2,957	
Periodicals		2,697	
Premiums on Corporate Surety Bonds		223	
Data Processing Equipment		1,275	
Total Chancery Court			\$ 285,799

Juvenile Court

Youth Service Officer(s)	\$	34,922
Secretary(ies)		46,501
Overtime Pay		299
Social Security		4,946
State Retirement		8,445
Life Insurance		114
Medical Insurance		14,757
Unemployment Compensation		234
Employer Medicare		1,157
Communication		1,671
Dues and Memberships		265
Maintenance and Repair Services - Office Equipment		1,485
Postal Charges		350
Printing, Stationery, and Forms		100
Rentals		966
Travel		1,032
Other Contracted Services		90
Office Supplies		1,481
Data Processing Equipment		885

(Continued)

Exhibit J-7

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

General Fund (Cont.)

Administration of Justice (Cont.)

Juvenile Court (Cont.)

Office Equipment	\$ 296	
Total Juvenile Court		\$ 119,996

District Attorney General

Communication	\$ 4,170	
Total District Attorney General		4,170

Other Administration of Justice

Salary Supplements	\$ 5,000	
Part-time Personnel	37,032	
Social Security	303	
State Retirement	519	
Unemployment Compensation	8	
Employer Medicare	71	
Maintenance and Repair Services - Office Equipment	1,200	
Travel	86	
Tuition	50	
Other Contracted Services	1,000	
Other Supplies and Materials	858	
Total Other Administration of Justice		46,127

Courtroom Security

Guards	\$ 57,350	
Part-time Personnel	46,054	
Overtime Pay	390	
Social Security	5,871	
State Retirement	5,430	
Medical Insurance	15,228	
Unemployment Compensation	536	
Employer Medicare	1,451	
Uniforms	1,138	
Law Enforcement Equipment	72,853	
Total Courtroom Security		206,301

Public Safety

Sheriff's Department

County Official/Administrative Officer	\$ 80,130
Assistant(s)	50,028
Deputy(ies)	978,459
Detective(s)	223,646

(Continued)

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

General Fund (Cont.)

Public Safety (Cont.)

Sheriff's Department (Cont.)

Captain(s)	\$ 90,369
Lieutenant(s)	243,079
Sergeant(s)	219,813
Mechanic(s)	57,086
Dispatchers/Radio Operators	208,168
Maintenance Personnel	27,121
Part-time Personnel	21,321
Overtime Pay	97,155
Other Salaries and Wages	51,264
In-Service Training	31,200
Social Security	141,258
State Retirement	236,519
Life Insurance	2,297
Medical Insurance	497,669
Unemployment Compensation	3,757
Employer Medicare	33,039
Communication	8,602
Contracts with Government Agencies	1,600
Contributions	3,527
Dues and Memberships	2,029
Licenses	306
Maintenance and Repair Services - Equipment	1,829
Maintenance and Repair Services - Office Equipment	2,963
Maintenance and Repair Services - Vehicles	4,825
Postal Charges	1,696
Printing, Stationery, and Forms	2,343
Rentals	5,575
Travel	11,279
Tuition	20,492
Veterinary Services	530
Other Contracted Services	2,839
Electricity	5,154
Equipment and Machinery Parts	24,890
Food Supplies	1,683
Garage Supplies	13,709
Gasoline	164,000
Law Enforcement Supplies	5,376
Office Supplies	3,994
Periodicals	146
Tires and Tubes	13,933

(Continued)

Exhibit J-7

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

General Fund (Cont.)

Public Safety (Cont.)

Sheriff's Department (Cont.)

Uniforms	\$	13,722	
Water and Sewer		748	
Other Supplies and Materials		2,924	
Premiums on Corporate Surety Bonds		3,990	
In Service/Staff Development		4,960	
Building Improvements		276	
Data Processing Equipment		15,000	
Law Enforcement Equipment		8,462	
Motor Vehicles		11,284	
Office Equipment		2,718	
Other Equipment		20,409	
Total Sheriff's Department			\$ 3,681,191

Special Patrols

Secretary(ies)	\$	26,706	
Social Security		1,656	
State Retirement		2,775	
Unemployment Compensation		56	
Employer Medicare		387	
Contributions		9,086	
Law Enforcement Equipment		101,147	
Motor Vehicles		147,677	
Total Special Patrols			289,490

Administration of the Sexual Offender Registry

Travel	\$	171	
Office Supplies		1,805	
Total Administration of the Sexual Offender Registry			1,976

Jail

Supervisor/Director	\$	12,056	
Deputy(ies)		1,537,376	
Captain(s)		41,021	
Lieutenant(s)		172,936	
Sergeant(s)		194,875	
Medical Personnel		158,277	
Cafeteria Personnel		171,863	
Part-time Personnel		3,267	
Overtime Pay		20,357	
Other Salaries and Wages		39,579	

(Continued)

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

General Fund (Cont.)

Public Safety (Cont.)

Jail (Cont.)

Social Security	\$ 139,027
State Retirement	238,525
Life Insurance	3,635
Medical Insurance	703,381
Unemployment Compensation	5,303
Employer Medicare	32,515
Communication	21,036
Consultants	10,000
Dues and Memberships	48
Evaluation and Testing	1,200
Licenses	21
Maintenance Agreements	1,500
Maintenance and Repair Services - Buildings	1,060
Maintenance and Repair Services - Equipment	20,385
Maintenance and Repair Services - Office Equipment	220
Maintenance and Repair Services - Vehicles	1,400
Medical and Dental Services	55,243
Pest Control	720
Postal Charges	580
Printing, Stationery, and Forms	2,000
Rentals	3,757
Travel	1,554
Tuition	350
Disposal Fees	700
Other Contracted Services	3,396
Custodial Supplies	29,002
Drugs and Medical Supplies	62,532
Electricity	99,398
Equipment and Machinery Parts	12,843
Food Preparation Supplies	13,261
Food Supplies	328,645
Gasoline	28,258
General Construction Materials	14,494
Law Enforcement Supplies	6,747
Natural Gas	78,301
Office Supplies	7,488
Prisoners Clothing	7,674
Uniforms	3,914
Water and Sewer	47,386
Other Supplies and Materials	43,999

(Continued)

Exhibit J-7

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

General Fund (Cont.)

Public Safety (Cont.)

Jail (Cont.)

In Service/Staff Development	\$	995	
Other Charges		185,182	
Data Processing Equipment		3,983	
Food Service Equipment		2,965	
Furniture and Fixtures		3,399	
Law Enforcement Equipment		6,076	
Motor Vehicles		30,205	
Other Equipment		2,353	
Total Jail			\$ 4,618,263

Juvenile Services

Contracts with Private Agencies	\$	89,580	
Legal Services		8,261	
Total Juvenile Services			97,841

Civil Defense

Supervisor/Director	\$	41,614	
Secretary(ies)		23,598	
Other Salaries and Wages		250	
Social Security		3,839	
State Retirement		6,776	
Life Insurance		83	
Medical Insurance		16,404	
Unemployment Compensation		112	
Employer Medicare		898	
Communication		7,926	
Dues and Memberships		35	
Maintenance and Repair Services - Equipment		85	
Maintenance and Repair Services - Vehicles		271	
Postal Charges		49	
Printing, Stationery, and Forms		90	
Rentals		1,125	
Travel		887	
Electricity		332	
Equipment and Machinery Parts		95	
Garage Supplies		113	
Gasoline		2,876	
Natural Gas		299	
Office Supplies		638	
Uniforms		180	

(Continued)

Exhibit J-7

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

General Fund (Cont.)

Public Safety (Cont.)

Civil Defense (Cont.)

Water and Sewer	\$	102	
Other Charges		1,122	
Communication Equipment		18,550	
Other Equipment		694	
Total Civil Defense			\$ 129,043

Rescue Squad

Contributions	\$	5,000	
Total Rescue Squad			5,000

Disaster Relief

Life Insurance	\$	373	
Medical Insurance		50,315	
Contributions		96,615	
Total Disaster Relief			147,303

Other Emergency Management

Electricity	\$	25	
Natural Gas		28	
Other Equipment		13,876	
Total Other Emergency Management			13,929

Inspection and Regulation

Supervisor/Director	\$	36,624	
Clerical Personnel		47,753	
Social Security		5,046	
State Retirement		8,721	
Life Insurance		123	
Medical Insurance		22,398	
Unemployment Compensation		193	
Employer Medicare		1,180	
Communication		2,814	
Data Processing Services		4,560	
Legal Notices, Recording, and Court Costs		882	
Licenses		135	
Maintenance and Repair Services - Vehicles		308	
Postal Charges		301	
Printing, Stationery, and Forms		369	
Rentals		1,382	
Travel		393	

(Continued)

Exhibit J-7

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

General Fund (Cont.)

Public Safety (Cont.)

Inspection and Regulation (Cont.)

Tuition	\$	171	
Garage Supplies		54	
Gasoline		3,887	
Office Supplies		2,169	
Tires and Tubes		393	
Other Supplies and Materials		564	
Other Charges		170	
Data Processing Equipment		2,645	
Other Equipment		169	
Total Inspection and Regulation			\$ 143,404

County Coroner/Medical Examiner

Other Salaries and Wages	\$	15,000	
Social Security		930	
Unemployment Compensation		67	
Employer Medicare		217	
Communication		1,135	
Contracts with Private Agencies		14,400	
Contributions		47,016	
Maintenance and Repair Services - Vehicles		67	
Pauper Burials		2,416	
Transportation - Other than Students		4,591	
Other Contracted Services		4,480	
Equipment and Machinery Parts		504	
Office Supplies		300	
Other Supplies and Materials		507	
Data Processing Equipment		1,038	
Total County Coroner/Medical Examiner			92,668

Public Health and Welfare

Local Health Center

Medical Personnel	\$	86,070	
Salary Supplements		19,368	
Clerical Personnel		102,435	
Custodial Personnel		32,103	
Social Security		13,193	
State Retirement		16,028	
Life Insurance		290	
Medical Insurance		46,099	
Unemployment Compensation		601	

(Continued)

Exhibit J-7

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

General Fund (Cont.)

Public Health and Welfare (Cont.)

Local Health Center (Cont.)

Employer Medicare	\$	3,085	
Advertising		173	
Communication		19,042	
Contracts with Private Agencies		18,849	
Dues and Memberships		625	
Licenses		400	
Maintenance Agreements		3,988	
Maintenance and Repair Services - Buildings		2,018	
Maintenance and Repair Services - Equipment		4,794	
Postal Charges		4,893	
Printing, Stationery, and Forms		920	
Rentals		11,692	
Travel		1,564	
Disposal Fees		3,491	
Other Contracted Services		2,082	
Custodial Supplies		6,394	
Drugs and Medical Supplies		34,405	
Electricity		26,663	
Equipment and Machinery Parts		984	
Food Supplies		527	
Garage Supplies		24	
Office Supplies		10,435	
Periodicals		600	
Water and Sewer		1,130	
Other Supplies and Materials		4,238	
Liability Insurance		1,219	
Building Improvements		44,743	
Furniture and Fixtures		5,081	
Other Equipment		11,717	
Total Local Health Center			\$ 541,963

Rabies and Animal Control

Supervisor/Director	\$	27,645
Paraprofessionals		39,168
Part-time Personnel		5,009
Social Security		4,233
State Retirement		6,892
Life Insurance		117
Medical Insurance		23,385
Unemployment Compensation		208

(Continued)

Exhibit J-7

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

General Fund (Cont.)

Public Health and Welfare (Cont.)

Rabies and Animal Control (Cont.)

Employer Medicare	\$	990	
Communication		1,975	
Contracts with Private Agencies		115	
Licenses		17	
Maintenance and Repair Services - Buildings		329	
Maintenance and Repair Services - Equipment		239	
Maintenance and Repair Services - Vehicles		1,558	
Rentals		330	
Disposal Fees		822	
Custodial Supplies		1,597	
Drugs and Medical Supplies		1,142	
Electricity		6,118	
Equipment and Machinery Parts		1,341	
Food Supplies		1,000	
Gasoline		8,717	
Office Supplies		430	
Tires and Tubes		400	
Water and Sewer		451	
Other Supplies and Materials		3,686	
Motor Vehicles		3,600	
Other Equipment		1,926	
Total Rabies and Animal Control			\$ 143,440

Ambulance/Emergency Medical Services

Assistant(s)	\$	20,920
Supervisor/Director		46,103
Mechanic(s)		28,084
Clerical Personnel		77,663
Attendants		834,584
Part-time Personnel		61,844
Overtime Pay		716,414
Social Security		105,957
State Retirement		176,828
Life Insurance		1,783
Medical Insurance		396,423
Unemployment Compensation		3,561
Employer Medicare		24,781
Communication		5,709
Data Processing Services		5,400
Dues and Memberships		530

(Continued)

Exhibit J-7

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

General Fund (Cont.)

Public Health and Welfare (Cont.)

Ambulance/Emergency Medical Services (Cont.)

Licenses	\$	1,451	
Maintenance and Repair Services - Buildings		200	
Maintenance and Repair Services - Equipment		1,416	
Maintenance and Repair Services - Vehicles		2,840	
Pest Control		320	
Postal Charges		8,534	
Printing, Stationery, and Forms		2,582	
Rentals		3,307	
Travel		1,299	
Tuition		14,438	
Disposal Fees		1,415	
Other Contracted Services		234	
Custodial Supplies		2,989	
Diesel Fuel		102,352	
Drugs and Medical Supplies		82,361	
Electricity		7,209	
Equipment and Machinery Parts		13,951	
Garage Supplies		6,250	
Gasoline		5,957	
Natural Gas		3,993	
Office Supplies		3,478	
Tires and Tubes		6,466	
Uniforms		17,419	
Water and Sewer		1,195	
Other Supplies and Materials		730	
Refunds		43,984	
Other Charges		1,492	
Building Improvements		1,059	
Communication Equipment		2,959	
Data Processing Equipment		2,912	
Furniture and Fixtures		2,851	
Office Equipment		501	
Health Equipment		37,955	
Other Equipment		3,036	
Total Ambulance/Emergency Medical Services			\$ 2,895,719

Dental Health Program

Medical Personnel	\$	9,644
Social Security		598
Unemployment Compensation		38

(Continued)

Exhibit J-7

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

General Fund (Cont.)

Public Health and Welfare (Cont.)

Dental Health Program (Cont.)

Employer Medicare	\$	140	
Travel		300	
Drugs and Medical Supplies		1,498	
Total Dental Health Program			\$ 12,218

Alcohol and Drug Programs

Other Charges	\$	10,626	
Total Alcohol and Drug Programs			10,626

Other Local Health Services

Medical Personnel	\$	77,437	
Part-time Personnel		10,216	
Other Salaries and Wages		112,282	
Social Security		11,779	
State Retirement		18,713	
Life Insurance		283	
Medical Insurance		57,315	
Unemployment Compensation		560	
Employer Medicare		2,754	
Travel		4,815	
Other Supplies and Materials		578	
Total Other Local Health Services			296,732

Waste Pickup

Other Salaries and Wages	\$	26,706	
Social Security		1,590	
State Retirement		2,775	
Life Insurance		41	
Medical Insurance		9,277	
Unemployment Compensation		56	
Employer Medicare		372	
Contributions		11,800	
Total Waste Pickup			52,617

Other Waste Collection

Other Contracted Services	\$	55,000	
Total Other Waste Collection			55,000

(Continued)

Exhibit J-7

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

General Fund (Cont.)

Social, Cultural, and Recreational Services

Libraries

Contributions	\$ 87,000	
Office Equipment	1,480	
Total Libraries		\$ 88,480

Agriculture and Natural Resources

Agriculture Extension Service

Salary Supplements	\$ 59,067	
Part-time Personnel	8,120	
Social Security	4,745	
State Retirement	3,541	
Unemployment Compensation	57	
Employer Medicare	170	
Other Fringe Benefits	4,123	
Communication	2,465	
Dues and Memberships	240	
Operating Lease Payments	1,197	
Travel	590	
Data Processing Equipment	4,222	
Total Agriculture Extension Service		88,537

Forest Service

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

Soil Conservation

Paraprofessionals	\$ 22,759	
Secretary(ies)	24,916	
Overtime Pay	178	
Social Security	2,827	
State Retirement	4,929	
Life Insurance	62	
Medical Insurance	10,791	
Unemployment Compensation	112	
Employer Medicare	661	
Contributions	490	
Dues and Memberships	1,200	
Postal Charges	300	
Total Soil Conservation		69,225

(Continued)

Exhibit J-7

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

General Fund (Cont.)

Agriculture and Natural Resources (Cont.)

Other Agriculture and Natural Resources

Other Equipment	\$ 1,725	
Total Other Agriculture and Natural Resources		\$ 1,725

Other Operations

Tourism

Contributions	\$ 93,356	
Total Tourism		93,356

Industrial Development

Contributions	\$ 93,356	
Total Industrial Development		93,356

Airport

Contributions	\$ 32,000	
Total Airport		32,000

Veterans' Services

Supervisor/Director	\$ 32,865	
Clerical Personnel	25,507	
Social Security	3,407	
State Retirement	6,065	
Life Insurance	62	
Medical Insurance	15,986	
Unemployment Compensation	112	
Employer Medicare	797	
Communication	905	
Postal Charges	615	
Printing, Stationery, and Forms	36	
Rentals	5,141	
Office Supplies	287	
Total Veterans' Services		91,785

Other Charges

Dues and Memberships	\$ 5,955	
Total Other Charges		5,955

Contributions to Other Agencies

Contributions	\$ 378,128	
Rentals	6,000	
Other Contracted Services	15,789	

(Continued)

Exhibit J-7

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

General Fund (Cont.)

Other Operations (Cont.)

Contributions to Other Agencies (Cont.)

Other Charges	\$ 49	
Total Contributions to Other Agencies		\$ 399,966

Miscellaneous

Dues and Memberships	\$ 22,000	
Other Contracted Services	5,920	
Trustee's Commission	161,786	
Other Charges	12,569	
Total Miscellaneous		<u>202,275</u>

Total General Fund \$ 18,940,042

Solid Waste/Sanitation Fund

Public Health and Welfare

Sanitation Management

Assistant(s)	\$ 27,645
Supervisor/Director	34,640
Social Security	3,729
State Retirement	6,471
Life Insurance	83
Medical Insurance	15,896
Unemployment Compensation	112
Employer Medicare	872
Communication	6,358
Contracts with Other Public Agencies	696,911
Maintenance and Repair Services - Equipment	152
Maintenance and Repair Services - Vehicles	338
Postal Charges	845
Printing, Stationery, and Forms	400
Rentals	731
Tuition	100
Other Contracted Services	916
Custodial Supplies	314
Diesel Fuel	106,427
Electricity	9,466
Equipment and Machinery Parts	9,539
Garage Supplies	6,233
Gasoline	4,663
Lubricants	4,031
Office Supplies	590

(Continued)

Exhibit J-7

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

Solid Waste/Sanitation Fund (Cont.)

Public Health and Welfare (Cont.)

Sanitation Management (Cont.)

Small Tools	\$	206	
Tires and Tubes		13,070	
Uniforms		3,977	
Water and Sewer		327	
Other Supplies and Materials		2,363	
Trustee's Commission		16,552	
Other Equipment		14,481	
Total Sanitation Management			\$ 988,438

Waste Pickup

Mechanic(s)	\$	81,223	
Truck Drivers		168,713	
Part-time Personnel		7,597	
Overtime Pay		9,624	
Social Security		15,859	
State Retirement		26,968	
Life Insurance		401	
Medical Insurance		86,767	
Unemployment Compensation		746	
Employer Medicare		3,709	
Solid Waste Equipment		30,856	
Total Waste Pickup			432,463

Convenience Centers

Attendants	\$	283,982	
Overtime Pay		3	
Social Security		16,296	
Unemployment Compensation		2,220	
Employer Medicare		4,113	
Communication		3,269	
Rentals		140	
Disposal Fees		1,040	
Other Contracted Services		6,523	
Crushed Stone		3,787	
Custodial Supplies		1,273	
Electricity		9,942	
Water and Sewer		2,690	
Other Supplies and Materials		4,144	
Other Charges		1,359	
Building Purchases		1,621	

(Continued)

Exhibit J-7

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

Solid Waste/Sanitation Fund (Cont.)

Public Health and Welfare (Cont.)

Convenience Centers (Cont.)

Solid Waste Equipment	\$ 70,414	
Total Convenience Centers		\$ 412,816

Transfer Stations

Part-time Personnel	\$ 4,775	
Social Security	296	
State Retirement	328	
Unemployment Compensation	38	
Employer Medicare	69	
Disposal Fees	17,743	
Total Transfer Stations		23,249

Other Waste Disposal

Other Equipment	\$ 13,827	
Total Other Waste Disposal		13,827

Total Solid Waste/Sanitation Fund		\$ 1,870,793
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Special Purpose Fund

General Government

Risk Management

Consultants	\$ 18,756	
Fiscal Agent Charges	2,100	
Legal Services	2,529	
Other Contracted Services	22,404	
Boiler Insurance	21,282	
Building and Contents Insurance	145,753	
Liability Insurance	151,958	
Trustee's Commission	15,860	
Workers' Compensation Insurance	124,658	
Liability Claims	621,491	
Other Self-Insured Claims	153,661	
Total Risk Management		\$ 1,280,452

Total Special Purpose Fund		1,280,452
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Drug Control Fund

Public Safety

Sheriff's Department

Communication	\$ 2,611	
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(Continued)

Exhibit J-7

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

Drug Control Fund (Cont.)

Public Safety (Cont.)

Sheriff's Department (Cont.)

Maintenance and Repair Services - Buildings	\$	290	
Travel		1,443	
Other Contracted Services		4,452	
Electricity		1,846	
Law Enforcement Supplies		603	
Water and Sewer		149	
Other Supplies and Materials		390	
Trustee's Commission		25	
Other Charges		450	
Furniture and Fixtures		170	
Heating and Air Conditioning Equipment		5,900	
Law Enforcement Equipment		17,454	
Total Sheriff's Department			\$ 35,783

Total Drug Control Fund \$ 35,783

District Attorney General Fund

Administration of Justice

District Attorney General

Communication	\$	433	
Dues and Memberships		645	
Travel		14,572	
Tuition		4,155	
Other Contracted Services		6,751	
Office Supplies		846	
Furniture and Fixtures		9,953	
Office Equipment		2,420	
Total District Attorney General			\$ 39,775

Total District Attorney General Fund 39,775

Constitutional Officers - Fees Fund

Administration of Justice

Circuit Court

Constitutional Officers' Operating Expenses	\$	32	
Total Circuit Court			\$ 32

Chancery Court

Special Commissioner Fees/Special Master Fees	\$	15,367	
Total Chancery Court			15,367

Total Constitutional Officers - Fees Fund 15,399

(Continued)

Exhibit J-7

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

Highway/Public Works Fund

Highways

Administration

County Official/Administrative Officer	\$	72,845	
Accountants/Bookkeepers		46,794	
Part-time Personnel		1,624	
Overtime Pay		756	
Other Salaries and Wages		58,134	
Social Security		10,636	
State Retirement		18,465	
Life Insurance		214	
Medical Insurance		56,215	
Unemployment Compensation		100	
Employer Medicare		2,487	
Dues and Memberships		3,603	
Maintenance and Repair Services - Office Equipment		462	
Postal Charges		337	
Travel		680	
Other Contracted Services		32	
Office Supplies		1,613	
Other Charges		1,120	
Data Processing Equipment		149	
Furniture and Fixtures		45	
Total Administration			\$ 276,311

Highway and Bridge Maintenance

Assistant(s)	\$	37,342
Foremen		120,888
Equipment Operators - Heavy		418,753
Equipment Operators - Light		117,271
Truck Drivers		353,138
Laborers		243,006
Part-time Personnel		14,301
Overtime Pay		31,600
Social Security		77,847
State Retirement		136,953
Life Insurance		2,161
Medical Insurance		497,994
Unemployment Compensation		3,241
Employer Medicare		18,206
Engineering Services		56,238
Licenses		580
Tuition		700

(Continued)

Exhibit J-7

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

Highway/Public Works Fund (Cont.)

Highways (Cont.)

Highway and Bridge Maintenance (Cont.)

Other Contracted Services	\$ 44,530	
Asphalt	271,066	
Concrete	25,852	
Crushed Stone	150,166	
Explosives and Drilling Supplies	912	
General Construction Materials	105,994	
Pipe - Metal	26,396	
Road Signs	6,296	
Salt	9,532	
Other Charges	158	
Bridge Construction	438,768	
Highway Construction	398,829	
Total Highway and Bridge Maintenance	\$ 3,608,718	

Operation and Maintenance of Equipment

Supervisor/Director	\$ 29,364	
Mechanic(s)	126,723	
Laborers	49,927	
Overtime Pay	4,961	
Social Security	12,500	
State Retirement	21,920	
Life Insurance	261	
Medical Insurance	55,770	
Unemployment Compensation	448	
Employer Medicare	2,923	
Licenses	34	
Maintenance and Repair Services - Equipment	2,341	
Maintenance and Repair Services - Vehicles	17,348	
Custodial Supplies	1,326	
Diesel Fuel	168,681	
Equipment and Machinery Parts	135,349	
Garage Supplies	32,406	
Gasoline	99,374	
Lubricants	9,804	
Small Tools	1,228	
Tires and Tubes	32,787	
Other Charges	1,094	
Total Operation and Maintenance of Equipment	806,569	

(Continued)

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

Highway/Public Works Fund (Cont.)

Highways (Cont.)

Other Charges

Communication	\$ 7,313	
Other Contracted Services	839	
Electricity	10,886	
Natural Gas	1,045	
Water and Sewer	657	
Premiums on Corporate Surety Bonds	710	
Trustee's Commission	65,512	
Other Charges	1,938	
Total Other Charges		\$ 88,900

Capital Outlay

Heating and Air Conditioning Equipment	\$ 3,500	
Highway Equipment	214,319	
Motor Vehicles	15,000	
Total Capital Outlay		232,819

Total Highway/Public Works Fund \$ 5,013,317

General Debt Service Fund

Principal on Debt

Highways and Streets

Principal on Other Loans	\$ 705,000	
Total Highways and Streets		\$ 705,000

Interest on Debt

General Government

Interest on Other Loans	\$ 136,847	
Total General Government		136,847

Highways and Streets

Interest on Other Loans	\$ 498,224	
Total Highways and Streets		498,224

Other Debt Service

General Government

Trustee's Commission	\$ 17,395	
Other Charges	2,979	
Total General Government		20,374

Total General Debt Service Fund 1,360,445

(Continued)

Exhibit J-7

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

Education Debt Service Fund

Principal on Debt

Education

Principal on Bonds	\$ 1,310,000	
Principal on Notes	662,311	
Total Education	<u>1,972,311</u>	\$ 1,972,311

Interest on Debt

Education

Interest on Bonds	\$ 1,073,644	
Interest on Notes	19,566	
Total Education	<u>1,093,210</u>	1,093,210

Other Debt Service

Education

Trustee's Commission	\$ 48,968	
Other Charges	3,820	
Total Education	<u>52,788</u>	<u>52,788</u>

Total Education Debt Service Fund \$ 3,118,309

General Capital Projects Fund

Capital Projects

General Administration Projects

Architects	\$ 2,825	
Permits	1,231	
Other Contracted Services	45,500	
General Construction Materials	79,722	
Water and Sewer	29	
Building Construction	435,018	
Other Equipment	4,700	
Total General Administration Projects	<u>569,025</u>	\$ 569,025

Public Safety Projects

Architects	\$ 7,201	
General Construction Materials	319	
Other Supplies and Materials	9,238	
Other Equipment	26,638	
Total Public Safety Projects	<u>43,396</u>	43,396

Public Health and Welfare Projects

Architects	\$ 4,860	
Other Contracted Services	16,250	

(Continued)

Exhibit J-7

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

General Capital Projects Fund (Cont.)

Capital Projects (Cont.)

Public Health and Welfare Projects (Cont.)

Building Improvements	\$ 521,678	
Total Public Health and Welfare Projects		\$ 542,788

Other General Government Projects

Architects	\$ 5,157	
Total Other General Government Projects		5,157

Capital Projects - Donated

Capital Projects Donated to School Department

Contributions	\$ 708,506	
Total Capital Projects Donated to School Department		<u>708,506</u>

Total General Capital Projects Fund		\$ 1,868,872
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Community Development/Industrial Park Fund

Capital Projects

Public Utility Projects

Consultants	\$ 6,500	
Other Construction	440,137	
Total Public Utility Projects		<u>\$ 446,637</u>

Total Community Development/Industrial Park Fund		446,637
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Other Capital Projects Fund

Capital Projects

Social, Cultural, and Recreation Projects

Contributions	\$ 88,719	
Trustee's Commission	1,179	
Total Social, Cultural, and Recreation Projects		<u>\$ 89,898</u>

Total Other Capital Projects Fund		<u>89,898</u>
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Total Governmental Funds - Primary Government		<u><u>\$ 34,079,722</u></u>
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Exhibit J-8

Greene County, Tennessee
Schedule of Detailed Expenditures -
All Governmental Fund Types
Discretely Presented Greene County School Department
For the Year Ended June 30, 2008

General Purpose School Fund

Instruction

Regular Instruction Program

Teachers	\$ 14,951,802	
Career Ladder Program	181,867	
Career Ladder Extended Contracts	111,451	
Educational Assistants	352,020	
Other Salaries and Wages	147,383	
Certified Substitute Teachers	71,363	
Non-certified Substitute Teachers	123,243	
Social Security	940,431	
State Retirement	995,746	
Life Insurance	5,858	
Medical Insurance	2,134,260	
Dental Insurance	35,000	
Unemployment Compensation	12,004	
Employer Medicare	220,396	
Maintenance and Repair Services - Equipment	15,000	
Other Contracted Services	3,267	
Instructional Supplies and Materials	171,678	
Textbooks	329,192	
Other Supplies and Materials	108,930	
Other Charges	94,694	
Regular Instruction Equipment	186,425	
Total Regular Instruction Program		\$ 21,192,010

Special Education Program

Teachers	\$ 1,785,528
Career Ladder Program	23,994
Homebound Teachers	146,622
Educational Assistants	172,744
Speech Pathologist	210,022
Certified Substitute Teachers	4,186
Non-certified Substitute Teachers	5,446
Social Security	138,412
State Retirement	137,758
Life Insurance	797
Medical Insurance	289,750
Dental Insurance	5,500
Unemployment Compensation	2,030
Employer Medicare	32,372
Contracts with Private Agencies	14,982

(Continued)

Exhibit J-8

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

General Purpose School Fund (Cont.)

Instruction (Cont.)

Special Education Program (Cont.)

Maintenance and Repair Services - Equipment	\$	803	
Other Contracted Services		19,929	
Instructional Supplies and Materials		75,002	
Other Supplies and Materials		5,918	
Special Education Equipment		14,021	
Total Special Education Program			\$ 3,085,816

Vocational Education Program

Teachers	\$	854,677	
Career Ladder Program		12,690	
Certified Substitute Teachers		1,248	
Non-certified Substitute Teachers		6,386	
Social Security		51,564	
State Retirement		54,124	
Life Insurance		275	
Medical Insurance		123,792	
Dental Insurance		1,500	
Unemployment Compensation		524	
Employer Medicare		12,059	
Contracts with Other School Systems		243,680	
Maintenance and Repair Services - Equipment		2,810	
Instructional Supplies and Materials		28,141	
Other Supplies and Materials		1,000	
Other Charges		2,329	
Vocational Instruction Equipment		32,984	
Total Vocational Education Program			1,429,783

Support Services

Attendance

Supervisor/Director	\$	40,925	
Career Ladder Program		3,000	
Clerical Personnel		25,800	
Other Salaries and Wages		40,554	
Social Security		6,787	
State Retirement		8,041	
Life Insurance		25	
Medical Insurance		10,115	
Dental Insurance		300	
Unemployment Compensation		80	

(Continued)

Exhibit J-8

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

General Purpose School Fund (Cont.)

Support Services (Cont.)

Attendance (Cont.)

Employer Medicare	\$	1,587	
Travel		466	
Other Contracted Services		3,208	
Other Supplies and Materials		57	
Other Charges		29	
Total Attendance			\$ 140,974

Health Services

Medical Personnel	\$	170,296	
Social Security		10,329	
State Retirement		12,599	
Life Insurance		89	
Medical Insurance		35,544	
Dental Insurance		450	
Unemployment Compensation		168	
Employer Medicare		2,415	
Travel		5,236	
Other Contracted Services		9,100	
Drugs and Medical Supplies		7,490	
Other Supplies and Materials		38,280	
Other Charges		1,444	
Health Equipment		17,606	
Total Health Services			311,046

Other Student Support

Career Ladder Program	\$	5,000	
Guidance Personnel		627,268	
Attendants		161,472	
School Resource Officer		94,046	
Social Security		53,763	
State Retirement		61,512	
Life Insurance		436	
Medical Insurance		155,486	
Dental Insurance		2,100	
Unemployment Compensation		936	
Employer Medicare		12,573	
Evaluation and Testing		9,263	
Travel		1,266	
Other Contracted Services		15,000	
Total Other Student Support			1,200,121

(Continued)

Exhibit J-8

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

General Purpose School Fund (Cont.)

Support Services (Cont.)

Regular Instruction Program

Supervisor/Director	\$	171,081	
Career Ladder Program		23,600	
Librarians		691,146	
Education Media Personnel		445,158	
Instructional Computer Personnel		58,051	
Secretary(ies)		23,920	
Clerical Personnel		30,214	
Educational Assistants		34,141	
Other Salaries and Wages		34,403	
Social Security		88,612	
State Retirement		94,836	
Life Insurance		476	
Medical Insurance		152,853	
Dental Insurance		3,000	
Unemployment Compensation		961	
Employer Medicare		21,225	
Maintenance and Repair Services - Equipment		784	
Travel		11,512	
Other Contracted Services		79,916	
Instructional Supplies and Materials		1,658	
Library Books/Media		58,096	
Other Supplies and Materials		8,260	
In Service/Staff Development		47,254	
Other Charges		1,246	
Other Equipment		1,720	
Total Regular Instruction Program			\$ 2,084,123

Special Education Program

Supervisor/Director	\$	72,480
Career Ladder Program		4,273
Psychological Personnel		62,402
Assessment Personnel		17,902
Secretary(ies)		29,994
Other Salaries and Wages		30,799
Social Security		13,005
State Retirement		15,563
Life Insurance		72
Medical Insurance		28,278
Dental Insurance		750

(Continued)

Exhibit J-8

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

General Purpose School Fund (Cont.)

Support Services (Cont.)

Special Education Program (Cont.)

Unemployment Compensation	\$	125	
Employer Medicare		3,041	
Travel		7,998	
Other Contracted Services		10,011	
Other Supplies and Materials		11,034	
In Service/Staff Development		2,481	
Other Charges		3,262	
Total Special Education Program			\$ 313,470

Vocational Education Program

Supervisor/Director	\$	69,843	
Career Ladder Program		3,000	
Social Security		4,104	
State Retirement		4,545	
Life Insurance		14	
Medical Insurance		8,099	
Dental Insurance		141	
Unemployment Compensation		27	
Employer Medicare		960	
Travel		5,688	
Total Vocational Education Program			96,421

Other Programs

On-Behalf Payments to OPEB	\$	356,827	
Total Other Programs			356,827

Board of Education

Secretary to Board	\$	4,000	
Other Salaries and Wages		174,590	
Board and Committee Members Fees		13,100	
In-Service Training		640	
Social Security		11,871	
State Retirement		415	
Life Insurance		1,981	
Medical Insurance		409,000	
Unemployment Compensation		304	
Employer Medicare		2,776	
Audit Services		15,000	
Dues and Memberships		6,695	

(Continued)

Exhibit J-8

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

General Purpose School Fund (Cont.)

Support Services (Cont.)

Board of Education (Cont.)

Legal Services	\$	1,725	
Travel		11,877	
Other Contracted Services		2,500	
Trustee's Commission		218,650	
Criminal Investigation of Applicants - TBI		8,980	
Refund to Applicant for Criminal Investigation		1,100	
Other Charges		9,139	
Total Board of Education			\$ 894,343

Director of Schools

County Official/Administrative Officer	\$	97,515	
Assistant(s)		41,525	
Clerical Personnel		31,782	
Social Security		10,574	
State Retirement		11,890	
Life Insurance		43	
Medical Insurance		15,172	
Dental Insurance		450	
Unemployment Compensation		53	
Employer Medicare		2,473	
Communication		15,892	
Dues and Memberships		1,965	
Postal Charges		6,394	
Travel		405	
Other Contracted Services		8,499	
Office Supplies		5,213	
Other Charges		1,030	
Administration Equipment		3,020	
Total Director of Schools			253,895

Office of the Principal

Principals	\$	1,023,688	
Career Ladder Program		27,995	
Assistant Principals		405,568	
Secretary(ies)		593,331	
Other Salaries and Wages		63,992	
Social Security		126,469	
State Retirement		156,567	
Life Insurance		849	

(Continued)

Exhibit J-8

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

General Purpose School Fund (Cont.)

Support Services (Cont.)

Office of the Principal (Cont.)

Medical Insurance	\$	301,442	
Dental Insurance		4,650	
Unemployment Compensation		1,564	
Employer Medicare		29,577	
Communication		13,512	
Dues and Memberships		7,800	
Travel		4,778	
Other Contracted Services		69,875	
Other Supplies and Materials		1,254	
Other Charges		2,300	
Administration Equipment		1,813	
Total Office of the Principal			\$ 2,837,024

Fiscal Services

Supervisor/Director	\$	50,606	
Clerical Personnel		95,888	
Social Security		8,796	
State Retirement		15,221	
Life Insurance		58	
Medical Insurance		20,229	
Dental Insurance		600	
Unemployment Compensation		104	
Employer Medicare		2,057	
Dues and Memberships		135	
Travel		1,864	
Other Contracted Services		3,439	
Data Processing Supplies		4,894	
Office Supplies		700	
Other Supplies and Materials		1,500	
Other Charges		500	
Administration Equipment		149,922	
Total Fiscal Services			356,513

Operation of Plant

Supervisor/Director	\$	36,419
Custodial Personnel		817,709
Other Salaries and Wages		58,257
Social Security		55,348
State Retirement		91,665

(Continued)

Exhibit J-8

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

General Purpose School Fund (Cont.)

Support Services (Cont.)

Operation of Plant (Cont.)

Life Insurance	\$	517	
Medical Insurance		177,789	
Dental Insurance		2,892	
Unemployment Compensation		1,333	
Employer Medicare		12,944	
Maintenance and Repair Services - Equipment		7,416	
Other Contracted Services		46,434	
Custodial Supplies		111,321	
Electricity		1,184,384	
Natural Gas		182,276	
Water and Sewer		131,432	
Other Supplies and Materials		364	
Plant Operation Equipment		19,473	
Total Operation of Plant			\$ 2,937,973

Maintenance of Plant

Supervisor/Director	\$	38,688	
Maintenance Personnel		271,413	
Social Security		18,606	
State Retirement		32,219	
Life Insurance		158	
Medical Insurance		55,556	
Dental Insurance		851	
Unemployment Compensation		292	
Employer Medicare		4,352	
Laundry Service		3,615	
Maintenance and Repair Services - Buildings		167,681	
Maintenance and Repair Services - Equipment		35,414	
Travel		300	
Other Contracted Services		31,376	
Equipment and Machinery Parts		11,075	
Other Supplies and Materials		26,162	
Other Charges		10,187	
Maintenance Equipment		18,290	
Total Maintenance of Plant			726,235

Transportation

Supervisor/Director	\$	24,044
Mechanic(s)		153,114

(Continued)

Exhibit J-8

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

General Purpose School Fund (Cont.)

Support Services (Cont.)

Transportation (Cont.)

Bus Drivers	\$	869,343	
Other Salaries and Wages		83,970	
Social Security		68,871	
State Retirement		116,086	
Life Insurance		1,149	
Medical Insurance		303,847	
Dental Insurance		5,075	
Unemployment Compensation		2,148	
Employer Medicare		16,106	
Laundry Service		3,393	
Maintenance and Repair Services - Vehicles		5,000	
Medical and Dental Services		8,951	
Travel		2,000	
Other Contracted Services		439	
Diesel Fuel		409,891	
Garage Supplies		2,498	
Gasoline		50,000	
Lubricants		10,717	
Tires and Tubes		45,000	
Vehicle Parts		105,825	
Other Supplies and Materials		6,925	
Other Charges		9,758	
Transportation Equipment		9,820	
Total Transportation			\$ 2,313,970

Central and Other

Other Salaries and Wages	\$	24,440	
Social Security		1,516	
State Retirement		2,539	
Life Insurance		15	
Medical Insurance		5,256	
Dental Insurance		150	
Unemployment Compensation		27	
Employer Medicare		354	
Travel		375	
Office Supplies		152	
Total Central and Other			34,824

(Continued)

Exhibit J-8

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

General Purpose School Fund (Cont.)

Operation of Non-Instructional Services

Community Services

Supervisor/Director	\$	30,600	
Other Salaries and Wages		82,694	
Social Security		6,988	
State Retirement		3,200	
Life Insurance		15	
Unemployment Compensation		262	
Employer Medicare		1,633	
Travel		3,669	
Food Supplies		12,708	
Other Supplies and Materials		846	
Other Charges		8,273	
Total Community Services			\$ 150,888

Early Childhood Education

Teachers	\$	472,968	
Educational Assistants		65,223	
Certified Substitute Teachers		156	
Non-certified Substitute Teachers		353	
Social Security		31,964	
State Retirement		35,490	
Life Insurance		275	
Medical Insurance		88,035	
Dental Insurance		1,002	
Unemployment Compensation		540	
Employer Medicare		7,475	
Communication		5,598	
Contracts with Other Public Agencies		130,745	
Maintenance and Repair Services - Equipment		858	
Travel		270	
Instructional Supplies and Materials		86,532	
In Service/Staff Development		1,286	
Other Charges		65,000	
Regular Instruction Equipment		40,875	
Total Early Childhood Education			1,034,645

Capital Outlay

Regular Capital Outlay

Architects	\$	18,125	
Building Improvements		784,691	
Total Regular Capital Outlay			802,816

Total General Purpose School Fund \$ 42,553,717

(Continued)

Exhibit J-8

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

School Federal Projects Fund

Instruction

Regular Instruction Program

Teachers	\$ 1,076,235	
Educational Assistants	36,489	
Certified Substitute Teachers	1,274	
Non-certified Substitute Teachers	3,635	
Social Security	66,376	
State Retirement	69,777	
Life Insurance	393	
Medical Insurance	146,959	
Dental Insurance	2,012	
Unemployment Compensation	469	
Employer Medicare	15,624	
Instructional Supplies and Materials	81,886	
Other Charges	8,320	
Regular Instruction Equipment	78,349	
Total Regular Instruction Program		\$ 1,587,798

Alternative Instruction Program

Teachers	\$ 70,510	
Social Security	4,372	
State Retirement	4,400	
Life Insurance	29	
Medical Insurance	13,108	
Dental Insurance	250	
Unemployment Compensation	54	
Employer Medicare	1,022	
Total Alternative Instruction Program		93,745

Special Education Program

Teachers	\$ 45,739
Educational Assistants	949,414
Other Salaries and Wages	151,659
Social Security	67,581
State Retirement	82,862
Life Insurance	807
Medical Insurance	281,803
Dental Insurance	5,089
Unemployment Compensation	1,313
Employer Medicare	15,818
Contracts with Private Agencies	25,768

(Continued)

Exhibit J-8

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

School Federal Projects Fund (Cont.)

Instruction (Cont.)

Special Education Program (Cont.)

Maintenance and Repair Services - Equipment	\$	18,393	
Other Contracted Services		70,112	
Instructional Supplies and Materials		57,031	
Other Supplies and Materials		20,154	
Special Education Equipment		56,280	
Total Special Education Program			\$ 1,849,823

Vocational Education Program

Contracts with Other School Systems	\$	101,502	
Instructional Supplies and Materials		10,375	
Vocational Instruction Equipment		15,000	
Total Vocational Education Program			126,877

Support Services

Other Student Support

Other Salaries and Wages	\$	27,107	
Social Security		1,681	
State Retirement		1,383	
Life Insurance		2	
Medical Insurance		796	
Dental Insurance		150	
Unemployment Compensation		14	
Employer Medicare		393	
Travel		1,723	
Instructional Supplies and Materials		18,740	
Other Supplies and Materials		486	
In Service/Staff Development		6,370	
Other Charges		691	
Total Other Student Support			59,536

Regular Instruction Program

Supervisor/Director	\$	41,225	
Secretary(ies)		13,000	
Social Security		3,362	
State Retirement		3,925	
Life Insurance		15	
Medical Insurance		5,327	
Unemployment Compensation		787	
Consultants		11,000	

(Continued)

Exhibit J-8

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

School Federal Projects Fund (Cont.)

Support Services (Cont.)

Regular Instruction Program (Cont.)

Travel	\$	31,612	
Other Contracted Services		11,000	
In Service/Staff Development		37,128	
Other Charges		8,211	
Total Regular Instruction Program			\$ 166,592

Special Education Program

Other Salaries and Wages	\$	35,547	
Social Security		2,204	
State Retirement		2,218	
Life Insurance		14	
Dental Insurance		150	
Unemployment Compensation		14	
Employer Medicare		515	
Maintenance and Repair Services - Equipment		680	
Travel		26,677	
Other Supplies and Materials		4,299	
In Service/Staff Development		21,706	
Total Special Education Program			<u>94,024</u>

Total School Federal Projects Fund \$ 3,978,395

Central Cafeteria Fund

Operation of Non-Instructional Services

Food Service

Supervisor/Director	\$	38,360	
Accountants/Bookkeepers		349,337	
Clerical Personnel		22,837	
Cafeteria Personnel		823,778	
Part-time Personnel		46,077	
Other Salaries and Wages		4,142	
Social Security		77,237	
State Retirement		124,770	
Life Insurance		1,260	
Medical Insurance		336,221	
Dental Insurance		9,817	
Unemployment Compensation		2,683	
Employer Medicare		18,064	
Communication		3,022	

(Continued)

Exhibit J-8

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

Central Cafeteria Fund (Cont.)

Operation of Non-Instructional Services (Cont.)

Food Service (Cont.)

Maintenance and Repair Services - Equipment	\$	47,126	
Travel		6,543	
Other Contracted Services		165,395	
Food Supplies		1,474,372	
Office Supplies		10,000	
Uniforms		9,500	
Other Supplies and Materials		213,998	
Trustee's Commission		43	
In Service/Staff Development		4,236	
Other Charges		49,241	
Food Service Equipment		44,817	
Total Food Service			<u>\$ 3,882,876</u>

Total Central Cafeteria Fund \$ 3,882,876

Education Capital Projects Fund

Capital Projects

Education Capital Projects

Architects	\$	108,461	
Building Construction		932,411	
Transportation Equipment		139,900	
Total Education Capital Projects			<u>\$ 1,180,772</u>

Total Education Capital Projects Fund 1,180,772

Total Governmental Funds - Greene County School Department \$ 51,595,760

Exhibit J-9

Greene County, Tennessee
Schedule of Detailed Receipts, Disbursements, and Changes
in Cash Balances - City Agency Funds
For the Year Ended June 30, 2008

	Cities - Sales Tax Fund	City School ADA- Greenville Fund	Total
<u>Cash Receipts</u>			
Current Property Taxes	\$ 0	\$ 2,093,302	\$ 2,093,302
Trustee's Collections - Prior Years	0	86,121	86,121
Circuit/Clerk and Master Collections - Prior Years	0	22,653	22,653
Interest and Penalty	0	19,623	19,623
Pickup Taxes	0	463	463
Payments in-Lieu-of Taxes - Local Utilities	0	79,884	79,884
Payments in-Lieu-of Taxes - Other	0	236,201	236,201
Local Option Sales Tax	6,983,673	2,258,728	9,242,401
Bank Excise Tax	0	20,232	20,232
Interstate Telecommunications Tax	0	2,452	2,452
Other Statutory Local Taxes	0	225	225
Marriage Licenses	0	1,083	1,083
Total Cash Receipts	<u>\$ 6,983,673</u>	<u>\$ 4,820,967</u>	<u>\$ 11,804,640</u>
<u>Cash Disbursements</u>			
Remittance of Revenues Collected	\$ 6,913,836	\$ 4,750,734	\$ 11,664,570
Trustee's Commission	69,837	70,233	140,070
Total Cash Disbursements	<u>\$ 6,983,673</u>	<u>\$ 4,820,967</u>	<u>\$ 11,804,640</u>
Excess of Cash Receipts Over (Under)			
Cash Disbursements	\$ 0	\$ 0	\$ 0
Cash Balance, July 1, 2007	<u>0</u>	<u>0</u>	<u>0</u>
Cash Balance, June 30, 2008	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>

STATISTICAL SECTION

This part of Greene County's comprehensive annual financial report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the government's overall financial health.

	Table	Page(s)
Financial Trends:		
These schedules contain trend information to help the reader understand how the government's financial performance and well-being have changed over time.	1-7	227-236
Revenue Capacity:		
These schedules contain information to help the reader assess the government's most significant local revenue source, the property tax.	8-11	237-240
Debt Capacity:		
These schedules present information to help the reader assess the affordability of the government's current levels of outstanding debt and the government's ability to issue additional debt in the future.	12-16	241-245
Demographic and Economic Information:		
These schedules offer demographic and economic indicators to help the reader understand the environment within which the government's financial activities take place.	17-18	246-247
Operating Information:		
These schedules contain service and infrastructure data to help the reader understand how the information in the government's financial report relates to the services the government provides and the activities it performs.	19-21	248-260

Sources: Unless otherwise noted, the information in these schedules is derived from the comprehensive annual financial reports for the relevant year.

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Table 1

**Greene County, Tennessee
General Government and Discretely Presented Greene County School Department
Net Assets by Component
Last Six Fiscal Years
(accrual basis of accounting)**

	Fiscal Year Ending					
	2003	2004	2005	2006	2007	2008
Primary government						
Governmental activities						
Invested in capital assets, net of related debt	\$ 22,551,008	\$ 24,078,399	\$ 24,355,434	\$ 24,126,291	\$ 24,792,843	\$ 26,256,870
Restricted	4,063,100	4,761,323	4,381,570	5,398,025	5,397,647	5,675,660
Unrestricted	(24,626,471)	(22,351,499)	(19,972,716)	(17,895,591)	(15,260,530)	(14,737,879)
Total primary government's governmental activities net assets	<u>\$ 1,987,637</u>	<u>\$ 6,488,223</u>	<u>\$ 8,764,288</u>	<u>\$ 11,628,725</u>	<u>\$ 14,929,960</u>	<u>\$ 17,194,651</u>
Discretely presented Greene County School Department						
Governmental activities						
Invested in capital assets	\$ 0	\$ 34,918,876	\$ 36,216,673	\$ 35,508,687	\$ 34,362,283	\$ 34,094,766
Restricted	0	3,558,667	2,199,034	1,343,905	1,328,812	2,287,923
Unrestricted	0	2,317,969	2,892,082	3,289,720	3,704,966	2,412,974
Total discretely presented Greene County School Department's governmental activities net assets	<u>\$ 0</u>	<u>\$ 40,795,512</u>	<u>\$ 41,307,789</u>	<u>\$ 40,142,312</u>	<u>\$ 39,396,061</u>	<u>\$ 38,795,663</u>

Note(s): The primary government implemented Governmental Accounting Standards Board Statement No. 34, *Basic Financial Statements - and Management's Discussion and Analysis - for State and Local Governments* for the fiscal year ended June 30, 2003. The discretely presented Greene County School Department implemented the standard as of June 30, 2004.

Table 2

Greene County, Tennessee
General Government and Discretely Presented Greene County School Department
Change in Net Assets (Cont.)
Last Six Fiscal Years
(accrual basis of accounting)

	Fiscal Year Ending					
	2003	2004	2005	2006	2007	2008
	Primary Government	Component Unit	Primary Government	Component Unit	Primary Government	Component Unit
General Revenues and Other						
Changes in Net Assets						
Governmental activities:						
Taxes						
Property taxes ³	\$ 9,073,268	\$ 0	\$ 10,987,560	\$ 4,829,278	\$ 11,604,961	\$ 5,080,168
Sales taxes	1,412,257	0	1,716,845	4,769,150	1,727,994	5,176,376
Franchise taxes	141,784	0	186,610	0	227,169	0
Other taxes	2,710,974	0	3,103,507	7,157	3,350,850	7,625
Unrestricted grants and contributions	888,054	0	1,019,587	25,237,106	1,309,597	27,635,592
Investment earnings	429,643	0	93,709	135,238	270,256	334,711
Gain on sale/disposal of capital assets	172,328	0	180,310	5,845	0	0
Miscellaneous	7,228	0	84,560	47,081	185,856	352,489
Total	\$ 14,835,536	\$ 0	\$ 17,348,055	\$ 35,305,661	\$ 18,156,837	\$ 38,588,549
Change in Net Assets						
Total	\$ 1,491,206	\$ 0	\$ 2,192,012	\$ 512,277	\$ 2,864,437	\$ (746,251)

Note(s): The primary government implemented Governmental Accounting Standards Board Statement No. 34, Basic Financial Statements - and Management's Discussion and Analysis - for State and Local Governments for the fiscal year ended June 30, 2003.

The discretely presented Greene County School Department implemented Governmental Accounting Standards Board Statement No. 34, Basic Financial Statements - and Management's Discussion and Analysis - for State and Local Governments for the fiscal year ended June 30, 2004.

¹ Increase from 2004 to 2005 fiscal year due primarily to first full year of depreciation on new high school and middle schools' renovations, increase in health insurance costs, and cost of living raises.

² The substantial increase from the 2003 fiscal year to the 2004 and 2005 fiscal years was the result of reimbursements from the county and the United States Department of Agriculture for work performed cleaning up flood damage to various streambeds in the county.

³ The increase from the 2003 to the 2004 fiscal year for the primary government is primarily the result of a \$.15 increase in the property tax levy.

⁴ Increase from the 2005 to 2006 fiscal year primarily due to a Community Development Block Grant - water line extension project and a Housing Urban Development - Home Grant.

⁵ Increase due primarily to Home Land Security grants received in the 2006 fiscal year.

Table 3

Greene County, Tennessee
General Government and Discretely Presented Greene County School Department
Governmental Activities Tax Revenues By Source
Last Six Fiscal Years
(accrual basis of accounting)

Fiscal Year Ending	Property Tax ¹	Local			Litigation Tax	Business Tax	Mineral Severance Tax	Wholesale Beer Tax	Interstate Telecommunications Tax	Other		Total
		Option Sales Tax	Franchise Tax	Hotel/Motel Tax						Statutory Local Taxes	Statutory Local Taxes	
Primary government												
2003	\$ 9,073,268	\$ 1,412,257	\$ 141,784	\$ 156,895	\$ 1,146,542	\$ 613,791	\$ 401,659	\$ 158,943	\$ 224,976	\$ 8,168	\$ 0	\$ 13,338,283
2004	10,637,869	1,513,041	156,446	195,405	1,181,810	635,117	459,581	161,986	218,967	7,129	96	15,167,447
2005	10,987,560	1,716,845	186,610	397,571	1,210,542	653,679	442,294	170,415	221,748	7,117	141	15,994,522
2006	11,216,462	1,780,552	192,173	421,133	1,251,212	746,684	478,780	169,236	223,070	6,732	10,065	16,496,099
2007	11,604,961	1,727,994	227,169	428,106	1,253,224	704,200	581,413	147,701	229,751	6,455	0	16,910,974
2008	11,518,432	1,691,505	206,721	389,241	1,280,784	720,766	533,766	137,177	236,866	4,785	0	16,720,043
Component unit												
2004	\$ 4,693,390	\$ 4,471,331	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 7,385	\$ 0	\$ 9,172,106
2005	4,829,278	4,769,150	0	0	0	0	0	0	0	7,157	0	9,605,585
2006	4,862,046	5,057,346	0	0	0	0	0	0	0	8,288	0	9,927,680
2007	5,080,168	5,176,376	0	0	0	0	0	0	0	7,625	0	10,264,169
2008	5,106,301	5,145,946	0	0	0	0	0	0	0	6,023	0	10,258,270

Note(s): The primary government implemented Governmental Accounting Standards Board Statement No. 34, Basic Financial Statements - and Management's Discussion and Analysis - for State and Local Governments for the fiscal year ended June 30, 2003.

The discretely presented Greene County School Department implemented Governmental Accounting Standards Board Statement No. 34, Basic Financial Statements - and Management's Discussion and Analysis - for State and Local Governments for the fiscal year ended June 30, 2004.

¹ The increase in property tax from the 2003 to the 2004 fiscal year for the primary government is primarily the result of a \$.15 increase in the property tax levy.

Table 4

Greene County, Tennessee
 General Government and Discretely Presented Greene County School Department
 Fund Balances of Governmental Funds
 Last Ten Fiscal Years
 (modified accrual basis of accounting)

	Fiscal Year Ending									
	1999	2000	2001	2002	2003	2004	2005	2006	2007	2008
Primary government:										
General Fund	\$ 333,064	\$ 191,631	\$ 225,426	\$ 72,719	\$ 112,868	\$ 334,292	\$ 354,255	\$ 604,458	\$ 227,123	\$ 309,962
Reserved ⁸	1,235,071	2,608,113	2,467,493	2,249,707	1,564,182	2,679,366	2,905,310	4,068,608	6,078,625	5,812,475
Unreserved	\$ 1,568,135	\$ 2,799,744	\$ 2,692,919	\$ 2,322,426	\$ 1,677,050	\$ 3,013,658	\$ 3,259,565	\$ 4,673,066	\$ 6,305,748	\$ 6,122,437
Total General Fund	\$ 354,400	\$ 742,889	\$ 1,324,297	\$ 0	\$ 259,150	\$ 1,081,839	\$ 2,696,326	\$ 1,048,121	\$ 2,049,346	\$ 967,711
All other governmental funds										
Reserved ^{1,2,3,4,10}	1,098,961	1,175,889	662,902	1,157,318	3,193,144	2,862,623	3,761,989	3,743,822	3,598,465	4,315,796
Unreserved, reported in:	1,975,924	1,761,211	2,335,974	2,744,642	3,127,451	2,885,399	2,621,554	2,711,351	2,584,275	2,347,767
Special revenue funds ⁵	2,871,029	1,514,250	(191,208)	96,820	113,000	60,290	510,412	776,190	178,174	523,539
Debt service funds	\$ 6,300,314	\$ 5,194,239	\$ 4,131,965	\$ 3,998,780	\$ 6,692,745	\$ 6,890,151	\$ 9,590,281	\$ 8,279,484	\$ 8,410,260	\$ 8,154,813
Capital projects funds ²										
Total all other governmental funds	\$ 1,854,020	\$ 1,293,468	\$ 2,669,745	\$ 2,761,027	\$ 2,505,908	\$ 91,874	\$ 5,826	\$ 428,628	\$ 478,957	\$ 576,820
General Fund (General Purpose School)	1,835,846	1,397,801	1,427,814	2,022,150	1,988,638	2,139,989	2,643,177	2,649,048	3,118,822	1,760,803
Reserved ^{6,9}	\$ 3,689,866	\$ 2,691,269	\$ 4,097,559	\$ 4,783,177	\$ 4,494,546	\$ 2,231,863	\$ 2,649,003	\$ 3,077,676	\$ 3,597,779	\$ 2,337,623
Unreserved ¹¹										
Total General Fund										

(Continued)

Table 4

**Greene County, Tennessee
General Government and Discretely Presented Greene County School Department
Fund Balances of Governmental Funds
Last Ten Fiscal Years
(modified accrual basis of accounting)**

	Fiscal Year Ending									
	1999	2000	2001	2002	2003	2004	2005	2006	2007	2008
Component unit:										
All other governmental funds										
Reserved ⁷	\$ 781,884	\$ 690,269	\$ 808,238	\$ 15,884,381	\$ 3,352,994	\$ 3,057,454	\$ 1,242,142	\$ 324,468	\$ 249,489	\$ 1,323,091
Unreserved, reported in:										
Special revenue funds ¹¹	554,978	760,919	844,515	837,958	773,140	809,203	834,835	956,739	1,016,218	876,686
Capital projects funds ⁷	(34,136)	3,771	0	2,523,328	1,095,330	(399,864)	134,012	120	7,969	(8,082)
Total all other governmental funds	\$ 1,302,726	\$ 1,454,959	\$ 1,652,753	\$ 19,245,667	\$ 5,221,464	\$ 3,466,793	\$ 2,210,989	\$ 1,281,327	\$ 1,273,676	\$ 2,191,695

Note(s): ¹The significant variance between 1999 and 2000 was the result of reserves for encumbrance in the Highway/Public Works fund related to equipment purchases.

² The variance between 2000 and 2001 was primarily the result of encumbrances related to the courthouse annex renovations and the construction of the workhouse.

³ The variance in the 2004 fiscal year was primarily the result of amounts reserved for encumbrances in the Highway/Public Works Fund for equipment purchases and a streambed repair project.

⁴The variance in 2005 is primarily the result of other loan proceeds reserved for road projects.

⁵ On July 1, 2002, the special purpose fund was reclassified to a special revenue fund from an internal service fund as required by GASB Statement No. 34.

⁶ Decrease in the 2004 fiscal year due to BEP non-classroom reserve expended for a school addition.

⁷Variances due primarily to reserves for encumbrances for school construction and renovation projects.

⁸ Increase from 2005 to 2006 fiscal year primarily the result of an increase in reserves for encumbrances for voting machines.

⁹ Increase in the 2006 fiscal year due to an increase in reserved for encumbrances for outstanding purchase orders.

¹⁰ Increase in the 2007 fiscal year due to an increase in reserved for encumbrances for outstanding purchase orders in the Highway/Public Works Fund for two bridges and in the Other Capital Projects Fund for construction of a driver's licenses station and health department renovations.

¹¹ Variance in 2008 primarily attributable to \$1,600,000 transfer from General Purpose School Fund to Education Capital Projects funds .

Table 5

Greene County, Tennessee
General Government
Changes in Fund Balances of Governmental Funds
Last Ten Fiscal Years
(modified accrual basis of accounting)

	Fiscal Year Ending									
	1999	2000	2001	2002	2003	2004	2005	2006	2007	2008
Revenues										
Local taxes	\$ 10,897,570	\$ 11,327,043	\$ 12,309,991	\$ 12,503,832	\$ 13,252,194	\$ 15,182,779	\$ 15,752,654	\$ 16,549,305	\$ 16,783,661	\$ 16,572,648
Licenses and permits	113,092	188,545	148,348	223,227	180,196	232,956	249,805	275,031	357,591	314,713
Fines, forfeitures, and penalties	392,604	409,153	389,964	403,219	506,071	579,436	570,262	655,303	730,377	833,344
Charges for current services ¹	3,223,650	3,317,524	3,671,251	4,074,161	4,506,558	2,662,165	2,930,722	3,172,444	3,158,108	3,336,802
Investment earnings	503,138	447,311	565,481	516,896	426,143	180,294	239,727	521,650	641,032	594,025
Other local revenues	341,064	461,150	267,500	504,766	734,221	708,152	610,967	610,537	707,004	779,765
Miscellaneous	5,617	7,406	5,418	16,532	7,228	18,987	9,674	45,568	86,982	15,343
Fees received from county officials ¹	0	0	0	0	0	2,393,932	2,387,955	2,717,702	2,881,383	2,828,505
State of Tennessee	3,736,459	4,083,334	3,436,042	3,934,357	4,622,176	4,957,172	4,431,160	4,607,028	5,496,831	6,032,885
Federal government	514,796	293,770	334,555	874,702	531,259	471,339	904,060	1,463,066	1,002,609	513,210
Other governments and citizens groups										
Total revenues	\$ 19,944,518	\$ 21,121,304	\$ 21,672,586	\$ 23,800,793	\$ 25,895,787	\$ 28,700,194	\$ 29,255,704	\$ 31,316,200	\$ 32,781,290	\$ 32,925,787
Expenditures										
General government ^{2,3}	\$ 768,585	\$ 794,826	\$ 1,013,411	\$ 895,772	\$ 1,828,984	\$ 1,758,861	\$ 2,806,448	\$ 2,307,991	\$ 2,589,480	\$ 2,580,575
Finance	930,552	1,055,790	1,051,693	1,098,937	1,303,666	1,372,475	1,412,240	1,468,615	1,620,547	1,735,619
Administration of justice	808,556	875,213	833,393	918,370	1,125,025	1,110,782	1,204,768	1,244,325	1,350,544	1,562,891
Public safety	4,238,913	4,797,271	5,602,991	6,140,225	7,378,509	7,611,278	8,080,124	8,765,711	8,673,075	9,255,891
Public health and welfare ⁴	3,774,399	4,139,706	4,426,748	4,338,838	4,617,831	4,803,663	5,137,533	5,244,625	5,762,782	5,879,108
Social, cultural, and recreational services	57,750	60,000	66,923	67,354	71,994	75,498	73,990	75,500	82,000	88,480
Agriculture and natural resources	161,302	141,708	146,023	143,649	153,247	440,445	170,853	176,714	183,123	160,987
Other operations ⁵	478,944	505,276	601,478	546,930	590,687	634,294	777,215	809,347	923,423	918,693
Highways ⁶	5,280,487	4,610,902	5,389,195	4,978,139	4,681,450	4,941,906	5,504,397	4,652,085	4,800,477	5,013,317
Capital outlay	0	0	0	0	356,643	0	0	0	0	0
Debt service:										
Principal	1,931,824	2,022,483	1,897,796	1,810,507	1,992,887	2,518,828	1,838,834	2,095,082	2,244,321	2,677,311
Interest	873,759	933,356	880,678	1,330,056	1,630,799	1,513,199	1,968,701	1,597,644	1,740,742	1,728,281
Other debt service	205,468	49,260	52,646	63,363	55,959	213,769	297,738	62,589	65,340	73,162
Capital projects ⁸	1,657,785	1,009,979	1,069,833	1,297,149	272,476	782,695	3,135,392	4,231,082	1,003,574	1,696,901
Capital projects - donated ⁷	0	0	0	0	0	439,296	462,680	614,780	139,900	708,506
Total expenditures	\$ 21,168,324	\$ 20,995,770	\$ 23,032,808	\$ 23,629,289	\$ 26,060,157	\$ 28,216,989	\$ 32,870,913	\$ 33,346,090	\$ 31,179,328	\$ 34,079,722
Excess of revenues over (under) expenditures	\$ (1,223,806)	\$ 125,534	\$ (1,360,222)	\$ 171,504	\$ (164,370)	\$ 483,205	\$ (3,615,209)	\$ (2,029,890)	\$ 1,601,962	\$ (1,153,935)

(Continued)

Table 5

Greene County, Tennessee
General Government
Balances of Governmental Funds
Last Ten Fiscal Years (Cont.)
(modified accrual basis of accounting)

	Fiscal Year Ending									
	1999	2000	2001	2002	2003	2004	2005	2006	2007	2008
Other Financing Sources (Uses)										
Transfers in ¹	\$ 2,865,857	\$ 3,265,309	\$ 3,270,136	\$ 3,631,039	\$ 3,375,260	\$ 950,736	\$ 2,356,483	\$ 1,079,198	\$ 773,845	\$ 1,460,625
Transfers out ¹	(2,865,857)	(3,265,309)	(3,628,835)	(4,306,221)	(3,375,260)	(950,736)	(1,510,517)	(1,079,198)	(773,845)	(1,460,625)
Operating transfers to component units	0	0	0	0	0	0	0	0	0	0
Other loans issued	0	0	0	0	0	3,557,096	5,000,000	1,442,904	0	0
Notes issued	218,592	0	549,822	0	356,643	439,296	462,680	614,780	139,900	708,506
Insurance recovery	0	0	0	0	0	0	0	74,910	21,596	6,671
Premiums on debt issued	0	0	0	0	0	434,306	577,946	0	0	0
Refunding bonds issued	3,060,000	0	0	0	0	0	22,330,000	0	0	0
Payments to refunded bond escrow agent	0	0	0	0	0	(3,379,889)	(22,655,346)	0	0	0
Total other financing sources (uses)	\$ 3,278,592	\$ 0	\$ 191,123	\$ (675,182)	\$ 356,643	\$ 1,050,809	\$ 6,561,246	\$ 2,132,594	\$ 161,496	\$ 715,177
Net change in fund balances	\$ 2,054,786	\$ 125,534	\$ (1,169,099)	\$ (503,678)	\$ 192,273	\$ 1,534,014	\$ 2,946,037	\$ 102,704	\$ 1,763,458	\$ (438,758)
Debt service as a percentage of non-capital expenditures	15.43%	15.04%	12.89%	14.35%	14.47%	15.73%	14.02%	13.18%	14.18%	14.46%

Note(s):

- ¹ Before July 1, 2004, fees received from the individual constitutional officers' offices were presented as charges for services and as an operating transfer from a special revenue fund to the General Fund. From that time forward, they have been shown as fees received from county officials in the General Fund only.
- ² The special purpose fund (workers' compensation and liability fund), previous to July 1, 2002, was considered an internal service fund; however, upon the implementation of GASB Statement No. 34 it was reclassified to a special revenue fund.
- ³ Increase in 2005 fiscal year primarily due to increase in workers' compensation and liability self-insurance costs.
- ⁴ Amounts for a sanitization note and an emergency medical services note that were previously shown as an expense of the function were broken out into debt service costs as of July 1, 2002.
- ⁵ The costs for Social Security, Medicare, and retirement were paid from Other General Government until July 1, 1997. From that time forward, it has been paid from the individual department's budgets.
- ⁶ As of July 1, 2002, amounts for a highway note that were previously shown as an expense of the function were broken out into debt service costs.
- ⁷ For debt issued by the primary government for the Greene County School Department.
- ⁸ Increased amounts for the 2005 and 2006 fiscal years are attributed to a major public works project, which was funded through the issuance of other loans. The other works project was intended to eliminate most of the gravel roads in Greene County and repair roads that were in poor condition.

Table 6

Greene County, Tennessee
Discretely Presented Greene County School Department
Changes in Fund Balances of Governmental Funds
Last Ten Fiscal Years
(modified accrual basis of accounting)

	Fiscal Year									
	1999	2000	2001	2002	2003	2004	2005	2006	2007	2008
Revenues										
Local taxes	\$ 7,898,738	\$ 8,195,063	\$ 8,382,250	\$ 8,716,686	\$ 8,911,828	\$ 9,394,184	\$ 9,758,739	\$ 10,241,569	\$ 10,486,860	\$ 10,501,573
Licenses and permits	3,201	3,630	3,074	3,305	2,765	2,724	2,816	2,203	3,126	2,269
Charges for current services	1,558,152	1,666,708	1,699,282	1,943,508	1,820,843	1,873,612	1,951,640	1,954,143	1,978,995	1,968,226
Investment earnings	333,114	270,742	312,451	161,729	113,821	93,709	144,936	297,302	389,969	349,437
Other local revenues	179,751	72,950	33,086	340,601	286,281	237,148	183,300	110,691	100,663	39,440
Miscellaneous	17,379	57,803	65,948	62,223	104,839	196,523	282,457	448,320	340,874	445,572
State of Tennessee	19,256,680	19,774,199	21,191,496	20,990,423	21,652,907	22,552,184	24,228,996	25,721,818	27,473,980	31,175,845
Federal government	3,278,330	3,722,186	4,094,284	4,355,657	4,972,650	5,360,212	6,221,427	4,989,601	6,321,028	6,057,910
Other governments and citizens groups	0	25,482	83,158	620,694	839,693	439,296	462,680	614,780	139,900	708,506
Total revenues	\$ 32,525,345	\$ 33,788,763	\$ 35,865,029	\$ 37,194,826	\$ 38,705,627	\$ 40,149,592	\$ 43,236,991	\$ 44,380,427	\$ 47,235,395	\$ 51,248,778
Expenditures										
Current:										
Instruction	\$ 19,136,297	\$ 20,667,880	\$ 20,944,207	\$ 21,715,479	\$ 22,746,543	\$ 23,986,443	\$ 25,511,213	\$ 26,554,707	\$ 27,791,055	\$ 29,365,852
Support services	8,477,875	9,482,138	9,839,797	10,193,810	10,713,195	11,425,828	12,062,083	12,894,263	13,450,580	15,177,911
Operation of non-instructional services	2,489,967	2,520,237	2,687,672	2,996,781	2,888,006	3,029,676	3,260,208	3,962,264	4,539,632	5,068,409
Capital outlay	868,324	1,879,084	704,433	1,060,210	1,587,856	1,046,132	673,518	724,324	609,571	802,816
Capital projects	7,074,499	538,540	576,112	5,070,210	15,082,861	4,678,867	2,568,633	745,858	332,105	1,180,772
Total expenditures	\$ 38,046,962	\$ 35,087,879	\$ 34,752,221	\$ 41,036,490	\$ 53,018,461	\$ 44,166,946	\$ 44,075,655	\$ 44,881,416	\$ 46,722,943	\$ 51,595,760
Excess of revenues over (under) expenditures	\$ (5,521,617)	\$ (1,299,116)	\$ 1,112,808	\$ (3,841,664)	\$ (14,312,834)	\$ (4,017,354)	\$ (838,664)	\$ (500,989)	\$ 512,452	\$ (346,982)
Other Financing Sources (Uses)										
Transfers in	\$ 1,069,291	\$ 184,438	\$ 1,981	\$ 13,000	\$ 122,000	\$ 2,203,096	\$ 557,006	\$ 322,678	\$ 96,501	\$ 1,604,000
Transfers out	(1,069,291)	(184,438)	(1,981)	(13,000)	(122,000)	(2,203,096)	(557,006)	(322,678)	(96,501)	(1,604,000)
Notes issued	423,276	452,752	356,013	500,000	0	0	0	0	0	0
Bonds issued	0	0	0	21,925,000	0	0	0	0	0	0
Discount on bonds issued	0	0	0	(89,859)	0	0	0	0	0	0
Other debt issuance charges	0	0	0	(214,945)	0	0	0	0	0	0
Insurance Recovery	0	0	0	0	0	0	0	0	0	4,845
Total other financing sources (uses)	\$ 423,276	\$ 452,752	\$ 356,013	\$ 22,120,196	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 4,845
Net change in fund balances	\$ (5,098,341)	\$ (846,364)	\$ 1,468,821	\$ 18,278,532	\$ (14,312,834)	\$ (4,017,354)	\$ (838,664)	\$ (500,989)	\$ 512,452	\$ (342,137)

Table 7

**Greene County, Tennessee
General Government and Discretely Presented Greene County School Department
Governmental Tax Revenues by Source
Last Ten Fiscal Years
(modified accrual basis of accounting)**

Fiscal Year Ending	Property Tax ¹	Local Option Sales Tax ²	Franchise Tax	Hotel/Motel Tax	Wheel Tax	Litigation Tax	Business Tax	Mineral Severance Tax	Wholesale Beer Tax	Bank Excise Tax	Interstate Telecommunications Tax	Other Statutory Local Taxes	Total
Primary government:													
1999	\$ 7,707,494	\$ 639,467	\$ 33,217	\$ 120,516	\$ 1,091,199	\$ 456,692	\$ 370,739	\$ 219,206	\$ 228,135	\$ 64,122	\$ 0	\$ 0	\$ 10,930,787
2000	7,827,165	943,527	41,915	126,793	1,118,546	459,521	357,797	206,131	221,820	65,743	0	0	11,368,958
2001	8,049,167	1,472,691	67,722	146,572	1,122,050	621,034	402,969	221,692	210,201	62,931	684	0	12,377,713
2002	8,353,875	1,427,524	140,751	137,535	1,141,970	570,644	425,584	178,713	211,946	56,041	0	0	12,644,583
2003	9,083,592	1,386,930	105,985	156,895	1,146,542	613,791	401,659	158,943	224,976	70,875	7,991	0	13,358,179
2004	10,712,512	1,531,470	154,207	195,405	1,181,810	635,117	459,581	161,986	218,967	78,517	7,318	96	15,336,986
2005	10,897,506	1,694,970	177,567	397,571	1,210,542	653,679	442,294	170,415	221,748	56,795	7,134	0	15,930,221
2006	11,414,370	1,762,534	191,339	421,133	1,251,212	746,684	478,780	169,236	223,070	75,554	6,732	0	16,740,644
2007	11,606,131	1,739,407	275,085	428,106	1,253,224	704,200	581,413	147,701	229,751	86,680	7,048	0	17,058,746
2008	11,465,548	1,690,355	206,721	389,241	1,280,784	720,766	533,766	137,177	236,866	113,360	4,785	0	16,779,369
Component unit:													
1999	\$ 4,063,962	\$ 3,794,589	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 39,330	\$ 0	\$ 857	\$ 7,898,738
2000	4,152,356	4,001,346	0	0	0	0	0	0	0	40,860	0	501	8,195,063
2001	4,213,300	4,129,571	0	0	0	0	0	0	0	38,940	0	439	8,382,250
2002	4,414,970	4,259,284	0	0	0	0	0	0	0	34,717	7,253	462	8,716,686
2003	4,718,986	4,141,627	0	0	0	0	0	0	0	42,682	8,061	472	8,911,828
2004	4,891,144	4,454,811	0	0	0	0	0	0	0	40,144	7,575	510	9,394,184
2005	4,960,441	4,761,386	0	0	0	0	0	0	0	29,205	7,167	540	9,758,739
2006	5,199,288	4,994,977	0	0	0	0	0	0	0	38,764	8,197	343	10,241,569
2007	5,270,490	5,173,202	0	0	0	0	0	0	0	35,390	7,401	377	10,486,860
2008	5,287,101	5,161,883	0	0	0	0	0	0	0	46,125	6,140	324	10,501,573

Note(s):

¹ The property tax levy for the primary government was increased by \$.15 per \$100 of assessed value for the 2004 fiscal year.

² The local optional sales tax received by the primary government was increased by 1/4 of a percent on all taxable items during the 2000 fiscal year.

Table 8

Greene County, Tennessee
Assessed Value and Estimated Actual Value of Taxable Property
Last Ten Fiscal Years

Fiscal Year Ending June 30	Real Property Assessed			Tangible Personal Property Assessed	Public Utility Property	Total Taxable Assessed Value		Total Direct Tax Rate Inside	Total Direct Tax Rate Outside	Estimated Actual Taxable Value	Assessed Value as a Percentage of Actual Value
	Residential	Commercial Farm & Agricultural & Forest Property	Commercial Industrial & Mineral Property			Value (Inside City of Greeneville)	Value (Outside City of Greeneville)				
1999	\$ 458,427,066	\$ 154,248,741	\$ 82,384,057	\$ 28,687,454	\$ 263,633,431	\$ 431,898,906	\$ 695,532,337	\$ 1.81	\$ 2.11	\$ 2,478,438,070	28.06%
2000	452,068,650	157,865,680	85,125,534	31,407,455	273,831,458	452,635,861	726,467,319	1.81	2.11	2,543,794,901	28.56%
2001	470,403,225	162,029,920	75,170,995	29,450,888	271,235,162	465,819,866	737,055,028	1.81	2.11	2,632,337,725	28.00%
2002	482,185,775	167,453,760	89,647,869	31,491,442	300,134,156	470,644,690	770,778,846	1.81	2.11	2,753,800,861	27.99%
2003	493,078,325	171,365,520	81,207,524	31,056,125	297,535,507	479,171,987	776,707,494	1.81	2.11	2,785,586,648	27.88%
2004	598,565,800	190,733,400	111,978,020	36,418,748	344,299,648	593,396,320	937,695,968	1.70	1.95	3,310,572,446	28.32%
2005	610,401,675	194,664,520	114,732,558	41,873,373	350,740,179	610,931,947	961,672,126	1.70	1.95	3,386,843,025	28.39%
2006	626,342,250	197,984,480	98,456,331	37,812,709	346,438,566	614,157,204	960,595,770	1.70	1.95	3,437,172,852	27.95%
2007	645,153,850	219,600,280	103,099,902	38,583,862	358,778,493	647,659,401	1,006,437,894	1.70	1.95	3,543,434,916	28.40%
2008	664,857,175	222,794,960	118,431,732	39,714,845	373,440,052	672,358,660	1,045,798,713	1.64	1.95	3,683,397,351	28.39%

Source(s): Assessors' summary assessments and the Tennessee Comptroller of the Treasury - Division of Property Assessments.

Note(s): Exempt properties are not included in the assessed or estimated value. Tax rates are per \$100 of assessed value. A reappraisal was performed during the 1998 and 2003 tax years. Appraised to taxable values are based on the following table. The breakdown between real and personal property assessed values for tax years 1995-98 was estimated using a three year moving average of the following years.

Assessment Ratio Table	
Category	Percentage of Appraised Value
Real Property:	
Public Utilities	55%
Commercial	40%
Industrial	40%
Residential	25%
Farm	25%
Agriculture	25%
Forest	25%
Mineral	40%
Personal Property:	
Public Utilities	55%
Commercial	30%
Industrial	30%

Table 9

Greene County, Tennessee
Property Tax Rates
Direct and Overlapping Governments
Last Ten Fiscal Years

Fiscal Year Ending ¹	Greene County, Tennessee										Total ³	City of Greeneville, Tennessee ^{3,4}	Total ³
	General Fund	General Fund	Highway Fund	School Fund ²	Debt Service Fund	Employee Benefit Fund	Self Insurance Fund	Solid Waste Fund	Total ³	Greeneville, Tennessee ^{3,4}			
1999	\$ 0.5900	\$ 0.1500	\$ 0.7900	\$ 0.0700	\$ 0.1100	\$ 0.0200	\$ 0.0800	\$ 1.8100	\$ 2.2200	\$ 4.0300		\$ 4.0300	
2000	0.5900	0.1500	0.7900	0.0700	0.1100	0.0200	0.0800	1.8100	2.4000	4.2100		4.2100	
2001	0.5900	0.1500	0.7900	0.0700	0.1100	0.0200	0.0800	1.8100	2.4000	4.2100		4.2100	
2002	0.5900	0.1500	0.7900	0.0700	0.1100	0.0200	0.0800	1.8100	2.5600	4.3700		4.3700	
2003	0.6200	0.1800	0.8400	0.0700	0.0000	0.0200	0.0800	1.8100	2.5600	4.3700		4.3700	
2004	0.6700	0.1600	0.7200	0.0600	0.0000	0.0200	0.0700	1.7000	2.2900	3.9900		3.9900	
2005	0.6700	0.1600	0.7200	0.0600	0.0000	0.0200	0.0700	1.7000	2.2900	3.9900		3.9900	
2006	0.6600	0.1600	0.7200	0.0600	0.0000	0.0200	0.0800	1.7000	2.2900	3.9900		3.9900	
2007	0.6600	0.1600	0.7200	0.0600	0.0000	0.0200	0.0800	1.7000	2.2900	3.9900		3.9900	
2008	0.5925	0.1675	0.7200	0.0475	0.0000	0.0325	0.0800	1.6400	2.2900	3.9300		3.9300	

Source(s): Greene County Commission's resolutions for tax levies by fiscal year and the City of Greeneville Recorder's Office.

Note(s):

¹ Taxes assessed in one fiscal year are for the benefit of the following fiscal year.

² The portion of property taxes designated for education is allocated between the Greene County Board of Education and the City of Greeneville Board of Education based on average daily attendance. An additional \$0.30 for fiscal years ending 1999-2003, \$0.25 for fiscal years ending 2004-2007, and \$0.31 for the 2008 fiscal year for rural school debt applied only to taxpayers living outside the City of Greeneville. These additional amounts for rural school debt are not included in this schedule.

³ Rates are applied per \$100 of assessed valuation.

⁴ The City of Greeneville is considered an overlapping government. There are three other cities in the county; however, they do not have a property tax.

⁵ A reappraisal was performed during the 2003 tax year.

Table 10

**Greene County, Tennessee
Principal Property Taxpayers
June 30, 2008**

<u>Taxpayer</u>	<u>Fiscal Year Ending 2008</u>			<u>Fiscal Year Ending 1999</u>		
	<u>Taxable Assessed Value</u>	<u>Rank</u>	<u>Percentage of Total Taxable Assessed Value</u>	<u>Taxable Assessed Value</u>	<u>Rank</u>	<u>Percentage of Total Taxable Assessed Value</u>
	Walmart, Inc.	\$ 11,670,240	1	1.1%	\$ 6,455,291	5
United Telephone Southeast, Inc.	8,772,525	2	0.8%	-	-	-
DTR Tennessee, Inc.	7,647,717	3	0.7%	-	-	-
John Deere Power Products	6,674,500	4	0.6%	-	-	-
American Greetings	5,338,040	5	0.5%	13,107,889	1	1.9%
Norfolk Southern - Main Line	5,493,650	6	0.5%	-	-	-
Jarden Zinc Products	4,440,054	7	0.4%	-	-	-
Plus Mark, Inc.	4,133,436	8	0.4%	-	-	-
Walmart Real Estate	4,461,200	9	0.4%	-	-	-
TI Group Automotive System	4,398,576	10	0.4%	-	-	-
Five Rivers	-	-	-	9,022,768	2	1.3%
Meco Corporation	-	-	-	7,316,436	3	1.1%
G.C. Capital/Phillips	-	-	-	6,635,560	4	1.0%
Philips	-	-	-	5,139,331	6	0.7%
Doehler Jarvis	-	-	-	5,083,763	7	0.7%
New Plan	-	-	-	4,110,760	8	0.6%
Weavex	-	-	-	3,280,204	9	0.5%
Tennessee Electro	-	-	-	3,043,155	10	0.4%
Totals	<u>\$ 63,029,938</u>		<u>6.0%</u>	<u>\$ 63,195,157</u>		<u>9.1%</u>

Source: Trustee's tax roles

Table 11

**Greene County, Tennessee
Property Tax Levies and Collections
Last Ten Fiscal Years**

Fiscal Year Ending June 30	Tax Year	Adjusted Total Tax Levy for Fiscal Year	Collected within the Fiscal Year of the Levy		Collections in Subsequent Years	Total Collections to Date	
			Amount	Percentage of Levy		Amount	Percentage of Levy
1999	1998	\$ 13,830,317	\$ 13,295,370	96.13%	\$ 532,285	\$ 13,827,655	99.98%
2000	1999	14,436,908	13,798,613	95.58%	638,295	14,436,908	100.00%
2001	2000	14,898,988	14,032,565	94.18%	819,461	14,852,026	99.68%
2002	2001	15,363,648	14,524,438	94.54%	808,685	15,333,123	99.80%
2003	2002	15,479,499	14,631,068	94.52%	823,295	15,454,363	99.84%
2004	2003	17,147,450	16,288,173	94.99%	846,073	17,134,246	99.92%
2005	2004	17,623,718	16,590,077	94.13%	1,068,571	17,623,718	100.00%
2006	2005	17,838,349	17,081,680	95.76%	718,036	17,799,716	99.78%
2007	2006	18,495,344	17,878,124	96.66%	617,220	18,495,344	100.00%
2008	2007	18,099,778	17,771,917	98.19%	0	17,771,917	98.19%

Source(s): Trustee's tax rolls, trustee's tax collection records, and clerk and master's tax collections records.

Note(s): Property taxes are levied as of the first Monday in October. Taxes become delinquent and begin accumulating interest and penalties 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.

Table 12

Greene County, Tennessee
Ratios of Outstanding Debt by Type
Last Ten Fiscal Years

Fiscal Year Ending June 30	Governmental Activities						Total Primary Government ¹	Percentage of Personal Income ²	Per Capita ²
	General		Rural		Capital				
	Obligation Bonds	Bonds	School Bonds	Notes	Outlay	Other Loans Payable			
1999	\$ 4,135,000	\$ 6,255,000	\$ 4,430,358	\$ 8,643,750	\$ 23,464,108	\$ 382	1.86%	\$	
2000	3,950,000	6,255,000	3,462,939	8,086,667	21,754,606	349	1.61%		
2001	3,755,000	6,190,000	3,166,357	7,504,167	20,615,524	328	1.44%		
2002	3,550,000	28,050,000	2,444,234	6,945,000	40,989,234	647	2.77%		
2003	3,340,000	27,890,000	1,812,990	6,310,000	39,352,990	618	2.52%		
2004	725,000	27,320,000	1,208,458	8,332,096	37,585,554	587	2.16%		
2005	580,000	27,080,000	1,092,304	12,907,096	41,659,400	645	2.23%		
2006	580,000	26,220,000	1,107,002	13,715,000	41,622,002	638	2.10%		
2007	580,000	25,400,000	492,581	13,045,000	39,517,581	601	1.98%		
2008	580,000	24,090,000	538,776	12,340,000	37,548,776	569	1.82%		

Note(s):

¹ Details regarding the county's outstanding debt can be found in the notes to the financial statements.² See the Schedule of Demographic and Economic Statistics on Table 17 for personal income and population data.

Table 13

Greene County, Tennessee
Ratios of General Bonded Debt Outstanding
Last Ten Fiscal Years

Fiscal Year Ending June 30	General Obligation Bonds	Rural School Bonds	Total Bonded Debt ¹	Less: Amounts Available in		Less: Amounts Available in All Debt Service Funds	Total	Percentage of Estimated Actual Taxable Value of Property ³	Per Capita ⁴
				General Debt Service Fund	Education Debt Service Fund ²				
1999	\$ 4,135,000	\$ 6,255,000	\$ 10,390,000	\$ 246,937	\$ 1,728,987	\$ 1,975,924	\$ 8,414,076	0.34%	\$ 137
2000	3,950,000	6,255,000	10,205,000	37,402	1,723,809	1,761,211	8,443,789	0.33%	135
2001	3,755,000	6,190,000	9,945,000	88,141	2,247,833	2,335,974	7,609,026	0.29%	121
2002	3,550,000	28,050,000	31,600,000	230,665	2,513,977	2,744,642	28,855,358	1.05%	455
2003	3,340,000	27,890,000	31,230,000	359,468	2,767,983	3,127,451	28,102,549	1.01%	441
2004	725,000	27,320,000	28,045,000	513,377	2,372,022	2,885,399	25,159,601	0.76%	393
2005	580,000	27,080,000	27,660,000	653,180	1,968,374	2,621,554	25,038,446	0.74%	388
2006	580,000	26,220,000	26,800,000	995,178	1,716,173	2,711,351	24,088,649	0.70%	369
2007	580,000	25,400,000	25,980,000	1,190,916	1,393,359	2,584,275	23,395,725	0.66%	356
2008	580,000	24,090,000	24,670,000	1,216,632	1,131,135	2,347,767	22,322,233	0.61%	338

Source(s): Debt amortization schedules

Note(s):

¹ Details regarding the county's outstanding debt can be found in the notes to the financial statements.

² Amounts available in the Education Debt Service Fund can only be used for rural school debt.

³ See the Schedule of Assessed Value and Estimated Actual Value of Taxable Property on Table 8 for property value data.

⁴ Population data can be found in the Schedule of Demographic and Economic Statistics on Table 17.

Table 14

Greene County, Tennessee
Direct and Overlapping Governmental Activities Debt
As of June 30, 2008

Governmental Unit	Total County Direct Debt	City of Greeneville Overlapping and Direct Debt	Town of Mosheim Overlapping and Direct Debt	City of Tusculum Overlapping and Direct Debt	Town of Baileyton Overlapping and Direct Debt
City's or Town's debt	\$ -	\$ 23,481,892	\$ 1,163,057	\$ -	\$ 382,869
Subtotal, overlapping debt	\$ -	\$ 23,481,892	\$ 1,163,057	\$ -	\$ 382,869
Greene County direct debt	37,548,776	13,159,761	983,350	1,044,778	258,883
Total direct and overlapping debt	\$ 37,548,776	\$ 36,641,653	\$ 2,146,407	\$ 1,044,778	\$ 641,752

Source(s): County's amortization schedules and city recorders' offices.

Note(s): Overlapping governments are those that are within the geographic boundaries of the county. This schedule presents outstanding debt of those overlapping governments that are within Greene County. When considering the government's ability to issue and repay long-term debt, the entire debt burden borne by the residents and businesses should be taken into account. However, this does not imply that every taxpayer is a resident, and therefore responsible for repaying the debt of each overlapping government. The amount of the county's debt overlapping with a city is estimated based on that city's percentage of property tax assessment.

Table 15
**Greene County, Tennessee
Legal Debt Margin Information
Last Ten Fiscal Years**

Not applicable to Greene County, Tennessee

Table 16
**Greene County, Tennessee
Pledged-Revenue Coverage
Last Ten Fiscal Years**

Not applicable to Greene County, Tennessee

Table 17

**Greene County, Tennessee
Demographic and Economic Statistics
Last Ten Fiscal Years**

Fiscal Year Ending June 30	Personal Income (amounts expressed in thousands) ^{1,5}	Population ^{1,5}	Per Capita		Median Age ^{2,5}	Greene County School Enrollment ³	Greenville City School Enrollment ³	Annual Unemployment Rate ^{4,5}
			Personal Income ^{1,5}	Income ^{1,5}				
1999	\$ 1,262,938	61,357	\$	20,583	38.7	8,052	3,601	6.8%
2000	1,354,202	62,357		21,717	38.9	8,135	3,483	5.7%
2001	1,434,325	62,909		22,800	39.2	8,181	3,555	5.9%
2002	1,480,474	63,387		23,356	39.4	8,160	3,532	7.7%
2003	1,563,413	63,691		24,547	39.7	8,110	3,553	6.7%
2004	1,744,006	64,073		27,219	39.9	8,227	3,595	7.6%
2005	1,871,339	64,581		28,977	40.2	8,352	3,581	7.8%
2006	1,982,231	65,248		30,380	38.9	8,517	3,689	8.6%
2007	1,998,363	65,699		30,417	39.2	8,606	3,733	7.8%
2008	2,061,875	65,971		31,254	40.3	8,561	3,755	7.0%

Source(s): Bureau of Economic Analysis, Regional Economic Accounts, U.S. Bureau of the Census, Tennessee Department of Education and the Tennessee Department of Labor & Workforce Development.

Note(s):

- ¹ Amounts were provided by the Bureau of Economic Analysis: Regional Economic Accounts. Personal income amounts for 2008 were estimated using a three-year average change of the three previous years. Per capita personal income was calculated by dividing personal income by population.
- ² U.S. Census Bureau amounts for 1990 and 2000 were used to interpolate intervening years. The 2000 amount is actual per the Census Bureau. Fiscal years 2001-05 were calculated by taking a three-year average change of the three previous years. Amounts for 2006, 2007, and 2008 fiscal years are estimates of the U.S. Census Bureau.
- ³ Enrollment amounts represent the weighted full-time equivalent average daily attendance.
- ⁴ Unemployment data was provided by the U.S. Department of Labor, Bureau of Labor Statistics.
- ⁵ Amounts are presented on a calendar year basis. Amounts presented for fiscal year in which calendar year ended.

Table 18

**Greene County, Tennessee
Principal Employers
Current Year and Nine Years Ago**

<u>Employer³</u>	2008			1999		
	<u>Employees</u>	<u>Rank</u>	<u>Percentage of Total County Employment¹</u>	<u>Employees</u>	<u>Rank</u>	<u>Percentage of Total County Employment²</u>
Greene Valley Developmental Center	1,350	1	4.74%	1,500	2	4.30%
American Greetings	1,100	2	3.86%	1,200	3	3.44%
DTR-Tennessee	1,000	3	3.51%			-
Walmart Distribution Center	962	4	3.38%	1,000	4	2.87%
Laughlin Memorial Hospital	820	5	2.88%	585	7	1.68%
John Deere Power Products	650	6	2.28%			-
Takoma Adventist Hospital	500	7	1.76%			-
Angus-Palm Industries	460	8	1.61%			-
Parker-Hannifin	450	9	1.58%	403	10	1.16%
Huf-North America	400	10	1.40%	450	9	1.29%
Phillips Consumer Electronics	-	-	-	1,700	1	4.87%
MECO Corporation	-	-	-	750	5	2.15%
Alpine Industries	-	-	-	650	6	1.86%
Tennessee Aluminum Casting	-	-	-	540	8	1.55%
Total	7,692		27.00%	8,778		25.17%

Source(s): U.S. Department of Labor, Bureau of Labor Statistics and the First Tennessee Development District.

Note(s):

- ¹ Percentage is based on June 2008 employment data provided by the U.S. Department of Labor, Bureau of Labor Statistics.
- ² Percentage is based on 1999 employment data provided by the U.S. Department of Labor, Bureau of Labor Statistics.
- ³ Employer information does not include local governments' employees.

Table 19

Greene County, Tennessee
General Government and Discretely Presented Greene County School Department
Full-time Equivalent County Government Employees by Function
Last Ten Fiscal Years

<u>Function</u>	<u>Full-time Equivalent Employees as of June 30</u>									
	1999	2000	2001	2002	2003	2004	2005	2006	2007	2008
General government										
County commission										
County commissioners ¹	21	21	21	21	21	21	21	21	21	21
County mayor										
County mayor	1	1	1	1	1	1	1	1	1	1
Secretary(ies)	1	1	1	1	1	1	1	1	1	1
County attorney										
County attorney ²	1	1	1	1	1	1	1	1	1	1
Secretary(ies)	0	0	1	1	1	1	1	1	1	1
Election commission										
Registrar of elections	1	1	1	1	1	1	1	1	1	1
Clerical personnel	1	1	1	2	3	3	3	3	2	2
Election commission ³	5	5	5	5	5	5	5	5	5	5
Register of deeds										
Register of deeds	1	1	1	1	1	1	1	1	1	1
Accountants/bookkeepers	0	0	0	0	0	1	1	1	1	1
Clerical personnel	5	4	4	5	5	4	4	4	4	4
County buildings										
Custodial personnel	2	2	0	0	0	0	0	0	0	0
Maintenance personnel	0	2	1	2	2	2	2	2	2	2
Total general government	39	40	38	41	42	42	42	42	41	41
Finance										
Accounting and budgeting										
Budget director	1	1	1	1	1	1	1	1	1	1
Accountants/bookkeepers	4	4	4	4	4	4	4	4	4	5
Purchasing										
Purchasing agent	1	1	1	1	1	1	1	1	1	1
Purchasing personnel	1	1	1	1	1	1	1	1	1	1
Property assessor's office										
Property assessor	1	1	1	1	1	1	1	1	1	1
Data processing personnel	0	0	0	0	0	0	0	1	1	1
Assessment personnel	9	9	9	9	9	9	9	7	7	6
Clerical personnel	0	0	0	0	0	0	0	1	1	1
County trustee's office										
Trustee	1	1	1	1	1	1	1	1	1	1
Assistant(s)	1	1	1	1	1	1	1	1	1	1
Accountants/bookkeepers	0	0	0	1	1	1	1	1	1	1
Clerical personnel	1	1	1	1	1	1	1	1	1	1
County clerk's office										
County clerk	1	1	1	1	1	1	1	1	1	1
Assistant(s)	0	0	0	0	0	1	1	1	1	1
Accountants/bookkeepers	0	0	0	0	0	0	0	1	1	1
Clerical personnel	7	8	8	8	8	8	8	7	7	7
Total finance	28	29	29	30	30	31	31	31	31	31

(Continued)

Table 19

Greene County, Tennessee
General Government and Discretely Presented Greene County School Department
Full-time Equivalent County Government Employees by Function
Last Ten Fiscal Years (cont.)

	Full-time Equivalent Employees as of June 30									
	1999	2000	2001	2002	2003	2004	2005	2006	2007	2008
Administration of justice										
Circuit court										
Circuit court clerk	1	1	1	1	1	1	1	1	1	1
Assistant(s)	0	0	0	0	0	1	1	1	1	1
Accountants/bookkeepers	0	0	0	0	0	1	1	1	1	1
Clerical personnel	9	9	10	10	10	8	8	9	8	9
General sessions court										
Judge(s)	1	1	1	1	1	1	1	1	1	1
Probation officer(s)	1	1	1	1	1	1	1	1	1	1
Secretary(ies)	1	1	1	1	1	1	1	1	1	1
Chancery court										
Clerk and master	1	1	1	1	1	1	1	1	1	1
Assistant(s)	0	0	0	0	0	0	0	1	1	1
Clerical personnel	4	4	4	4	4	4	4	3	3	3
Juvenile court										
Youth service officer(s)	1	1	1	1	1	1	1	1	1	1
Secretary(ies)	2	2	2	2	2	2	2	2	2	2
Other administration of justice										
Juvenile referee ⁴	0	0	0	0	1	1	1	1	1	1
Truancy officer	1	1	1	1	1	0	0	0	0	0
Courtroom security guards										
guards	0	0	0	0	0	0	0	0	0	3
Total administration of justice	22	22	23	23	24	23	23	24	23	27
Public safety										
Sheriff's department										
Sheriff	1	1	1	1	1	1	1	1	1	1
Assistant(s)	1	1	1	1	1	1	1	1	1	1
Deputy(ies)	27	27	29	33	35	31	31	31	34	33
Detective(s)	6	5	7	7	7	6	7	7	6	6
Captain(s)	0	1	0	0	0	2	2	2	2	2
Lieutenant(s)	5	5	5	5	5	5	5	6	6	6
Sergeant(s)	5	5	5	4	4	7	6	5	6	6
Mechanic(s)	2	2	2	2	2	2	2	2	2	2
Dispatchers/radio operators	5	5	6	6	6	6	6	6	4	7
Maintenance personnel	0	0	0	0	0	0	0	0	1	1
Clerical personnel	1	0	0	0	0	0	0	0	0	0
Special patrols										
Secretary(ies)	0	0	0	1	1	1	1	1	1	1
Jail										
Assistant(s)	1	1	1	1	1	0	0	0	0	0
Supervisor/director	0	0	1	1	1	1	1	1	0	1
Deputy(ies)	42	43	43	43	42	40	38	60	59	57
Captain(s)	0	0	0	0	0	1	1	1	1	1
Lieutenant(s)	3	3	3	3	3	3	3	3	4	4
Sergeant(s)	3	3	3	3	3	5	7	7	6	5
Medical personnel	4	4	4	4	3	3	4	4	4	4
Cafeteria personnel	4	4	4	4	4	4	4	8	8	9
Maintenance personnel	1	1	1	1	1	1	1	0	0	0
Workhouse										
Deputy(ies)	0	0	4	4	21	21	21	0	0	0
Cafeteria personnel	0	0	1	1	4	4	4	0	0	0
Mechanic(s)	0	0	0	0	1	1	1	0	0	0

(Continued)

Table 19

Greene County, Tennessee
General Government and Discretely Presented Greene County School Department
Full-time Equivalent County Government Employees by Function
Last Ten Fiscal Years (cont.)

	Full-time Equivalent Employees as of June 30									
	1999	2000	2001	2002	2003	2004	2005	2006	2007	2008
Public safety (Continued)										
Civil defense										
Supervisor/director	1	1	1	1	1	1	1	1	1	1
Secretary(ies)	0	0	0	1	1	1	1	1	1	1
Inspection and regulation										
Supervisor/director	1	1	1	1	1	1	1	1	1	1
Assistant(s)	0	0	0	0	0	0	0	1	1	0
Clerical personnel	1	1	1	1	1	1	1	1	2	2
County coroner/medical examiner										
Other salaries and wages ⁶	0	0	1	1	1	1	1	1	1	1
Total public safety	114	114	125	130	151	151	152	152	153	153
Public health and welfare										
Local health center										
Guidance personnel	0	0	0	0	0	0	0	0	0	0
Medical personnel	1	0	2	2	2	1	1	1	1	1
Paraprofessionals	1	1	0	0	0	0	0	0	0	0
Clerical personnel	4	4	4	4	4	5	5	5	5	5
Custodial personnel	1	2	1	1	2	2	2	2	2	2
Maintenance personnel	1	0	0	0	0	0	0	0	0	0
Educational assistants	0	0	0	0	0	0	0	0	0	0
Temporary personnel	0	0	0	0	0	0	0	0	0	0
Rabies and animal control										
Supervisor/director	0	0	0	0	0	0	0	1	1	1
Animal control personnel	0	2	2	2	2	2	2	2	2	1
Ambulance/emergency medical services										
Supervisor/director	1	1	1	1	1	1	1	1	1	1
Assistant	0	0	0	0	0	0	0	0	0	1
Mechanic(s)	0	0	1	1	1	1	1	1	1	1
Clerical personnel	2	2	2	3	3	3	3	3	3	3
Attendants	33	30	36	35	38	36	39	43	40	41
Sanitation management										
Supervisor/director	1	1	1	1	1	1	1	1	1	1
Assistant(s)	0	0	0	0	0	0	0	1	1	1
Mechanic(s)	3	3	3	3	3	3	3	3	3	3
Laborer	9	9	9	10	10	8	8	8	8	8
Litter officer	1	1	1	1	1	1	1	0	0	0
Waste pickup										
Litter grant	2	2	1	1	1	1	1	1	1	1
Convenience centers										
Attendants ⁵	30	30	30	33	33	33	33	36	36	55
Other local health services										
Social worker(s)	0	0	0	1	0	0	0	0	0	0
Medical personnel	4	4	3	3	4	4	4	5	5	4
Other salaries and wages	4	4	3	4	4	4	4	4	4	4
Paraprofessionals	0	0	1	0	0	0	0	0	0	0
Total public health and welfare	98	96	101	106	110	106	109	118	115	134

(Continued)

Table 19

Greene County, Tennessee
General Government and Discretely Presented Greene County School Department
Full-time Equivalent County Government Employees by Function
Last Ten Fiscal Years (cont.)

	Full-time Equivalent Employees as of June 30									
	1999	2000	2001	2002	2003	2004	2005	2006	2007	2008
Agriculture and natural resources										
Soil conservation										
Paraprofessionals	1	1	1	1	1	1	1	1	1	1
Secretary(ies)	1	1	1	1	1	1	1	1	1	1
Total agriculture and natural resources	2	2	2	2	2	2	2	2	2	2
Other operations										
Veteran's services										
Supervisor/director	1	1	1	1	1	1	1	1	1	1
Clerical personnel	1	1	1	1	1	1	1	1	1	1
Total other operations	2	2	2	2	2	2	2	2	2	2
Highways										
Administration										
Highway superintendent	1	1	1	1	1	1	1	1	1	1
Accountants/bookkeepers	2	2	2	2	2	2	2	2	1	2
Road commissioners	3	3	3	3	3	3	3	3	3	3
Highway and bridge maintenance										
Assistant(s)	0	0	0	0	0	1	1	1	1	1
Foremen	5	5	4	4	4	3	3	4	4	4
Equipment operators-heavy	12	11	10	17	18	18	18	18	17	16
Equipment operators-light	16	16	13	5	5	5	6	5	5	5
Truck drivers	17	18	19	17	16	16	17	17	17	15
Laborers	13	13	14	20	19	18	17	16	12	12
Operation and maintenance of equipment										
Supervisor/director	1	1	1	1	1	1	1	1	1	1
Mechanic(s)	4	5	5	6	6	6	6	5	5	5
Laborers	1	1	1	1	2	2	2	2	2	2
Total highways	75	76	73	77	77	76	77	75	69	67
Total primary government	380	381	393	411	438	433	438	446	436	457
Discretely Presented Greene County School Department										
School department										
Director	1	1	1	1	1	1	1	1	1	1
Assistant director	1	1	1	1	1	1	1	1	1	1
Supervisors	5	6	6	7	6	6	6	6	6	7
Principals	16	16	16	16	16	17	17	17	17	17
Assistant principals	8	9	9	9	9	9	6	7	7	8
Extended school program director	1	1	1	2	2	2	2	1	1	1
Teachers	445	459	464	468	470	474	484	495	503	520
Teachers assistants	120	129	129	126	126	123	136	124	124	124
Nurses	1	2	2	2	3	3	3	2	6	8
Psychologist	1	1	1	1	1	1	1	1	1	1
Budget director	1	1	1	1	1	1	1	1	1	1
Secretarial and clerical	37	38	38	37	37	38	39	41	44	44
Safety officers	0	2	2	2	2	2	2	2	2	4
Technology personnel	6	9	10	11	11	11	10	10	8	10
Maintenance supervisor	1	1	1	1	1	1	1	1	1	1
Maintenance personnel	10	10	10	9	9	9	9	9	9	11
Mechanic supervisor	1	1	1	1	1	1	1	1	1	1

(Continued)

Table 19

Greene County, Tennessee
General Government and Discretely Presented Greene County School Department
Full-time Equivalent County Government Employees by Function
Last Ten Fiscal Years (cont.)

	Full-time Equivalent Employees as of June 30									
	1999	2000	2001	2002	2003	2004	2005	2006	2007	2008
Discretely Presented Greene County School Department (Cont.)										
School department (Cont.)										
Mechanics	6	6	6	6	6	6	6	7	7	6
Bus drivers	82	80	79	87	84	77	78	82	82	82
Food service director	1	1	1	1	1	1	1	1	1	1
Cooks	84	84	85	85	87	87	94	94	94	94
Custodians	38	37	37	37	37	37	39	40	40	42
Total school department	866	895	901	911	912	908	938	2,950	2,964	2,993

Source(s): Greene County Department of Accounts and Budgets' payroll records, Discretely Presented Greene County School Department's payroll records, letters of agreement, and approved budgets.

Note(s):

¹ County commissioners are paid on a per meeting basis.

² The county attorney is paid an annual salary, which is considered to be compensation for two days of work per week.

³ Election commission members are paid on a per meeting basis.

⁴ Juvenile referee position is for two days a week.

⁵ Convenience center operators work on a regular basis between 16 and 20 hours per week.

⁶ The county coroner works on a regular basis; however, he works less than 100 days per fiscal year.

Table 20

**Greene County, Tennessee
General Government and Discretely Presented Greene County School Department
Operating Indicators by Function
Last Ten Fiscal Years**

Function	Fiscal Year Ending									
	1999	2000	2001	2002	2003	2004	2005	2006	2007	2008
General government										
Warranty deeds	2,807	2,862	2,962	3,238	3,461	3,452	3,520	3,732	3,553	3,144
Trust deeds	3,526	3,314	4,130	4,358	5,144	4,451	4,152	4,092	4,168	3,515
Number of elections	N/A ⁴	N/A ⁴	N/A ⁴	N/A ⁴	3	2	3	2	3	N/A ³
Number of registered voters	N/A ⁴	N/A ⁴	N/A ⁴	N/A ⁴	31,309	32,918	35,459	36,675	37,397	N/A ³
Number of votes cast	N/A ⁴	N/A ⁴	N/A ⁴	N/A ⁴	33,236	11,019	30,725	13,263	31,871	N/A ³
Debris cleanup enforcement										
Cases performed or closed	N/A ⁴	N/A ⁴	N/A ⁴	N/A ⁴	0	5	0	15	28	13
Debris cleanup complaints filed	N/A ⁴	N/A ⁴	N/A ⁴	N/A ⁴	80	166	102	126	52	60
Finance										
Number of checks issued - non-payroll	N/A ⁴	N/A ⁴	N/A ⁴	N/A ⁴	12,442	11,290	13,215	10,502	10,410	14,069
Number of checks issued - payroll	N/A ⁴	N/A ⁴	N/A ⁴	N/A ⁴	12,197	11,944	12,048	11,937	12,564	7,025
Number of direct deposit vouchers	N/A ⁵	N/A ⁵	N/A ⁵	N/A ⁵	N/A ⁵	N/A ⁵	N/A ⁵	N/A ⁵	18	6,082
Number of purchase orders issued	N/A ⁴	N/A ⁴	N/A ⁴	N/A ⁴	N/A ⁴	5,734	5,390	4,931	4,528	3,745
Number of bids	N/A ⁴	N/A ⁴	N/A ⁴	N/A ⁴	N/A ⁴	56	61	50	40	29
Number of taxable and non-taxable properties	N/A ⁴	37,645	38,893	39,944	40,517	41,226	41,798	42,354	42,327	42,903
Administration of justice										
Cases filed in Circuit Court	1,266	1,315	1,307	1,347	1,559	1,524	1,612	1,507	1,513	N/A ¹
Cases filed in General Sessions Court	14,272	16,193	15,052	15,773	16,289	14,982	18,936	16,670	16,263	N/A ¹
Cases filed in Juvenile Court	1,310	1,317	1,064	1,118	1,071	1,119	1,440	1,354	1,388	N/A ¹
Cases filed in Chancery Court	412	458	438	446	359	364	377	356	391	N/A ¹

(Continued)

Table 20

**Greene County, Tennessee
General Government and Discretely Presented Greene County School Department
Operating Indicators by Function
Last Ten Fiscal Years (cont.)**

Function	Fiscal Year Ending									
	1999	2000	2001	2002	2003	2004	2005	2006	2007	2008
Public safety										
Physical arrests	1,429	805	542	668	1,875	2,424	1,716	2,273	2,077	2,006
Traffic citations	292	413	288	608	607	497	459	602	787	557
Warrants served	9,192	9,766	10,622	11,496	12,129	12,303	10,142	11,310	12,770	12,650
Accidents worked	1,084	1,333	1,213	1,266	1,372	1,311	907	1,246	1,004	1,232
Complaints received	13,511	14,512	13,999	14,404	14,186	13,638	10,176	15,668	17,665	17,221
Summary of inmate days:										
Felons-convicted	26,164	20,807	15,870	28,115	29,603	28,083	23,610	31,217	30,763	33,896
Misdemeanant-convicted	31,978	24,362	29,429	32,098	35,048	36,709	45,380	56,178	57,295	47,604
Pretrial	10,775	9,751	13,165	14,027	15,206	17,996	20,709	18,125	22,803	23,638
Other	2,725	7,043	8,383	17,952	21,357	23,557	25,139	17,870	21,410	27,776
Total inmate days	71,642	61,963	66,847	92,192	101,214	106,345	114,838	123,390	132,271	132,914
Other daily inmate information										
Average daily population	196.3	169.8	183.1	252.6	277.3	291.4	314.6	338.1	362.4	364.1
Daily inmate capacity of facility	158	161	161	438	438	438	438	438	438	475
Building permits issued	883	1,541	758	750	666	677	575	622	646	639
Zoning violations filed	N/A ⁴	N/A ⁴	N/A ⁴	N/A ⁴	55	24	29	37	23	28
Environmental - Sewage Permit	N/A ²	N/A ²	N/A ²	N/A ²	N/A ²	N/A ²	N/A ²	N/A ²	142	379
Environmental - Subdivision Permit	N/A ²	N/A ²	N/A ²	N/A ²	N/A ²	N/A ²	N/A ²	N/A ²	293	483
Environmental - Installer Permit	N/A ²	N/A ²	N/A ²	N/A ²	N/A ²	N/A ²	N/A ²	N/A ²	1	3
Environmental - Certificate	N/A ²	N/A ²	N/A ²	N/A ²	N/A ²	N/A ²	N/A ²	N/A ²	3	13
Environmental - Water Permit	N/A ²	N/A ²	N/A ²	N/A ²	N/A ²	N/A ²	N/A ²	N/A ²	2	2

(Continued)

Table 20

**Greene County, Tennessee
General Government and Discretely Presented Greene County School Department
Operating Indicators by Function
Last Ten Fiscal Years (cont.)**

Function	Fiscal Year Ending									
	1999	2000	2001	2002	2003	2004	2005	2006	2007	2008
Public health and welfare										
EMS (emergency) calls	4,586	5,010	4,833	4,579	4,441	4,502	5,306	4,273	4,746	7,106
EMS (non-emergency) calls	4,013	4,028	4,609	4,886	5,342	6,152	7,363	6,645	6,489	3,876
Solid waste department										
Refuse collected (in tons)	15,410.57	16,058.53	16,481.54	17,431.68	17,689.10	18,391.73	18,518.08	19,018.31	19,028.15	1,914.04
Recyclables collected (in tons)										
Paper	191.05	193.74	195.20	141.80	192.53	268.10	332.56	398.73	245.01	549.58
Batteries	16.19	37.80	22.06	20.16	22.22	38.42	28.13	23.90	19.91	12.21
Plastics	0.00	0.00	0.00	0.00	0.00	1.06	0.00	0.00	0.00	49.11
Metals	432.64	436.50	696.16	780.84	757.41	790.48	755.30	772.48	701.79	609.00
Tires	83.42	117.59	118.38	101.71	94.47	91.62	106.84	101.69	75.33	647.78
Used oil	38.48	33.78	36.79	37.28	33.60	44.88	46.10	38.84	37.43	49.45
Health department										
Number of patients treated ²	37,050	42,989	36,912	28,248	26,014	27,570	10,636	11,060	10,443	32,793
Agriculture and natural resources										
Contacts by program areas										
Agriculture	10,864	3,229	3,696	2,796	2,182	6,120	3,454	3,242	NA ⁴	6,951
Non-farm agriculture	1,011	543	511	1,138	1,863	2,099	1,486	1,380	NA ⁴	2,960
Community resource development	856	2,121	2,348	1,649	459	783	2,924	406	NA ⁴	16
Family and consumer science	30,344	14,803	16,670	12,443	12,451	13,694	7,601	14,152	NA ⁴	18,132
4-H youth	26,230	7,590	7,245	7,733	4,687	11,024	9,587	10,549	NA ⁴	7,633
Highway										
Potholes patched	NA ⁴	NA ⁴	NA ⁴	NA ⁴	NA ⁴	NA ⁴	635	514	531	787
Roads re-surfaced	NA ⁴	NA ⁴	NA ⁴	NA ⁴	0	55	208	165	65	17
Bridges replaced	NA ⁴	NA ⁴	NA ⁴	NA ⁴	1	1	4	4	12	5

(Continued)

Table 20

**Greene County, Tennessee
General Government and Discretely Presented Greene County School Department
Operating Indicators by Function
Last Ten Fiscal Years (cont.)**

	Fiscal Year Ending									
	1999	2000	2001	2002	2003	2004	2005	2006	2007	2008

Component Unit:

Greene County School Department
Weighted Full-time equivalent average
daily attendance
Graduated

8,052	8,135	8,181	8,160	8,110	8,227	8,352	8,517	8,606	8,561
336	436	365	380	426	408	426	478	486	581

Source(s): Various government departments' records.

Note(s):

Social, cultural, and recreational services and other operations did not have any pertinent operating indicators.

¹ Data only available on calendar year. Data not available for 2008.

² Greene County government did not maintain environmental before March 1, 2007.

³ Data not available in time for inclusion in this report.

⁴ Data not available for fiscal year.

⁵ Direct deposit was not implemented until the 2006-2007 fiscal year.

Table 21
Greene County, Tennessee
Primary Government and Discretely Presented Greene County School Department
Capital Assets Statistics by Function
Last Six Fiscal Years

<u>Function</u>	<u>Fiscal Year Ending</u>					
	<u>2003</u>	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>
General government						
County commission						
Greene County Courthouse	1	1	1	1	1	1
Courthouse annex	1	1	1	1	1	1
Historical jail (1884)	1	1	1	1	1	1
Historic Dickson-Williams Mansion	1	1	1	1	1	1
Election office	1	1	1	1	1	1
911 building	1	1	1	1	1	1
Community center	0	1	1	0	0	0
Driver's license station	0	0	0	1	1	1
Sports complex	0	0	0	1	1	1
County mayor						
County car	1	1	1	1	1	1
County buildings						
Pickup trucks	1	2	2	3	3	3
Finance						
Property Assessor						
Cars	2	2	2	2	2	2
Sport utility vehicles	2	2	2	3	4	3
Administration of justice						
Juvenile court						
Car	1	1	1	1	1	1
Public safety						
Sheriff's department						
Sheriff's office building	1	1	1	1	1	1
Sheriff's dept. of trans. office bldg.	1	1	1	1	1	1
Patrol cars	64	72	75	83	91	99
Sport utility vehicles	10	10	10	10	10	9
Trucks	3	3	6	6	6	6
Vans	3	3	3	3	3	3
Mobile command unit	0	1	1	1	1	1
4-Wheeler	1	1	1	1	1	1

(Continued)

Table 21

Greene County, Tennessee
General Government and Discretely Presented Greene County School Department
Capital Asset Statistics by Function
Last Six Fiscal Years (Cont.)

<u>Function</u>	<u>Fiscal Year Ending</u>					
	<u>2003</u>	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>
Jail						
Detention center	1	1	1	1	1	1
Workhouse						
Workhouse building	1	1	1	1	1	1
Civil defense						
Ambulances	1	1	1	1	1	1
Sport utility vehicles	1	1	2	3	2	2
Trucks	0	1	2	2	2	2
Inspection and regulation						
Truck	1	1	1	1	1	1
Sport utility vehicles	0	0	0	0	1	1
Car	0	0	0	0	1	1
County coroner						
Car	1	1	1	1	1	1
Van	0	0	0	0	1	1
Public health and welfare						
Emergency medical services (EMS)						
EMS dept. of transportation office bldg.	1	1	1	1	1	1
EMS substation	0	0	1	1	1	1
Cars	1	1	1	0	0	0
Trucks	1	1	1	1	1	1
Sport utility vehicles	2	2	2	2	2	2
Ambulances	8	8	9	10	13	13
Sanitation management						
Solid waste office building	1	1	1	1	1	1
Convenience center buildings	15	15	15	16	16	16
Cars	1	1	1	1	2	2
Sport utility vehicles	1	1	1	1	1	1
Pickup trucks	2	2	2	2	2	2
One-ton trucks	3	3	3	3	3	3
Garbage trucks	9	10	10	11	12	12
High lift	1	1	1	1	1	1
Dump truck	1	1	1	1	1	1
Utility trailers	33	38	38	37	37	37
Rabies and animal control						
Animal control building	1	1	1	1	1	1
Pickup trucks	2	2	2	2	3	3

(Continued)

Table 21

Greene County, Tennessee
General Government and Discretely Presented Greene County School Department
Capital Asset Statistics by Function
Last Six Fiscal Years (Cont.)

<u>Function</u>	<u>Fiscal Year Ending</u>					
	<u>2003</u>	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>
Highways						
Highway department						
Highway department office building	1	1	1	1	1	1
Highway department annex building	1	1	1	1	1	1
Bridges	187	185	191	190	194	164
Roads	1,185	1,199	1,204	1,210	1,217	1,231
Asphalt distributors	1	1	1	1	1	1
Backhoes	4	5	4	4	4	4
Brush cutters	1	1	1	1	1	1
Cars	1	1	1	1	0	0
Chip spreaders	1	1	1	1	1	1
Chippers	1	1	1	1	1	1
Cranes	1	1	1	2	2	2
Dozers	2	2	3	2	2	2
Dump truck	19	23	19	13	13	13
Equipment trucks	5	8	12	7	7	7
Flat bed trucks	2	4	4	4	4	4
Forklifts	1	1	1	1	1	1
Gradalls	1	2	2	2	3	4
Graders	6	6	2	6	6	7
Hi-lifts	1	1	1	1	1	1
Loaders	5	5	6	6	6	6
Mowers	1	3	3	2	2	2
Pavers/Finishers	1	1	2	2	2	2
Pickup truck	18	19	21	22	25	25
Scrapers	1	1	1	1	1	1
Tractors	10	14	14	16	16	16
Trailers	4	4	4	4	4	4
Road Brooms	1	1	1	1	1	1
Rollers	3	3	3	3	4	4
Salt spreaders	1	1	1	1	1	1
Sport utility vehicles	5	6	7	6	7	7
Track hoe link belt	0	0	1	1	1	1

(Continued)

Table 21

Greene County, Tennessee
General Government and Discretely Presented Greene County School Department
Capital Asset Statistics by Function
Last Six Fiscal Years (Cont.)

<u>Function</u>	<u>Fiscal Year Ending</u>					
	<u>2003</u>	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>
Component Unit:						
Greene County School Department						
Elementary schools	-	11	11	11	11	11
Middle schools	-	2	2	2	2	2
High schools	-	4	4	4	4	4
Agriculture buildings	-	2	2	3	4	4
Concession buildings	-	1	2	2	2	2
Field houses	-	6	6	6	6	6
Garage buildings	-	1	1	1	1	1
Gymnasium buildings	-	2	2	2	2	2
Mobile class rooms	-	7	7	7	7	7
Music, art, band, buildings	-	4	4	4	4	4
Office building	-	2	2	2	2	2
Play shelters	-	2	2	2	2	2
Storage building	-	1	1	1	1	1
72-85 Passenger buses	-	88	88	80	79	79
Mini Buses	-	15	15	14	14	14
Cars	-	4	4	4	4	4
Vans	-	6	7	7	8	8
Pickups	-	1	1	1	1	1
Dump truck	-	1	1	1	1	1

Sources: Primary government's and discretely presented Greene County School Department's capital asset records.

Note(s): Information on capital assets was not available for the primary government before the 2002-2003 fiscal year and for the discretely presented Greene County School Department before the 2003-2004 fiscal year.

SINGLE AUDIT SECTION

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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 24, 2008

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

To the County Mayor and County Commissioners:

We have audited the financial statements of the governmental activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Greene County, Tennessee, as of and for the year ended June 30, 2008, which collectively comprise Greene County's basic financial statements and have issued our report thereon dated November 24, 2008. Our report was modified to include a reference to 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. Other auditors audited the financial statements of the Greeneville-Greene County Emergency Communications District as described in our report on Greene County's financial statements. This report does not include the results of the other auditors' testing of internal control over financial reporting or compliance and other matters that are reported on separately by those auditors.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered Greene County's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of Greene County's internal control over financial reporting.

Accordingly, we do not express an opinion on the effectiveness of Greene County's internal control over financial reporting.

Our consideration of internal control over financial reporting was for the limited purpose described in the preceding paragraph and would not necessarily identify all deficiencies in internal control over financial reporting that might be significant deficiencies or material weaknesses. However, as discussed below, we identified certain deficiencies in internal control over financial reporting that we consider to be significant deficiencies.

A control deficiency exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect misstatements on a timely basis. A significant deficiency is a control deficiency, or combination of control deficiencies, that adversely affects the entity's ability to initiate, authorize, record, process, or report financial data reliably in accordance with generally accepted accounting principles such that there is more than a remote likelihood that a misstatement of the entity's financial statements that is more than inconsequential will not be prevented or detected by the entity's internal control. We consider the following deficiencies described in the accompanying Schedule of Findings and Questioned Costs to be significant deficiencies in internal control over financial reporting: 08.01 and 08.02.

A material weakness is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that a material misstatement of the financial statements will not be prevented or detected by Greene County's internal control.

Our consideration of the internal control over financial reporting was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in the internal control that might be significant deficiencies and, accordingly, would not necessarily disclose all significant deficiencies that are also considered to be material weaknesses. However, of the significant deficiencies described above, we consider item 08.01 to be a material weakness.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether Greene 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 no instances of noncompliance or other matters that are required to be reported under Government Auditing Standards.

We also noted certain matters that we reported to management of Greene County in separate communications.

Greene County's response to the findings identified in our audit is described in the accompanying Schedule of Findings and Questioned Costs. We did not audit Greene County's response and, accordingly, we express no opinion on it.

This report is intended solely for the information and use of management, the county mayor, director of schools, highway superintendent, director of accounts and budget, County Commission, Board of Education, others within Greene County, 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,

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

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STATE OF TENNESSEE
COMPTROLLER OF THE TREASURY
DEPARTMENT OF AUDIT
DIVISION OF COUNTY AUDIT
SUITE 1500
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REPORT ON COMPLIANCE WITH REQUIREMENTS APPLICABLE TO
EACH MAJOR PROGRAM AND INTERNAL CONTROL OVER
COMPLIANCE IN ACCORDANCE WITH OMB CIRCULAR A-133

November 24, 2008

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

To the County Mayor and Board of County Commissioners:

Compliance

We have audited the compliance of Greene 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, 2008. Greene 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 Greene County's management. Our responsibility is to express an opinion on Greene 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 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 Greene 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 of Greene County's compliance with those requirements.

In our opinion, Greene 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, 2008.

Internal Control Over Compliance

The management of Greene County is responsible for establishing and maintaining effective internal control over compliance with the requirements of laws, regulations, contracts, and grants applicable to federal programs. In planning and performing our audit, we considered Greene County's internal control over compliance with the 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, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of Greene County's internal control over compliance.

A control deficiency in an entity's internal control over compliance exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect noncompliance with a type of compliance requirement of a federal program on a timely basis. A significant deficiency is a control deficiency, or combination of control deficiencies, that adversely affects the entity's ability to administer a federal program such that there is more than a remote likelihood that noncompliance with a type of compliance requirement of a federal program that is more than inconsequential will not be prevented or detected by the entity's internal control.

A material weakness is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that material noncompliance with a type of compliance requirement of a federal program will not be prevented or detected by the entity's internal control.

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in internal control that might be significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above.

Schedule of Expenditures of Federal Awards

We have audited the financial statements of the governmental activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Greene County as of and for the year ended June 30, 2008, and have issued our report thereon dated November 24, 2008. Our audit was performed for the purpose of forming our opinions on the financial statements that collectively comprise Greene County's basic financial statements. The accompanying Schedule of Expenditures of Federal Awards is presented for purposes of additional analysis as required by OMB Circular A-133 and is not a required part of the basic financial statements. Such information 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.

Greene County's response to the findings identified in our audit is described in the accompanying Schedule of Findings and Questioned Costs. We did not audit Greene County's response and, accordingly, we express no opinion on it.

This report is intended solely for the information and use of management, the county mayor, director of schools, highway superintendent, director of accounts and budget, County Commission, Board of Education, others within the entity, 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.

Yours very truly,

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

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Greene County, Tennessee
Schedule of Expenditures of Federal Awards and State Grants (1)
For the Year Ended June 30, 2008

Federal/Pass-through Agency/State Grantor Program Title	Federal CFDA Number	Pass-through Entity Identifying Number	Expenditures
U.S. Department of Agriculture:			
Passed-through State Department of Education:			
Child Nutrition Cluster:			
School Breakfast Program	10.553	N/A	\$ 552,072
National School Lunch Program	10.555	N/A	1,483,313 (3)
Passed-through State Department of Agriculture:			
National School Lunch Program (Commodities - Noncash Assistance)	10.555	N/A	339,296 (3)
Total U.S. Department of Agriculture			<u>\$ 2,374,681</u>
U.S. Department of the Interior:			
Direct Program:			
Payments in-Lieu-of Taxes	15.226	N/A	\$ 33,892
Total U.S. Department of the Interior			<u>\$ 33,892</u>
U.S. Department of Justice:			
Passed-through State Office of Criminal Justice Programs:			
Edward Byrne Memorial Justice Assistance Grant Program	16.738	2007-DJ-BX-0409	\$ 24,624
Total U.S. Department of Justice			<u>\$ 24,624</u>
U.S. Department of Education:			
Passed-through State Department of Education:			
Title I Grants to Local Educational Agencies	84.010	N/A	\$ 1,386,468
Special Education Cluster:			
Special Education - Grants to States	84.027	N/A	2,031,296
Special Education - Preschool Grants	84.173	N/A	37,692
Career and Technical Education - Basic Grants to States	84.048	N/A	134,747
Rehabilitation Services - Vocational Rehabilitation Grants to States	84.126	GG-07-12451-00	14,355
Safe and Drug-Free Schools and Communities - State Grants	84.186	(2)	31,722
State Grants for Innovative Programs	84.298	N/A	70,676
Education Technology State Grants	84.318	(2)	14,565
Improving Teacher Quality State Grants	84.367	N/A	306,624
Total U.S. Department of Education			<u>\$ 4,028,145</u>
U.S. Department of Homeland Security:			
Passed-through State Department of Military:			
Emergency Management Performance Grants	97.042	N/A	\$ 677
Total U.S. Department of Homeland Security			<u>\$ 677</u>
Total Expenditures of Federal Awards			<u>\$ 6,462,019</u>

(Continued)

Greene County, Tennessee
Schedule of Expenditures of Federal Awards and State Grants (1) (Cont.)

Federal/Pass-through Agency/State Grantor Program Title	Federal CFDA Number	Contract Number	Expenditures
<u>State Grants:</u>			
Juvenile Services Program - State Commission on Children and Youth	N/A	Z-08-022759-00	\$ 9,000
State Reappraisal Grant - Comptroller of the Treasury	N/A	(2)	25,802
Courthouse Security - Administrative Office of the Courts	N/A	(2)	48,597
Agriculture Enhancement Program - State Department of Agriculture	N/A	DG-047-02305-00 Z-07-034589-00	9,884
Fingerprint Grant - Office of Criminal Justice Programs		Z-06-027079-00	15,000
Health Department Program - State Department of Health	N/A	DG-08-20416-00	298,818
Tobacco Cessation Grant - State Department of Health	N/A	GG-08-23193-00	15,789
Dental Services - State Department of Health	N/A	(2)	68,990
Litter Grant Program - State Department of Transportation	N/A	(2)	49,595
Waste Tire Grant - State Department of Environment and Conservation	N/A	Z-07-037115-00	55,000
Voting Grant - Tennessee Secretary of State	N/A	(2)	1,773
Fast Track Industrial Development Project - State Department of Economic and Community Development	N/A	(2)	446,637
Family Resource Center Grant - State Department of Education	N/A	07-120-77	33,090
Safe Schools Act Grant - State Department of Education	N/A	(2)	39,500
Lottery for Education After School Program - State Department of Education	N/A	(2)	43,524
Coordinated School Health - State Department of Education	N/A	G27-AAX	108,510
Early Childhood Education Project - State Department of Education	N/A	(2)	<u>1,258,827</u>
Total State Grants			<u>\$ 2,528,336</u>

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

- (1) Presented in conformity with generally accepted accounting principles using the modified accrual basis of accounting.
- (2) Information not available.
- (3) Total for CFDA No. 10.555 is \$1,822,609.

Greene County, Tennessee
Schedule of Audit Finding Not Corrected
June 30, 2008

Government Auditing Standards require auditors to report the status of uncorrected findings from prior audits. Presented below is a finding from the Comprehensive Annual Financial Report for Greene County, Tennessee, for the year ended June 30, 2007, which has not been corrected.

OFFICE OF TRUSTEE

<u>Finding Number</u>	<u>Page Number</u>	<u>Subject</u>
07.02	262	Duties were not segregated adequately in the Office of Trustee

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GREENE COUNTY, TENNESSEE

SCHEDULE OF FINDINGS AND QUESTIONED COSTS

For the Year Ended June 30, 2008

PART I, SUMMARY OF AUDITOR'S RESULTS

1. An unqualified opinion was issued on the financial statements of Greene County.
2. The audit of the financial statements of Greene County disclosed significant deficiencies in internal control. One of these deficiencies was considered to be a material weakness.
3. The audit disclosed no instances of noncompliance that are material to the financial statements of Greene County.
4. The audit disclosed no significant deficiencies 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. The Child Nutrition Cluster: the School Breakfast Program and the National School Lunch Program (CFDA Nos. 10.553 and 10.555), the Title I Grants to Local Educational Agencies (CFDA No. 84.010), and Improving Teacher Quality State Grants (CFDA No. 84.367) were determined to be major programs.
8. A \$300,000 threshold was used to distinguish between Type A and Type B federal programs.
9. Greene County did not qualify as a low-risk auditee.

PART II, FINDINGS RELATING TO THE FINANCIAL STATEMENTS

Findings and recommendations, as a result of our examination, are presented below. We reviewed these findings and recommendations with management to provide an opportunity for their response. The written response from the director of schools is 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 DIRECTOR OF SCHOOLS

FINDING 08.01 **MATERIAL AUDIT ADJUSTMENTS WERE REQUIRED FOR PROPER FINANCIAL STATEMENT PRESENTATION (Internal Control – Material Weakness Under Government Auditing Standards)**

Generally accepted accounting principles require the Greene County School Department to have adequate internal controls over the maintenance of its accounting records. At June 30, 2008, various general ledgers were not materially correct, and multiple audit adjustments were required for the financial statements to be materially correct at year end. Therefore, the School Department's financial reporting system did not prevent, detect, or correct potential misstatements in the accounting records. Although it is permissible for us, as the external auditors, to assist the School Department in preparing its financial statements, it is a strong indicator of a material weakness in internal controls if the School Department has ineffective controls over the maintenance of its accounting records, which are used to prepare the financial statements, including the related notes. We presented audit adjustments to management that they approved and posted to properly present the financial statements in this report.

RECOMMENDATION

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

MANAGEMENT'S RESPONSE – DIRECTOR OF SCHOOLS

This finding resulted from changes in auditing standards that we were not aware of. As you know, the county auditors have always provided us with these adjustments in the past. In the future, we will make every effort to ensure that the financial statements are materially correct.

AUDITOR'S REBUTTAL

It has always been management's responsibility to accurately maintain its general ledgers, and the American Institute of Certified Public Accountants (AICPA) is placing more emphasis on management's responsibilities.

OFFICE OF TRUSTEE

FINDING 08.02 **DUTIES WERE NOT SEGREGATED ADEQUATELY IN THE OFFICE OF TRUSTEE
(Internal Control – Significant Deficiency Under Government Auditing Standards)**

Duties were not segregated adequately among the official and employees in the Office of Trustee. The official and employees responsible for maintaining accounting records were also involved in receipting, depositing, and/or disbursing funds. Accounting standards provide that internal controls be designed to give reasonable assurance of the reliability in financial reporting and of the effectiveness and efficiency of operations. This lack of segregation of duties is the result of management's decisions based on the availability of financial resources and is a significant deficiency in internal controls that increases the risk of unauthorized transactions.

RECOMMENDATION

The trustee should segregate duties to the extent possible using available resources.

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

There were no findings and questioned costs for federal awards.

**GREENE COUNTY, TENNESSEE
AUDITEE REPORTING RESPONSIBILITIES
For the Year Ended June 30, 2008**

There were no audit findings relative to federal awards presented in the prior- or current-years' Schedules of Findings and Questioned Costs.