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# ANNUAL FINANCIAL REPORT ROANE COUNTY, TENNESSEE



**FOR THE YEAR ENDED JUNE 30, 2010**



**ANNUAL FINANCIAL REPORT  
ROANE COUNTY, TENNESSEE  
FOR THE YEAR ENDED JUNE 30, 2010**

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Comptroller of the Treasury*

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State Auditors*

This financial report is available at [www.tn.gov/comptroller](http://www.tn.gov/comptroller)

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# ***Audit Highlights***

Annual Financial Report  
Roane County, Tennessee  
For the Year Ended June 30, 2010

## ***Scope***

We have audited the basic financial statements of Roane County as of and for the year ended June 30, 2010.

## ***Results***

Our report on Roane County's financial statements is unqualified. Our audit resulted in no findings.

## ***Best Practice***

Roane County does not have an Audit Committee. The Division of County Audit strongly believes that an Audit Committee is a best practice that should be adopted by the governing body to assist the County Commission by providing independent and objective reviews of the financial reporting process, internal controls, the audit function, and being responsible for monitoring management's plans to address various risks.

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# INTRODUCTORY SECTION

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# Roane County Officials

## June 30, 2010

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### **Officials**

Mike Farmer, County Executive  
Thomas Hamby, Road Superintendent  
Dr. Toni McGriff, Director of Schools  
Wilma Eblen, Trustee  
Teresa Kirkham, Assessor of Property  
Barbara Anthony, County Clerk  
Angela Randolph, Circuit and General Sessions Courts Clerk  
Shannon Conley, Clerk and Master  
Sharon Brackett, Register  
Jack Stockton, Sheriff  
Alva Moore, Director of Accounts and Budgets

### **Board of County Commissioners**

Troy Beets, Chairman	
George Bacon	James Harmon
James Brummett	Ron Berry
Ray Cantrell	Nadine Jackson
Bobby Collier	Chris Johnson
David Currier	David Olsen
Benny East	Howard Rose
Jerry Goddard	Fred Tedder

### **Board of Education**

Michael Miller, Chairman	Wade McCullough
Sam Cox	Franklin Mee
Rob Jago	Everett Massengill
Hugh Johnson	Kim Nelson
Darrell Langley	Michael Taylor

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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 37243-1402  
PHONE (615) 401-7841**

**INDEPENDENT AUDITOR'S REPORT**

November 15, 2010

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

To the County Executive 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 Roane County, Tennessee, as of and for the year ended June 30, 2010, which collectively comprise Roane County's basic financial statements as listed in the table of contents. These financial statements are the responsibility of Roane 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 Roane County Emergency Communications District, which represent 1.5 percent and 1.6 percent, respectively, of the assets and revenues of the aggregate discretely presented component units. We also did not audit the financial statements of the Roane County Industrial Development Board, which represent eight percent and .7 percent, respectively, of the assets and revenues of the aggregate discretely presented component units. Those financial statements were audited by other auditors whose reports thereon have been furnished to us, and our opinion, insofar as it relates to the amounts included for the Roane County Emergency Communications District and the Roane County Industrial Development Board, is based on the reports of other auditors.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the auditing standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the

accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit and the reports of other auditors provide a reasonable basis for our opinions.

In our opinion, based on our audit and the reports of other auditors, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Roane County, Tennessee, as of June 30, 2010, and the respective changes in financial position and cash flows, where applicable, thereof for the year then ended, in conformity with accounting principles generally accepted in the United States of America.

In accordance with Government Auditing Standards, we have also issued our report dated November 15, 2010, on our consideration of Roane 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.

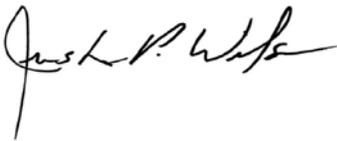
As described in Note V.B., Roane County has adopted the provisions of Governmental Accounting Standards Board Statement No. 51, Accounting and Financial Reporting for Intangible Assets; and Statement No. 53, Accounting and Financial Reporting for Derivative Instruments, which became effective for the year ended June 30, 2010.

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis on pages 14 through 21 and budgetary comparison, pension, and other postemployment benefits information on pages 87 through 95 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise Roane County's basic financial statements. The introductory section, combining and individual nonmajor fund financial statements, budgetary comparison schedules of nonmajor governmental funds and the General Debt Service and Rural Debt Service funds, combining and individual fund financial statements of the Roane

County School Department (a discretely presented component unit), and miscellaneous schedules are presented for purposes of additional analysis and are not a required part of the basic financial statements. The combining and individual nonmajor fund financial statements, budgetary comparison schedules of nonmajor governmental funds and the General Debt Service and Rural Debt Service funds, combining and individual fund financial statements of the Roane 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 has 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 it.

Very truly yours,

A handwritten signature in black ink, appearing to read "Justin P. Wilson". The signature is fluid and cursive, with a prominent vertical stroke at the beginning.

Justin P. Wilson  
Comptroller of the Treasury

JPW/sb

**Roane County, Tennessee  
Management's Discussion and Analysis  
For the Year Ended June 30, 2010**

This discussion and analysis of Roane County's financial performance provides an overall view of the county's financial activities for the year ended June 30, 2010. In addition, this discussion and analysis includes an overall view of the Discretely Presented Component Unit (DPCU) Roane County School Department. A separate set of financial statements is not issued for the Roane County School Department. The intent of this discussion and analysis is to look at the county's and the DPCU School Department's financial performance as a whole. Readers should also review the notes to the basic financial statements to enhance their understanding of the county's financial performance as well as the DPCU School Department's financial performance.

**FINANCIAL HIGHLIGHTS FOR FY 2010**

**Key Financial Highlights for 2010 are as Follows:**

In total, net assets of the primary government increased by \$1.5 million, and net assets of the DPCU School Department had no significant change. In the primary government, most of the negative unrestricted net assets balance (\$23.3 million) is related to the fact that school buildings constructed with county debt are recorded as an asset for the DPCU School Department while the debt issued to fund those capital assets is recorded as a liability for the primary government. All net assets of the primary government and the DPCU School Department are related to governmental activities.

General revenues of the primary government accounted for \$18.4 million in revenue or 59 percent of all revenues. Program specific revenues, in the form of charges for services, sales, grants, and contributions, accounted for \$12.8 million or 41 percent of total revenues of \$31.2 million. Total revenues of the DPCU School Department were \$64.3 million.

Total assets of governmental activities in the primary government were \$82.6 million as net taxes receivable totaled \$14.1 million; cash totaled \$19.7 million; and capital assets, net of accumulated depreciation totaled \$44.9 million. Total assets in the DPCU School Department were \$82.4 million as taxes receivable totaled \$12.3 million; cash totaled \$13.7 million; and capital assets, net of accumulated depreciation totaled \$53.3 million.

The county had \$29.6 million in expenses related to governmental activities, with \$12.8 million of these expenses offset by program specific charges for services, grants, or contributions. General revenues (primarily property taxes of \$14 million) were adequate to provide current funding for these programs. The DPCU School Department had \$64.3 million in expenses related to governmental activities; \$11.2 million of these expenses were offset by program specific charges for services, grants, or contributions. General revenues of the DPCU School Department (primarily Basic Education Program revenues of \$29.1 million and property taxes and sales taxes of \$12.2 and \$7.3 million, respectively) were adequate to provide current funding for these programs.

Among major funds, the General Fund had \$14.6 million in revenues, \$1.4 million in other financing sources (bond proceeds), and \$15 million in expenditures. The Highway/Public Works Fund had \$4.1 million in revenues, \$1 million in other financing sources (bond proceeds), and \$4.4 million in expenditures. The General Debt Service Fund had \$1.5 million in revenues, \$4.2 million in other financing sources (transfers and refunding bond proceeds), and \$2.9 million in expenditures. The Rural Debt Service Fund had \$1.6 million in revenues and \$1.4 million in expenditures. Fund balances for the General and Highway/Public Works funds increased by \$.6 million and \$.58 million, respectively, while decreasing by \$.28 million and \$.16 million in the General Debt Service and Rural Debt Service funds, respectively.

### **Using this Annual Financial Report (AFR)**

This annual financial report consists of a series of financial statements and notes to those statements. These statements are organized so the reader can understand Roane County as a financial whole (and entire operating entity). The statements then proceed to provide an increasingly detailed look at specific financial activities.

The Statement of Net Assets and the Statements of Activities present an aggregate view of the entire county's finances. Fund financial statements provide the next level of detail. For governmental funds, these statements tell how services were financed in the short-term as well as what remains for future spending. The fund financial statements also look at the county's most significant funds with all other nonmajor funds presented in total in one column. In the case of Roane County, the General Fund is by far the most significant fund. Other major funds include the Highway/Public Works, General Debt Service, and Rural Debt Service funds. In the case of the DPCU School Department, the General Purpose School Fund is the only major fund.

### **Reporting the County as a Whole**

#### **Statement of Net Assets and the Statement of Activities**

While this document contains the largest number of funds used by the county and the DPCU School Department to provide programs and activities financially during 2010, the Statement of Net Assets and the Statement of Activities provide a broader picture of the financial activities during 2010. These statements include all assets and liabilities using the accrual basis of accounting similar to the accounting method used by most private-sector companies. This basis of accounting takes into account all of the current year's revenues and expenses regardless of when cash is received or paid.

These two statements report the county's net assets and changes in those assets as well as those of the county's discretely presented component units. This change in assets is important because it tells the reader that, for the county and its discretely presented component units as a whole, whether their financial position has improved or diminished. The cause of this change may be the result of many factors, some financial, some not.

In the Statement of Net Assets and the Statement of Activities, the county reports its activities as governmental activities. The county's programs and services reported here include: general government; finance; administration of justice; public safety; public health

and welfare; social, cultural, and recreational services; highways; and other operations. These services are funded primarily by taxes and intergovernmental revenues, including federal and state grants and other shared revenues. For the DPCU School Department, its activities, programs, and services are also reported as governmental activities. These services are also funded primarily by taxes and intergovernmental revenues including federal and state grants and other shared revenues.

## **Reporting on the County's Most Significant Funds**

### **Fund Financial Statements**

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

Fund financial statements provide detailed information about the county's major funds. The county uses many funds to account for a multitude of financial transactions. However, these fund financial statements focus on the county's most significant funds. The county's major governmental funds are the General, Highway/Public Works, General Debt Service, and Rural Debt Service funds. The DPCU School Department's major governmental fund is the General Purpose School Fund.

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

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

The county and the DPCU School Department maintain many individual governmental funds. Information is presented separately in the governmental funds balance sheet and in the governmental statement of revenues, expenditures, and changes in fund balances for the major funds, which were identified earlier. Data from the other governmental funds are combined into a single aggregated presentation. Individual fund data for each of these nonmajor governmental funds is provided in the form of combining statements elsewhere in this report. Please refer to the Table of Contents to locate these statements.

**Proprietary Funds** – The county maintains two proprietary funds, both internal service funds. Internal service funds are an accounting device used to accumulate and allocate costs internally among the county’s various functions. Specifically, the Workers’ Compensation and the Employee Dental Insurance funds account for risk management activities related to workers’ compensation risks and dental insurance provided to county employees and their dependents. Please refer to the Table of Contents to locate these statements.

**Fiduciary Funds** – Fiduciary funds are used to account for resources held for the benefit of parties outside the county. Fiduciary funds are not reflected in the government-wide financial statements because the resources of those funds are not available to support the county’s own programs. The accounting used to report fiduciary funds is much like that used to report proprietary funds. Please refer to the Table of Contents to locate these statements.

**Notes to the Financial Statements** – The notes to the financial statements provide additional information that is essential to the full understanding of the data provided in the government-wide and fund financial statements. Please refer to the Table of Contents to locate these notes.

**Other information** – In addition to the basic financial statements and accompanying notes, this report also presents combining and individual fund statements and schedules. Please refer to the Table of Contents to locate these statements and schedules.

## **Government-wide Financial Analysis**

Net assets may serve over time as a useful indicator of a government’s financial position. In the case of the county, assets exceeded liabilities by \$9.4 million at the close of the most recent fiscal year. For the DPCU School Department, assets exceeded liabilities by \$65.9 million at the close of the most recent fiscal year.

A large portion of the county’s net assets reflects its investment in capital assets (e.g., land, buildings, infrastructure, machinery, and equipment), less any related debt used to acquire those assets that is still outstanding. The county uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. The same holds true for the DPCU School Department. A large portion of its net assets reflects its investment in capital assets as described above.

Although the county’s and the DPCU School Department’s investment in capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since capital assets cannot be used to liquidate these liabilities.

Table 1 provides a summary of the county’s and the DPCU School Department’s net assets for 2010 as well as a comparison to the prior year.

An additional portion of the county’s net assets, \$15.5 million, represents resources that are subject to external restrictions on how they may be used. In the DPCU School Department, \$4.2 million of net assets is subject to external restrictions.

Table 2 shows the changes in net assets for fiscal year 2010, and a comparison to the changes in net assets of the prior-year for the primary government and the discretely presented School Department.

Table 1  
Roane County Government and DPCU School Department Net Assets  
Governmental Activities

	<u>Roane County Government</u>		<u>DPCU School Department</u>	
	<u>2010</u>	<u>2009</u>	<u>2010</u>	<u>2009</u>
Assets:				
Current and Other Assets	\$ 37,674,122	\$ 36,763,117	\$ 29,063,604	\$ 26,650,811
Capital Assets	44,929,004	42,229,291	53,326,103	54,457,490
Total Assets	<u>\$ 82,603,126</u>	<u>\$ 78,992,408</u>	<u>\$ 82,389,707</u>	<u>\$ 81,108,301</u>
Liabilities:				
Long-term Liabilities Outstanding	\$ 55,071,440	\$ 55,933,652	\$ 2,936,444	\$ 2,224,384
Other Liabilities	18,089,218	15,140,199	13,557,103	12,987,823
Total Liabilities	<u>\$ 73,160,658</u>	<u>\$ 71,073,851</u>	<u>\$ 16,493,547</u>	<u>\$ 15,212,207</u>
Net Assets:				
Invested in Capital Assets, Net of Related Debt	\$ 17,185,157	\$ 19,487,652	\$ 53,326,103	\$ 54,457,490
Restricted	15,539,514	15,617,139	4,244,263	3,188,337
Unrestricted	<u>(23,282,203)</u>	<u>(27,186,234)</u>	<u>8,325,794</u>	<u>8,250,267</u>
Total Net Assets	<u>\$ 9,442,468</u>	<u>\$ 7,918,557</u>	<u>\$ 65,896,160</u>	<u>\$ 65,896,094</u>

Table 2

Roane County Government and DPCU School Department Changes in Net Assets  
Governmental Activities

	<u>Roane County Government</u>		<u>DPCU School Department</u>	
	<u>2010</u>	<u>2009</u>	<u>2010</u>	<u>2009</u>
<b>Revenues:</b>				
Program Revenues:				
Charges for Services	\$ 7,845,567	\$ 7,404,200	\$ 1,670,666	\$ 1,811,688
Operating Grants and Contributions	3,272,471	3,428,542	9,036,488	6,311,076
Capital Grants and Contributions	1,681,540	2,563,505	487,113	645,054
General Revenues:				
Property Taxes	14,028,451	13,017,041	12,207,619	12,084,236
Sales Taxes	634,338	755,883	7,282,614	6,698,579
Other Taxes	1,386,210	1,463,013	3,528	7,120
Grants and Contributions Not Restricted to Specific Programs	2,105,865	2,157,340	33,494,902	32,902,567
Unrestricted Investment Earnings	128,650	423,270	78,778	236,992
Sale of Property	0	16,061	0	0
Other	68,377	24,739	10,103	187,757
Total Revenues	<u>\$ 31,151,469</u>	<u>\$ 31,253,594</u>	<u>\$ 64,271,811</u>	<u>\$ 60,885,069</u>
<b>Expenses:</b>				
General Government	\$ 2,778,816	\$ 2,736,744	\$ 0	\$ 0
Finance	2,008,032	1,998,793	0	0
Administration of Justice	1,976,646	1,980,009	0	0
Public Safety	5,581,033	5,194,507	0	0
Public Health and Welfare	5,887,924	4,523,360	0	0
Social, Cultural, and Recreation Services	231,977	161,446	0	0
Agriculture and Natural Resources	132,057	128,621	0	0
Other Operations	3,402,231	2,207,317	0	0
Highways	4,186,403	3,102,271	0	0
Education	835,718	519,261	64,271,745	63,345,908
Interest on Long-term Debt	2,253,337	2,166,434	0	0
Other Debt Service	353,384	917,168	0	0
Total Expenses	<u>\$ 29,627,558</u>	<u>\$ 25,635,931</u>	<u>\$ 64,271,745</u>	<u>\$ 63,345,908</u>
Increase (Decrease) in Net Assets	\$ 1,523,911	\$ 5,617,663	\$ 66	\$ (2,460,839)
Net Assets, July 1	<u>7,918,557</u>	<u>2,300,894</u>	<u>65,896,094</u>	<u>68,356,933</u>
Net Assets, June 30	<u>\$ 9,442,468</u>	<u>\$ 7,918,557</u>	<u>\$ 65,896,160</u>	<u>\$ 65,896,094</u>

Expenses of \$5.6 million for Public Safety, consisted primarily of law enforcement and jail construction costs and accounted for approximately 19 percent of the \$29.6 million total expenses for governmental activities. Of that \$29.6 million in governmental activities expenses, \$7.8 million was covered by direct charges to users of the services. A significant portion of those charges is for constitutional officers' fees and commissions and for Ambulance Service patient charges.

## Financial Analysis of the Government's Funds

As noted earlier, the county and DPCU School Department use fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

**Governmental Funds.** The focus of the county's governmental funds is to provide information on near-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing the county's and the DPCU School Department's financing requirements. In particular, unreserved fund balance may serve as a useful measure of net resources available for spending at the end of the fiscal year.

As of the end of the current fiscal year, the county's governmental funds reported combined ending fund balances of \$18.6 million. Approximately \$15.3 million of this total constitutes unreserved fund balance, which is available for appropriation at the government's discretion within certain legal constraints and purpose restrictions. The remainder of fund balance is reserved to indicate that it is not available for new spending. In the DPCU School Department's governmental funds, combined ending fund balances were \$14.5 million. Approximately \$8.1 million of this total constitutes unreserved fund balance.

## Financial Comparisons - Primary Government

The General Fund is the chief operating fund of the county. At the end of the current fiscal year, unreserved fund balance of the General Fund was \$2.8 million, while the total fund balance was \$4 million. As a measure of the General Fund's liquidity, it may be useful to compare both unreserved fund balance and total fund balance to total fund expenditures. Unreserved fund balance represents approximately 19 percent of total General Fund expenditures, while total fund balance represents 27 percent of that same amount.

The fund balance of the county's General Fund increased by \$.6 million during the current fiscal year.

The Highway/Public Works Fund continues to hold its own in terms of funding the needs of the department. Revenues exceeded expenditures and other uses by \$.6 million, bringing the ending fund balance to \$2.2 million.

The General Debt Service Fund had a net decrease of \$.3 million in fund balance, and the Rural Debt Service Fund finished with a fund balance of \$2.6 million.

Roane County's budgeting process is prescribed by Tennessee Code Annotated. Essentially, the budget is the county's appropriations that are restricted by the amounts of anticipated revenues, therefore the county's plans and desires cannot be totally reflected in the original budget. If budgeted revenues are adjusted due to actual activity, then the appropriations can be adjusted accordingly.

**Proprietary Funds.** The financial statements of the Internal Service Funds reflect the operations of the county's dental and workers' compensation self-insured risk financing activities. These activities have been consolidated under the revenues and expenses for governmental activities on the government-wide financial statements.

## **Financial Comparison - DPCU School Department**

The General Purpose School Fund is the chief operating fund of the DPCU School Department. At the end of the current fiscal year, unreserved fund balance of the General Purpose School Fund was \$9.5 million, while total fund balance reached \$9.7 million. As a measure of the General Purpose School Fund's liquidity, it may be useful to compare both unreserved fund balance and total fund balance to total fund expenditures. Unreserved fund balance represents approximately 19 percent of total General Purpose School Fund expenditures, while total fund balance represents 20 percent of that same amount.

## **Capital Assets and Debt Administration**

**Capital Assets.** The county's investment in capital assets for its governmental activities as of June 30, 2010, totals \$17.2 million (net of accumulated depreciation and related debt). This investment in capital assets includes land, buildings and systems, improvements, equipment, roads, highways, and bridges. The DPCU School Department's investment in capital assets for its governmental activities as of June 30, 2010, totals \$53.3 million (net of accumulated depreciation and related debt). The Notes to the Financial Statements provide additional information on capital assets activity for the year.

**Long-term Debt.** At the end of the 2010 fiscal year, the county had total long-term debt obligations outstanding of \$55.3 million. Of this amount, all is backed by the full faith and credit of the county. The county maintains an Aa3 rating for Moody's and an AA- rating for Standard and Poor's for general obligation debt.

In addition to the debt noted above, county long-term obligations include compensated absences and landfill postclosure care costs. Additional information on the county's long-term obligations can be found in the Notes to the Financial Statements.

Interest and fiscal charges totaled nine percent of the total expenses for governmental activities.

## **Economic Factors and Next Year's Budgets and Rates**

The unemployment rate for the county is currently 7.8 percent compared to 9.6 percent a year ago. The state's average unemployment rate is currently 9.8 percent and the national average is 9.6 percent. Economic trends in the region are consistent with national indices. All of these factors were considered in preparing the county's budget for the 2011 fiscal year. At the end of the 2010 fiscal year, unreserved fund balance in the General Fund was \$2.8 million. The county has budgeted to use \$156,000 of this fund balance for fiscal year 2011.

## **Request for Information**

This financial report is designed to provide a general overview of the county's finances for all those with an interest in the government's finances. For questions concerning any of the information provided in this report, please contact the Accounting and Budgeting Office at 200 East Race Street, Suite 1, Kingston, Tennessee 37763.

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# BASIC FINANCIAL STATEMENTS

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Exhibit A

Roane County, Tennessee  
Statement of Net Assets  
June 30, 2010

	Primary Government Governmental Activities	Component Units		
		Roane County School Department	Emergency Communica- tions District	Industrial Development Board
<u>ASSETS</u>				
Cash	\$ 72,059	\$ 76,495	\$ 420,570	\$ 876,144
Equity in Pooled Cash and Investments	19,637,229	13,607,598	0	0
Accounts Receivable	3,753,297	138,609	28,605	21,242
Allowance for Uncollectibles	(2,465,271)	0	0	0
Due from Other Governments	1,444,170	2,969,987	22,293	0
Due from Component Unit	29,700	0	0	0
Property Taxes Receivable	15,059,760	13,105,765	0	0
Allowance for Uncollectible Property Taxes	(957,510)	(834,850)	0	0
Prepaid Items	0	0	17,778	0
Unamortized Debt Issuance Cost	1,100,688	0	0	0
Other Current Assets	0	0	1,065	0
Capital Assets:				
Assets Not Depreciated:				
Land	4,643,032	1,387,525	30,056	5,884,254
Construction in Progress	252,827	1,173,709	0	213,577
Assets Net of Accumulated Depreciation:				
Buildings and Improvements	13,574,329	48,424,209	403,842	0
Other Capital Assets	3,899,789	2,340,660	438,804	309,839
Infrastructure - Roads, Streets, and Bridges	22,559,027	0	0	0
<b>Total Assets</b>	<b>\$ 82,603,126</b>	<b>\$ 82,389,707</b>	<b>\$ 1,363,013</b>	<b>\$ 7,305,056</b>
<u>LIABILITIES</u>				
Accounts Payable	\$ 443,422	\$ 1,431,695	\$ 3,940	\$ 3,150
Contracts Payable	147,848	228,844	0	0
Retainage Payable	21,522	20,229	0	0
Accrued Payroll	547,568	33,732	0	0
Accrued Interest Payable	290,898	0	0	0
Payroll Deductions Payable		3,746	285	0
Due to State of Tennessee	165	0	0	0
Due to Primary Government	0	29,700	0	0
Due to Roane Alliance	0	0	0	63,151
Other Current Liabilities	99,748	0	0	0
Deferred Revenue - Property Taxes	13,402,262	11,659,223	0	0
Land Sale Deposits	0	0	0	125,025
Noncurrent Liabilities:				
Due Within One Year	3,135,785	149,934	68,252	0
Due in More Than One Year (net of deferred amount on refunding and unamortized premiums on debt)	55,071,440	2,936,444	266,297	0
<b>Total Liabilities</b>	<b>\$ 73,160,658</b>	<b>\$ 16,493,547</b>	<b>\$ 338,774</b>	<b>\$ 191,326</b>

(Continued)

Exhibit A

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

	Primary Government Governmental Activities	Component Units		
		Roane County School Department	Emergency Communica- tions District	Industrial Development Board
<u>NET ASSETS</u>				
Invested in Capital Assets, Net of Related Debt	\$ 17,185,157	\$ 0	\$ 549,957	\$ 0
Invested in Capital Assets	0	53,326,103	0	6,407,670
Restricted for:				
Fire Inspection	324,632	0	0	0
Solid Waste/Sanitation	1,126,958	0	0	0
Ambulance Service	1,176,316	0	0	0
Industrial/Economic Development	1,222,460	0	0	0
Wastewater Treatment	472,155	0	0	0
Drug Control	103,695	0	0	0
District Attorney General	29,267	0	0	0
Recycling Center	553,301	0	0	0
Highways	1,296,770	0	0	0
Debt Service	7,636,817	0	0	0
Capital Projects	183,200	1,794,772	0	0
Courthouse and Jail Maintenance	667,436	0	0	0
Constitutional Officers' Data Processing Systems	209,751	0	0	0
Schools Workers' Compensation	346,674	0	0	0
School Cafeterias	0	1,256,142	0	0
School Transportation	0	1,017,594	0	0
Federal and State Assistance Programs	68,061	175,755	0	0
Other Purposes	122,021	0	0	0
Unrestricted	(23,282,203)	8,325,794	474,282	706,060
Total Net Assets	\$ 9,442,468	\$ 65,896,160	\$ 1,024,239	\$ 7,113,730

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



Exhibit B

Roane County, Tennessee  
Statement of Activities (Cont.)

Functions/Programs	Net (Expense) Revenue and Changes in Net Assets					
	Primary		Component Units			
	Expenses	Charges for Services	Program Revenues	Roane County School Department	Emergency Communications District	Industrial Development Board
			Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Total
General Revenues:		\$				
Taxes:						
Property Taxes Levied for General Purposes		\$ 10,541,896	\$ 12,207,619	\$ 0	\$ 0	\$ 0
Property Taxes Levied for Debt Service		3,486,555	0	0	0	0
Local Option Sales Taxes		634,338	7,282,614	0	0	0
Litigation Tax - General		317,322	0	0	0	0
Litigation Tax - Jail, Workhouse, and Courthouse		267,705	0	0	0	0
Business Tax		424,100	0	0	0	0
Mineral Severance Tax		103,451	0	0	0	0
Wholesale Beer Tax		187,280	0	0	0	0
Other Local Taxes		86,352	3,528	0	0	0
Grants and Contributions Not Restricted to Specific Programs		2,105,865	33,494,902	0	450,290	0
Unrestricted Investment Income		128,650	78,778	6,540	0	0
Miscellaneous		68,377	10,103	0	30,339	0
Gain on Disposal of Capital Assets		0	0	0	402	0
Total General Revenues		\$ 18,351,891	\$ 53,077,544	\$ 6,540	\$ 481,031	\$ 0
Change in Net Assets		\$ 1,523,911	\$ 66	\$ (178,206)	\$ 79,818	\$ 0
Net Assets, July 1, 2009		7,918,557	65,896,094	1,202,445	7,033,912	0
Net Assets, June 30, 2010		9,442,468	65,896,160	1,024,239	7,113,730	0

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

Exhibit C-1

Roane County, Tennessee  
Balance Sheet  
Governmental Funds  
June 30, 2010

	Major Funds				Nonmajor Funds		Total Governmental Funds
	General	Highway / Public Works	General		Other Governmental Funds	Total Governmental Funds	
			Debt Service	Rural Debt Service			
Cash	\$ 17,690	\$ 1,465	\$ 0	\$ 0	\$ 52,904	\$ 72,059	
Equity in Pooled Cash and Investments	3,832,233	1,901,352	4,192,246	2,606,432	5,308,993	17,841,256	
Accounts Receivable	123,884	10,815	0	0	3,617,199	3,751,898	
Allowance for Uncollectibles	0	0	0	0	(2,465,271)	(2,465,271)	
Due from Other Governments	696,811	675,662	0	328	71,369	1,444,170	
Due from Other Funds	49,722	0	100,593	0	0	150,315	
Due from Component Units	0	0	29,700	0	0	29,700	
Property Taxes Receivable	8,653,966	1,386,854	1,553,276	1,579,727	1,885,937	15,059,760	
Allowance for Uncollectible Property Taxes	(551,266)	(88,344)	(98,945)	(99,704)	(119,251)	(957,510)	
Total Assets	\$ 12,823,040	\$ 3,887,804	\$ 5,776,870	\$ 4,086,783	\$ 8,351,880	\$ 34,926,377	

ASSETS

LIABILITIES AND FUND BALANCES

Accounts Payable	\$ 91,419	\$ 35,818	\$ 2,140	\$ 0	\$ 74,426	\$ 203,803
Accrued Payroll	375,945	43,477	0	0	127,751	547,173
Contracts Payable	0	147,848	0	0	0	147,848
Retainage Payable	0	0	0	0	21,522	21,522
Due to Other Funds	74,621	13,917	0	0	61,777	150,315
Due to State of Tennessee	165	0	0	0	0	165
Other Current Liabilities	98,948	0	0	0	800	99,748
Deferred Revenue - Current Property Taxes	7,698,789	1,233,780	1,381,834	1,407,778	1,680,081	13,402,262
Deferred Revenue - Delinquent Property Taxes	358,835	57,506	64,406	64,863	77,588	623,198
Other Deferred Revenues	93,101	148,396	0	0	846,237	1,087,734
Total Liabilities	\$ 8,791,823	\$ 1,680,742	\$ 1,448,380	\$ 1,472,641	\$ 2,890,182	\$ 16,283,768

(Continued)

Exhibit C-1

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

	Major Funds						Nonmajor Funds		Total Governmental Funds
	General	Highway / Public Works	General		Rural		Other Governmental Funds	Total Governmental Funds	
			Debt Service	Debt Service	Debt Service	Debt Service			
<b>Fund Balances</b>									
Reserved for Encumbrances	\$ 259,056	\$ 52,181	\$ 0	\$ 0	\$ 0	\$ 510,520	\$ 0	\$ 821,757	
Reserved for Sexual Offender Registration	3,544	0	0	0	0	0	0	3,544	
Reserved for Courtroom Security	2,283	0	0	0	0	0	0	2,283	
Reserved for Courthouse and Jail Maintenance	667,436	0	0	0	0	0	0	667,436	
Reserved for Computer System - Register	100,689	0	0	0	0	0	0	100,689	
Reserved for Automation Purposes - Circuit Court	3,450	0	0	0	0	0	0	3,450	
Reserved for Automation Purposes - General Sessions Court	67,721	0	0	0	0	0	0	67,721	
Reserved for Automation Purposes - Chancery Court	12,451	0	0	0	0	0	0	12,451	
Reserved for Automation Purposes - Sheriff	20,284	0	0	0	0	0	0	20,284	
Reserved for Automation Purposes - County Clerk	5,156	0	0	0	0	0	0	5,156	
Reserved for Capital Outlay	0	1,000,000	0	0	0	375,126	0	1,375,126	
Reserved for Other General Purposes	44,254	116,194	0	0	0	78,384	0	238,832	
Unreserved, Reported In:									
General Fund	2,844,893	0	0	0	0	0	0	2,844,893	
Special Revenue Funds	0	1,038,687	0	0	0	3,600,822	0	4,639,509	
Debt Service Funds	0	0	4,328,490	2,614,142	0	836,282	0	7,778,914	
Capital Projects Funds	0	0	0	0	0	60,564	0	60,564	
<b>Total Fund Balances</b>	<b>\$ 4,031,217</b>	<b>\$ 2,207,062</b>	<b>\$ 4,328,490</b>	<b>\$ 2,614,142</b>	<b>\$ 5,461,698</b>	<b>\$ 18,642,609</b>	<b>\$ 0</b>	<b>\$ 34,926,377</b>	
<b>Total Liabilities and Fund Balances</b>	<b>\$ 12,823,040</b>	<b>\$ 3,887,804</b>	<b>\$ 5,776,870</b>	<b>\$ 4,086,783</b>	<b>\$ 8,351,880</b>	<b>\$ 34,926,377</b>	<b>\$ 0</b>	<b>\$ 34,926,377</b>	

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

Exhibit C-2

Roane County, Tennessee  
Reconciliation of the Balance Sheet of Governmental Funds  
to the Statement of Net Assets  
June 30, 2010

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)		\$ 18,642,609
(1) Capital assets used in governmental activities are not financial resources and therefore are not reported in the governmental funds.		
Add: land	\$ 4,643,032	
Add: construction in progress	252,827	
Add: infrastructure net of accumulated depreciation	22,559,027	
Add: building and improvements net of accumulated depreciation	13,574,329	
Add: other capital assets net of accumulated depreciation	<u>3,899,789</u>	44,929,004
(2) Internal service funds are used by management to charge the cost of workers' compensation and employee dental benefits to individual funds. The assets and liabilities of the internal service funds are included in governmental activities in the statement of net assets.		
		1,557,358
(3) Long-term liabilities are not due and payable in the current period and therefore are not reported in the governmental funds.		
Less: other loans payable	\$ (3,950,000)	
Less: bonds payable	(51,397,724)	
Add: deferred amount on refunding	902,476	
Add: deferred charges - debt issuance costs	1,100,688	
Less: other deferred revenue - premium on debt	(1,190,301)	
Less: compensated absences payable	(318,560)	
Less: landfill closure/postclosure care costs	(327,914)	
Less: other postemployment benefits liability	(1,925,202)	
Less: accrued interest on bonds and other loans payable	<u>(290,898)</u>	(57,397,435)
(4) Other long-term assets are not available to pay for current-period expenditures and therefore are deferred in the governmental funds.		
		<u>1,710,932</u>
Net assets of governmental activities (Exhibit A)		<u>\$ 9,442,468</u>

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

Exhibit C-3

Roane County, Tennessee  
Statement of Revenues, Expenditures,  
and Changes in Fund Balances  
Governmental Funds  
For the Year Ended June 30, 2010

	Major Funds				Nonmajor Funds		Total Governmental Funds
	General	Highway / Public Works	General Debt Service	Rural Debt Service	Other	Governmental Funds	
<b>Revenues</b>							
Local Taxes	\$ 9,565,801	\$ 1,370,459	\$ 1,419,050	\$ 1,614,099	\$ 3,525,501	\$ 17,494,910	
Licenses and Permits	356,783	0	0	0	0	356,783	
Fines, Forfeitures, and Penalties	244,731	0	0	0	68,471	313,202	
Charges for Current Services	326,253	0	0	0	2,888,820	3,215,073	
Other Local Revenues	48,354	98,152	125,107	15,259	352,579	639,451	
Fees Received from County Officials	2,204,109	0	0	0	0	2,204,109	
State of Tennessee	995,968	2,088,293	0	0	936,206	4,020,467	
Federal Government	499,138	0	0	0	0	499,138	
Other Governments and Citizens Groups	408,745	583,457	0	0	0	992,202	
<b>Total Revenues</b>	<b>\$ 14,649,882</b>	<b>\$ 4,140,361</b>	<b>\$ 1,544,157</b>	<b>\$ 1,629,358</b>	<b>\$ 7,771,577</b>	<b>\$ 29,735,335</b>	
<b>Expenditures</b>							
Current:							
General Government	\$ 1,859,295	\$ 0	\$ 0	\$ 0	\$ 207,727	\$ 2,067,022	
Finance	1,997,178	0	0	0	404	1,997,582	
Administration of Justice	1,981,570	0	0	0	29,495	2,011,065	
Public Safety	6,364,281	0	0	0	1,320,806	7,685,087	
Public Health and Welfare	777,751	0	0	0	5,244,362	6,022,113	
Social, Cultural, and Recreational Services	478,052	0	0	0	0	478,052	
Agriculture and Natural Resources	132,057	0	0	0	0	132,057	
Other Operations	1,322,309	0	0	0	2,080,983	3,403,292	
Highways	56,875	4,436,478	0	0	0	4,493,353	
Debt Service:							
Principal on Debt	0	0	1,299,456	660,000	260,000	2,219,456	
Interest on Debt	0	0	1,399,032	705,538	105,119	2,209,689	
Other Debt Service	0	0	155,251	47,027	25,481	227,759	
Capital Projects	0	0	0	0	465,221	465,221	
<b>Total Expenditures</b>	<b>\$ 14,969,368</b>	<b>\$ 4,436,478</b>	<b>\$ 2,853,739</b>	<b>\$ 1,412,565</b>	<b>\$ 9,739,598</b>	<b>\$ 33,411,748</b>	

(Continued)

Exhibit C-3

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

	Major Funds			Nonmajor Funds		Total Governmental Funds
	General	Highway / Public Works	General Debt Service	Rural Debt Service	Other Governmental Funds	
Excess (Deficiency) of Revenues Over Expenditures	\$ (319,486)	\$ (296,117)	\$ (1,309,582)	\$ 216,793	\$ (1,968,021)	\$ (3,676,413)
Other Financing Sources (Uses)						
Bonds Issued	\$ 1,403,000	\$ 1,000,000	\$ 141,779	\$ 0	\$ 865,221	\$ 3,410,000
Refunding Debt Issued	0	0	3,890,000	1,180,000	0	5,070,000
Premiums on Debt Issued	0	0	185,650	28,029	25,661	239,340
Other Loans Issued	0	0	0	0	750,000	750,000
Transfers In	0	0	939,572	0	480,000	1,419,572
Transfers Out	(480,000)	(123,810)	0	0	(815,762)	(1,419,572)
Payments to Refunded Debt Escrow Agent	0	0	(4,124,604)	(1,587,615)	0	(5,712,219)
Total Other Financing Sources (Uses)	\$ 923,000	\$ 876,190	\$ 1,032,397	\$ (379,586)	\$ 1,305,120	\$ 3,757,121
Net Change in Fund Balances	\$ 603,514	\$ 580,073	\$ (277,185)	\$ (162,793)	\$ (662,901)	\$ 80,708
Fund Balance, July 1, 2009	3,427,703	1,626,989	4,605,675	2,776,935	6,124,599	18,561,901
Fund Balance, June 30, 2010	\$ 4,031,217	\$ 2,207,062	\$ 4,328,490	\$ 2,614,142	\$ 5,461,698	\$ 18,642,609

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

Exhibit C-4

Roane 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, 2010

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)	\$	80,708
(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	\$	4,850,858
Less: current year depreciation expense		<u>(2,126,947)</u>
		2,723,911
(2) The net effect of various miscellaneous transactions involving capital assets (sales, trade-ins, and donations) is to decrease net assets.		
Less: loss on disposal of capital assets		(24,198)
(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, 2010	\$	1,710,932
Less: deferred delinquent property taxes and other deferred June 30, 2009		<u>(879,922)</u>
		831,010
(4) The issuance of long-term debt (e.g., bonds, notes, other loans, leases) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net assets. Also, governmental funds report the effect of issuance costs, premiums, discounts, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities. This amount is the effect of these differences in the treatment of long-term debt and related items:		
Less: bond proceeds	\$	(3,410,000)
Less: refunding bond proceeds		(5,070,000)
Less: other loan proceeds		(750,000)
Less: change in premium on debt issuances		(165,913)
Less: change in deferred debt issuance costs		(744)
Add: principal payments on bonds		2,028,389
Add: principal payments on other loans		150,000
Add: principal payments on capital leases		41,067
Add: payment to refunding agent		5,712,219
Less: change in deferred amount on refunding debt		(121,089)
Less: additional interest paid to refunding agent		<u>(77,219)</u>
		(1,663,290)
(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	\$	(43,648)
Change in compensated absences payable		61,081
Change in landfill closure/postclosure care cost		16,998
Change in other postemployment benefits liability		<u>(689,106)</u>
		(654,675)
(6) Internal service funds are used by management to charge the cost of workers' compensation and dental benefits to individual funds. The net revenue (expense) of certain activities of the internal service funds is reported with governmental activities in the statement of activities.		
		<u>230,445</u>
Change in net assets of governmental activities (Exhibit B)	\$	<u><u>1,523,911</u></u>

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

Exhibit D-1

Roane County, Tennessee  
Statement of Net Assets  
Proprietary Funds  
June 30, 2010

Governmental  
 Activities -  
 Internal  
Service Funds

ASSETS

Current Assets:

Equity in Pooled Cash and Investments	\$ 1,795,973
Accounts Receivable	1,399
Total Assets	<u>\$ 1,797,372</u>

LIABILITIES

Current Liabilities:

Accrued Payroll	\$ 395
Claims and Judgments Payable	239,619
Total Liabilities	<u>\$ 240,014</u>

NET ASSETS

Unrestricted	<u>\$ 1,557,358</u>
Total Net Assets	<u>\$ 1,557,358</u>

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

Exhibit D-2

Roane County, Tennessee  
Statement of Revenues, Expenses, and  
Changes in Net Assets  
Proprietary Funds  
For the Year Ended June 30, 2010

	<u>Governmental Activities - Internal Service Funds</u>
<u>Operating Revenues</u>	
Self-Insurance Premiums/Contributions	\$ 1,018,558
Total Operating Revenues	<u>\$ 1,018,558</u>
<u>Operating Expenses</u>	
Other Salaries and Wages	\$ 19,137
Travel	1,630
Medical Claims	652,324
Handling Charges and Administration	54,298
Workers' Compensation Insurance	<u>69,274</u>
Total Operating Expenses	<u>\$ 796,663</u>
Operating Income (Loss)	<u>\$ 221,895</u>
<u>Nonoperating Revenues (Expenses)</u>	
Investment Income	<u>\$ 8,550</u>
Total Nonoperating Revenue (Expenses)	<u>\$ 8,550</u>
Change in Net Assets	\$ 230,445
Net Assets, July 1, 2009	<u>1,326,913</u>
Net Assets, June 30, 2010	<u><u>\$ 1,557,358</u></u>

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



Exhibit E-1

Roane County, Tennessee  
Statement of Fiduciary Assets and Liabilities  
Fiduciary Funds  
June 30, 2010

	Private Purpose Trust Fund	
	<u>Endowment Fund</u>	<u>Agency Funds</u>
<u>ASSETS</u>		
Cash	\$ 0	\$ 4,084,220
Equity in Pooled Cash and Investments	20,109	582,391
Due from Other Governments	0	1,176,275
Property Taxes Receivable	0	762,769
Allowance for Uncollectible Property Taxes	0	(48,589)
Notes Receivable - Long-term	0	408,953
	<u>0</u>	<u>408,953</u>
Total Assets	<u>\$ 20,109</u>	<u>\$ 6,966,019</u>
<u>LIABILITIES</u>		
Accounts Payable	\$ 109	\$ 46,603
Due to Other Taxing Units	0	1,862,939
Due to Litigants, Heirs, and Others	0	4,084,220
Due to Joint Ventures	0	94,723
Other Current Liabilities	0	877,534
	<u>0</u>	<u>877,534</u>
Total Liabilities	<u>\$ 109</u>	<u>\$ 6,966,019</u>
<u>NET ASSETS</u>		
Held in Trust for Scholarships	<u>\$ 20,000</u>	

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

Exhibit E-2

Roane County, Tennessee  
Statement of Changes in Fiduciary Net Assets  
Fiduciary Fund  
For the Year Ended June 30, 2010

	Private Purpose Trust Fund
	<u>Endowment Fund</u>
<u>ADDITIONS</u>	
Investment Income:	
Interest	\$ 109
Total Additions	<u>\$ 109</u>
<u>DEDUCTIONS</u>	
Education:	
Scholarships	\$ 109
Total Deductions	<u>\$ 109</u>
Change in Net Assets	\$ 0
Net Assets, July 1, 2009	<u>20,000</u>
Net Assets, June 30, 2010	<u><u>\$ 20,000</u></u>

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

**ROANE COUNTY, TENNESSEE**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**For the Year Ended June 30, 2010**

**I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

Roane 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 Roane County:

**A. Reporting Entity**

Roane County is a public municipal corporation governed by an elected 15-member board. As required by GAAP, these financial statements present Roane County (the primary government) and its component units. The component units discussed below are included in the county's reporting entity because of the significance of their operational or financial relationships with the county.

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

The Roane County School Department operates the public school system in the county, and the voters of Roane 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 Industrial Development Board of Roane County was organized to promote industrial development and provide additional job opportunities in Roane County and the surrounding counties in accordance with Title 7, Chapter 53, of Tennessee Code Annotated. The Industrial Development Board of Roane County is governed by a nine-member board of directors appointed by the Roane County Commission. During the year, Roane County provided \$387,250 to the Industrial Development Board to be applied toward operations of the board.

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

Administrative Offices:

Industrial Development Board of Roane County  
1209 North Kentucky Street  
Kingston, TN 37763

Roane County Emergency Communications District  
P.O. Box 236  
Rockwood, TN 37854

**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 government-wide financial statements. However, the primary government of Roane 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 Roane 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.

Roane County issues all debt for the discretely presented Roane County School Department. Net debt issues totaling \$438,000 were contributed by the county to the School Department during the year ended June 30, 2010.

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

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

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

Fund financial statements of Roane County are organized into funds, each of which is considered to be a separate accounting entity. Each fund is accounted for by providing a separate set of self-balancing accounts that constitute its assets, liabilities, fund equity, revenues, and expenditures/expenses. Funds are organized into three major categories: governmental, proprietary, and fiduciary. An emphasis is placed on major funds within the governmental category. Roane County reports two proprietary funds, both internal service funds. It has no enterprise funds to report.

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

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they become both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the county considers revenues other than grants to be available if they are collected within 30 days after year-end. Grants and similar items are recognized as revenue as soon as

all eligibility requirements imposed by the provider have been met and the revenues are available. Roane County considers grants and similar revenues to be available if they are collected within 60 days after year-end. Expenditures are generally recognized under the modified accrual basis of accounting when the related fund liability is incurred. Principal and interest on long-term debt are recognized as fund liabilities when due or when amounts have been accumulated in the debt service funds for payments to be made early in the following year.

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

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

Roane County reports the following major governmental funds:

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

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

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

**Rural Debt Service Fund** – This fund accounts for the resources accumulated and payments made for principal and interest on long-term general obligation debt issued for school purposes prior to the July 1, 2003, Harriman City school merger.

Additionally, Roane County reports the following fund types:

**Capital Projects Fund** – These funds are used to account for the acquisition or construction of major capital facilities.

**Private Purpose Trust Fund** – The Endowment Fund is used to account for an endowment received by the county. The principal amount must remain intact while interest earned on the principal is to be expended for the benefit of scholarships for Roane County students.

**Internal Service Funds** – These funds, the Employee Insurance - Dental and the Workers' Compensation funds, are used to account for the county's self-insured dental and workers' compensation programs managed by the county for the primary government and the discretely presented School Department.

**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 Roane County, the city school system's share of educational revenues, and assets held in a custodial capacity for a joint venture and for an industrial revolving loan program. 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 Roane County School Department reports the following major governmental fund:

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

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

**Special Revenue Funds** – These 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.

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

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.

Proprietary funds distinguish operating revenues and expenses from nonoperating items. The county has two proprietary funds, internal service funds used to account for the employees' dental insurance and workers' compensation programs managed by the county for the primary government and the discretely presented School Department. Operating revenues and expenses generally result from providing services in connection with the funds' principal ongoing operations. The principal operating revenues of the county's internal service funds are self-insurance premiums. Operating expenses for the internal service funds include dental and workers' compensation claims, administrative expenses, and excess risk workers' compensation insurance.

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

**D. Assets, Liabilities, and Net Assets or Equity**

**1. Deposits and Investments**

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

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

The county trustee maintains a cash and internal investment pool that is used by all funds and the discretely presented Roane County School Department. Each fund's portion of this pool is displayed on the balance sheets or statements of net assets as Equity in Pooled Cash and Investments. Most income from these pooled investments is assigned to the General Debt Service, Rural Debt Service, and General Purpose School funds. Roane 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 or that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year is referred to as due to/from other funds.

All receivables are shown with an allowance for uncollectibles. Ambulance receivables allowance for uncollectibles is based on historical collection data. The allowance for uncollectible property taxes is equal to 3.46 percent of total taxes levied.

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

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

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

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

Most payables are disaggregated on the face of the financial statements. Other current liabilities totaling \$99,748 reflected for the primary government on the Statement of Net Assets represent amounts assessed by an insurance risk pool administrator. This liability is discussed in Note V.A., Risk Management.

Retainage payable 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.

### **3. Capital Assets**

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

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

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

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

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

<u>Assets</u>	<u>Years</u>
Buildings and Improvements	40
Other Capital Assets	5 - 10
Infrastructure	10 - 100

**4. Compensated Absences**

It is the county's and School Department's policy to permit employees to accumulate earned but unused vacation and sick pay benefits. There is no liability for unpaid accumulated sick leave since Roane County does not have a policy to pay any amounts when employees separate from service with the government. All vacation pay is accrued when incurred in the government-wide 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.

**5. 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, other postemployment benefits, claims and judgments, and landfill closure/postclosure care

costs, are recognized to the extent that the liabilities have matured (come due for payment) each period.

## **6. Net Assets and Fund Equity**

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

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

On the government-wide Statements of Net Assets (Exhibit A), the account Restricted for Other Purposes for the primary government consists of various restrictions totaling \$122,021, with the primary restrictions being for ash spill cleanup (\$116,194).

As of June 30, 2010, Roane County had \$26,351,471 in outstanding debt for capital purposes of other entities (schools of \$19,025,000 and industrial purposes of \$7,326,471). In accordance with state statutes, certain county school debt proceeds must be shared with other public school systems in the county (City of Oak Ridge School System) based on an average daily attendance proration. This debt is a liability of Roane County; but the capital assets acquired are reported in the financial statements of the School Department and the City of Oak Ridge School System. Therefore, Roane 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, 2010:

Entity/Fund	Purpose	Amount
Primary Government:		
General	Cash Management	\$ 500,000
General	Postemployment Benefits	61,418
General	Capital Projects - Cities	300,419
Fire Inspection	Cash Management	100,000
Solid Waste/Sanitation	Cash Management	200,000
Ambulance Service	Cash Management	100,000
Industrial/Economic Development	Cash Management	100,000
Other Special Revenue	Cash Management	100,000
Discretely Presented School Department:		
General Purpose School	Postemployment Benefits	691,595
General Purpose School	Board Directives	373,760
General Purpose School	Driver Education	19,345
School Federal Projects	Cash Management	500,000

## 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 governmental funds with the government-wide Statement of Net Assets.

#### Discretely Presented Roane County School Department

Exhibit K-3 includes explanations of the nature of individual elements of items required to reconcile the balance sheet of governmental funds with the government-wide Statement of Net 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 Roane County School Department**

Exhibit K-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 Constitutional Officers - Fees Fund (special revenue fund), which is not budgeted, and the capital projects funds, which adopt project length budgets. All annual appropriations lapse at fiscal year end.

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

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

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

#### **B. Fund Deficit**

The Education Capital Projects Fund had a deficit in unreserved fund balance of \$3,757,483 at June 30, 2010. This deficit resulted from the unperformed portions of construction contracts of \$5,552,255 being reserved as encumbrances. Funding for these future expenditures is expected to be received from the Tennessee Valley Authority in accordance with their funding commitment discussed in Note IV.I.

C. **Expenditures and Encumbrances Exceeded Appropriations**

Expenditures and encumbrances exceeded appropriations in the Other Facilities major appropriation category of the General Fund by \$14,875. Also, expenditures exceeded the appropriations approved by the County Commission in the Education Debt Service Fund by \$4,480. Such overexpenditures are a violation of state statutes. These overexpenditures were funded by excess appropriations in other major categories in the General Fund and available fund balance in the Education Debt Service Fund.

IV. **DETAILED NOTES ON ALL FUNDS**

A. **Deposits and Investments**

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

**Investment Balances.** As of June 30, 2010, Roane County had the following investments carried at cost. All investments are in the county trustee's investment pool. Separate disclosures concerning pooled investments cannot be made for Roane County and the discretely presented Roane County School Department since both pool their deposits and investments through the county trustee.

<u>Investment</u>	<u>Maturities</u>	<u>Cost</u>
State Treasurer's Investment Pool	Daily	\$ 27,183,116

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

**Credit Risk.** Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. State statutes limit the ratings of certain investments as previously explained. Roane County has no investment policy that would further limit its investment choices. As of June 30, 2010, Roane County's investment in the State Treasurer's Investment Pool was unrated.

**B. Notes Receivable**

Notes receivable consist of industrial loans totaling \$408,953 made from the Community Development - Agency Fund to local businesses.

**C. Capital Assets**

Capital assets activity for the year ended June 30, 2010, was as follows:

**Primary Government**

**Governmental Activities:**

	Balance 7-1-09	Increases	Decreases	Balance 6-30-10
Capital Assets				
Not Depreciated:				
Land	\$ 4,643,032	\$ 0	\$ 0	\$ 4,643,032
Construction in Progress	9,605,913	252,827	(9,605,913)	252,827
<b>Total Capital Assets Not Depreciated</b>	<b>\$ 14,248,945</b>	<b>\$ 252,827</b>	<b>\$ (9,605,913)</b>	<b>\$ 4,895,859</b>
Capital Assets Depreciated:				
Buildings and Improvements	\$ 5,171,750	\$ 10,987,574	\$ 0	\$ 16,159,324
Roads and Bridges	31,076,138	1,507,311	0	32,583,449
Other Capital Assets	7,777,084	1,709,059	(500,124)	8,986,019
<b>Total Capital Assets Depreciated</b>	<b>\$ 44,024,972</b>	<b>\$ 14,203,944</b>	<b>\$ (500,124)</b>	<b>\$ 57,728,792</b>
Less Accumulated Depreciation For:				
Buildings and Improvements	\$ 2,421,522	\$ 163,473	\$ 0	\$ 2,584,995
Roads and Bridges	8,916,800	1,107,622	0	10,024,422
Other Capital Assets	4,706,304	855,852	(475,926)	5,086,230
<b>Total Accumulated Depreciation</b>	<b>\$ 16,044,626</b>	<b>\$ 2,126,947</b>	<b>\$ (475,926)</b>	<b>\$ 17,695,647</b>
<b>Total Capital Assets Depreciated, Net</b>	<b>\$ 27,980,346</b>	<b>\$ 12,076,997</b>	<b>\$ (24,198)</b>	<b>\$ 40,033,145</b>
<b>Governmental Activities Capital Assets, Net</b>	<b>\$ 42,229,291</b>	<b>\$ 12,329,824</b>	<b>\$ (9,630,111)</b>	<b>\$ 44,929,004</b>

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

**Governmental Activities:**

General Government	\$ 142,278
Finance	29,754
Administration of Justice	31,040
Public Safety	348,951
Public Health and Welfare	388,122
Social, Cultural, and Recreational Services	31,019
Highways/Public Works	<u>1,155,783</u>
Total Depreciation Expense - Governmental Activities	<u><u>\$ 2,126,947</u></u>

**Discretely Presented Roane County School Department**

**Governmental Activities:**

	Balance 7-1-09	Increases	Decreases	Balance 6-30-10
Capital Assets				
Not Depreciated:				
Land	\$ 1,387,525	\$ 0	\$ 0	\$ 1,387,525
Construction in Progress	112,729	1,060,980	0	<u>1,173,709</u>
Total Capital Assets				
Not Depreciated	<u>\$ 1,500,254</u>	<u>\$ 1,060,980</u>	<u>\$ 0</u>	<u>\$ 2,561,234</u>
Capital Assets Depreciated:				
Buildings and Improvements	\$ 75,925,031	\$ 0	\$ 0	\$ 75,925,031
Other Capital Assets	7,139,865	238,709	(63,338)	<u>7,315,236</u>
Total Capital Assets Depreciated	<u>\$ 83,064,896</u>	<u>\$ 238,709</u>	<u>\$ (63,338)</u>	<u>\$ 83,240,267</u>
Less Accumulated Depreciation For:				
Buildings and Improvements	\$ 25,624,770	\$ 1,876,052	\$ 0	\$ 27,500,822
Other Capital Assets	4,482,890	518,605	(26,919)	<u>4,974,576</u>
Total Accumulated Depreciation	<u>\$ 30,107,660</u>	<u>\$ 2,394,657</u>	<u>\$ (26,919)</u>	<u>\$ 32,475,398</u>
Total Capital Assets Depreciated, Net	<u>\$ 52,957,236</u>	<u>\$ (2,155,948)</u>	<u>\$ (36,419)</u>	<u>\$ 50,764,869</u>
Governmental Activities Capital Assets, Net	<u><u>\$ 54,457,490</u></u>	<u><u>\$ (1,094,968)</u></u>	<u><u>\$ (36,419)</u></u>	<u><u>\$ 53,326,103</u></u>

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

**Governmental Activities:**

Support Services	\$ 2,357,920
Operation of Non-Instructional Services	<u>36,737</u>
Total Depreciation Expense - Governmental Activities	<u><u>\$ 2,394,657</u></u>

**D. Construction Commitments**

At June 30, 2010, the School Department had uncompleted construction projects of approximately \$5,552,255 in the Education Capital Projects Fund. Funding is expected to be received from the Tennessee Valley Authority in accordance with their funding commitment discussed in Note IV.I.

**E. Interfund Receivables, Payables, and Transfers**

The composition of interfund balances as of June 30, 2010, is as follows:

**Due to/from Other Funds:**

<u>Receivable Fund</u>	<u>Payable Fund</u>	<u>Amount</u>
Primary Government:		
General	Nonmajor governmental	\$ 49,722
General Debt Service	General	74,621
General Debt Service	Highway/Public Works	13,917
General Debt Service	Nonmajor governmental	12,055
Discretely Presented School Department:		
General Purpose School	Nonmajor governmental	87,227
Nonmajor governmental	General Purpose School	16,843

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
Primary government: General Debt Service	Component unit: Roane County School Department	\$ 29,700

**Interfund Transfers:**

Interfund transfers for the year ended June 30, 2010, consisted of the following amounts:

**Primary Government**

Transfers Out	Transfers In	
	General Debt Service Fund	Nonmajor Governmental Funds
General Fund	\$ 0	\$ 480,000
Highway/Public Works Fund	123,810	0
Nonmajor governmental funds	815,762	0
Total	<u>\$ 939,572</u>	<u>\$ 480,000</u>

**Discretely Presented Roane County School Department**

Transfers Out	Transfers In	
	General Purpose School Fund	Nonmajor Governmental Funds
General Purpose School Fund	\$ 0	\$ 450,000
Nonmajor governmental funds	46,260	0
Total	<u>\$ 46,260</u>	<u>\$ 450,000</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.

**F. Long-term Debt**

**Primary Government**

**General Obligation Bonds, Notes, and Other Loans**

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

General obligation bonds and other loans are direct obligations and pledge the full faith and credit of the government. General obligation bonds and other loans outstanding were issued for original terms of up to 38 years for bonds 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 and other loans included in long-term debt as of June 30, 2010, will be retired from the county's debt service funds.

General obligation bonds and other loans outstanding as of June 30, 2010, are as follows:

<u>Type</u>	<u>Interest Rate</u>	<u>Original Amount of Issue</u>	<u>Balance 6-30-10</u>
General Obligation Bonds	2 to 5 %	\$ 6,186,503	\$ 5,782,603
Revenue and Tax Bonds	4.75	620,000	562,724
Refunding Bonds	2 to 5	26,823,497	26,027,397
Rural School Bonds	2 to 3.5	1,325,000	1,225,000
Rural School Refunding Bonds	2 to 5	21,695,000	17,800,000
Other Loans - Fixed Rate	1.6 to 6	6,975,000	3,950,000

Roane County has entered into various loan agreements with Public Building Authorities (PBAs) to finance various capital projects for the county and the discretely presented Roane County School Department. Under the loan agreements, the PBAs issued their revenue bonds and made the proceeds available for loan to Roane County. The following table summarizes loan agreements outstanding at June 30, 2010:

Description	Original Amount of Loan Agreement	Outstanding Principal 6-30-10	Interest Type	Interest Rate Percentage
<u>Sevier County Public</u>				
<u>Building Authority (Series B-3-A)</u>				
Industrial Park Refunding	\$ 3,640,000	\$ 1,180,121	Fixed	1.6 to 5.85
Industrial Park - Land	835,000	269,879	Fixed	1.6 to 5.85
<u>Blount County Public</u>				
<u>Building Authority (Series B-13-A)</u>				
Public Improvement-County	1,750,000	1,750,000	Fixed	5.6 to 6
<u>Blount County Public</u>				
<u>Building Authority (Series B-20-A)</u>				
Public Improvement-County	750,000	<u>750,000</u>	Fixed	4.25 to 5
Total		<u>\$ 3,950,000</u>		

The annual requirements to amortize all bonds and other loans outstanding as of June 30, 2010, including interest payments, are presented in the following tables:

Year Ending June 30	Other Loans		
	Principal	Interest	Total
2011	\$ 150,000	\$ 221,476	\$ 371,476
2012	150,000	214,688	364,688
2013	225,000	206,662	431,662
2014	225,000	194,288	419,288
2015	225,000	181,576	406,576
2016-2020	1,325,000	1,492,563	2,817,563
2021-2025	1,125,000	1,228,500	2,353,500
2026-2027	525,000	40,000	565,000
Total	<u>\$ 3,950,000</u>	<u>\$ 3,779,753</u>	<u>\$ 7,729,753</u>

Year Ending June 30	Bonds		
	Principal	Interest	Total
2011	\$ 2,698,796	\$ 2,325,452	\$ 5,024,248
2012	2,884,223	1,955,036	4,839,259
2013	2,939,671	1,868,363	4,808,034
2014	3,050,141	1,781,243	4,831,384
2015	3,165,633	1,677,188	4,842,821
2016-2020	17,631,427	6,463,789	24,095,216
2021-2025	11,427,858	2,936,080	14,363,938
2026-2030	4,323,683	1,365,392	5,689,075
2031-2035	3,125,079	329,121	3,454,200
2036-2040	151,213	18,188	169,401
Total	<u>\$ 51,397,724</u>	<u>\$ 20,719,852</u>	<u>\$ 72,117,576</u>

There is \$7,778,914 available in the debt service funds to service long-term debt. Bonded debt per capita totaled \$1,067, based on the 2000 federal census for residents living outside the Harriman and Oak Ridge school districts, \$677 for residents living inside the Harriman school district, and \$624 for residents living inside the Oak Ridge school district. Debt per capita, including bonds, notes, other loans, and capital leases totaled \$1,143, for residents living outside the Harriman and Oak Ridge school districts, \$753 for residents living inside the Harriman school district, and \$700 for residents living inside the Oak Ridge school district based on the 2000 federal census.

#### Changes in Long-term Liabilities

Long-term liability activity for the year ended June 30, 2010, was as follows:

#### **Governmental Activities:**

	Bonds	Notes
Balance, July 1, 2009	\$ 47,546,113	\$ 3,035,000
Additions	8,480,000	0
Deductions	<u>(4,628,389)</u>	<u>(3,035,000)</u>
Balance, June 30, 2010	<u>\$ 51,397,724</u>	<u>\$ 0</u>
Balance Due Within One Year	<u>\$ 2,698,796</u>	<u>\$ 0</u>

**Governmental Activities: (Cont.)**

	Other Loans	Capital Leases
Balance, July 1, 2009	\$ 3,350,000	\$ 41,067
Additions	750,000	0
Deductions	(150,000)	(41,067)
	<u>\$ 3,950,000</u>	<u>\$ 0</u>
Balance, June 30, 2010	<u>\$ 3,950,000</u>	<u>\$ 0</u>
Balance Due Within One Year	<u>\$ 150,000</u>	<u>\$ 0</u>

	Landfill Postclosure Care Costs	Compensated Absences
Balance, July 1, 2009	\$ 344,912	\$ 379,641
Additions	3,888	350,528
Deductions	(20,886)	(411,609)
	<u>\$ 327,914</u>	<u>\$ 318,560</u>
Balance, June 30, 2010	<u>\$ 327,914</u>	<u>\$ 318,560</u>
Balance Due Within One Year	<u>\$ 17,700</u>	<u>\$ 269,289</u>

	Other Postemployment Benefits
Balance, July 1, 2009	\$ 1,236,096
Additions	769,937
Deductions	(80,831)
	<u>\$ 1,925,202</u>
Balance, June 30, 2010	<u>\$ 1,925,202</u>
Balance Due Within One Year	<u>\$ 0</u>

## Analysis of Noncurrent Liabilities Presented on Exhibit A:

Total Noncurrent Liabilities, June 30, 2010	\$ 57,919,400
Less: Balance Due Within One Year	(3,135,785)
Add: Unamortized Premium on Debt	1,190,301
Less: Deferred Amount on Refunding	<u>(902,476)</u>
Noncurrent Liabilities - Due in More Than One Year - Exhibit A	<u>\$ 55,071,440</u>

Compensated absences will be paid from the employing funds. Landfill postclosure care costs will be paid by the Other Special Revenue Fund.

### Current Refunding

During the year, Roane County issued \$3,890,000 of general obligation refunding bonds and contributed \$132,505 to provide resources for a current refunding of the 2003 General Obligation Capital Outlay Notes (\$3,035,000) and the 2002 General Obligation Bonds (\$1,045,000). As a result, the refunded notes and bonds were redeemed and the liabilities have been removed from the governmental activities column of the Statement of Net Assets. The reacquisition price exceeded the net carrying amount of the old debt by \$29,192. This amount is netted against the new debt and amortized over the remaining life of the refunded debt, which is shorter than the life of the new debt issued. The transaction resulted in an economic gain of \$211,174 and a decrease of \$216,205 in future debt service payments. The decrease in future debt service payments is a result of lower interest rates on the refunding debt.

During the year, Roane County issued \$1,180,000 of rural school refunding bonds and contributed \$393,623 of Planned Issuer Equity to provide resources for a current refunding of the 1999 Rural School Refunding Bonds (\$780,000) and the 2002 Rural School Bonds (\$775,000). As a result, the refunded bonds were redeemed and the liabilities have been removed from the governmental activities column of the Statement of Net Assets. The reacquisition price exceeded the net carrying amount of the old debt by \$22,179. This amount is netted against the new debt and amortized over the remaining life of the refunded debt, which is shorter than the life of the new debt issued. The transaction resulted in an economic gain of \$77,686 and a decrease of \$84,198 in future debt service payments. The decrease in future debt service payments is a result of lower interest rates on the refunding debt.

### **Discretely Presented Roane County School Department**

#### Changes in Long-term Liabilities

Long-term liability activity for the discretely presented Roane County School Department for the year ended June 30, 2010, was as follows:

	Compensated Absences	Other Postemployment Benefits
Balance, July 1, 2009	\$ 164,652	\$ 2,059,732
Additions	172,694	1,588,894
Deductions	(179,520)	(720,074)
Balance, June 30, 2010	<u>\$ 157,826</u>	<u>\$ 2,928,552</u>
Balance Due Within One Year	<u>\$ 149,934</u>	<u>\$ 0</u>

Analysis of Noncurrent Liabilities Presented on Exhibit A:

Total Noncurrent Liabilities, June 30, 2010	\$ 3,086,378
Less: Balance Due Within One Year	<u>(149,934)</u>
Noncurrent Liabilities - Due in More Than One Year - Exhibit A	<u>\$ 2,936,444</u>

Compensated absences will be paid from the employing funds.

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

The State of Tennessee pays health insurance premiums for retired teachers on-behalf of the Roane 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, 2010, were \$233,601 and \$47,640, respectively. The School Department has recognized these on-behalf payments as revenues and expenditures in the General Purpose School Fund.

**H. Donor-restricted Endowments**

The county accounts for an endowment totaling \$20,000 in a private purpose trust fund, the Endowment Fund. The principal amount must remain intact while interest earned on the principal will be expended to county residents awarded educational scholarships. During the year ended June 30, 2010, interest earned totaled \$109.

**I. Funding Agreement**

On April 23, 2010, Roane County entered into a funding agreement with the Tennessee Valley Authority (TVA) for \$32,000,000. TVA has agreed to provide funding for a series of school capital projects known as the Roane County School Facilities Plan as approved by the Roane County Economic Development Foundation. The agreement shall remain in effect until June 30, 2013. The Education Capital Projects Fund is being used to account for these projects. As of June 30, 2010, the county has received \$1,598,331 from TVA as part of this funding agreement.

**V. OTHER INFORMATION**

**A. Risk Management**

Roane County has chosen to establish two self-insurance funds for risks associated with the employees' dental insurance plan and workers' compensation claims. The self-insurance funds are accounted for as internal service funds where assets are set aside for claim settlements. The county retains the risk of loss to a limit of \$300,000 per occurrence and approximately \$2 million for all claims in any plan year for workers' compensation coverage. The county has obtained a stop/loss commercial insurance policy to cover claims beyond these limits.

All full-time employees of the primary government and the Roane County School Department are eligible to participate in the dental program. A premium charge for dental and workers compensation coverage is allocated to each fund that accounts for employees. This charge is based on actuarial estimates of the amounts needed to pay prior- and current-year claims and to establish a reserve for catastrophic losses. Reserves of \$608,535 and \$948,823 existed in the Employee Insurance – Dental and Workers' Compensation funds, respectively at June 30, 2010. Liabilities of these funds are reported when it is probable that a loss has occurred and the amount of the loss can be reasonably estimated. The self-insurances funds establish claim liabilities based on estimates of the ultimate cost of claims that have been reported but not settled, and of claims that have been incurred but not reported. Claims liabilities include incremental claim adjustment expenditures/expenses, if any. In addition, estimated recoveries, if any, on settled claims have been deducted from the liability for unpaid claims. The process used to compute claims liabilities does not necessarily result in an exact amount. Changes in the balance of claims liabilities during the past two fiscal years are as follows:

Employee Insurance - Dental

	Beginning of Fiscal Year Liability	Current-year Claims and Estimates	Payments	Balance at Fiscal Year-end
2008-2009	\$ 0	\$ 367,572	\$ (367,572)	\$ 0
2009-2010	0	402,937	(402,937)	0

Workers' Compensation

	Beginning of Fiscal Year Liability	Current-year Claims and Estimates	Payments	Balance at Fiscal Year-end
2008-2009	\$ 91,098	\$ 447,676	\$ (334,177)	\$ 204,597
2009-2010	204,597	249,387	(214,365)	239,619

Roane County participates in the Local Government Group Insurance Fund (LGGIF), a public entity risk pool established to provide a program of health insurance coverage for employees of local governments and quasi-governmental entities that was established for the primary purpose of providing services for or on behalf of state and local governments. In accordance with Section 8-27-207, Tennessee Code Annotated (TCA), all local governments and quasi-governmental entities described above are eligible to participate. The LGGIF 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. The state statute provides for the LGGIF to be self-sustaining through member premiums.

The discretely presented Roane 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, 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.

Roane County and several other counties, cities, and local government entities were members of the Local Government Insurance Cooperative (LOGIC) for their workers' compensation insurance for one or more policy years in 1996-97, 1997-98, and 1999-2000. LOGIC obtained its excess coverage insurance from Reliance Insurance Company for claims that

exceeded specific amounts. Reliance Insurance Company is now insolvent and is being liquidated in the State of Pennsylvania. The insolvency of Reliance Insurance Company has left the LOGIC members exposed to significant claim liabilities for their policy years. In 2003, the LOGIC board of directors assessed its members certain amounts for each member's share of outstanding claims unpaid by Reliance Insurance Company. In 2009, the LOGIC board of directors made a second assessment of its members. Roane County's share of this second assessment totaled \$30,716. Roane County was also assessed \$66,905 by LOGIC for insufficient premiums for the 2000-01 year. These amounts are reflected as current liabilities in the General Fund. The county is formally contesting these assessments as of the date of this report.

The county and the School Department continue to carry commercial insurance for other risks of loss, including general liability, property, casualty, and environmental. Settled claims have not exceeded commercial insurance coverage in any of the past three fiscal years.

## **B. Accounting Changes**

Provisions of Governmental Accounting Standards Board (GASB) Statement No. 51, Accounting and Financial Reporting for Intangible Assets; and Statement No. 53, Accounting and Financial Reporting for Derivative Instruments became effective for the year ended June 30, 2010.

GASB Statement No. 51 establishes accounting and financial reporting requirements for intangible assets. Intangible assets have three characteristics: lack of physical substance; nonfinancial in nature; and a useful life that extends beyond a single reporting period. Assets that have these characteristics and are identifiable to the government should be recorded as capital assets and amortized over their useful lives. Easements, water rights, patents, and computer software are examples of intangible assets that should be recognized under GASB Statement No. 51. Roane County had no assets that met the definition of intangible assets at June 30, 2010. However, it is reasonably expected that Roane County may acquire intangible assets in subsequent years.

GASB Statement No. 53 addresses the recognition, measurement, and disclosure of information regarding derivative instruments entered into by county governments. Derivative instruments are financial arrangements used by governments as investments; hedges against identified financial risks; or to lower the costs of borrowing. Interest rate swaps and locks, options, swaptions, forward contracts, and futures contracts are among the commonly used types of derivatives mentioned in GASB Statement No. 53. Derivative instruments associated with fluctuating financial and commodity prices result in changing cash flows and fair values that can be used as effective risk management or investment tools. For the same reasons, derivative instruments can expose governments to significant risks and liabilities. The requirements of GASB Statement No. 53 are intended to help

users of financial information evaluate the effectiveness and associated risks involved with Roane County's derivative transactions. GASB Statement No. 53 requires most derivatives to be reported at fair value in the Statement of Net Assets. Changes in fair value for derivative instruments that are intended for investment purposes or that are reported like investment derivative instruments because of ineffectiveness are reported as investment revenues in the Statement of Activities. Alternatively, the changes in fair value of derivative instruments that are classified as hedging (i.e. effective) derivative instruments are reported in the Statement of Net Assets as deferrals. Roane County had not participated in derivative transactions as of June 30, 2010. However, it is reasonably expected that Roane County may enter into derivative transactions in subsequent years.

**C. Subsequent Events**

On August 31, 2010, Mike Farmer left the Office of County Executive and was succeeded by Ron Woody, and Angela Randolph left the Office of Circuit and General Sessions Court Clerk and was succeeded by Kim Nelson.

On August 31, 2010, Alva Moore resigned as director of accounts and budgets. On October 1, 2010, Kaley Walker was appointed as director of accounts and budgets.

**D. Contingent Liabilities**

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

**E. Landfill Closure/Postclosure Care Costs**

Roane County has an active permit on file with the state Department of Environment and Conservation for a sanitary landfill. The county has provided financial assurances for estimated postclosure liabilities as required by the State of Tennessee. These financial assurances are on file with the Department of Environment and Conservation.

State and federal laws and regulations require the county to place a final cover on its landfill site when it stops accepting waste and to perform certain maintenance and monitoring functions at the site for 30 years after closure. Although closure and postclosure care costs will be paid only near or after the date that the landfill stops accepting waste, the county reports a portion of these closure and postclosure care costs as an operating expense in each period based on landfill capacity used as of each balance sheet date. Roane County closed its sanitary landfill in 1998. The \$327,914 reported as postclosure care liability as June 30, 2010, represents amounts based on what it would cost to perform all postclosure care in 2010. Actual costs may be higher due to inflation, changes in technology, or changes in regulations.

**F. Joint Venture**

Roane County entered into an agreement with the counties of Cumberland and Morgan, Tennessee, to establish an Industrial Development Board to purchase land for the development of a joint industrial park. Cumberland, Morgan, and Roane counties jointly own the park. The agreement established a nine-member board with each county appointing three members and having responsibility for one-third of the entity's funding. Roane County issued loans for \$1,750,000 and \$750,000 on October 18, 2007, and June 15, 2010, respectively. The proceeds of these loans were contributed to the board.

**G. Jointly Governed Organization**

The County Commission is responsible for appointing three members to the board of directors of the Roane Alliance, Inc. The total number of board members fluctuates from 29 to 48 members. The remaining members are appointed by other entities or are ex-officio's from various organizations. The county's accountability for this organization does not extend beyond making these three appointments.

**H. Retirement Commitments**

**Plan Description**

Employees of Roane 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 Roane 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.tn.gov/treasury/tcrs/PS/>.

### **Funding Policy**

Roane County requires employees to contribute five percent of their earnable compensation. Roane County is required to contribute at an actuarially determined rate; the rate for the fiscal year ended June 30, 2010, was 7.84 percent of annual covered payroll. The contribution requirement of plan members is set by state statute. The contribution requirement for the county is established and may be amended by the TCRS Board of Trustees.

### **Annual Pension Cost**

For the year ended June 30, 2010, Roane County's annual pension cost of \$1,296,012 to TCRS was equal to the county required and actual contributions. The required contribution was determined as part of the July 1, 2007, actuarial valuation using the frozen entry age actuarial cost method. Significant actuarial assumptions used in the valuation include (a) rate of return on investment of present and future assets of 7.5 percent a year compounded annually, (b) projected salary increases of 4.75 percent (graded) annual rate (no explicit assumption is made regarding the portion attributable to the effects of inflation on salaries), (c) projected 3.5 percent annual increase in the Social Security wage base, and (d) projected post retirement increases of three percent annually. The actuarial value of assets was determined using techniques that smooth the effect of short-term volatility in the market value of total investments over a five-year period. The 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, 2007, was eight years. An actuarial valuation was performed as of July 1, 2009, which established contribution rates effective July 1, 2010.

### **Trend Information**

Fiscal Year Ended	Annual Pension Cost (APC)	Percentage of APC Contributed	Net Pension Obligation
6-30-10	\$1,296,012	100%	\$0
6-30-09	1,230,321	100	0
6-30-08	1,120,868	100	0

## **Funded Status and Funding Progress**

As of July 1, 2009, the most recent actuarial valuation date, the plan was 83.16 percent funded. The actuarial accrued liability for benefits was \$37.6 million, and the actuarial value of assets was \$31.26 million, resulting in an unfunded actuarial accrued liability (UAAL) of \$6.33 million. The covered payroll (annual payroll of active employees covered by the plan) was \$15.26 million, and the ratio of the UAAL to the covered payroll was 41.5 percent.

The Schedule of Funding Progress, presented as required supplementary information following the notes to the financial statements, presents multi-year trend information about whether the actuarial values of plan assets are increasing or decreasing over time relative to the actuarial accrued liability for benefits.

The annual required contribution 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 Roane 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. Cost of living adjustments (COLA) are 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 [www.tn.gov/treasury/tcrs/Schools](http://www.tn.gov/treasury/tcrs/Schools).

## **Funding Policy**

Most teachers are required by state statute to contribute five percent of their salaries to the plan. The employer contribution rate for the School Department is established at an actuarially determined rate. The employer rate for the fiscal year ended June 30, 2010, was 6.42 percent of annual covered payroll. The employer contribution requirement for the 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, 2010, 2009, and 2008, were \$1,734,640, \$1,724,826, and \$1,621,724, respectively, equal to the required contributions for each year.

### **I. Other Postemployment Benefits (OPEB)**

#### **Plan Description**

Roane County and the School Department participate in the state-administered Local Education Group Insurance Plan and Local Government Insurance Plan for healthcare benefits. For accounting purposes, the plans are agent multiple-employer defined benefit OPEB plans. Benefits are established and amended by an insurance committee created by Section 8-27-302, Tennessee Code Annotated (TCA), for local education employees and Section 8-27-207, TCA, for local governments. 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://tn.gov/finance/act/cafr.html>.

#### **Funding Policy**

The premium requirements of plan members are established and may be amended by the insurance committee. The plans are 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 a contribution policy in terms of subsidizing active employees or retired employees' premiums since the committee is not prescriptive on that issue. The state does not provide a subsidy for local government participants; however, the state does provide a partial subsidy to Local Education Agency pre-65 teachers and a full subsidy based on years of service for post-65 teachers in the Medicare Supplement Plan. County retirees have the opportunity to maintain the same level of medical benefits they had as an active employee with the county paying the same share as active employees until they reach age 65. During the year ended June 30, 2010, Roane County contributed \$80,831 for postemployment benefits. The required contribution rate for retired teachers ranges from 20 to 46 percent based on classification and years of service. During the year ended June 30, 2010, the discretely presented Roane County School Department contributed \$720,074 for postemployment benefits.

Annual OPEB Cost and Net OPEB Obligation

	Local Government Group Plan	Local Education Group Plan
ARC	\$ 767,000	\$ 1,584,000
Interest on the NPO	55,624	92,688
Adjustment to the ARC	(52,687)	(87,794)
Annual OPEB cost	\$ 769,937	\$ 1,588,894
Amount of contribution	(80,831)	(720,074)
Increase/decrease in NPO	\$ 689,106	\$ 868,820
Net OPEB obligation, 7-1-09	1,236,096	2,059,732
Net OPEB obligation, 6-30-10	\$ 1,925,202	\$ 2,928,552

Fiscal Year Ended	Plans	Annual OPEB Cost	Percentage of Annual OPEB Cost Contributed	Net OPEB Obligation at Year End
6-30-08	Local Government Group	\$ 686,000	6 %	\$ 642,289
6-30-09	"	692,772	14	1,236,696
6-30-10	"	769,937	10	1,925,200
6-30-08	Local Education Group	1,548,000	36	993,171
6-30-09	"	1,566,194	32	2,059,732
6-30-10	"	1,588,894	45	2,928,552

### Funded Status and Funding Progress

The funded status of the plan as of July 1, 2009, was as follows:

	Local Government Group Plan	Local Education Group Plan
Actuarial valuation date	7-1-09	7-1-09
Actuarial accrued liability (AAL)	\$ 5,181,000	\$ 13,340,000
Actuarial value of plan assets	\$ 0	\$ 0
Unfunded actuarial accrued liability (UAAL)	\$ 5,180,000	\$ 13,340,000
Actuarial value of assets as a % of the AAL	0%	0%
Covered payroll (active plan members)	\$ 10,057,202	\$ 35,321,954
UAAL as a % of covered payroll	52%	38%

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

### Actuarial Methods and Assumptions

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

In the July 1, 2009, actuarial valuation for the Local Education Group Plan, the projected unit credit actuarial cost method was used and the actuarial assumptions included a 4.5 percent investment rate of return (net of administrative expenses) and an annual healthcare cost trend rate of four percent for fiscal year 2010. The trend will rise to ten percent in fiscal year 2011, and then will be reduced by decrements to an ultimate rate of five percent by fiscal year 2021. The annual healthcare cost trend rate for the Local Government Group Plan was three percent for fiscal year 2010. The trend will rise to ten percent in fiscal year 2011, and then will be reduced by decrements to an ultimate rate of five percent by fiscal year 2021. 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.

**J. Office of Central Accounting**

Roane 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 executive and road superintendent. These funds are maintained in the Office of Central Accounting, Budgeting, and Purchasing under the supervision of the director of accounts and budgets.

**K. Purchasing Laws**

Purchasing procedures for the Offices of County Executive and Road Superintendent are governed by the County Purchasing Law of 1957, Section 5-14-101, et seq., Tennessee Code Annotated (TCA). Purchasing procedures for the Road Department are also governed by provisions of the Uniform Road Law, Section 54-7-113, TCA. These acts provide for a purchasing agent and require competitive bids on all purchases exceeding \$10,000 for the Office of County Executive and \$10,000 for the Office of Road Superintendent. Chapter 477, Private Acts of 1933, and the County Purchasing Law of 1957 provide for the School Department purchases to be made by the purchasing agent and for bids to be solicited on purchases exceeding \$10,000.

**VI. OTHER NOTES – DISCRETELY PRESENTED ROANE COUNTY EMERGENCY COMMUNICATIONS DISTRICT**

**A. Description of Organization**

The Roane County Emergency Communications District was established on January 1, 1991, pursuant to the provisions of Chapter 867 of the Public Acts of 1984 of the State of Tennessee. The district is responsible for the installation and maintenance of the emergency communications network of Roane County, Tennessee (Enhanced 911 Service).

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

**B. Summary of Significant Accounting Policies**

**Basis of Accounting**

The district uses the accrual basis of accounting. Revenue is recognized when earned and measurable, and expenses are recognized when the liability is incurred. Operating revenue is revenue that is generated from the primary operations of the district. All other revenue is reported as nonoperating

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

The district follows all pronouncements of the Governmental Accounting Standards Board (GASB) and pronouncements of the Financial Accounting Standards Board (FASB) issued on or before November 30, 1989. The district has not elected to follow FASB pronouncements issued after November 30, 1989.

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

Invested in capital assets, net of related debt: This category includes capital assets, net of accumulated depreciation and the related debt. Invested in capital assets, net of related debt at June 30, 2010, has been calculated as follows:

Capital assets	\$ 1,926,688
Accumulated depreciation	(1,053,985)
Principal balance on long-term debt	<u>(322,746)</u>
Total	<u>\$ 549,957</u>

Restricted: This category includes net assets whose use is subject to externally imposed stipulations that can be fulfilled by actions of the district pursuant to those stipulations or that expire by the passage of time. The district had no restricted net assets as of June 30, 2010.

Unrestricted: This category includes net assets that are not subject to externally imposed stipulations and do not meet the definition of "restricted" or "invested in capital assets, net of related debt". Unrestricted net assets may be designated for specific purposes by action of management or the Board of Directors or may otherwise be limited by contractual agreements with outside parties.

### **Accounts Receivable**

Accounts receivable, which are deemed uncollectible based upon a periodic review of the accounts, are charged to revenue. At June 30, 2010, no allowance for uncollectible accounts was considered necessary.

### **Capital Assets**

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

### **Operating Budget**

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

### **Compensated Absences**

The district's full-time employees are granted vacation leave in varying amounts. In the event of termination, the employee is paid for any unused vacation leave. Unused vacation leave as of June 30, 2010, totaling \$11,803 is included as a liability in the Statement of Net Assets.

## **C. Cash on Deposit**

Cash and the certificate of deposit are stated at cost, which approximates market value. The district considers all highly liquid investments with an original maturity date of three months or less when purchased to be cash equivalents.

State of Tennessee law authorizes the district to invest in obligations of the United States or its agencies, non-convertible debt securities of certain federal agencies, other obligations guaranteed as to principal and interest by the United States or any of its agencies, secured certificates of deposit and other evidences of deposit in state and federal banks and savings and loan associations, and the state treasurer's local government investment pool. The pool contains investments in certificates of deposit, U.S. Treasury securities and repurchase agreements, back by the U.S. Treasury securities. The treasurer of the State of Tennessee administers the investment pool. Although the district may participate in the state investment pool, it decided not to participate.

The district policy dictates that collateral meet certain requirements, such as, be deposited in an institution which participates in the state collateral pool or be deposited in an escrow account in another institution for the benefit of the district and must be a minimum of 105 percent of the value of the deposits placed in the institution less the amount protected by federal deposit insurance. The state collateral pool is administered by the State of Tennessee. Members of the pool may be required by agreement to pay an assessment to cover any deficiency. Under this additional agreement, public

fund accounts covered by the pool are considered to be insured in accordance with GASB Statement No. 3, Deposits with Financial Institutions, Investments (including Repurchase Agreements) and Reverse Repurchase Agreements.

All of the district's cash and cash equivalent balances at June 30, 2010, were either insured through the Federal Deposit Insurance Corporation or through the State of Tennessee Collateral Pool.

**D. Capital Assets**

	Balance 7-1-09	Increases	Balance 6-30-10
Capital Assets Not Depreciated:			
Land	\$ 30,056	\$ 0	\$ 30,056
Capital Assets Depreciated:			
Buildings and Improvements	403,842	0	403,842
Communications Equipment	1,173,724	10,621	1,184,345
Mapping System	173,386	0	173,386
Office Equipment	106,314	6,557	112,871
Vehicles	22,188	0	22,188
Total Capital Assets			
Depreciated	\$ 1,909,510	\$ 17,178	\$ 1,926,688
Accumulated Depreciation:			
Buildings and Improvements	(146,502)	(13,756)	(160,258)
Communications Equipment	(409,212)	(200,079)	(609,291)
Mapping System	(170,514)	(1,138)	(171,652)
Office Equipment	(77,863)	(12,732)	(90,595)
Vehicles	(22,188)	0	(22,188)
Total Accumulated			
Depreciation	\$ (826,279)	\$ (227,705)	\$ (1,053,984)
Total Capital Assets	\$ 1,083,231	\$ (210,527)	\$ 872,704

**E. Retirement**

Plan Description

Employees of the 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 a disability that is the result of an accident or injury occurring while the member was in the performance of his duties.

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 the state statute found in Title 8, Chapters 34-37 of the Tennessee Code Annotated. State statutes are amended by the Tennessee General Assembly. Political subdivisions such as the district participate in the TCRS as individual entities and are liable for all costs associated with the operation and administration of the 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://treasury.state.tn.us/tcrs>.

#### 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, 2010, was 6.53 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, 2010, the district's annual pension cost of \$39,185 to TCRS was equal to the district's required and actual contributions. The required contribution was determined as part of the July 1, 2007, 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, 2007, was 17 years. An actuarial valuation was performed as of July 1, 2007, which established contribution rates effective July 1, 2010.

Trend Information

Year Ended	Annual Pension Cost (APC)	Percentage of APC Contribution	Net Pension Obligation
6-30-09	\$ 38,450	100 %	\$ 0
6-30-08	31,934	100	0
6-30-07	27,317	100	0

Funded Status and Funding Progress

As of July 1, 2007, the most recent actuarial valuation date, the plan was 98.74 percent funded. The actuarial accrued liability for benefits was \$397,000, and the actuarial value of assets was \$392,000, resulting in an unfunded actuarial accrued liability (UAAL) of \$5,000. The covered payroll (annual payroll of active employees covered by the plan) was \$518,000, and the ratio of UAAL to the covered payroll was .97 percent.

The Schedule of Funding Progress, presented as required supplementary information following the notes to the financial statements, presents multi-year trend information about whether the actuarial values of plan assets are increasing or decreasing over time relative to the actuarial accrued liability for benefits.

The annual required contribution 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.

**F. Long-term Debt**

Note payable, due July 1 in annual installments of \$3,700 with no interest; balance due in full on July 1, 2012, secured by equipment. \$ 14,800

Note payable, due July 1 in annual installments of \$71,541 with 5.21 percent per annum; balance due in full on July 1, 2015, secured by equipment. 307,946

\$ 322,746

Less current maturities (56,449)

Total \$ 266,297

Future maturities of long-term debt as of June 30, 2010, are as follows:

Year Ending June 30	Principal	Interest	Total
2011	\$ 56,449	\$ 18,792	\$ 75,241
2012	62,089	13,152	75,241
2013	68,831	10,110	78,941
2014	64,631	6,910	71,541
2015	<u>70,746</u>	<u>795</u>	<u>71,541</u>
Total	<u>\$ 322,746</u>	<u>\$ 49,759</u>	<u>\$ 372,505</u>

Changes in long-term debt were as follows:

Balance, July 1, 2009	\$ 375,495
Principal payments	<u>(52,749)</u>
Balance, June 30, 2010	<u><u>\$ 322,746</u></u>

**G. Risk Management**

The district is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The district carries commercial insurance

for all risks of loss, including general liability and workers' compensation coverage. Settled claims resulting from these risks have not exceeded commercial insurance coverage in any of the past three fiscal years.

**VII. OTHER NOTES – DISCRETELY PRESENTED ROANE COUNTY INDUSTRIAL DEVELOPMENT BOARD**

**A. Organization**

The Industrial Development Board of the County of Roane, Tennessee, is a nonprofit corporation. It is incorporated under the provisions of the State of Tennessee, and is a component unit of the Roane County government and receives funding from various county funds. The function of the board is to attract and promote new industry for the county.

The board is appointed by the County Commission. In addition, the majority of the funding for the board is provided by the county. The board is held responsible by the county for fiscal and operational matters. The county can exercise oversight, as it deems necessary.

**B. Summary of Significant Accounting Policies**

The accompanying financial statements (Statement of Net Assets and the Statement of Activities) of the board have been prepared in conformity with generally accepted accounting principles (GAAP). The board applies Financial Accounting Standards Board (FASB) pronouncements and Accounting Principles Board (APB) opinions issued on or before November 30, 1989, unless those pronouncements conflict with or contradict pronouncements of the Governmental Accounting Standards Board (GASB), in which case, GASB prevails.

**Reporting Entity** – The board is a component unit of the Roane County government, the primary government. It is made up of nine members appointed by the Roane County Commissioners of the primary government. The board's relationship with the primary government is that the board acts as a conduit for industrial development.

These financial statements present only the assets, liabilities, fund balance, and results of operations of the industrial fund. They are not intended to present the assets, liabilities, fund balances and results of operations of Roane County, Tennessee.

**Basic Financial Statements – Government-wide Statements** – The board's basic financial statements include both government-wide (reporting the board as a whole) and fund financial statements (reporting the board's major fund). The board has only one fund, the General Fund.

In the government-wide Statement of Net Assets, the governmental activities are presented on a consolidated basis and are reported on the full accrual, economic resources basis, which recognizes all long-term assets and receivables as well as long-term debt and obligations. The board's net assets are reported in two parts – invested in capital assets, net of related debt, and unrestricted net assets, as applicable. When both unrestricted and restricted fund resources are available for use, it is the board's policy to use restricted resources first.

The government-wide Statement of Activities reports both the gross and net costs of the board's function. The function is also supported by the general government revenues. The Statement of Activities reduces gross expense (including depreciation) by related program revenues. Program revenues must be directly associated with the function. Program revenues include 1) charges to customers who use or directly benefit from goods, services, or privileges provided by a given function or program and 2) grants and contributions for operational or capital requirements of a particular function or program. Other items not identifiable with a program are reported as general revenues.

This government-wide focus is more on the sustainability of the board as an entity and the changes in the board's net assets resulting from the current year's activities.

**Basic Financial Statements – Fund Financial Statements** – The financial transactions of the board are reported in the General Fund in the fund financial statements. The fund is accounted for by providing a separate set of self-balancing accounts that comprises its assets, liabilities, reserves, fund equity, revenues and expenditures/expenses. The fund is reported by generic classification within the financial statements.

The following fund type is used by the board:

**Governmental Fund** – The focus of the governmental fund measurement (in the fund statements) is upon determination of financial position and changes in financial position (sources, uses, and balances of the financial resources) rather than upon net income.

**General Fund** – The General Fund is the general operating fund of the board. All financial resources are accounted for in the General Fund.

**Basis of Accounting** – Basis of accounting refers to when revenues and expenditures or expenses are recognized in the accounts and reported in the financial statements. Basis of accounting relates to the timing of the measurements made, regardless of the measurement focus applied.

**Accrual** – Governmental activities in the government-wide financial statements are presented on the accrual basis of accounting. Revenues are recognized when earned, and expenses are recognized when incurred.

**Modified Accrual** – The governmental fund financial statements are presented on the modified accrual basis of accounting. Under the modified accrual basis of accounting, revenues are recorded when susceptible to accrual; i.e., both measurable and available. “Available” means collectible within the current period or within 60 days after year-end. Expenditures are generally recognized under the modified accrual basis of accounting when the related liability is incurred. Exceptions to this general rule included: (1) accumulated unpaid sick pay, which is not accrued; and (2) principal and interest on general obligation long-term debt, which is recognized when due.

**Budgets and Budgetary Accounting** – The board follows these procedures in establishing the budgetary data reflected in the financial statements:

Formal budgetary integration is employed as a management control device during the year for the General Fund. The budget is adopted on a basis consistent with generally accepted accounting principles.

**Cash and Cash Equivalents** – The board considers all highly liquid debt instruments with original maturities of three months or less to be cash equivalents.

**Accounts Receivable** – Accounts receivable consist primarily of amounts due from a related party. Amounts are reconciled monthly and assessed for collectability. Management does not believe an allowance for doubtful accounts is needed at June 30, 2010.

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

**Capital Assets** – Capital assets, which include property, plant, and equipment assets, are reported in the government-wide financial statements. Capital assets are defined by the board as assets with an initial cost of more than \$5,000 and an estimated useful life in excess of one year. Such assets are recorded at 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 the asset lives are not capitalized. Major outlays for capital assets and improvements are capitalized as projects are constructed. Capital assets are depreciated using the straight-line method over the following estimated useful lives:

<u>Assets</u>	<u>Years</u>
Water tanks/waterlines	40
Furniture and fixtures	10
Equipment	5

**Compensated Absences** – Compensated absences are earned at a rate of one day per month for both sick leave and vacation time. Upon termination or retirement, all accumulated time is forfeited. On October 1, 2000, the employees of the board became employees of the Community Development Council, Inc., which changed its name in June 2001, to The Roane Alliance, Inc. Therefore, no accrual for compensated absences has been reflected in the financial statements.

**C. Cash**

State statutes require that all deposits with financial institutions must be collateralized by securities whose market value is equal to 105 percent of the value of the deposits, less the amount as insured by federal deposit insurance. The collateral must be held by the board or its agent in the board's name, or by the Federal Reserve in the board's name.

At June 30, 2010, the carrying amount of the board's deposits was \$822,212.

**D. Lease**

Beginning July 1, 2002, the board began paying annual rent, which includes utilities of \$12,000. This agreement was renewed on January 1, 2006, for a five-year period ending December 31, 2011, with the rent set at \$1,000 per month.

**E. Land Lease**

The board entered into a lease agreement with Dienamic Tooling Systems, Inc., on December 31, 2004. The lessee paid the board \$26,667 for three years as basic rent and will continue to pay \$1 a year until December 31, 2021. The lessee has the option to purchase the leased property at any time for \$1.

**F. Capital Assets**

Capital assets activity for the year ended June 30, 2010, was as follows:

	Balance				Balance
	7-1-09	Additions	Disposals	Transfers	6-30-10
Governmental Activities:					
Capital Assets Not Depreciated:					
Land	\$ 5,914,462	\$ 63,040	\$ 27,948	\$ 65,300	\$ 5,884,254
Land Improvements	34,778	0	0	0	34,778
Legal and Start up - Macedonia	213,577	0	0	0	213,577
<b>Total Capital Assets Not Depreciated</b>	<b>\$ 6,162,817</b>	<b>\$ 63,040</b>	<b>\$ 27,948</b>	<b>\$ 65,300</b>	<b>\$ 6,132,609</b>
Other Capital Assets:					
Water Tank	\$ 65,300	\$ 0	\$ 0	\$ 0	\$ 65,300
Furniture and Fixtures	7,000	0	0	0	7,000
Office Equipment	9,844	0	0	0	9,844
Improvements	145,780	29,022	0	(65,300)	240,102
<b>Total Other Assets</b>	<b>\$ 227,924</b>	<b>\$ 29,022</b>	<b>\$ 0</b>	<b>\$ (65,300)</b>	<b>\$ 322,246</b>
Less Accumulated Depreciation For:					
Water Tank	\$ (21,651)	\$ (1,633)	\$ 0	\$ 0	\$ (23,284)
Furniture and Fixtures	(4,550)	(700)	0	0	(5,250)
Office Equipment	(5,152)	(1,169)	0	0	(6,321)
Improvements	(8,356)	(3,974)	0	0	(12,330)
<b>Total Accumulated Depreciation</b>	<b>\$ (39,709)</b>	<b>\$ (7,476)</b>	<b>\$ 0</b>	<b>\$ 0</b>	<b>\$ (47,185)</b>
<b>Other Capital Assets, Net</b>	<b>\$ 188,215</b>	<b>\$ 21,546</b>	<b>\$ 0</b>	<b>\$ (65,300)</b>	<b>\$ 275,061</b>
Governmental Activities					
<b>Capital Assets, Net</b>	<b>\$ 6,351,032</b>	<b>\$ 84,586</b>	<b>\$ 27,948</b>	<b>\$ 0</b>	<b>\$ 6,407,670</b>

Depreciation was charged to functions as follows:

Governmental Activities	
General Government	<u>\$ 7,476</u>

## G. Economic Dependency

The board receives all of its operating funds from Roane County, and its budget is set annually by Roane County.

**H. Risk Management**

The board is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; and natural disasters. The board's risks of loss are covered by a commercial package insurance policy. Settled claims resulting from these risks have not exceeded commercial insurance coverage in any of the past three years.

**I. Related-party Transactions**

Roane County government is a related party of the board. Transfers totaling \$387,250 were received from the Roane County government for the fiscal year ended June 30, 2010.

**J. Operating Agreement**

The board has entered into a joint operating agreement with the Roane County Chamber of Commerce, Roane County Commission (Visitor's Bureau), and Roane County Community Development Council known as the Roane Alliance. On October 1, 2001, the board's employees became employees of the Roane County Community Development Council, who changed their name to the Roane Alliance, Inc., in June 2001. As a result of the joint operating agreement, the Roane Alliance receives a portion of the board's annual budget to pay the following expenses:

- Salaries
- Payroll Tax Expense
- Health Insurance
- Property and Liability Insurance
- Expenses Related to Business Recruitment
- Auto Expenses for the Industrial Commissioner

Beginning July 1, 2005, the board changed this agreement, and all funds were sent to the board. The Roane Alliance paid the above noted expenses and billed the board for its share.

**K. Sale of Land**

There were land sales for \$28,350 during the year ended June 30, 2010. The sales had a land cost of \$27,948. The board submits all proceeds from the sales of land to the Roane County government.

**L. Deferred Revenue**

The board had deferred revenue of \$125,025 at June 30, 2010. This deferred revenue represents deposits that have been received related to future land sales that were not completed as of June 30, 2010. The sales related to these deposits are not anticipated to be completed within the next operating cycle and, therefore, the deferred revenue is recognized as a long-term liability.

**M. Concentration of Credit Risk**

The board places its temporary cash and cash equivalents with financial institutions and limits the amount of credit exposure to any one financial institution. From time to time, the board's cash balances may fluctuate above the federally insured limits. As of June 30, 2010, the board had no significant concentrations of credit risk.

**N. Subsequent Events**

The board has evaluated events and transactions occurring subsequent to the balance sheet date of June 30, 2010, for items that should potentially be recognized or disclosed in the financial statements. The evaluation was conducted through the date of these financial statements, and no items of significant nature were noted.

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**REQUIRED SUPPLEMENTARY  
INFORMATION**

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Exhibit F-1

Roane County, Tennessee  
Schedule of Revenues, Expenditures, and Changes  
in Fund Balance - Actual (Budgetary Basis) and Budget  
General Fund  
For the Year Ended June 30, 2010

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2009	Add: Encumbrances 6/30/2010	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
<b>Revenues</b>							
Local Taxes	\$ 9,565,801	\$ 0	\$ 0	\$ 9,565,801	\$ 9,440,400	\$ 9,838,366	\$ (272,565)
Licenses and Permits	356,783	0	0	356,783	413,300	414,500	(57,717)
Fines, Forfeitures, and Penalties	244,731	0	0	244,731	192,675	263,375	(18,644)
Charges for Current Services	326,253	0	0	326,253	276,395	346,045	(19,792)
Other Local Revenues	48,354	0	0	48,354	21,800	47,578	776
Fees Received from County Officials	2,204,109	0	0	2,204,109	2,282,900	2,287,900	(83,791)
State of Tennessee	995,968	0	0	995,968	1,910,474	1,802,260	(806,292)
Federal Government	499,138	0	0	499,138	482,000	548,304	(49,166)
Other Governments and Citizens Groups	408,745	0	0	408,745	22,000	661,264	(252,519)
<b>Total Revenues</b>	<b>\$ 14,649,882</b>	<b>\$ 0</b>	<b>\$ 0</b>	<b>\$ 14,649,882</b>	<b>\$ 15,041,944</b>	<b>\$ 16,209,592</b>	<b>\$ (1,559,710)</b>
<b>Expenditures</b>							
<b>General Government</b>							
County Commission	\$ 90,336	\$ 0	\$ 815	\$ 91,151	\$ 97,376	\$ 99,376	\$ 8,225
Board of Equalization	14,387	0	0	14,387	11,273	16,303	1,916
Beer Board	4,856	0	0	4,856	4,402	4,981	125
Budget and Finance Committee	9,202	0	0	9,202	11,992	12,678	3,476
Other Boards and Committees	59,213	0	0	59,213	49,172	60,898	1,685
County Mayor/Executive	230,728	0	0	230,728	233,826	236,616	5,888
County Attorney	104,572	0	0	104,572	106,617	106,617	2,045
Election Commission	250,476	(289)	1,337	251,524	284,387	284,387	32,863
Register of Deeds	249,250	(2,971)	12,402	258,681	294,883	298,905	40,224
Planning	68,508	0	759	69,267	71,696	74,712	5,445
Codes Compliance	220,375	(3,024)	2,140	219,491	230,648	232,276	12,785
County Buildings	431,293	(13,325)	77,733	495,701	429,993	538,513	42,812

(Continued)

Exhibit F-1

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

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2009	Add: Encumbrances 6/30/2010	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
<u>Expenditures (Cont.)</u>							
<u>General Government (Cont.)</u>							
Other Facilities	\$ 0	\$ 0	14,875	\$ 14,875	\$ 0	\$ 0	(14,875)
Other General Administration	30,230	0	6,841	37,071	31,875	39,375	2,304
Preservation of Records	89,112	0	189	89,301	84,821	95,506	6,205
Risk Management	6,757	(1,595)	400	5,562	7,903	7,903	2,341
<u>Finance</u>							
Accounting and Budgeting	383,592	0	0	383,592	395,404	398,654	15,062
Purchasing	147,682	(766)	0	146,916	148,955	150,264	3,348
Property Assessor's Office	488,134	(45,821)	49,825	492,138	512,973	508,973	16,835
Reappraisal Program	231,597	(11,990)	4,000	223,607	239,919	260,909	37,302
County Trustee's Office	235,165	(2,566)	11,604	244,203	257,408	257,408	13,205
County Clerk's Office	511,008	0	0	511,008	530,262	530,262	19,254
<u>Administration of Justice</u>							
Circuit Court	176,053	(17)	269	176,305	187,496	187,496	11,191
General Sessions Court	403,476	(7,640)	96	395,932	441,973	449,613	53,681
General Sessions Judge	471,181	0	0	471,181	473,095	473,095	1,914
Chancery Court	268,427	(357)	671	268,741	267,697	271,602	2,861
Juvenile Court	641,942	(750)	0	641,192	697,201	697,201	56,009
Other Administration of Justice	20,491	0	0	20,491	59,705	59,705	39,214
<u>Public Safety</u>							
Sheriff's Department	2,855,861	(91,777)	13,314	2,777,398	3,036,741	2,992,945	215,547
Jail	2,100,969	(385)	10,114	2,110,698	2,757,809	2,757,809	647,111
Civil Defense	1,271,451	(99,603)	29,219	1,201,067	693,891	1,423,375	222,308
Rescue Squad	85,000	0	0	85,000	85,000	85,000	0
Other Emergency Management	0	0	0	0	14,042	14,042	14,042

(Continued)

Exhibit F-1

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

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2009	Add: Encumbrances 6/30/2010	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
<u>Expenditures (Cont.)</u>							
<u>Public Safety (Cont.)</u>							
County Coroner/Medical Examiner	\$ 51,000	\$ 0	\$ 0	\$ 51,000	\$ 40,900	\$ 51,800	\$ 800
Other Public Safety	0	0	0	0	9,400	9,400	9,400
<u>Public Health and Welfare</u>							
Local Health Center	354,588	(624)	11,628	365,592	393,695	689,982	324,390
Rabies and Animal Control	49,790	0	0	49,790	55,000	55,000	5,210
Maternal and Child Health Services	2,780	0	0	2,780	2,780	2,780	0
Dental Health Program	160,515	0	186	160,701	196,016	208,920	48,219
Appropriation to State	52,781	0	0	52,781	52,781	52,781	0
Other Local Welfare Services	97,670	0	0	97,670	97,670	97,670	0
Sanitation Management	59,627	0	0	59,627	60,439	60,636	1,009
<u>Social, Cultural, and Recreational Services</u>							
Libraries	11,216	(695)	0	10,521	13,800	13,800	3,279
Parks and Fair Boards	466,836	(24,017)	4,939	447,758	438,832	470,211	22,453
<u>Agriculture and Natural Resources</u>							
Agriculture Extension Service	83,223	0	0	83,223	83,535	83,535	312
Soil Conservation	48,834	0	0	48,834	53,059	53,477	4,643
<u>Other Operations</u>							
Industrial Development	276,097	(340)	3,305	279,062	440,000	440,000	160,938
Veterans' Services	3,000	0	0	3,000	4,000	4,000	1,000
Other Charges	108,153	0	588	108,741	0	197,914	89,173
Employee Benefits	118,374	0	0	118,374	151,500	151,500	33,126
ARRA Grant No. 1	0	0	0	0	35,334	0	0
ARRA Grant No. 6	70,774	0	0	70,774	0	70,774	0
Miscellaneous	745,911	(31,952)	1,081	715,040	1,189,136	1,567,210	852,170

(Continued)

Exhibit F-1

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

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2009	Add: Encumbrances 6/30/2010	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
<u>Expenditures (Cont.)</u>							
<u>Highways</u>							
Litter and Trash Collection	\$ 56,875	\$ (23,124)	\$ 726	\$ 34,477	\$ 47,247	\$ 39,432	\$ 4,955
Total Expenditures	\$ 14,969,368	\$ (363,628)	\$ 259,056	\$ 14,864,796	\$ 16,115,559	\$ 17,948,221	\$ 3,083,425
Excess (Deficiency) of Revenues Over Expenditures	\$ (319,486)	\$ 363,628	\$ (259,056)	\$ (214,914)	\$ (1,073,615)	\$ (1,738,629)	\$ 1,523,715
<u>Other Financing Sources (Uses)</u>							
Bonds Issued	\$ 1,403,000	\$ 0	\$ 0	\$ 1,403,000	\$ 0	\$ 1,403,000	\$ 0
Notes Issued	0	0	0	0	863,000	0	0
Transfers Out	(480,000)	0	0	(480,000)	(148,000)	(480,000)	0
Total Other Financing Sources (Uses)	\$ 923,000	\$ 0	\$ 0	\$ 923,000	\$ 715,000	\$ 923,000	\$ 0
Net Change in Fund Balance Fund Balance, July 1, 2009	\$ 603,514	\$ 363,628	\$ (259,056)	\$ 708,086	\$ (358,615)	\$ (815,629)	\$ 1,523,715
Fund Balance, June 30, 2010	3,427,703	(363,628)	0	3,064,075	3,136,767	3,136,767	(72,692)
	\$ 4,031,217	\$ 0	\$ (259,056)	\$ 3,772,161	\$ 2,778,152	\$ 2,321,138	\$ 1,451,023

Exhibit F-2

Roane 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, 2010

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2009	Add: Encumbrances 6/30/2010	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
<u>Revenues</u>							
Local Taxes	\$ 1,370,459	\$ 0	\$ 0	\$ 1,370,459	\$ 1,383,500	\$ 1,383,500	\$ (13,041)
Charges for Current Services	0	0	0	0	1,000	1,000	(1,000)
Other Local Revenues	98,152	0	0	98,152	54,250	54,250	43,902
State of Tennessee	2,088,293	0	0	2,088,293	1,984,000	1,984,000	104,293
Other Governments and Citizens Groups	583,457	0	0	583,457	0	513,243	70,214
Total Revenues	\$ 4,140,361	\$ 0	\$ 0	\$ 4,140,361	\$ 3,422,750	\$ 3,935,993	\$ 204,368
<u>Expenditures</u>							
<u>Highways</u>							
Administration	\$ 222,661	\$ 0	\$ 0	222,661	\$ 222,224	\$ 225,355	\$ 2,694
Highway and Bridge Maintenance	3,273,074	(275,065)	40,687	3,038,696	2,130,074	4,340,489	1,301,793
Operation and Maintenance of Equipment	481,975	(4,077)	11,494	489,392	513,946	520,753	31,361
Traffic Control	45,191	0	0	45,191	47,504	48,439	3,248
Other Charges	177,277	0	0	177,277	181,100	181,100	3,823
Employee Benefits	65,000	0	0	65,000	65,000	65,000	0
Capital Outlay	171,300	0	0	171,300	102,600	187,623	16,323
Total Expenditures	\$ 4,486,478	\$ (279,142)	\$ 52,181	\$ 4,209,517	\$ 3,262,448	\$ 5,568,759	\$ 1,359,242
Excess (Deficiency) of Revenues Over Expenditures	\$ (296,117)	\$ 279,142	\$ (52,181)	\$ (69,156)	\$ 160,302	\$ (1,632,766)	\$ 1,563,610
<u>Other Financing Sources (Uses)</u>							
Bonds Issued	\$ 1,000,000	\$ 0	\$ 0	\$ 1,000,000	\$ 0	\$ 1,000,000	\$ 0
Transfers Out	(123,810)	0	0	(123,810)	(123,810)	(123,810)	0
Total Other Financing Sources (Uses)	\$ 876,190	\$ 0	\$ 0	\$ 876,190	\$ (123,810)	\$ 876,190	\$ 0
Net Change in Fund Balance Fund Balance, July 1, 2009	\$ 580,073	\$ 279,142	\$ (52,181)	\$ 807,034	\$ 36,492	\$ (756,576)	\$ 1,563,610
Fund Balance, July 1, 2009	1,626,989	(279,142)	0	1,347,847	1,329,560	1,329,560	18,287
Fund Balance, June 30, 2010	\$ 2,207,062	\$ 0	\$ (52,181)	\$ 2,154,881	\$ 1,366,052	\$ 572,984	\$ 1,581,897

Exhibit F-3

Roane County, Tennessee  
Schedule of Funding Progress – Pension Plan  
Primary Government and Discretely Presented Roane County School Department  
June 30, 2010

(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)
7-1-09	\$ 31,265	\$ 37,597	\$ 6,332	83.16 %	\$ 15,258	41.50 %
7-1-07	28,887	32,293	3,406	89.45	12,766	26.68

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 of the 2007 actuarial valuation; therefore only the two most recent valuations are presented.

Exhibit F-4

Roane County, Tennessee  
Schedule of Funding Progress – Pension Plan  
Discretely Presented Roane County Emergency Communications District  
June 30, 2010

(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)
7-1-07	\$ 392	\$ 397	\$ 5	98.74 %	\$ 518	.97 %

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 of the 2007 actuarial study; therefore, data is only presented for the most recent actuarial valuation.

Exhibit F-5

Roane County, Tennessee  
Schedule of Funding Progress – Other Postemployment Benefits Plans  
Primary Government and Discretely Presented Roane County School Department  
June 30, 2010

(Dollar amounts in thousands)

Plans	Actuarial Valuation Date*	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) (b)	Unfunded AAL (UAAAL) (b)-(a)	Funded Ratio (a/b)	Covered Payroll (c)	UAAAL as a Percentage of Covered Payroll ((b-a)/c)
<u>PRIMARY GOVERNMENT</u>							
Local Government Group	7-1-07	\$ 0	4,661	\$ 4,661	0 %	\$ 6,587	70.75 %
"	7-1-09	0	5,181	5,181	0	10,057	51.52
<u>DISCRETELY PRESENTED ROANE COUNTY SCHOOL DEPARTMENT</u>							
Local Education Group	7-1-07	0	12,946	12,946	0	30,257	42.79
"	7-1-09	0	13,340	13,340	0	35,322	37.77

\*An additional actuarial valuation will be reported as data becomes available.

**ROANE COUNTY, TENNESSEE**  
**NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION**  
**For the Year Ended June 30, 2010**

**A. 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 Roane County Commission and any authorized revisions. Unencumbered appropriations lapse at the end of each fiscal year.

The budgetary level of control is at the major category level established by the County Uniform Chart of Accounts, as prescribed by the Comptroller of the Treasury of the State of Tennessee. Major categories are at the department level (examples of General Fund major categories: County Commission, Board of Equalization, county executive, county attorney, etc.). Management may make revisions within major categories, but only the Roane 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.

**B. EXPENDITURES AND ENCUMBRANCES EXCEEDED APPROPRIATIONS**

Expenditures and encumbrances exceeded appropriations in the Other Facilities major appropriation category (the legal level of control) of the General Fund by \$14,875. Such overexpenditures are a violation of state statutes. These overexpenditures were funded by excess appropriations in other major categories.

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

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# Nonmajor Governmental Funds

## Special Revenue Funds

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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.

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Urban Services Fund – The Urban Services Fund is used to account for transactions of the Roane County Animal Shelter.

Fire Inspection Fund – The Fire Inspection Fund is used to account for transactions relating to fire inspections performed in Roane County.

Solid Waste/Sanitation Fund – The Solid Waste/Sanitation Fund is used to account for transactions of the Roane County Solid Waste Program other than landfill operations.

Ambulance Service Fund – The Ambulance Service Fund is used to account for transactions of the Roane County Ambulance Service.

Industrial/Economic Development Fund – The Industrial/Economic Development Fund is used to account for transactions related to the promotion of tourism in Roane County and for certain industrial transactions of the county.

Local Purpose Tax Fund – The Local Purpose Tax Fund was established to account for transactions related to funding received in-lieu-of tax payments from the U.S. Department of Energy.

Special Purpose Fund – The Special Purpose Fund is used to account for transactions related to the treatment of wastewater.

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.

## **Special Revenue Funds (Cont.)**

Other Special Revenue Fund – The Other Special Revenue Fund is used to account for transactions related to the operations of the recycling center and transactions for postclosure care cost of the landfill.

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**

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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.

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Education Debt Service Fund – The Education 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 of school related debt.

## **Capital Projects Funds**

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

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

Highway Capital Projects Fund – The Highway Capital Projects Fund is used to account for road construction and renovations of the county road system.

Exhibit G-1

Reane County, Tennessee  
 Combining Balance Sheet  
 Nonmajor Governmental Funds  
 June 30, 2010

	Special Revenue Funds							
	Urban Services	Fire Inspection	Solid Waste / Sanitation	Ambulance Service	Industrial / Economic Development	Local Purpose Tax	Special Purpose	Drug Control
\$	0	0	0	2,782	0	0	200	0
78,605	425,683	1,070,036	272,539	1,194,762	144,591	366,613	127,953	0
0	2,641	0	3,458,259	17,341	0	132,082	0	0
0	0	0	(2,465,271)	0	0	0	0	0
0	0	59,225	0	0	0	0	0	0
0	314,426	377,312	221,897	221,897	0	0	0	0
0	(19,681)	(23,617)	(14,135)	(14,135)	0	0	0	0
\$	78,605	723,069	1,482,956	1,476,071	1,419,865	144,591	498,895	127,953

ASSETS

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

Total Assets

LIABILITIES AND FUND BALANCES

Liabilities  
 Accounts Payable  
 Accrued Payroll  
 Retainage Payable  
 Due to Other Funds  
 Other Current Liabilities  
 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

\$	2,361	8,210	2,273	18,249	0	0	10,798	451
6,917	4,280	16,970	84,101	0	0	8,406	0	0
0	0	0	0	0	0	0	0	0
0	5,319	0	0	0	0	6,736	0	0
0	0	0	0	0	0	800	0	0
0	280,628	336,755	197,405	197,405	0	0	0	0
0	12,797	15,356	9,201	9,201	0	0	0	0
0	0	59,225	787,012	0	0	0	0	0
\$	9,278	311,234	430,579	1,095,968	206,606	0	26,740	451
\$	0	3,829	41,329	9,936	239,387	0	69,446	2,047
0	0	0	0	0	375,126	0	0	0
0	0	0	0	0	54,577	0	0	23,807
69,327	408,006	1,010,448	370,167	544,169	144,591	402,709	101,648	127,502
\$	69,327	411,835	1,052,377	380,103	1,213,259	144,591	472,155	127,502
\$	78,605	723,069	1,482,956	1,476,071	1,419,865	144,591	498,895	127,953

(Continued)

Exhibit G-1

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

	Special Revenue Funds (Cont.)					Debt Service Fund			Capital Projects Funds			Total Nonmajor Governmental Funds
	District Attorney General	Other Special Revenue	Constitutional Officers - Fees	Total	Education Debt Service	General Capital Projects	Highway Capital Projects	Total				
\$	0	200	49,722	52,904	0	0	0	0	0	0	52,904	
	34,853	543,692	0	4,259,327	833,926	175,924	39,816	215,740	0	0	5,308,993	
	0	6,876	0	3,617,199	0	0	0	0	0	0	3,617,199	
	0	0	0	(2,465,271)	0	0	0	0	0	0	(2,465,271)	
	521	11,623	0	71,369	0	0	0	0	0	0	71,369	
	0	277,371	0	1,412,903	473,034	0	0	0	0	0	1,885,937	
	0	(17,669)	0	(89,237)	(30,014)	0	0	0	0	0	(119,251)	
\$	35,374	822,093	49,722	6,859,194	1,276,946	175,924	39,816	215,740	0	0	8,351,880	

ASSETS

Cash	
Equity in Pooled Cash and Investments	
Accounts Receivable	
Allowance for Uncollectibles	
Due from Other Governments	
Property Taxes Receivable	
Allowance for Uncollectible Property Taxes	
Total Assets	

LIABILITIES AND FUND BALANCES

Liabilities	
Accounts Payable	
Accrued Payroll	
Retainage Payable	
Due to Other Funds	
Other Current Liabilities	
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	

Exhibit G-2

Roane County, Tennessee  
 Combining Statement of Revenues, Expenditures,  
 and Changes in Fund Balances  
 Nonmajor Governmental Funds  
 For the Year Ended June 30, 2010

	Special Revenue Funds							Drug Control
	Urban Services	Fire Inspection	Solid Waste / Sanitation	Ambulance Service	Industrial / Economic Development	Local Purpose Tax	Special Purpose	
<b>Revenues</b>								
Local Taxes	\$ 0	\$ 582,352	\$ 710,720	\$ 202,720	\$ 488,635	\$ 844,771	\$ 0	\$ 0
Fines, Forfeitures, and Penalties	0	0	0	0	0	0	0	44,559
Charges for Current Services	98,368	0	0	2,122,808	0	0	541,149	0
Other Local Revenues	9,949	2,686	0	0	108,949	0	0	9,465
State of Tennessee	0	0	315,000	0	601,510	0	0	0
<b>Total Revenues</b>	<b>\$ 108,317</b>	<b>\$ 585,038</b>	<b>\$ 1,025,720</b>	<b>\$ 2,325,528</b>	<b>\$ 1,199,094</b>	<b>\$ 844,771</b>	<b>\$ 541,149</b>	<b>\$ 54,024</b>
<b>Expenditures</b>								
Current:								
General Government	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Finance	0	0	0	0	0	0	0	0
Administration of Justice	0	0	0	0	0	0	0	0
Public Safety	0	544,533	0	0	0	0	0	56,951
Public Health and Welfare	255,377	0	937,480	2,828,862	0	0	556,879	0
Other Operations	0	0	0	0	2,030,983	50,000	0	0
Debt Service:								
Principal on Debt	0	0	0	0	0	0	0	0
Interest on Debt	0	0	0	0	0	0	0	0
Other Debt Service	0	0	0	0	0	0	0	0
Capital Projects	0	0	0	0	0	0	0	0
<b>Total Expenditures</b>	<b>\$ 255,377</b>	<b>\$ 544,533</b>	<b>\$ 937,480</b>	<b>\$ 2,828,862</b>	<b>\$ 2,030,983</b>	<b>\$ 50,000</b>	<b>\$ 556,879</b>	<b>\$ 56,951</b>
Excess (Deficiency) of Revenues Over Expenditures	\$ (147,060)	\$ 40,505	\$ 88,240	\$ (503,334)	\$ (831,889)	\$ 794,771	\$ (15,730)	\$ (2,927)
<b>Other Financing Sources (Uses)</b>								
Bonds Issued	\$ 0	\$ 100,000	\$ 0	\$ 0	\$ 0	\$ 0	\$ 300,000	\$ 0
Premiums on Debt Issued	0	0	0	0	25,661	0	0	0
Other Loans Issued	0	0	0	0	750,000	0	0	0
Transfers In	148,000	0	0	0	0	0	0	0
Transfers Out	0	0	0	0	0	(765,000)	(50,762)	0
<b>Total Other Financing Sources (Uses)</b>	<b>\$ 148,000</b>	<b>\$ 100,000</b>	<b>\$ 0</b>	<b>\$ 0</b>	<b>\$ 775,661</b>	<b>\$ (765,000)</b>	<b>\$ 249,238</b>	<b>\$ 0</b>
Net Change in Fund Balances	\$ 940	\$ 140,505	\$ 88,240	\$ (503,334)	\$ (56,228)	\$ 29,771	\$ 233,508	\$ (2,927)
Fund Balance, July 1, 2009	68,387	271,330	964,137	883,437	1,269,487	114,820	238,647	130,429
<b>Fund Balance, June 30, 2010</b>	<b>\$ 69,327</b>	<b>\$ 411,835</b>	<b>\$ 1,052,377</b>	<b>\$ 380,103</b>	<b>\$ 1,213,259</b>	<b>\$ 144,591</b>	<b>\$ 472,155</b>	<b>\$ 127,502</b>

(Continued)

Exhibit G-2

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

	Special Revenue Funds (Cont.)				Capital Projects Funds			Total Nonmajor Governmental Funds	
	District Attorney General	Other Special Revenue	Constituti- onal Officers - Fees	Total	Education Debt Service	General Capital Projects	Highway Capital Projects		Total
<b>Revenues</b>									
Local Taxes	\$ 0	\$ 253,402	\$ 0	\$ 3,082,600	\$ 442,901	\$ 0	\$ 0	\$ 3,525,501	
Fines, Forfeitures, and Penalties	23,912	0	0	68,471	0	0	0	68,471	
Charges for Current Services	0	121,581	4,914	2,888,820	0	0	0	2,888,820	
Other Local Revenues	0	216,384	0	347,433	4,608	395	143	352,579	
State of Tennessee	0	19,696	0	936,206	0	0	0	936,206	
<b>Total Revenues</b>	\$ 23,912	\$ 611,063	\$ 4,914	\$ 7,323,530	\$ 447,509	\$ 395	\$ 143	\$ 7,771,577	
<b>Expenditures</b>									
Current:									
General Government	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 207,727	\$ 0	\$ 207,727	
Finance	0	0	404	404	0	0	0	404	
Administration of Justice	24,985	0	4,510	29,495	0	0	0	29,495	
Public Safety	0	0	0	601,484	0	719,322	0	1,320,806	
Public Health and Welfare	0	665,764	0	5,244,362	0	0	0	5,244,362	
Other Operations	0	0	0	2,080,983	0	0	0	2,080,983	
Debt Service:									
Principal on Debt	0	0	0	0	260,000	0	0	260,000	
Interest on Debt	0	0	0	0	105,119	0	0	105,119	
Other Debt Service	0	0	0	0	25,481	0	0	25,481	
Capital Projects	0	0	0	0	0	465,221	0	465,221	
<b>Total Expenditures</b>	\$ 24,985	\$ 665,764	\$ 4,914	\$ 7,956,728	\$ 390,600	\$ 1,392,270	\$ 0	\$ 9,739,598	
Excess (Deficiency) of Revenues Over Expenditures	\$ (1,073)	\$ (54,701)	\$ 0	\$ (633,198)	\$ 56,909	\$ (1,391,875)	\$ 143	\$ (1,968,021)	
<b>Other Financing Sources (Uses)</b>									
Bonds Issued	\$ 0	\$ 0	\$ 0	\$ 400,000	\$ 0	\$ 465,221	\$ 0	\$ 865,221	
Premiums on Debt Issued	0	0	0	25,661	0	0	0	25,661	
Other Loans Issued	0	0	0	750,000	0	0	0	750,000	
Transfers In	0	0	0	148,000	0	332,000	0	480,000	
Transfers Out	0	0	0	(815,762)	0	0	0	(815,762)	
<b>Total Other Financing Sources (Uses)</b>	\$ 0	\$ 0	\$ 0	\$ 507,899	\$ 0	\$ 797,221	\$ 0	\$ 1,305,120	
Net Change in Fund Balances	\$ (1,073)	\$ (54,701)	\$ 0	\$ (125,299)	\$ 56,909	\$ (594,654)	\$ 143	\$ (662,901)	
Fund Balance, July 1, 2009	30,340	596,501	0	4,567,515	779,373	738,038	39,673	6,124,599	
Fund Balance, June 30, 2010	\$ 29,267	\$ 541,800	\$ 0	\$ 4,442,216	\$ 836,282	\$ 143,384	\$ 39,816	\$ 5,461,698	

Exhibit G-3

Roane County, Tennessee  
Schedule of Revenues, Expenditures, and Changes  
in Fund Balance - Actual and Budget  
Urban Services Fund  
For the Year Ended June 30, 2010

	Actual	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
		Original	Final	
<u>Revenues</u>				
Charges for Current Services	\$ 98,368	\$ 113,200	\$ 113,200	\$ (14,832)
Other Local Revenues	9,949	12,000	12,000	(2,051)
Total Revenues	<u>\$ 108,317</u>	<u>\$ 125,200</u>	<u>\$ 125,200</u>	<u>\$ (16,883)</u>
<u>Expenditures</u>				
<u>Public Health and Welfare</u>				
Rabies and Animal Control	\$ 255,377	\$ 288,682	\$ 288,682	\$ 33,305
Total Expenditures	<u>\$ 255,377</u>	<u>\$ 288,682</u>	<u>\$ 288,682</u>	<u>\$ 33,305</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ (147,060)</u>	<u>\$ (163,482)</u>	<u>\$ (163,482)</u>	<u>\$ 16,422</u>
<u>Other Financing Sources (Uses)</u>				
Transfers In	\$ 148,000	\$ 148,000	\$ 148,000	\$ 0
Total Other Financing Sources (Uses)	<u>\$ 148,000</u>	<u>\$ 148,000</u>	<u>\$ 148,000</u>	<u>\$ 0</u>
Net Change in Fund Balance	\$ 940	\$ (15,482)	\$ (15,482)	\$ 16,422
Fund Balance, July 1, 2009	<u>68,387</u>	<u>68,387</u>	<u>68,387</u>	<u>0</u>
Fund Balance, June 30, 2010	<u><u>\$ 69,327</u></u>	<u><u>\$ 52,905</u></u>	<u><u>\$ 52,905</u></u>	<u><u>\$ 16,422</u></u>

Exhibit G-4

Roane County, Tennessee  
 Schedule of Revenues, Expenditures, and Changes  
 in Fund Balance - Actual (Budgetary Basis) and Budget  
 Fire Inspection Fund  
 For the Year Ended June 30, 2010

	Actual (GAAP Basis)	Add: Encumbrances 6/30/2010	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
				Original	Final	
<u>Revenues</u>						
Local Taxes	\$ 582,352	\$ 0	\$ 582,352	\$ 580,270	\$ 585,070	\$ (2,718)
Other Local Revenues	2,686	0	2,686	0	300	2,386
Total Revenues	\$ 585,038	\$ 0	\$ 585,038	\$ 580,270	\$ 585,370	\$ (332)
<u>Expenditures</u>						
Public Safety						
Fire Prevention and Control	\$ 544,533	\$ 3,829	\$ 548,362	\$ 579,914	\$ 579,914	\$ 31,552
Total Expenditures	\$ 544,533	\$ 3,829	\$ 548,362	\$ 579,914	\$ 579,914	\$ 31,552
Excess (Deficiency) of Revenues Over Expenditures	\$ 40,505	\$ (3,829)	\$ 36,676	\$ 356	\$ 5,456	\$ 31,220
<u>Other Financing Sources (Uses)</u>						
Bonds Issued	\$ 100,000	\$ 0	\$ 100,000	\$ 0	\$ 100,000	\$ 0
Notes Issued	0	0	0	100,000	0	0
Total Other Financing Sources (Uses)	\$ 100,000	\$ 0	\$ 100,000	\$ 100,000	\$ 100,000	\$ 0
Net Change in Fund Balance Fund Balance, July 1, 2009	\$ 140,505	\$ (3,829)	\$ 136,676	\$ 100,356	\$ 105,456	\$ 31,220
	271,330	0	271,330	270,441	270,441	889
Fund Balance, June 30, 2010	\$ 411,835	\$ (3,829)	\$ 408,006	\$ 370,797	\$ 375,897	\$ 32,109

Exhibit G-5

Roane 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, 2010

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2009	Add: Encumbrances 6/30/2010	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
<u>Revenues</u>							
Local Taxes	\$ 710,720	\$ 0	\$ 0	\$ 710,720	\$ 715,300	\$ 716,600	\$ (5,880)
State of Tennessee	315,000	0	0	315,000	315,000	315,000	0
Total Revenues	\$ 1,025,720	\$ 0	\$ 0	\$ 1,025,720	\$ 1,030,300	\$ 1,031,600	\$ (5,880)
<u>Expenditures</u>							
Public Health and Welfare	\$ 937,480	(74,061)	41,929	\$ 905,348	\$ 1,139,914	\$ 1,170,586	\$ 265,238
Convenience Centers	\$ 937,480	(74,061)	41,929	\$ 905,348	\$ 1,139,914	\$ 1,170,586	\$ 265,238
Total Expenditures	\$ 88,240	\$ 74,061	(41,929)	\$ 120,372	(109,614)	\$ (138,986)	\$ 259,358
<u>Excess (Deficiency) of Revenues Over Expenditures</u>							
	\$ 0	\$ 0	\$ 0	\$ 0	(20,000)	\$ 0	\$ 0
<u>Other Financing Sources (Uses)</u>							
Transfers Out	\$ 0	\$ 0	\$ 0	\$ 0	(20,000)	\$ 0	\$ 0
Total Other Financing Sources (Uses)	\$ 0	\$ 0	\$ 0	\$ 0	(20,000)	\$ 0	\$ 0
<u>Net Change in Fund Balance</u>							
Fund Balance, July 1, 2009	\$ 88,240	\$ 74,061	(41,929)	\$ 120,372	(129,614)	\$ (138,986)	\$ 259,358
	964,137	(74,061)	0	890,076	688,301	688,301	201,775
Fund Balance, June 30, 2010	\$ 1,052,377	\$ 0	(41,929)	\$ 1,010,448	\$ 558,687	\$ 549,315	\$ 461,133

Exhibit G-6

Roane County, Tennessee  
Schedule of Revenues, Expenditures, and Changes  
in Fund Balance - Actual (Budgetary Basis) and Budget  
Ambulance Service Fund  
For the Year Ended June 30, 2010

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2009	Add: Encumbrances 6/30/2010	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
<u>Revenues</u>							
Local Taxes	\$ 202,720	\$ 0	\$ 0	\$ 202,720	\$ 201,400	\$ 208,600	\$ (5,880)
Charges for Current Services	2,122,808	0	0	2,122,808	2,480,600	2,480,900	(358,092)
Total Revenues	\$ 2,325,528	\$ 0	\$ 0	\$ 2,325,528	\$ 2,682,000	\$ 2,689,500	\$ (363,972)
<u>Expenditures</u>							
<u>Public Health and Welfare</u>							
Ambulance/Emergency Medical Services	\$ 2,828,862	\$ (186,578)	\$ 9,936	\$ 2,652,220	\$ 2,697,201	\$ 2,964,163	\$ 311,943
Total Expenditures	\$ 2,828,862	\$ (186,578)	\$ 9,936	\$ 2,652,220	\$ 2,697,201	\$ 2,964,163	\$ 311,943
Excess (Deficiency) of Revenues Over Expenditures	\$ (503,334)	\$ 186,578	\$ (9,936)	\$ (326,692)	\$ (15,201)	\$ (274,663)	\$ (52,029)
Net Change in Fund Balance Fund Balance, July 1, 2009	\$ (503,334)	\$ 186,578	\$ (9,936)	\$ (326,692)	\$ (15,201)	\$ (274,663)	\$ (52,029)
	883,437	(186,578)	0	696,859	595,978	595,978	100,881
Fund Balance, June 30, 2010	\$ 380,103	\$ 0	\$ (9,936)	\$ 370,167	\$ 580,777	\$ 321,315	\$ 48,852

Exhibit G-7

Reane County, Tennessee  
Schedule of Revenues, Expenditures, and Changes  
in Fund Balance - Actual (Budgetary Basis) and Budget  
Industrial/Economic Development Fund  
For the Year Ended June 30, 2010

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2009	Add: Encumbrances 6/30/2010	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
<u>Revenues</u>							
Local Taxes	\$ 488,635	\$ 0	\$ 0	\$ 488,635	\$ 567,800	\$ 567,800	\$ (79,165)
Other Local Revenues	108,949	0	0	108,949	0	0	108,949
State of Tennessee	601,510	0	0	601,510	1,597,900	1,597,900	(996,390)
Total Revenues	\$ 1,199,094	\$ 0	\$ 0	\$ 1,199,094	\$ 2,165,700	\$ 2,165,700	\$ (966,606)
<u>Expenditures</u>							
<u>Other Operations</u>							
Industrial Development	\$ 2,030,983	\$ (173,591)	\$ 239,387	\$ 2,096,779	\$ 2,633,312	\$ 2,806,903	\$ 710,124
Total Expenditures	\$ 2,030,983	\$ (173,591)	\$ 239,387	\$ 2,096,779	\$ 2,633,312	\$ 2,806,903	\$ 710,124
Excess (Deficiency) of Revenues Over Expenditures	\$ (831,889)	\$ 173,591	\$ (239,387)	\$ (897,685)	\$ (467,612)	\$ (641,203)	\$ (256,482)
<u>Other Financing Sources (Uses)</u>							
Premiums on Debt Issued	\$ 25,661	\$ 0	\$ 0	\$ 25,661	\$ 0	\$ 0	\$ 25,661
Other Loans Issued	750,000	0	0	750,000	0	0	750,000
Total Other Financing Sources (Uses)	\$ 775,661	\$ 0	\$ 0	\$ 775,661	\$ 0	\$ 0	\$ 775,661
Net Change in Fund Balance Fund Balance, July 1, 2009	\$ (56,228)	\$ 173,591	\$ (239,387)	\$ (122,024)	\$ (467,612)	\$ (641,203)	\$ 519,179
Fund Balance, July 1, 2009	1,269,487	(173,591)	0	1,095,896	854,857	854,857	241,039
Fund Balance, June 30, 2010	\$ 1,213,259	\$ 0	\$ (239,387)	\$ 973,872	\$ 387,245	\$ 213,654	\$ 760,218

Exhibit G-8

Roane County, Tennessee  
Schedule of Revenues, Expenditures, and Changes  
in Fund Balance - Actual and Budget  
Local Purpose Tax Fund  
For the Year Ended June 30, 2010

	Actual	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
		Original	Final	
<u>Revenues</u>				
Local Taxes	\$ 844,771	\$ 815,000	\$ 845,000	\$ (229)
Total Revenues	\$ 844,771	\$ 815,000	\$ 845,000	\$ (229)
<u>Expenditures</u>				
<u>Other Operations</u>				
Miscellaneous	\$ 50,000	\$ 50,000	\$ 50,000	\$ 0
Total Expenditures	\$ 50,000	\$ 50,000	\$ 50,000	\$ 0
Excess (Deficiency) of Revenues Over Expenditures	\$ 794,771	\$ 765,000	\$ 795,000	\$ (229)
<u>Other Financing Sources (Uses)</u>				
Transfers Out	\$ (765,000)	\$ (765,000)	\$ (765,000)	\$ 0
Total Other Financing Sources (Uses)	\$ (765,000)	\$ (765,000)	\$ (765,000)	\$ 0
Net Change in Fund Balance	\$ 29,771	\$ 0	\$ 30,000	\$ (229)
Fund Balance, July 1, 2009	114,820	114,820	114,820	0
Fund Balance, June 30, 2010	\$ 144,591	\$ 114,820	\$ 144,820	\$ (229)

Exhibit G-9

Roane County, Tennessee  
Schedule of Revenues, Expenditures, and Changes  
in Fund Balance - Actual (Budgetary Basis) and Budget  
Special Purpose Fund  
For the Year Ended June 30, 2010

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2009	Add: Encumbrances 6/30/2010	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
<u>Revenues</u>							
Charges for Current Services	\$ 541,149	\$ 0	\$ 0	\$ 541,149	\$ 516,825	\$ 516,825	\$ 24,324
Total Revenues	\$ 541,149	\$ 0	\$ 0	\$ 541,149	\$ 516,825	\$ 516,825	\$ 24,324
<u>Expenditures</u>							
<u>Public Health and Welfare</u>							
Other Waste Collection	\$ 556,879	\$ (42,000)	\$ 69,446	\$ 584,325	\$ 740,592	\$ 762,592	\$ 178,267
Total Expenditures	\$ 556,879	\$ (42,000)	\$ 69,446	\$ 584,325	\$ 740,592	\$ 762,592	\$ 178,267
Excess (Deficiency) of Revenues Over Expenditures	\$ (15,730)	\$ 42,000	\$ (69,446)	\$ (43,176)	\$ (223,767)	\$ (245,767)	\$ 202,591
<u>Other Financing Sources (Uses)</u>							
Bonds Issued	\$ 300,000	\$ 0	\$ 0	\$ 300,000	\$ 0	\$ 300,000	\$ 0
Notes Issued	0	0	0	0	300,000	0	0
Transfers Out	(50,762)	0	0	(50,762)	(50,762)	(50,762)	0
Total Other Financing Sources (Uses)	\$ 249,238	\$ 0	\$ 0	\$ 249,238	\$ 249,238	\$ 249,238	\$ 0
Net Change in Fund Balance Fund Balance, July 1, 2009	\$ 233,508	\$ 42,000	\$ (69,446)	\$ 206,062	\$ 25,471	\$ 3,471	\$ 202,591
	238,647	(42,000)	0	196,647	196,646	196,646	1
Fund Balance, June 30, 2010	\$ 472,155	\$ 0	\$ (69,446)	\$ 402,709	\$ 222,117	\$ 200,117	\$ 202,592

Exhibit G-10

Roane 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, 2010

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2009	Add: Encumbrances 6/30/2010	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
<u>Revenues</u>							
Fines, Forfeitures, and Penalties	\$ 44,559	\$ 0	\$ 0	\$ 44,559	\$ 70,000	\$ 68,000	\$ (23,441)
Other Local Revenues	9,465	0	0	9,465	6,200	8,400	1,065
Total Revenues	\$ 54,024	\$ 0	\$ 0	\$ 54,024	\$ 76,200	\$ 76,400	\$ (22,376)
<u>Expenditures</u>							
<u>Public Safety</u>							
Sheriff's Department	\$ 56,951	\$ (10,737)	\$ 2,047	\$ 48,261	\$ 78,000	\$ 86,280	\$ 38,019
Civil Defense	0	0	0	0	0	32,000	32,000
Total Expenditures	\$ 56,951	\$ (10,737)	\$ 2,047	\$ 48,261	\$ 78,000	\$ 118,280	\$ 70,019
Excess (Deficiency) of Revenues Over Expenditures	\$ (2,927)	\$ 10,737	\$ (2,047)	\$ 5,763	\$ (1,800)	\$ (41,880)	\$ 47,643
Net Change in Fund Balance Fund Balance, July 1, 2009	\$ (2,927)	\$ 10,737	\$ (2,047)	\$ 5,763	\$ (1,800)	\$ (41,880)	\$ 47,643
	130,429	(10,737)	0	119,692	119,693	119,693	(1)
Fund Balance, June 30, 2010	\$ 127,502	\$ 0	\$ (2,047)	\$ 125,455	\$ 117,893	\$ 77,813	\$ 47,642

Exhibit G-11

Roane County, Tennessee  
Schedule of Revenues, Expenditures, and Changes  
in Fund Balance - Actual and Budget  
District Attorney General Fund  
For the Year Ended June 30, 2010

	Actual	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
		Original	Final	
<u>Revenues</u>				
Fines, Forfeitures, and Penalties	\$ 23,912	\$ 29,050	\$ 29,050	\$ (5,138)
Total Revenues	\$ 23,912	\$ 29,050	\$ 29,050	\$ (5,138)
<u>Expenditures</u>				
<u>Administration of Justice</u>				
District Attorney General	\$ 24,985	\$ 29,385	\$ 29,385	\$ 4,400
Total Expenditures	\$ 24,985	\$ 29,385	\$ 29,385	\$ 4,400
Excess (Deficiency) of Revenues Over Expenditures	\$ (1,073)	\$ (335)	\$ (335)	\$ (738)
Net Change in Fund Balance	\$ (1,073)	\$ (335)	\$ (335)	\$ (738)
Fund Balance, July 1, 2009	30,340	30,599	30,599	(259)
Fund Balance, June 30, 2010	\$ 29,267	\$ 30,264	\$ 30,264	\$ (997)

Exhibit G-12

Roane County, Tennessee  
Schedule of Revenues, Expenditures, and Changes  
in Fund Balance - Actual (Budgetary Basis) and Budget  
Other Special Revenue Fund  
For the Year Ended June 30, 2010

	Actual (GAAP Basis)	Less:		Add: 6/30/2010	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
		Encumbrances 7/1/2009	Encumbrances 6/30/2010			Original	Final	
<u>Revenues</u>								
Local Taxes	\$ 253,402	\$ 0	\$ 0	\$ 253,402	\$ 260,325	\$ 261,625	\$ (8,223)	
Charges for Current Services	121,581	0	0	121,581	135,000	135,000	(13,419)	
Other Local Revenues	216,384	0	0	216,384	160,350	235,550	(19,166)	
State of Tennessee	19,696	0	0	19,696	183,300	106,800	(87,104)	
<u>Total Revenues</u>	<u>\$ 611,063</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 611,063</u>	<u>\$ 738,975</u>	<u>\$ 738,975</u>	<u>\$ (127,912)</u>	
<u>Expenditures</u>								
<u>Public Health and Welfare</u>								
Recycling Center	\$ 631,023	(56,670)	16,835	591,188	734,002	798,239	207,051	
Landfill Operation and Maintenance	13,855	0	0	13,855	67,500	67,500	53,645	
Postclosure Care Costs	20,886	0	4,475	25,361	34,200	27,200	1,839	
<u>Total Expenditures</u>	<u>\$ 665,764</u>	<u>(56,670)</u>	<u>21,310</u>	<u>\$ 630,404</u>	<u>\$ 835,702</u>	<u>\$ 892,939</u>	<u>\$ 262,535</u>	
<u>Excess (Deficiency) of Revenues</u> <u>Over Expenditures</u>	<u>\$ (54,701)</u>	<u>\$ 56,670</u>	<u>(21,310)</u>	<u>(19,341)</u>	<u>(96,727)</u>	<u>(153,964)</u>	<u>\$ 134,623</u>	
<u>Net Change in Fund Balance</u> <u>Fund Balance, July 1, 2009</u>	<u>\$ (54,701)</u>	<u>\$ 56,670</u>	<u>(21,310)</u>	<u>(19,341)</u>	<u>(96,727)</u>	<u>(153,964)</u>	<u>\$ 134,623</u>	
	596,501	(56,670)	0	539,831	438,730	438,730	101,101	
<u>Fund Balance, June 30, 2010</u>	<u>\$ 541,800</u>	<u>\$ 0</u>	<u>(21,310)</u>	<u>\$ 520,490</u>	<u>\$ 342,003</u>	<u>\$ 284,766</u>	<u>\$ 235,724</u>	

Exhibit G-13

Roane County, Tennessee  
Schedule of Revenues, Expenditures, and Changes  
in Fund Balance - Actual and Budget  
Education Debt Service Fund  
For the Year Ended June 30, 2010

	Actual	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
		Original	Final	
<u>Revenues</u>				
Local Taxes	\$ 442,901	\$ 449,300	\$ 451,800	\$ (8,899)
Other Local Revenues	4,608	14,000	17,000	(12,392)
Total Revenues	<u>\$ 447,509</u>	<u>\$ 463,300</u>	<u>\$ 468,800</u>	<u>\$ (21,291)</u>
<u>Expenditures</u>				
<u>Principal on Debt</u>				
Education	\$ 260,000	\$ 260,000	\$ 260,000	\$ 0
<u>Interest on Debt</u>				
Education	105,119	105,120	105,120	1
<u>Other Debt Service</u>				
Education	25,481	21,000	21,000	(4,481)
Total Expenditures	<u>\$ 390,600</u>	<u>\$ 386,120</u>	<u>\$ 386,120</u>	<u>\$ (4,480)</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ 56,909</u>	<u>\$ 77,180</u>	<u>\$ 82,680</u>	<u>\$ (25,771)</u>
Net Change in Fund Balance	\$ 56,909	\$ 77,180	\$ 82,680	\$ (25,771)
Fund Balance, July 1, 2009	<u>779,373</u>	<u>777,416</u>	<u>777,416</u>	<u>1,957</u>
Fund Balance, June 30, 2010	<u>\$ 836,282</u>	<u>\$ 854,596</u>	<u>\$ 860,096</u>	<u>\$ (23,814)</u>

# Major Governmental Funds

## Debt Service Funds

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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.

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

Rural Debt Service Fund – The Rural Debt Service Fund is used to account for the accumulation of resources for the retirement of bonds and notes issued for the construction and improvements of county schools prior to the Harriman City School merger on July 1, 2003.

Exhibit H-1

Roane County, Tennessee  
Schedule of Revenues, Expenditures, and Changes  
in Fund Balance - Actual and Budget  
General Debt Service Fund  
For the Year Ended June 30, 2010

	Actual	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
		Original	Final	
<u>Revenues</u>				
Local Taxes	\$ 1,419,050	\$ 1,424,600	\$ 1,453,700	\$ (34,650)
Other Local Revenues	125,107	350,000	320,900	(195,793)
Total Revenues	<u>\$ 1,544,157</u>	<u>\$ 1,774,600</u>	<u>\$ 1,774,600</u>	<u>\$ (230,443)</u>
<u>Expenditures</u>				
<u>Principal on Debt</u>				
General Government	\$ 1,299,456	\$ 1,258,389	\$ 1,479,459	\$ 180,003
Highways and Streets	0	110,000	0	0
<u>Interest on Debt</u>				
General Government	1,392,127	1,407,729	1,394,293	2,166
Highways and Streets	6,905	13,810	6,905	0
<u>Other Debt Service</u>				
General Government	155,251	184,343	236,147	80,896
Total Expenditures	<u>\$ 2,853,739</u>	<u>\$ 2,974,271</u>	<u>\$ 3,116,804</u>	<u>\$ 263,065</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ (1,309,582)</u>	<u>\$ (1,199,671)</u>	<u>\$ (1,342,204)</u>	<u>\$ 32,622</u>
<u>Other Financing Sources (Uses)</u>				
Bonds Issued	\$ 141,779	\$ 0	\$ 141,775	\$ 4
Refunding Debt Issued	3,890,000	0	3,890,000	0
Premiums on Debt Issued	185,650	0	185,650	0
Transfers In	939,572	939,572	939,572	0
Payments to Refunded Debt Escrow Agent	(4,124,604)	0	(4,124,604)	0
Total Other Financing Sources (Uses)	<u>\$ 1,032,397</u>	<u>\$ 939,572</u>	<u>\$ 1,032,393</u>	<u>\$ 4</u>
Net Change in Fund Balance	\$ (277,185)	\$ (260,099)	\$ (309,811)	\$ 32,626
Fund Balance, July 1, 2009	<u>4,605,675</u>	<u>4,599,508</u>	<u>4,599,508</u>	<u>6,167</u>
Fund Balance, June 30, 2010	<u>\$ 4,328,490</u>	<u>\$ 4,339,409</u>	<u>\$ 4,289,697</u>	<u>\$ 38,793</u>

Exhibit H-2

Roane County, Tennessee  
Schedule of Revenues, Expenditures, and Changes  
in Fund Balance - Actual and Budget  
Rural Debt Service Fund  
For the Year Ended June 30, 2010

	Actual	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
		Original	Final	
<u>Revenues</u>				
Local Taxes	\$ 1,614,099	\$ 1,637,662	\$ 1,647,662	\$ (33,563)
Other Local Revenues	15,259	55,521	45,521	(30,262)
Total Revenues	<u>\$ 1,629,358</u>	<u>\$ 1,693,183</u>	<u>\$ 1,693,183</u>	<u>\$ (63,825)</u>
<u>Expenditures</u>				
<u>Principal on Debt</u>				
General Government	\$ 0	\$ 1,020,000	\$ 0	\$ 0
Education	660,000	0	660,000	0
<u>Interest on Debt</u>				
General Government	0	704,885	0	0
Education	705,538	0	705,538	0
<u>Other Debt Service</u>				
General Government	47,027	46,264	60,301	13,274
Total Expenditures	<u>\$ 1,412,565</u>	<u>\$ 1,771,149</u>	<u>\$ 1,425,839</u>	<u>\$ 13,274</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ 216,793</u>	<u>\$ (77,966)</u>	<u>\$ 267,344</u>	<u>\$ (50,551)</u>
<u>Other Financing Sources (Uses)</u>				
Refunding Debt Issued	\$ 1,180,000	0	\$ 1,180,000	\$ 0
Premiums on Debt Issued	28,029	0	28,030	(1)
Payments to Refunded Debt Escrow Agent	(1,587,615)	0	(1,587,615)	0
Total Other Financing Sources (Uses)	<u>\$ (379,586)</u>	<u>\$ 0</u>	<u>\$ (379,585)</u>	<u>\$ (1)</u>
Net Change in Fund Balance	\$ (162,793)	\$ (77,966)	\$ (112,241)	\$ (50,552)
Fund Balance, July 1, 2009	<u>2,776,935</u>	<u>2,769,370</u>	<u>2,769,370</u>	<u>7,565</u>
Fund Balance, June 30, 2010	<u>\$ 2,614,142</u>	<u>\$ 2,691,404</u>	<u>\$ 2,657,129</u>	<u>\$ (42,987)</u>

# Proprietary Funds

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

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

Workers’ Compensation Fund – The Workers’ Compensation Fund is used to account for the county’s self-insured workers’ compensation program. Premiums charged to the various county operating funds are placed in this fund for the payment of claims.

Exhibit I-1

Roane County, Tennessee  
Combining Statement of Net Assets  
Proprietary Funds  
June 30, 2010

	<u>Internal Service Funds</u>		
	Employee		
	Insurance -	Workers'	
	Dental	Compensation	Total
	<hr/>		
<u>ASSETS</u>			
Current Assets:			
Equity in Pooled Cash and Investments	\$ 608,626	\$ 1,187,347	\$ 1,795,973
Accounts Receivable	304	1,095	1,399
Total Assets	<hr/>		
	\$ 608,930	\$ 1,188,442	\$ 1,797,372
	<hr/>		
<u>LIABILITIES</u>			
Current Liabilities:			
Accrued Payroll	\$ 395	\$ 0	\$ 395
Claims and Judgments Payable	0	239,619	239,619
Total Liabilities	<hr/>		
	\$ 395	\$ 239,619	\$ 240,014
	<hr/>		
<u>NET ASSETS</u>			
Unrestricted	<hr/>		
	\$ 608,535	\$ 948,823	\$ 1,557,358
Total Net Assets	<hr/>		
	\$ 608,535	\$ 948,823	\$ 1,557,358
	<hr/>		

Exhibit I-2

Roane County, Tennessee  
Combining Statement of Revenues, Expenses, and  
Changes in Net Assets  
For the Year Ended June 30, 2010

	<u>Internal Service Funds</u>		
	<u>Employee</u>		
	<u>Insurance -</u>	<u>Workers'</u>	
	<u>Dental</u>	<u>Compensation</u>	<u>Total</u>
<u>Operating Revenues</u>			
Self-Insurance Premiums	\$ 440,730	\$ 577,828	\$ 1,018,558
Total Operating Revenues	<u>\$ 440,730</u>	<u>\$ 577,828</u>	<u>\$ 1,018,558</u>
<u>Operating Expenses</u>			
Other Salaries and Wages	\$ 19,137	\$ 0	\$ 19,137
Travel	0	1,630	1,630
Handling Charges and Administration	44,734	9,564	54,298
Medical Claims	402,937	249,387	652,324
Workers' Compensation Insurance	0	69,274	69,274
Total Operating Expenses	<u>\$ 466,808</u>	<u>\$ 329,855</u>	<u>\$ 796,663</u>
Operating Income (Loss)	<u>\$ (26,078)</u>	<u>\$ 247,973</u>	<u>\$ 221,895</u>
<u>Nonoperating Revenues (Expenses)</u>			
Investment Income	\$ 2,934	\$ 5,616	\$ 8,550
Total Nonoperating Revenues (Expenses)	<u>\$ 2,934</u>	<u>\$ 5,616</u>	<u>\$ 8,550</u>
Change in Net Assets	\$ (23,144)	\$ 253,589	\$ 230,445
Net Assets, July 1, 2009	<u>631,679</u>	<u>695,234</u>	<u>1,326,913</u>
Net Assets, June 30, 2010	<u>\$ 608,535</u>	<u>\$ 948,823</u>	<u>\$ 1,557,358</u>

Exhibit I-3

Roane County, Tennessee  
Combining Statement of Cash Flows  
Proprietary Funds  
For the Year Ended June 30, 2010

	<u>Internal Service Funds</u>		
	<u>Employee Insurance - Dental</u>	<u>Workers' Compensation</u>	<u>Total</u>
<u>Cash Flows from Operating Activities</u>			
Receipts for Self-Insurance Premiums	\$ 440,694	\$ 576,733	\$ 1,017,427
Payments for Claims	(402,937)	(214,365)	(617,302)
Payments to Employees	(19,322)	0	(19,322)
Payments for Administrative Costs	(44,734)	(11,194)	(55,928)
Payments to Insurers	0	(69,274)	(69,274)
Net Cash Provided By (Used In) Operating Activities	\$ (26,299)	\$ 281,900	\$ 255,601
<u>Cash Flows from Investing Activities</u>			
Interest on Investments	\$ 2,934	\$ 5,616	\$ 8,550
Net Cash Provided By (Used In) Investing Activities	\$ 2,934	\$ 5,616	\$ 8,550
Increase (Decrease) in Cash	\$ (23,365)	\$ 287,516	\$ 264,151
Cash, July 1, 2009	631,991	899,831	1,531,822
Cash, June 30, 2010	\$ 608,626	\$ 1,187,347	\$ 1,795,973
<u>Reconciliation of Operating Income (Loss) to Net Cash Provided By (Used In) Operating Activities</u>			
Operating Income (Loss)	\$ (26,078)	\$ 247,973	\$ 221,895
Adjustments to Reconcile Net Operating Income (Loss) to Net Cash Provided By (Used In) Operating Activities:			
Changes in Assets and Liabilities:			
(Increase) Decrease in Current Operating Receivables	(36)	(1,095)	(1,131)
Increase (Decrease) in Other Current Operating Liabilities	(185)	35,022	34,837
Net Cash Provided By (Used In) Operating Activities	\$ (26,299)	\$ 281,900	\$ 255,601

# Fiduciary Funds

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

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

Cities - Property Tax Fund – The Cities - Property Tax Fund is used to account for city property taxes collected by the Roane County trustee on behalf of the City of Midtown. The City of Midtown no longer exists, and all funds collected by the trustee have been returned to the accountants handling the dissolution of the city for submission to the various taxpayers.

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

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

Community Development - Agency Fund – The Community Development - Agency Fund is used to account for transactions dealing with industrial development and housing and urban development operations of Roane County.

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.

Exhibit J-1

Roane County, Tennessee  
Combining Statement of Fiduciary Assets and Liabilities  
Agency Funds  
June 30, 2010

	Agency Funds						Total
	Cities - Sales Tax	City School ADA - Oak Ridge	Joint Venture	Community Development - Agency	Constitu- tional Officers - Agency		
Cash	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 4,084,220	\$ 4,084,220
Equity in Pooled Cash and Investments	0	1,734	111,609	469,048	0	0	582,391
Due from Other Governments	1,080,200	66,825	29,250	0	0	0	1,176,275
Property Taxes Receivable	0	762,769	0	0	0	0	762,769
Allowance for Uncollectible Property Taxes	0	(48,589)	0	0	0	0	(48,589)
Notes Receivable - Long-term	0	0	0	408,953	0	0	408,953
Total Assets	\$ 1,080,200	\$ 782,739	\$ 140,859	\$ 878,001	\$ 4,084,220	\$ 6,966,019	
Accounts Payable	\$ 0	\$ 0	\$ 46,136	\$ 467	\$ 0	\$ 0	\$ 46,603
Due to Other Taxing Units	1,080,200	782,739	0	0	0	0	1,862,939
Due to Litigants, Heirs, and Others	0	0	0	0	0	4,084,220	4,084,220
Due to Joint Ventures	0	0	94,723	0	0	0	94,723
Other Current Liabilities	0	0	0	877,534	0	0	877,534
Total Liabilities	\$ 1,080,200	\$ 782,739	\$ 140,859	\$ 878,001	\$ 4,084,220	\$ 6,966,019	

ASSETS

LIABILITIES

Exhibit J-2

Roane County, Tennessee  
Combining Statement of Changes in Assets and Liabilities - All Agency Funds  
For the Year Ended June 30, 2010

	Beginning Balance	Additions	Deductions	Ending Balance
<u>Cities - Sales Tax Fund</u>				
<u>Assets</u>				
Equity in Pooled Cash and Investments	\$ 0	\$ 7,003,505	\$ 7,003,505	\$ 0
Due from Other Governments	990,693	1,080,200	990,693	1,080,200
Total Assets	\$ 990,693	\$ 8,083,705	\$ 7,994,198	\$ 1,080,200
				0
<u>Liabilities</u>				
Due to Other Taxing Units	\$ 990,693	\$ 8,083,705	\$ 7,994,198	\$ 1,080,200
Total Liabilities	\$ 990,693	\$ 8,083,705	\$ 7,994,198	\$ 1,080,200
<u>Cities - Property Tax Fund</u>				
<u>Assets</u>				
Equity in Pooled Cash and Investments	\$ 945	\$ 0	\$ 945	\$ 0
Total Assets	\$ 945	\$ 0	\$ 945	\$ 0
<u>Liabilities</u>				
Due to Other Taxing Units	\$ 945	\$ 0	\$ 945	\$ 0
Total Liabilities	\$ 945	\$ 0	\$ 945	\$ 0
<u>City School ADA - Oak Ridge Fund</u>				
<u>Assets</u>				
Equity in Pooled Cash and Investments	\$ 2,009	\$ 1,175,469	\$ 1,175,744	\$ 1,734
Due from Other Governments	68,780	66,825	68,780	66,825
Taxes Receivable	745,620	762,769	745,620	762,769
Allowance for Uncollectible Taxes	(40,168)	(48,589)	(40,168)	(48,589)
Total Assets	\$ 776,241	\$ 1,956,474	\$ 1,949,976	\$ 782,739
<u>Liabilities</u>				
Due to Other Taxing Units	\$ 776,241	\$ 1,956,474	\$ 1,949,976	\$ 782,739
Total Liabilities	\$ 776,241	\$ 1,956,474	\$ 1,949,976	\$ 782,739

(Continued)

Exhibit J-2

Roane County, Tennessee

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

	Beginning Balance	Additions	Deductions	Ending Balance
<u>Joint Venture - Agency Fund</u>				
<u>Assets</u>				
Equity in Pooled Cash and Investments	\$ 173,360	\$ 202,956	\$ 264,707	\$ 111,609
Due from Other Governments	7,219	29,250	7,219	29,250
Total Assets	<u>\$ 180,579</u>	<u>\$ 232,206</u>	<u>\$ 271,926</u>	<u>\$ 140,859</u>
<u>Liabilities</u>				
Accounts Payable	\$ 648	\$ 46,136	\$ 648	\$ 46,136
Accrued Payroll	1,839	0	1,839	0
Due to Joint Venture	178,092	186,070	269,439	94,723
Total Liabilities	<u>\$ 180,579</u>	<u>\$ 232,206</u>	<u>\$ 271,926</u>	<u>\$ 140,859</u>
<u>Community Development - Agency Fund</u>				
<u>Assets</u>				
Cash	\$ 466,698	\$ 0	\$ 466,698	\$ 0
Equity in Pooled Cash and Investments	123,327	635,996	290,275	469,048
Accounts Receivable	1,383	0	1,383	0
Notes Receivable (Long-term)	296,660	140,000	27,707	408,953
Total Assets	<u>\$ 888,068</u>	<u>\$ 775,996</u>	<u>\$ 786,063</u>	<u>\$ 878,001</u>
<u>Liabilities</u>				
Accounts Payable	\$ 0	\$ 467	\$ 0	\$ 467
Accrued Payroll	111	0	111	0
Other Current Liabilities	887,957	775,529	785,952	877,534
Total Liabilities	<u>\$ 888,068</u>	<u>\$ 775,996</u>	<u>\$ 786,063</u>	<u>\$ 878,001</u>
<u>Constitutional Officers - Agency Fund</u>				
<u>Assets</u>				
Cash	\$ 4,506,151	\$ 8,472,829	\$ 8,894,760	\$ 4,084,220
Accounts Receivable	366	0	366	0
Total Assets	<u>\$ 4,506,517</u>	<u>\$ 8,472,829</u>	<u>\$ 8,895,126</u>	<u>\$ 4,084,220</u>
<u>Liabilities</u>				
Due to Litigants, Heirs, and Others	<u>\$ 4,506,517</u>	<u>\$ 8,472,829</u>	<u>\$ 8,895,126</u>	<u>\$ 4,084,220</u>
Total Liabilities	<u>\$ 4,506,517</u>	<u>\$ 8,472,829</u>	<u>\$ 8,895,126</u>	<u>\$ 4,084,220</u>

(Continued)

Exhibit J-2

Roane County, Tennessee

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

	Beginning Balance	Additions	Deductions	Ending Balance
<u>Totals - All Agency Funds</u>				
<u>Assets</u>				
Cash	\$ 4,972,849	\$ 8,472,829	\$ 9,361,458	\$ 4,084,220
Equity in Pooled Cash and Investments	299,641	9,017,926	8,735,176	582,391
Accounts Receivable	1,749	0	1,749	0
Due from Other Governments	1,066,692	1,176,275	1,066,692	1,176,275
Taxes Receivable	745,620	762,769	745,620	762,769
Allowance for Uncollectible Taxes	(40,168)	(48,589)	(40,168)	(48,589)
Notes Receivable (Long-term)	296,660	140,000	27,707	408,953
Total Assets	<u>\$ 7,343,043</u>	<u>\$ 19,521,210</u>	<u>\$ 19,898,234</u>	<u>\$ 6,966,019</u>
<u>Liabilities</u>				
Accounts Payable	\$ 648	\$ 46,603	\$ 648	\$ 46,603
Accrued Payroll	1,950	0	1,950	0
Due to Other Taxing Units	1,767,879	10,040,179	9,945,119	1,862,939
Due to Litigants, Heirs, and Others	4,506,517	8,472,829	8,895,126	4,084,220
Due to Joint Venture	178,092	186,070	269,439	94,723
Other Current Liabilities	887,957	775,529	785,952	877,534
Total Liabilities	<u>\$ 7,343,043</u>	<u>\$ 19,521,210</u>	<u>\$ 19,898,234</u>	<u>\$ 6,966,019</u>

# Roane County School Department

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

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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 cafeteria operations in each of the schools.

School Transportation Fund – The School Transportation Fund is used to account for student transportation and school bus maintenance.

Extended School Program Fund – The Extended School Program Fund is used to account for transactions related to the Before- and After-School Program.

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

Exhibit K-1

Roane County, Tennessee  
Statement of Activities  
Discretely Presented Roane County School Department  
For the Year Ended June 30, 2010

Functions/Programs	Program Revenues			Assets	
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Total Governmental Activities
Governmental Activities:					
Instruction	\$ 36,738,661	\$ 0	\$ 5,183,769	\$ 38,386	\$ (31,516,506)
Support Services	22,213,725	0	402,088	438,000	(21,373,637)
Operation of Non-Instructional Services	5,319,359	1,670,666	3,450,631	10,727	(187,335)
Total Governmental Activities	\$ 64,271,745	\$ 1,670,666	\$ 9,036,488	\$ 487,113	\$ (53,077,478)
General Revenues:					
Taxes:					
Property Taxes Levied for General Purposes				\$	\$ 12,207,619
Local Option Sales Taxes					7,282,614
Other Local Taxes					3,528
Grants and Contributions Not Restricted for Specific Programs					33,494,902
Unrestricted Investment Income					78,778
Miscellaneous					10,103
Total General Revenues				\$	\$ 53,077,544
Change in Net Assets				\$	\$ 66
Net Assets, July 1, 2009					65,896,094
Net Assets, June 30, 2010				\$	\$ 65,896,160

Exhibit K-2

Roane County, Tennessee  
Balance Sheet - Governmental Funds  
Discretely Presented Roane County School Department  
June 30, 2010

	<u>Major Fund</u>	<u>Nonmajor Funds</u>	<u>Total</u>
	General Purpose School	Other Govern- mental Funds	Govern- mental Funds
<b><u>ASSETS</u></b>			
Cash	\$ 67,995	\$ 8,500	\$ 76,495
Equity in Pooled Cash and Investments	9,401,812	4,205,786	13,607,598
Accounts Receivable	44,487	94,122	138,609
Due from Other Governments	1,600,002	1,369,985	2,969,987
Due from Other Funds	87,227	16,843	104,070
Property Taxes Receivable	13,105,765	0	13,105,765
Allowance for Uncollectible Property Taxes	(834,850)	0	(834,850)
Total Assets	<u>\$ 23,472,438</u>	<u>\$ 5,695,236</u>	<u>\$ 29,167,674</u>
<b><u>LIABILITIES AND FUND BALANCES</u></b>			
<u>Liabilities</u>			
Accounts Payable	\$ 1,182,429	\$ 249,266	\$ 1,431,695
Accrued Payroll	766	32,966	33,732
Payroll Deductions Payable	86	3,660	3,746
Contracts Payable	0	228,844	228,844
Retainage Payable	0	20,229	20,229
Due to Other Funds	16,843	87,227	104,070
Due to Primary Government	0	29,700	29,700
Deferred Revenue - Current Property Taxes	11,659,223	0	11,659,223
Deferred Revenue - Delinquent Property Taxes	543,428	0	543,428
Other Deferred Revenues	358,159	239,730	597,889
Total Liabilities	<u>\$ 13,760,934</u>	<u>\$ 891,622</u>	<u>\$ 14,652,556</u>
<u>Fund Balances</u>			
Reserved for Encumbrances	\$ 229,645	\$ 6,127,956	\$ 6,357,601
Reserved for Capital Outlay	0	42,632	42,632
Reserved for Career Ladder - Extended Contract	3,034	0	3,034
Reserved for Career Ladder Program	4,009	0	4,009
Reserved for Title I Grants to Local Education Agencies	0	4,839	4,839
Unreserved, Reported In:			
General Fund	9,474,816	0	9,474,816
Special Revenue Funds	0	2,385,670	2,385,670
Capital Projects Funds (Deficit)	0	(3,757,483)	(3,757,483)
Total Fund Balances	<u>\$ 9,711,504</u>	<u>\$ 4,803,614</u>	<u>\$ 14,515,118</u>
Total Liabilities and Fund Balances	<u>\$ 23,472,438</u>	<u>\$ 5,695,236</u>	<u>\$ 29,167,674</u>

Exhibit K-3

Roane County, Tennessee  
Reconciliation of the Balance Sheet of Governmental Funds to  
the Statement of Net Assets  
Discretely Presented Roane County School Department  
June 30, 2010

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

Total fund balances - balance sheet - governmental funds (Exhibit K-2)		\$ 14,515,118
(1) Capital assets used in governmental activities are not financial resources and therefore are not reported in the governmental funds.		
Add: land	\$ 1,387,525	
Add: construction in progress	1,173,709	
Add: building and improvements net of accumulated depreciation	48,424,209	
Add: other capital assets net of accumulated depreciation	<u>2,340,660</u>	53,326,103
(2) Long-term liabilities are not due and payable in the current period and therefore are not reported in the governmental funds.		
Less: other postemployment benefits liability	\$ (2,928,552)	
Less: compensated absences payable	<u>(157,826)</u>	(3,086,378)
(3) Other long-term assets are not available to pay for current-period expenditures and therefore are deferred in the governmental funds.		<u>1,141,317</u>
Net assets of governmental activities (Exhibit A)		<u>\$ 65,896,160</u>

Exhibit K-4

Roane County, Tennessee  
Statement of Revenues, Expenditures,  
and Changes in Fund Balances -  
Governmental Funds  
Discretely Presented Roane County School Department  
For the Year Ended June 30, 2010

	<u>Major Fund</u>	<u>Nonmajor</u> <u>Funds</u>	
	General	Other	Total
	Purpose	Govern- mental	Governmental
	School	Funds	Funds
<u>Revenues</u>			
Local Taxes	\$ 17,871,978	\$ 1,600,000	\$ 19,471,978
Licenses and Permits	2,927	0	2,927
Charges for Current Services	20,557	1,647,877	1,668,434
Other Local Revenues	123,442	1,609,265	1,732,707
State of Tennessee	31,911,894	366,423	32,278,317
Federal Government	713,090	7,918,250	8,631,340
Other Governments and Citizens Groups	0	438,000	438,000
Total Revenues	<u>\$ 50,643,888</u>	<u>\$ 13,579,815</u>	<u>\$ 64,223,703</u>
<u>Expenditures</u>			
Current:			
Instruction	\$ 31,737,604	\$ 4,132,237	\$ 35,869,841
Support Services	16,053,533	3,462,826	19,516,359
Operation of Non-Instructional Services	1,356,930	3,831,220	5,188,150
Capital Outlay	264,951	0	264,951
Capital Projects	0	1,227,753	1,227,753
Total Expenditures	<u>\$ 49,413,018</u>	<u>\$ 12,654,036</u>	<u>\$ 62,067,054</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ 1,230,870</u>	<u>\$ 925,779</u>	<u>\$ 2,156,649</u>
<u>Other Financing Sources (Uses)</u>			
Transfers In	\$ 46,260	\$ 450,000	\$ 496,260
Transfers Out	(450,000)	(46,260)	(496,260)
Total Other Financing Sources (Uses)	<u>\$ (403,740)</u>	<u>\$ 403,740</u>	<u>\$ 0</u>
Net Change in Fund Balances	\$ 827,130	\$ 1,329,519	\$ 2,156,649
Fund Balance, July 1, 2009	8,884,374	3,474,095	12,358,469
Fund Balance, June 30, 2010	<u>\$ 9,711,504</u>	<u>\$ 4,803,614</u>	<u>\$ 14,515,118</u>

Exhibit K-5

Roane County, Tennessee  
Reconciliation of the Statement of Revenues, Expenditures, and  
Changes in Fund Balances of Governmental Funds to the  
Statement of Activities  
Discretely Presented Roane County School Department  
For the Year Ended June 30, 2010

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

Net change in fund balances - total governmental funds (Exhibit K-4)		\$ 2,156,649
(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	\$ 1,299,689	
Less: current year depreciation expense	<u>(2,394,657)</u>	(1,094,968)
(2) The net effect of various miscellaneous transactions involving capital assets (sales, trade-ins, and donations) is to decrease net assets.		
Less: loss on disposal of capital assets		(36,419)
(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, 2010	\$ 1,141,317	
Less: deferred delinquent property taxes and other deferred June 30, 2009	<u>(1,304,519)</u>	(163,202)
(4) Some expenses reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in the governmental funds.		
Change in compensated absences payable	\$ 6,826	
Change in other postemployment benefits liability	<u>(868,820)</u>	<u>(861,994)</u>
Change in net assets of governmental activities (Exhibit B)		<u>\$ 66</u>

Roane County, Tennessee  
 Combining Balance Sheet - Nonmajor Governmental Funds  
 Discretely Presented Roane County School Department  
 June 30, 2010

Exhibit K-6

	Special Revenue Funds					Capital Projects Fund	Total
	School Federal Projects	Central Cafeteria	School Transportation	Extended School Program	Total	Education Capital Projects	Nonmajor Governmental Funds
Cash	\$ 0	\$ 6,000	\$ 0	\$ 2,500	\$ 8,500	\$ 0	\$ 8,500
Equity in Pooled Cash and Investments	187,420	1,298,315	1,061,748	92,121	2,639,604	1,566,182	4,205,786
Accounts Receivable	1,028	3,281	15,846	46,474	66,629	27,493	94,122
Due from Other Governments	636,522	0	239,730	14,076	890,328	479,657	1,369,985
Due from Other Funds	16,843	0	0	0	16,843	0	16,843
Total Assets	\$ 841,813	\$ 1,307,596	\$ 1,317,324	\$ 155,171	\$ 3,621,904	\$ 2,073,332	\$ 5,695,236

ASSETS

LIABILITIES AND FUND BALANCES

Liabilities	\$ 116,110	\$ 51,454	\$ 29,942	\$ 22,273	\$ 219,779	\$ 29,487	\$ 249,266
Accounts Payable	1,200	0	332	31,434	32,966	0	32,966
Accrued Payroll	91	0	26	3,543	3,660	0	3,660
Payroll Deductions Payable	0	0	0	0	0	228,844	228,844
Contracts Payable	0	0	0	0	0	20,229	20,229
Retainage Payable	87,227	0	0	0	87,227	0	87,227
Due to Other Funds	0	0	29,700	0	29,700	0	29,700
Due to Primary Government	0	0	239,730	0	239,730	0	239,730
Other Deferred Revenues	0	0	0	0	0	0	0
Total Liabilities	\$ 204,628	\$ 51,454	\$ 299,730	\$ 57,250	\$ 613,062	\$ 278,560	\$ 891,622
Fund Balances	\$ 132,346	\$ 44,287	\$ 395,368	\$ 3,700	\$ 575,701	\$ 5,552,255	\$ 6,127,956
Reserved for Encumbrances	0	0	42,632	0	42,632	0	42,632
Reserved for Capital Outlay	4,839	0	0	0	4,839	0	4,839
Reserved for Title I Grants to Local Education Agencies	500,000	1,211,855	579,594	94,221	2,385,670	(3,757,483)	(1,371,813)
Unreserved (Deficit)	637,185	1,256,142	1,017,594	97,921	3,008,842	1,794,772	4,803,614
Total Fund Balances	\$ 841,813	\$ 1,307,596	\$ 1,317,324	\$ 155,171	\$ 3,621,904	\$ 2,073,332	\$ 5,695,236

Exhibit K-7

Roane County, Tennessee  
 Combining Statement of Revenues, Expenditures,  
 and Changes in Fund Balances -  
 Nonmajor Governmental Funds  
 Discretely Presented Roane County School Department  
 For the Year Ended June 30, 2010

	Special Revenue Funds						Capital Projects		Total Nonmajor Governmental Funds
	School Federal Projects			Central Cafeteria		Extended School Program	Total	Education Capital Projects	
	School Federal Projects	Central Cafeteria	School Transportation	Extended School Program	Total	Education Capital Projects	Nonmajor Governmental Funds		
<u>Revenues</u>									
Local Taxes	\$ 0	\$ 0	\$ 1,600,000	\$ 0	\$ 1,600,000	\$ 0	\$ 0	\$ 1,600,000	
Charges for Current Services	0	1,338,293	101,137	208,447	1,647,877	0	0	1,647,877	
Other Local Revenues	0	5,920	5,014	0	10,934	1,598,331	0	1,609,265	
State of Tennessee	0	39,360	250,000	77,063	366,423	0	0	366,423	
Federal Government	5,705,091	2,192,245	0	20,914	7,918,250	0	0	7,918,250	
Other Governments and Citizens Groups	0	0	438,000	0	438,000	0	0	438,000	
Total Revenues	\$ 5,705,091	\$ 3,575,818	\$ 2,394,151	\$ 306,424	\$ 11,981,484	\$ 1,598,331	\$ 0	\$ 13,579,815	
<u>Expenditures</u>									
Current:									
Instruction	\$ 4,132,237	\$ 0	\$ 0	\$ 0	\$ 4,132,237	\$ 0	\$ 0	\$ 4,132,237	
Support Services	1,433,508	0	2,029,318	0	3,462,826	0	0	3,462,826	
Operation of Non-Instructional Services	0	3,567,191	0	264,029	3,831,220	0	0	3,831,220	
Capital Projects	0	0	0	0	0	1,227,753	0	1,227,753	
Total Expenditures	\$ 5,565,745	\$ 3,567,191	\$ 2,029,318	\$ 264,029	\$ 11,426,283	\$ 1,227,753	\$ 0	\$ 12,654,036	
Excess (Deficiency) of Revenues Over Expenditures	\$ 139,346	\$ 8,627	\$ 364,833	\$ 42,395	\$ 555,201	\$ 370,578	\$ 0	\$ 925,779	
<u>Other Financing Sources (Uses)</u>									
Transfers In	\$ 150,000	\$ 0	\$ 0	\$ 0	\$ 150,000	\$ 300,000	\$ 0	\$ 450,000	
Transfers Out	(46,260)	0	0	0	(46,260)	0	0	(46,260)	
Total Other Financing Sources (Uses)	\$ 103,740	\$ 0	\$ 0	\$ 0	\$ 103,740	\$ 300,000	\$ 0	\$ 403,740	
Net Change in Fund Balances	\$ 243,086	\$ 8,627	\$ 364,833	\$ 42,395	\$ 658,941	\$ 670,578	\$ 0	\$ 1,329,519	
Fund Balance, July 1, 2009	394,099	1,247,515	652,761	55,526	2,349,901	1,124,194	0	3,474,095	
Fund Balance, June 30, 2010	\$ 637,185	\$ 1,256,142	\$ 1,017,594	\$ 97,921	\$ 3,008,842	\$ 1,794,772	\$ 0	\$ 4,803,614	

Exhibit K-8

Roane County, Tennessee  
Schedule of Revenues, Expenditures, and Changes  
in Fund Balance - Actual (Budgetary Basis) and Budget  
Discretely Presented Roane County School Department  
General Purpose School Fund  
For the Year Ended June 30, 2010

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2009	Add: Encumbrances 6/30/2010	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original		
					Original	Final	
<u>Revenues</u>							
Local Taxes	\$ 17,871,978	\$ 0	\$ 0	\$ 17,871,978	\$ 17,407,500	\$ 17,277,500	\$ 594,478
Licenses and Permits	2,927	0	0	2,927	3,500	3,500	(573)
Charges for Current Services	20,557	0	0	20,557	15,000	15,000	5,557
Other Local Revenues	123,442	0	0	123,442	317,250	125,250	(1,808)
State of Tennessee	31,911,894	0	0	31,911,894	31,165,669	31,352,551	559,343
Federal Government	713,090	0	0	713,090	110,000	785,000	(71,910)
Total Revenues	\$ 50,643,888	\$ 0	\$ 0	\$ 50,643,888	\$ 49,018,919	\$ 49,558,801	\$ 1,085,087
<u>Expenditures</u>							
<u>Instruction</u>							
Regular Instruction Program	\$ 25,396,212	\$ (531,032)	754	\$ 24,865,934	\$ 26,147,285	\$ 26,111,914	\$ 1,245,980
Alternative Instruction Program	266,560	0	0	266,560	318,355	312,166	45,606
Special Education Program	4,196,775	0	422	4,197,197	4,409,450	4,406,280	209,083
Vocational Education Program	1,878,057	(15,650)	13,780	1,876,187	2,008,945	1,993,255	117,068
<u>Support Services</u>							
Attendance	156,356	(1,276)	0	155,080	159,320	191,568	36,488
Health Services	488,915	(1,113)	1,825	489,627	526,290	529,461	39,834
Other Student Support	1,564,745	0	0	1,564,745	1,671,325	1,614,150	49,405
Regular Instruction Program	3,005,203	(44,719)	41,736	3,002,220	2,535,555	3,197,855	195,635
Alternative Instruction Program	102,985	0	0	102,985	3,000	113,240	10,255
Special Education Program	491,445	0	0	491,445	575,765	571,937	80,492
Vocational Education Program	58,389	(136)	83	58,336	128,320	66,678	8,342
Other Programs	281,241	0	0	281,241	0	281,241	0
Board of Education	920,923	(16,375)	16,875	921,423	1,029,925	1,029,925	108,502

(Continued)

Exhibit K-8

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

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2009	Add: Encumbrances 6/30/2010	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
<u>Expenditures (Cont.)</u>							
<u>Support Services (Cont.)</u>							
Director of Schools	\$ 246,188	\$ 0	\$ 0	\$ 246,188	\$ 266,765	\$ 268,785	\$ 22,597
Office of the Principal	3,718,020	(1,595)	1,969	3,718,394	3,811,910	3,838,035	119,641
Fiscal Services	275,254	0	805	276,059	297,605	297,605	21,546
Human Services/Personnel	34,795	0	0	34,795	55,610	55,610	20,815
Operation of Plant	3,693,045	(47,522)	69,120	3,714,643	4,065,365	4,045,365	330,722
Maintenance of Plant	1,016,029	(44,023)	40,008	1,012,014	1,044,515	1,064,515	52,501
<u>Operation of Non-Instructional Services</u>							
Community Services	736,671	(10,317)	12,920	739,274	150,000	818,431	79,157
Early Childhood Education	620,259	0	20	620,279	604,793	625,053	4,774
<u>Capital Outlay</u>							
Regular Capital Outlay	264,951	0	29,328	294,279	55,000	298,246	3,967
Total Expenditures	\$ 49,413,018	\$ (713,758)	\$ 229,645	\$ 48,928,905	\$ 49,865,098	\$ 51,731,315	\$ 2,802,410
Excess (Deficiency) of Revenues Over Expenditures	\$ 1,230,870	\$ 713,758	\$ (229,645)	\$ 1,714,983	\$ (846,179)	\$ (2,172,514)	\$ 3,887,497
<u>Other Financing Sources (Uses)</u>							
Transfers In	\$ 46,260	\$ 0	\$ 0	\$ 46,260	\$ 60,638	\$ 60,638	\$ (14,378)
Transfers Out	(450,000)	0	0	(450,000)	(300,000)	(450,000)	0
Total Other Financing Sources (Uses)	\$ (403,740)	\$ 0	\$ 0	\$ (403,740)	\$ (239,362)	\$ (389,362)	\$ (14,378)
Net Change in Fund Balance Fund Balance, July 1, 2009	\$ 827,130	\$ 713,758	\$ (229,645)	\$ 1,311,243	\$ (1,085,541)	\$ (2,561,876)	\$ 3,873,119
Fund Balance, July 1, 2009	8,884,374	(713,758)	0	8,170,616	8,180,639	8,180,639	(10,023)
Fund Balance, June 30, 2010	\$ 9,711,504	\$ 0	\$ (229,645)	\$ 9,481,859	\$ 7,095,098	\$ 5,618,763	\$ 3,863,096

Exhibit K-9

Roane County, Tennessee  
Schedule of Revenues, Expenditures, and Changes  
in Fund Balance - Actual (Budgetary Basis) and Budget  
Discretely Presented Roane County School Department  
School Federal Projects Fund  
For the Year Ended June 30, 2010

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2009	Add: Encumbrances 6/30/2010	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
<b>Revenues</b>							
Federal Government	\$ 5,705,091	\$ 0	\$ 0	\$ 5,705,091	\$ 7,147,297	\$ 7,324,737	\$ (1,619,646)
Total Revenues	\$ 5,705,091	\$ 0	\$ 0	\$ 5,705,091	\$ 7,147,297	\$ 7,324,737	\$ (1,619,646)
<b>Expenditures</b>							
<u>Instruction</u>							
Regular Instruction Program	\$ 2,489,378	\$ (2,468)	\$ 792	\$ 2,487,702	\$ 2,816,719	\$ 2,777,399	\$ 289,697
Special Education Program	1,600,586	0	6,183	1,606,769	2,386,706	2,423,622	816,853
Vocational Education Program	42,273	0	28,868	71,141	65,136	71,141	0
Support Services							
Other Student Support	144,028	(3,306)	3,460	144,182	103,104	158,834	14,652
Regular Instruction Program	494,494	(34,574)	408	460,328	764,776	832,530	372,202
Special Education Program	793,625	0	635	794,260	945,218	910,311	116,051
Vocational Education Program	1,361	0	0	1,361	5,000	1,361	0
Transportation	0	0	92,000	92,000	0	92,000	0
Total Expenditures	\$ 5,565,745	\$ (40,348)	\$ 132,346	\$ 5,657,743	\$ 7,086,659	\$ 7,267,198	\$ 1,609,455
Excess (Deficiency) of Revenues Over Expenditures	\$ 139,346	\$ 40,348	\$ (132,346)	\$ 47,348	\$ 60,638	\$ 57,539	\$ (10,191)
<b>Other Financing Sources (Uses)</b>							
Transfers In	\$ 150,000	\$ 0	\$ 0	\$ 150,000	\$ 0	\$ 150,000	\$ 0
Transfers Out	(46,260)	0	0	(46,260)	(60,638)	(61,290)	15,030
Total Other Financing Sources (Uses)	\$ 103,740	\$ 0	\$ 0	\$ 103,740	\$ (60,638)	\$ 88,710	\$ 15,030
Net Change in Fund Balance Fund Balance, July 1, 2009	\$ 243,086	\$ 40,348	\$ (132,346)	\$ 151,088	\$ 0	\$ 146,249	\$ 4,839
	394,099	(40,348)	0	353,751	394,099	394,099	(40,348)
Fund Balance, June 30, 2010	\$ 637,185	\$ 0	\$ (132,346)	\$ 504,839	\$ 394,099	\$ 540,348	\$ (35,509)

Exhibit K-10

Roane County, Tennessee  
Schedule of Revenues, Expenditures, and Changes  
in Fund Balance - Actual (Budgetary Basis) and Budget  
Discretely Presented Roane County School Department  
Central Cafeteria Fund  
For the Year Ended June 30, 2010

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2009	Add: Encumbrances 6/30/2010	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
<u>Revenues</u>							
Charges for Current Services	\$ 1,338,293	\$ 0	\$ 0	\$ 1,338,293	\$ 1,460,000	\$ 1,420,000	\$ (81,707)
Other Local Revenues	5,920	0	0	5,920	20,000	6,800	(880)
State of Tennessee	39,360	0	0	39,360	40,000	40,000	(640)
Federal Government	2,192,245	0	0	2,192,245	1,950,000	2,080,727	111,518
Total Revenues	\$ 3,575,818	\$ 0	\$ 0	\$ 3,575,818	\$ 3,470,000	\$ 3,547,527	\$ 28,291
<u>Expenditures</u>							
Operation of Non-Instructional Services							
Food Service	\$ 3,567,191	\$ (94,733)	\$ 44,287	\$ 3,516,745	\$ 3,635,000	\$ 3,799,727	\$ 282,982
Total Expenditures	\$ 3,567,191	\$ (94,733)	\$ 44,287	\$ 3,516,745	\$ 3,635,000	\$ 3,799,727	\$ 282,982
Excess (Deficiency) of Revenues Over Expenditures	\$ 8,627	\$ 94,733	\$ (44,287)	\$ 59,073	\$ (165,000)	\$ (252,200)	\$ 311,273
Net Change in Fund Balance Fund Balance, July 1, 2009	\$ 8,627	\$ 94,733	\$ (44,287)	\$ 59,073	\$ (165,000)	\$ (252,200)	\$ 311,273
	1,247,515	(94,733)	0	1,152,782	1,152,781	1,152,781	1
Fund Balance, June 30, 2010	\$ 1,256,142	\$ 0	\$ (44,287)	\$ 1,211,855	\$ 987,781	\$ 900,581	\$ 311,274

Exhibit K-11

Roane County, Tennessee  
Schedule of Revenues, Expenditures, and Changes  
in Fund Balance - Actual (Budgetary Basis) and Budget  
Discretely Presented Roane County School Department  
School Transportation Fund  
For the Year Ended June 30, 2010

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2009	Add: Encumbrances 6/30/2010	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
<u>Revenues</u>							
Local Taxes	\$ 1,600,000	\$ 0	\$ 0	\$ 1,600,000	\$ 1,700,000	\$ 1,600,000	\$ 0
Charges for Current Services	101,137	0	0	101,137	50,000	75,000	26,137
Other Local Revenues	5,014	0	0	5,014	15,000	9,800	(4,786)
State of Tennessee	250,000	0	0	250,000	300,000	250,000	0
Other Governments and Citizens Groups	438,000	0	0	438,000	0	438,000	0
Total Revenues	\$ 2,394,151	\$ 0	\$ 0	\$ 2,394,151	\$ 2,065,000	\$ 2,372,800	\$ 21,351
<u>Expenditures</u>							
<u>Support Services</u>							
Transportation	\$ 2,029,318	\$ (90,488)	\$ 395,368	\$ 2,334,198	\$ 2,581,000	\$ 2,411,000	\$ 76,802
Total Expenditures	\$ 2,029,318	\$ (90,488)	\$ 395,368	\$ 2,334,198	\$ 2,581,000	\$ 2,411,000	\$ 76,802
Excess (Deficiency) of Revenues Over Expenditures	\$ 364,833	\$ 90,488	\$ (395,368)	\$ 59,953	\$ (516,000)	\$ (38,200)	\$ 98,153
<u>Other Financing Sources (Uses)</u>							
Other Loans Issued	\$ 0	\$ 0	\$ 0	\$ 0	\$ 438,000	\$ 0	\$ 0
Total Other Financing Sources (Uses)	\$ 0	\$ 0	\$ 0	\$ 0	\$ 438,000	\$ 0	\$ 0
Net Change in Fund Balance Fund Balance, July 1, 2009	\$ 364,833	\$ 90,488	\$ (395,368)	\$ 59,953	\$ (78,000)	\$ (38,200)	\$ 98,153
	652,761	(90,488)	0	562,273	562,272	562,272	1
Fund Balance, June 30, 2010	\$ 1,017,594	\$ 0	\$ (395,368)	\$ 622,226	\$ 484,272	\$ 524,072	\$ 98,154

Exhibit K-12

Roane County, Tennessee  
Schedule of Revenues, Expenditures, and Changes  
in Fund Balance - Actual (Budgetary Basis) and Budget  
Discretely Presented Roane County School Department  
Extended School Program Fund  
For the Year Ended June 30, 2010

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2009	Add: Encumbrances 6/30/2010	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
<u>Revenues</u>							
Charges for Current Services	\$ 208,447	\$ 0	\$ 0	\$ 208,447	\$ 285,000	\$ 200,000	\$ 8,447
State of Tennessee	77,063	0	0	77,063	75,000	45,000	32,063
Federal Government	20,914	0	0	20,914	0	30,000	(9,086)
Total Revenues	\$ 306,424	\$ 0	\$ 0	\$ 306,424	\$ 360,000	\$ 275,000	\$ 31,424
<u>Expenditures</u>							
Operation of Non-Instructional Services	\$ 264,029	(3,600)	3,700	\$ 264,129	\$ 360,000	\$ 265,380	\$ 1,251
Community Services	\$ 264,029	(3,600)	3,700	\$ 264,129	\$ 360,000	\$ 265,380	\$ 1,251
Total Expenditures	\$ 42,395	\$ 3,600	(3,700)	\$ 42,295	\$ 0	\$ 9,620	\$ 32,675
Excess (Deficiency) of Revenues Over Expenditures	\$ 42,395	\$ 3,600	(3,700)	\$ 42,295	\$ 0	\$ 9,620	\$ 32,675
Net Change in Fund Balance Fund Balance, July 1, 2009	55,526	(3,600)	0	51,926	51,926	51,926	0
Fund Balance, June 30, 2010	\$ 97,921	\$ 0	(3,700)	\$ 94,221	\$ 51,926	\$ 61,546	\$ 32,675

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## MISCELLANEOUS SCHEDULES

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Exhibit L-1

Roane County, Tennessee  
Schedule of Changes in Long-term Notes, Other Loans, Capital Leases, and Bonds  
For the Year Ended June 30, 2010

Description of Indebtedness	Original Amount of Issue	Interest Rate	Date of Issue	Last Maturity Date	Outstanding 7-1-09	Issued During Period	Paid and/or Matured During Period	Debt Refunded	Outstanding 6-30-10
<b>NOTES PAYABLE</b>									
Payable through General Debt Service Fund									
Various Public Works Projects	\$ 3,035,000	3.4 %	3-1-03	3-1-15	\$ 3,035,000	0 \$	0 \$	3,035,000 \$	0
Total Notes Payable	\$ 3,035,000				\$ 3,035,000	0 \$	0 \$	3,035,000 \$	0
<b>OTHER LOANS PAYABLE</b>									
Payable through General Debt Service Fund									
Industrial Park Refunding - Sevier Co. PBA - B-3-A	3,640,000	1.6 to 5.85	9-1-03	6-1-16	\$ 1,302,133	0 \$	122,012 \$	0 \$	1,180,121
Industrial Park Land - Sevier Co. PBA - B-3-A	835,000	1.6 to 5.85	9-1-03	6-1-16	297,867	0	27,988	0	269,879
Public Improvement - Blount Co. PBA - B-13-A	1,750,000	5.6 to 6	10-18-07	6-30-24	1,750,000	0	0	0	1,750,000
Public Improvement - Blount Co. PBA - B-20-A	750,000	4.25 to 5	6-15-10	6-1-27	0	750,000	0	0	750,000
Total Other Loans Payable	\$ 3,350,000				\$ 3,350,000	750,000 \$	150,000 \$	0 \$	3,950,000
<b>BONDS PAYABLE</b>									
Payable through General Debt Service Fund									
General Obligation, Series 2002	1,700,000	3 to 4.65	2-1-02	6-1-19	\$ 1,045,000	0 \$	0 \$	1,045,000 \$	0
Water and Sewer Revenue and Tax, Series 2000	620,000	4.75	6-20-02	4-20-40	571,113	0	8,389	0	562,724
General Obligation Refunding Bonds, Series 2008A	9,975,000	3.8 to 4.63	6-18-08	6-1-33	9,975,000	0	0	0	9,975,000
General Obligation Refunding Bonds, Series 2008B	7,410,000	3 to 4.1	6-30-08	6-1-22	7,310,000	0	100,000	0	7,210,000
General Obligation Refunding Bonds, Series 2009A	5,628,497	2 to 5	4-22-09	6-30-24	5,628,497	0	676,100	0	4,952,397
General Obligation Bonds, Series 2009A	2,696,503	2 to 5	4-22-09	6-30-24	2,696,503	0	323,900	0	2,372,603
General Obligation Refunding Bonds, Series 2010A	3,810,000	2 to 3.75	5-5-10	6-1-25	0	3,890,000	0	0	3,890,000
General Obligation Bonds, Series 2010A	3,490,000	2 to 3.75	5-5-10	6-1-25	0	3,410,000	0	0	3,410,000
Total Payable through General Debt Service Fund	\$ 27,226,113				\$ 27,226,113	7,300,000 \$	1,108,389 \$	1,045,000	32,372,724

(Continued)

Exhibit L-1

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

Description of Indebtedness	Original Amount of Issue	Interest Rate	Date of Issue	Last Maturity Date	Outstanding 7-1-09	Issued During Period	Paid and/or		Outstanding 6-30-10
							Matured During Period	Debt Refunded	
<b>BONDS PAYABLE (Cont.)</b>									
<u>Payable through Rural Debt Service Fund</u>									
Rural School Refunding, Series 1999	\$ 4,335,000	4 to 4.25 %	1-1-1999	6-1-11	\$ 780,000	0 \$	0 \$	780,000 \$	0
Rural School, Series 2002	775,000	4.1 to 4.65	2-1-02	6-1-19	775,000	0	0	775,000	0
Rural School Refunding, Series 2004	18,915,000	2 to 4.3	3-9-04	5-1-22	15,910,000	0	660,000	0	15,250,000
Rural School Refunding, Series 2010B	1,180,000	3 to 3.25	5-5-10	6-1-19	0	1,180,000	0	0	1,180,000
Total Payable through Rural Debt Service Fund					\$ 17,465,000	\$ 1,180,000	\$ 660,000	\$ 1,555,000	\$ 16,430,000
<u>Payable through Education Debt Service Fund</u>									
Rural School Refunding, Series 2008C	1,600,000	3 to 5	6-30-08	6-2-20	\$ 1,530,000	0 \$	160,000 \$	0 \$	1,370,000
Rural School Bonds Series 2009B	1,325,000	2 to 3.5	4-22-09	6-30-20	1,325,000	0	100,000	0	1,225,000
Total Payable through Education Debt Service Fund					\$ 2,855,000	\$ 0	\$ 260,000	\$ 0	\$ 2,595,000
Total Bonds Payable					\$ 47,546,113	\$ 8,480,000	\$ 2,028,389	\$ 2,600,000	\$ 51,397,724
<b>CAPITAL LEASES PAYABLE</b>									
<u>Payable through General Debt Service Fund</u>									
Patrol Cars	123,302	5.1	12-26-07	12-26-09	\$ 41,067	0 \$	41,067 \$	0 \$	0
Total Capital Leases Payable					\$ 41,067	\$ 0	\$ 41,067	\$ 0	\$ 0

Exhibit L-2

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

Year Ending June 30	Other Loans		
	Principal	Interest	Total
2011	\$ 150,000	\$ 221,476	\$ 371,476
2012	150,000	214,688	364,688
2013	225,000	206,662	431,662
2014	225,000	194,288	419,288
2015	225,000	181,576	406,576
2016	625,000	318,638	943,638
2017	150,000	282,450	432,450
2018	175,000	298,975	473,975
2019	175,000	289,000	464,000
2020	200,000	303,500	503,500
2021	200,000	291,500	491,500
2022	200,000	279,500	479,500
2023	250,000	317,500	567,500
2024	250,000	302,500	552,500
2025	225,000	37,500	262,500
2026	250,000	26,250	276,250
2027	275,000	13,750	288,750
Total	<u>\$ 3,950,000</u>	<u>\$ 3,779,753</u>	<u>\$ 7,729,753</u>

Year Ending June 30	Bonds		
	Principal	Interest	Total
2011	\$ 2,698,796	\$ 2,325,452	\$ 5,024,248
2012	2,884,223	1,955,036	4,839,259
2013	2,939,671	1,868,363	4,808,034
2014	3,050,141	1,781,243	4,831,384
2015	3,165,633	1,677,188	4,842,821
2016	2,826,149	1,568,572	4,394,721
2017	3,456,690	1,454,611	4,911,301
2018	3,617,258	1,312,243	4,929,501
2019	3,777,853	1,142,103	4,919,956

(Continued)

Exhibit L-2

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

Year Ending June 30	Bonds (Cont.)		
	Principal	Interest	Total
2020	\$ 3,953,477	\$ 986,260	\$ 4,939,737
2021	3,389,131	827,974	4,217,105
2022	3,559,817	692,059	4,251,876
2023	1,665,537	546,084	2,211,621
2024	1,766,291	476,455	2,242,746
2025	1,047,082	393,508	1,440,590
2026	792,911	348,429	1,141,340
2027	818,781	312,684	1,131,465
2028	869,692	275,773	1,145,465
2029	895,648	234,442	1,130,090
2030	946,651	194,064	1,140,715
2031	1,022,702	151,388	1,174,090
2032	1,023,804	104,036	1,127,840
2033	1,024,960	56,630	1,081,590
2034	26,171	9,169	35,340
2035	27,442	7,898	35,340
2036	28,774	6,566	35,340
2037	30,171	5,169	35,340
2038	31,636	3,704	35,340
2039	33,172	2,169	35,341
2040	27,460	580	28,040
Total	\$ 51,397,724	\$ 20,719,852	\$ 72,117,576

Exhibit L-3

Roane County, Tennessee  
Schedule of Notes Receivable  
For the Year Ended June 30, 2010

Description	Debtor	Original Amount of Note	Date of Issue	Date of Maturity	Interest Rate	Balance 6-30-10
<u>Community Development - Agency Fund</u>						
Industrial Loan (Revolving)	Browder Hardware	\$100,000	6-13-02	6-13-17	3.75 %	\$ 53,616
Industrial Loan (Revolving)	Ivan's Restaurant	40,000	9-23-02	9-25-09	* 3.75	24,393
Industrial Loan (Revolving)	Understanding The Way	70,000	1-13-03	1-15-18	3.25	39,614
Industrial Loan (Revolving)	Dana Audio	50,000	2-26-03	4-23-10	* 3.25	31,473
Industrial Loan (Revolving)	Ideal Plumbing	100,000	1-29-04	3-1-14	3.04	52,883
Industrial Loan (Revolving)	Mary Gail's Place	32,500	9-30-04	9-30-11	4	24,892
Industrial Loan (Revolving)	Browder Hardware III	50,000	6-27-09	6-27-16	4	43,072
Industrial Loan (Revolving)	Pattycake Pastry	40,000	12-17-09	12-17-24	4	39,010
Industrial Loan (Revolving)	Market Street	100,000	10-16-09	10-16-18	4	100,000
Total Notes Receivable						<u>\$ 408,953</u>

\* Payoffs for these loans are delinquent as of 6-30-10.

Exhibit L-4

Roane County, Tennessee  
Schedule of Transfers  
Primary Government and Discretely Presented Roane County School Department  
For the Year Ended June 30, 2010

<u>From Fund</u>	<u>To Fund</u>	<u>Purpose</u>	<u>Amount</u>
<u>PRIMARY GOVERNMENT</u>			
General	Urban Services	Operations	\$ 148,000
General	General Capital Projects	Capital projects	332,000
Local Purpose Tax	General Debt Service	Debt retirement	765,000
Special Purpose	General Debt Service	Debt retirement	50,762
Highway/Public Works	General Debt Service	Debt retirement	123,810
Total Transfers Primary Government			<u>\$ 1,419,572</u>
<u>DISCRETELY PRESENTED ROANE COUNTY SCHOOL DEPARTMENT</u>			
General Purpose School	School Federal Projects	Cash flow	\$ 150,000
General Purpose School	Education Capital Projects	Capital projects	300,000
School Federal Projects	General Purpose School	Indirect costs	46,260
Total Transfers Discretely Presented Roane County School Department			<u>\$ 496,260</u>

Exhibit L-5

Roane County, Tennessee  
 Schedule of Salaries and Official Bonds of Principal Officials  
 Primary Government and Discretely Presented Roane County School Department  
 For the Year Ended June 30, 2010

Official	Authorization of Salary	Salary Paid During Period	Bond	Surety
County Executive	Section 8-24-102, <u>TCA</u> , and County Commission	\$ 94,238 (1)	\$ 50,000	RLI Insurance Company
Road Superintendent	Section 8-24-102, <u>TCA</u>	76,407	100,000	Western Surety Company
Director of Schools	State Board of Education and Roane County Board of Education	127,120 (2)	50,000	"
Trustee	Section 8-24-102, <u>TCA</u>	69,461	1,678,000	Auto-Owners Insurance Company
Assessor of Property	Section 8-24-102, <u>TCA</u>	69,461	50,000	Old Republic Surety Company
Director of Accounts and Budgets	County Commission	81,464 (3)	10,000	RLI Insurance Company
County Clerk	Section 8-24-102, <u>TCA</u>	69,461	50,000	Auto-Owners Insurance Company
Circuit Court Clerk	Section 8-24-102, <u>TCA</u>	69,461	50,000	"
Clerk and Master	Section 8-24-102, <u>TCA</u> , and Chancery Court Judge	69,461 (4)	60,000	Western Surety Company
Register	Section 8-24-102, <u>TCA</u>	69,461	25,000	Auto-Owners Insurance Company
Sheriff	Section 8-24-102, <u>TCA</u>	76,407 (5)	25,000	RLI Insurance Company
Purchasing Agent	County Commission	52,553	10,000	Western Surety Company
Employee Blanket Bond				
Public Employee Dishonesty			250,000	St. Paul Insurance Company

- (1) Includes \$7,150 salary supplement for serving as sanitation supervisor.
- (2) Includes incentive bonus of \$15,000 and chief executive officer supplement of \$1,000, but does not include a \$500 (403-b) match.
- (3) Includes \$2,003 for board and committee meetings and \$10,000 for insurance administration.
- (4) Does not include special commissioner fees of \$3,094.
- (5) Does not include a law enforcement training supplement of \$600.

Exhibit L-6

Roane County, Tennessee  
 Schedule of Detailed Revenues -  
 All Governmental Fund Types  
 For the Year Ended June 30, 2010

	Special Revenue Funds						
	General	Urban Services	Fire Inspection	Waste / Sanitation	Ambulance Service	Industrial / Economic Development	
<u>Local Taxes</u>							
<u>County Property Taxes</u>							
Current Property Tax	\$ 7,331,306	\$ 0	\$ 274,413	\$ 328,586	\$ 187,881	\$ 187,882	
Trustee's Collections - Prior Year	257,790	0	6,610	13,220	7,472	7,472	
Trustee's Collections - Bankruptcy	182	0	0	0	0	0	
Circuit/Clerk & Master Collections - Prior Years	203,439	0	7,982	15,963	5,321	5,321	
Interest and Penalty	46,904	0	1,375	2,374	1,319	1,319	
Pick-up Taxes	28,316	0	472	577	727	727	
Payments in-Lieu-of Taxes - T.V.A.	408,207	0	0	0	0	0	
Payments in-Lieu-of Taxes - Local Utilities	162,059	0	0	0	0	0	
Payments in-Lieu-of Taxes - Other	0	0	0	0	0	14,701	
<u>County Local Option Taxes</u>							
Local Option Sales Tax	58,755	0	291,500	350,000	0	0	
Hotel/Motel Tax	0	0	0	0	0	83,933	
Litigation Tax - General	317,322	0	0	0	0	0	
Litigation Tax - Jail, Workhouse, or Courthouse	267,705	0	0	0	0	0	
Business Tax	424,100	0	0	0	0	0	
Mineral Severance Tax	0	0	0	0	0	0	
<u>Statutory Local Taxes</u>							
Bank Excise Tax	59,716	0	0	0	0	0	
Wholesale Beer Tax	0	0	0	0	0	187,280	
Interstate Telecommunications Tax	0	0	0	0	0	0	
Total Local Taxes	\$ 9,565,801	\$ 0	\$ 582,352	\$ 710,720	\$ 202,720	\$ 488,635	
<u>Licenses and Permits</u>							
<u>Licenses</u>							
Cable TV Franchise	\$ 208,477	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	
<u>Permits</u>							
Beer Permits	4,884	0	0	0	0	0	
Building Permits	143,422	0	0	0	0	0	
Total Licenses and Permits	\$ 356,783	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	

(Continued)

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

	Special Revenue Funds							Industrial / Economic Development
	General	Urban Services	Fire Inspection	Solid Waste / Sanitation	Ambulance Service			
<u>Fines, Forfeitures, and Penalties</u>								
<u>Circuit Court</u>								
Fines	\$	2,955	\$	0	\$	0	\$	0
Officers Costs		6,936		0		0		0
Drug Control Fines		0		0		0		0
Drug Court Fees		890		0		0		0
Jail Fees		2,879		0		0		0
District Attorney General Fees		0		0		0		0
DUI Treatment Fines		665		0		0		0
Data Entry Fee - Circuit Court		496		0		0		0
Courtroom Security Fee		255		0		0		0
<u>General Sessions Court</u>								
Fines		55,814		0		0		0
Officers Costs		65,079		0		0		0
Drug Control Fines		0		0		0		0
Drug Court Fees		71,829		0		0		0
Jail Fees		11,311		0		0		0
District Attorney General Fees		0		0		0		0
DUI Treatment Fines		6,998		0		0		0
Data Entry Fee - General Sessions Court		12,096		0		0		0
Courtroom Security Fee		57		0		0		0
<u>Juvenile Court</u>								
Fines		152		0		0		0
<u>Chancery Court</u>								
Officers Costs		2,489		0		0		0
Data Entry Fee - Chancery Court		3,269		0		0		0
Courtroom Security Fee		86		0		0		0
<u>Other Courts - In-county</u>								
Officers Costs		20		0		0		0
<u>Courts in Other District Counties</u>								
District Attorney General Fees		0		0		0		0

(Continued)

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

	Special Revenue Funds					
	General	Urban Services	Fire Inspection	Solid Waste / Sanitation	Ambulance Service	Industrial / Economic Development
<u>Fines, Forfeitures, and Penalties (Cont.)</u>						
<u>Judicial District Drug Program</u>						
Drug Task Force Forfeitures and Seizures	\$ 80	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Other Fines, Forfeitures, and Penalties	375	0	0	0	0	0
Proceeds from Confiscated Property	0	0	0	0	0	0
Other Fines, Forfeitures, and Penalties	0	0	0	0	0	0
<b>Total Fines, Forfeitures, and Penalties</b>	<b>\$ 244,731</b>	<b>\$ 0</b>	<b>\$ 0</b>	<b>\$ 0</b>	<b>\$ 0</b>	<b>\$ 0</b>
<u>Charges for Current Services</u>						
<u>General Service Charges</u>						
Transfer Waste Stations Collection Charge	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Solid Waste Disposal Fees	0	0	0	0	0	0
Water Treatment Charges	0	0	0	0	0	0
Patient Charges	0	0	0	0	2,117,889	0
Past Due Collections - Ambulance	0	0	0	0	4,054	0
Other General Service Charges	7,040	98,368	0	0	0	0
Water Tap Sales	0	0	0	0	0	0
<u>Fees</u>						
Recreation Fees	91,728	0	0	0	0	0
Copy Fees	13,798	0	0	0	865	0
Archives and Records Management Fee - County Clerk	22,182	0	0	0	0	0
Telephone Commissions	17,869	0	0	0	0	0
Constitutional Officers' Fees and Commissions	0	0	0	0	0	0
Special Commissioner Fees/Special Master Fees	0	0	0	0	0	0
Data Processing Fee - Register	18,096	0	0	0	0	0
Probation Fees	9,910	0	0	0	0	0
Data Processing Fee - Sheriff	5,508	0	0	0	0	0
Sexual Offender Registration Fees - Sheriff	1,900	0	0	0	0	0
Data Processing Fee - County Clerk	3,222	0	0	0	0	0
<u>Other Charges for Services</u>						
Other Charges for Services	135,000	0	0	0	0	0
<b>Total Charges for Current Services</b>	<b>\$ 326,253</b>	<b>\$ 98,368</b>	<b>\$ 0</b>	<b>\$ 0</b>	<b>\$ 2,122,808</b>	<b>\$ 0</b>

(Continued)

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

	Special Revenue Funds						Industrial / Economic Development
	General	Urban Services	Fire Inspection	Solid Waste / Sanitation	Ambulance Service		
<u>Other Local Revenues</u>							
<u>Recurring Items</u>							
Investment Income	\$ 9	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	0
Lease/Rentals	6,194	0	0	0	0	0	0
Sale of Materials and Supplies	946	0	0	0	0	0	0
Commissary Sales	6,424	0	0	0	0	0	0
Sale of Gasoline	0	0	0	0	0	0	0
Sale of Recycled Materials	0	0	0	0	0	0	0
Miscellaneous Refunds	587	0	686	0	0	0	0
<u>Nonrecurring Items</u>							
Sale of Property	5,786	900	2,000	0	0	0	0
Contributions and Gifts	716	9,049	0	0	0	0	0
<u>Other Local Revenues</u>							
Other Local Revenues	27,692	0	0	0	0	0	108,949
<u>Total Other Local Revenues</u>	\$ 48,354	\$ 9,949	\$ 2,686	\$ 0	\$ 0	\$ 0	\$ 108,949
<u>Fees Received from County Officials</u>							
<u>Fees in-Lieu-of-Salary</u>							
County Clerk	\$ 374,662	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	0
Circuit Court Clerk	89,163	0	0	0	0	0	0
General Sessions Court Clerk	435,377	0	0	0	0	0	0
Clerk and Master	261,684	0	0	0	0	0	0
Register	215,399	0	0	0	0	0	0
Sheriff	37,293	0	0	0	0	0	0
Trustee	790,531	0	0	0	0	0	0
<u>Total Fees Received from County Officials</u>	\$ 2,204,109	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
<u>State of Tennessee</u>							
<u>General Government Grants</u>							
Juvenile Services Program	\$ 9,148	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	0
Solid Waste Grants	0	0	0	0	0	0	0

(Continued)

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

	Special Revenue Funds						
	General	Urban Services	Fire Inspection	Solid Waste / Sanitation	Ambulance Service	Industrial / Economic Development	
<u>State of Tennessee (Cont.)</u>							
<u>Public Safety Grants</u>							
Law Enforcement Training Programs	\$ 22,800	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
<u>Public Works Grants</u>							
State Aid Program	0	0	0	0	0	0	0
Litter Program	45,869	0	0	0	0	0	0
<u>Other State Revenues</u>							
Income Tax	172,160	0	0	0	0	0	0
Beer Tax	17,778	0	0	0	0	0	0
Alcoholic Beverage Tax	68,514	0	0	0	0	0	0
Mixed Drink Tax	3,790	0	0	0	0	0	0
State Revenue Sharing - T.V.A.	0	0	0	315,000	0	0	0
Contracted Prisoner Boarding	98,630	0	0	0	0	0	0
Gasoline and Motor Fuel Tax	0	0	0	0	0	0	0
Petroleum Special Tax	0	0	0	0	0	0	0
Reappraisal Program Reimbursement	17,637	0	0	0	0	0	0
Registrar's Salary Supplement	16,380	0	0	0	0	0	0
Other State Grants	516,889	0	0	0	0	0	601,510
Other State Revenues	6,373	0	0	0	0	0	0
<u>Total State of Tennessee</u>	\$ 995,968	\$ 0	\$ 0	\$ 315,000	\$ 0	\$ 0	\$ 601,510
<u>Federal Government</u>							
<u>Federal Through State</u>							
Homeland Security Grants	\$ 257,753	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Law Enforcement Grants	45,773	0	0	0	0	0	0
Other Federal through State	57,441	0	0	0	0	0	0
<u>Direct Federal Revenue</u>							
Public Safety Partnership and Community Policing - COPS	26,233	0	0	0	0	0	0
ARRA Grant No. 6	70,774	0	0	0	0	0	0
Other Direct Federal Revenue	41,164	0	0	0	0	0	0
<u>Total Federal Government</u>	\$ 499,138	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0

(Continued)

Exhibit L-6

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

	Special Revenue Funds						
	General	Urban Services	Fire Inspection	Solid Waste / Sanitation	Ambulance Service	Industrial / Economic Development	
<u>Other Governments and Citizens Groups</u>							
<u>Other Governments</u>							
Contributions	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	0
Contracted Services	385,933	0	0	0	0	0	0
<u>Citizens Groups</u>							
Donations	400	0	0	0	0	0	0
Other	22,412	0	0	0	0	0	0
Total Other Governments and Citizens Groups	\$ 408,745	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	0
Total	\$ 14,649,882	\$ 108,317	\$ 585,038	\$ 1,025,720	\$ 2,325,528	\$ 1,199,094	

Exhibit L-6

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

	Special Revenue Funds							Highway / Public Works
	Local Purpose Tax	Special Purpose	Drug Control	District Attorney General	Other Special Revenue	Constitu- tional Officers - Fees		
<u>Local Taxes</u>								
<u>County Property Taxes</u>								
Current Property Tax	\$ 0	\$ 0	\$ 0	\$ 0	\$ 234,852	\$ 0	\$ 1,174,256	
Trustee's Collections - Prior Year	0	0	0	0	9,340	0	46,701	
Trustee's Collections - Bankruptcy	0	0	0	0	0	0	0	
Circuit/Clerk & Master Collections - Prior Years	0	0	0	0	6,652	0	33,259	
Interest and Penalty	0	0	0	0	1,649	0	8,246	
Pick-up Taxes	0	0	0	0	909	0	4,546	
Payments in-Lieu-of Taxes - T.V.A.	0	0	0	0	0	0	0	
Payments in-Lieu-of Taxes - Local Utilities	0	0	0	0	0	0	0	
Payments in-Lieu-of Taxes - Other	844,771	0	0	0	0	0	0	
<u>County Local Option Taxes</u>								
Local Option Sales Tax	0	0	0	0	0	0	0	
Hotel/Motel Tax	0	0	0	0	0	0	0	
Litigation Tax - General	0	0	0	0	0	0	0	
Litigation Tax - Jail, Workhouse, or Courthouse	0	0	0	0	0	0	0	
Business Tax	0	0	0	0	0	0	0	
Mineral Severance Tax	0	0	0	0	0	0	103,451	
<u>Statutory Local Taxes</u>								
Bank Excise Tax	0	0	0	0	0	0	0	
Wholesale Beer Tax	0	0	0	0	0	0	0	
Interstate Telecommunications Tax	0	0	0	0	0	0	0	
Total Local Taxes	\$ 844,771	\$ 0	\$ 0	\$ 0	\$ 253,402	\$ 0	\$ 1,370,459	
<u>Licenses and Permits</u>								
<u>Licenses</u>								
Cable TV Franchise	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	
Permits	0	0	0	0	0	0	0	
Beer Permits	0	0	0	0	0	0	0	
Building Permits	0	0	0	0	0	0	0	
Total Licenses and Permits	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	

(Continued)

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

	Special Revenue Funds						
	Local Purpose Tax	Special Purpose	Drug Control	District Attorney General	Other Special Revenue	Constitutional Officers - Fees	Highway / Public Works
<u>Fines, Forfeitures, and Penalties</u>							
<u>Circuit Court</u>							
Fines	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Officers Costs	0	0	0	0	0	0	0
Drug Control Fines	0	0	3,870	0	0	0	0
Drug Court Fees	0	0	0	0	0	0	0
Jail Fees	0	0	0	0	0	0	0
District Attorney General Fees	0	0	0	5,488	0	0	0
DUI Treatment Fines	0	0	0	0	0	0	0
Data Entry Fee - Circuit Court	0	0	0	0	0	0	0
Courtroom Security Fee	0	0	0	0	0	0	0
<u>General Sessions Court</u>							
Fines	0	0	0	0	0	0	0
Officers Costs	0	0	0	0	0	0	0
Drug Control Fines	0	0	22,289	0	0	0	0
Drug Court Fees	0	0	0	0	0	0	0
Jail Fees	0	0	0	0	0	0	0
District Attorney General Fees	0	0	0	4,978	0	0	0
DUI Treatment Fines	0	0	0	0	0	0	0
Data Entry Fee - General Sessions Court	0	0	0	0	0	0	0
Courtroom Security Fee	0	0	0	0	0	0	0
<u>Juvenile Court</u>							
Fines	0	0	0	0	0	0	0
<u>Chancery Court</u>							
Officers Costs	0	0	0	0	0	0	0
Data Entry Fee - Chancery Court	0	0	0	0	0	0	0
Courtroom Security Fee	0	0	0	0	0	0	0
<u>Other Courts - In-county</u>							
Officers Costs	0	0	0	0	0	0	0
<u>Courts in Other District Counties</u>							
District Attorney General Fees	0	0	0	13,446	0	0	0

(Continued)

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

	Special Revenue Funds							Highway / Public Works
	Local Purpose Tax	Special Purpose	Drug Control	District Attorney General	Other Special Revenue	Constitu- tional Officers - Fees		
<u>Fines, Forfeitures, and Penalties (Cont.)</u>								
<u>Judicial District Drug Program</u>								
Drug Task Force Forfeitures and Seizures	\$ 0 \$	0 \$	16,774 \$	0 \$	0 \$	0 \$	0 \$	0
Other Fines, Forfeitures, and Penalties	0	0	0	0	0	0	0	0
Proceeds from Confiscated Property	0	0	1,626	0	0	0	0	0
Other Fines, Forfeitures, and Penalties	0 \$	0 \$	44,559 \$	23,912 \$	0 \$	0 \$	0 \$	0
<u>Total Fines, Forfeitures, and Penalties</u>								
<u>Charges for Current Services</u>								
<u>General Service Charges</u>								
Transfer Waste Stations Collection Charge	\$ 0 \$	0 \$	0 \$	0 \$	27,748 \$	0 \$	0 \$	0
Solid Waste Disposal Fees	0	0	0	0	93,833	0	0	0
Water Treatment Charges	0	524,733	0	0	0	0	0	0
Patient Charges	0	0	0	0	0	0	0	0
Past Due Collections - Ambulance	0	0	0	0	0	0	0	0
Other General Service Charges	0	0	0	0	0	0	0	0
Water Tap Sales	0	16,416	0	0	0	0	0	0
<u>Fees</u>								
Recreation Fees	0	0	0	0	0	0	0	0
Copy Fees	0	0	0	0	0	0	0	0
Archives and Records Management Fee - County Clerk	0	0	0	0	0	0	0	0
Telephone Commissions	0	0	0	0	0	0	0	0
Constitutional Officers' Fees and Commissions	0	0	0	0	0	1,820	0	0
Special Commissioner Fees/Special Master Fees	0	0	0	0	0	3,094	0	0
Data Processing Fee - Register	0	0	0	0	0	0	0	0
Probation Fees	0	0	0	0	0	0	0	0
Data Processing Fee - Sheriff	0	0	0	0	0	0	0	0
Sexual Offender Registration Fees - Sheriff	0	0	0	0	0	0	0	0
Data Processing Fee - County Clerk	0	0	0	0	0	0	0	0
<u>Other Charges for Services</u>								
Other Charges for Services	0	0	0	0	0	0	0	0
<u>Total Charges for Current Services</u>	\$ 0 \$	541,149 \$	0 \$	0 \$	121,581 \$	4,914 \$	0	0

(Continued)

Exhibit L-6

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

	Special Revenue Funds							Highway / Public Works
	Local Purpose Tax	Special Purpose	Drug Control	District Attorney General	Other Special Revenue	Constitu- tional Officers - Fees		
<u>Other Local Revenues</u>								
<u>Recurring Items</u>								
Investment Income	\$ 0	\$ 0	174	\$ 0	\$ 0	\$ 0	\$ 0	0
Lease/Rentals	0	0	0	0	0	0	0	0
Sale of Materials and Supplies	0	0	0	0	0	0	0	0
Commissary Sales	0	0	0	0	0	0	0	0
Sale of Gasoline	0	0	0	0	0	0	0	0
Sale of Recycled Materials	0	0	0	0	215,500	0	0	40,685
Miscellaneous Refunds	0	0	0	0	0	0	0	237
Miscellaneous Refunds	0	0	0	0	0	0	0	49,000
<u>Nonrecurring Items</u>								
Sale of Property	0	0	0	0	0	0	0	8,021
Contributions and Gifts	0	0	9,291	0	884	0	0	0
<u>Other Local Revenues</u>								
Total Other Local Revenues	\$ 0	\$ 0	\$ 9,465	\$ 0	\$ 216,384	\$ 0	\$ 0	\$ 98,152
<u>Fees Received from County Officials</u>								
<u>Fees in-Lieu-of-Salary</u>								
County Clerk	\$ 0	\$ 0	0	\$ 0	0	\$ 0	0	0
Circuit Court Clerk	0	0	0	0	0	0	0	0
General Sessions Court Clerk	0	0	0	0	0	0	0	0
Clerk and Master	0	0	0	0	0	0	0	0
Register	0	0	0	0	0	0	0	0
Sheriff	0	0	0	0	0	0	0	0
Trustee	0	0	0	0	0	0	0	0
Total Fees Received from County Officials	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
<u>State of Tennessee</u>								
<u>General Government Grants</u>								
Juvenile Services Program	\$ 0	\$ 0	0	\$ 0	0	\$ 0	0	0
Solid Waste Grants	0	0	0	0	19,696	0	0	0

(Continued)

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

	Special Revenue Funds							Highway / Public Works
	Local Purpose Tax	Special Purpose	Drug Control	District Attorney General	Other Special Revenue	Constitu- tional Officers - Fees		
<u>State of Tennessee (Cont.)</u>								
Public Safety Grants	\$ 0 \$	0 \$	0 \$	0 \$	0 \$	0 \$	0 \$	0
Law Enforcement Training Programs								
Public Works Grants								
State Aid Program	0	0	0	0	0	0	0	282,775
Litter Program	0	0	0	0	0	0	0	0
Other State Revenues								
Income Tax	0	0	0	0	0	0	0	0
Beer Tax	0	0	0	0	0	0	0	0
Alcoholic Beverage Tax	0	0	0	0	0	0	0	0
Mixed Drink Tax	0	0	0	0	0	0	0	0
State Revenue Sharing - T.V.A.	0	0	0	0	0	0	0	0
Contracted Prisoner Boarding	0	0	0	0	0	0	0	0
Gasoline and Motor Fuel Tax	0	0	0	0	0	0	0	1,763,829
Petroleum Special Tax	0	0	0	0	0	0	0	41,689
Reappraisal Program Reimbursement	0	0	0	0	0	0	0	0
Registrar's Salary Supplement	0	0	0	0	0	0	0	0
Other State Grants	0	0	0	0	0	0	0	0
Other State Revenues	0	0	0	0	0	0	0	0
Total State of Tennessee	\$ 0 \$	0 \$	0 \$	0 \$	19,696 \$	0 \$	0 \$	2,088,293
<u>Federal Government</u>								
Federal Through State								
Homeland Security Grants	\$ 0 \$	0 \$	0 \$	0 \$	0 \$	0 \$	0 \$	0
Law Enforcement Grants	0	0	0	0	0	0	0	0
Other Federal through State	0	0	0	0	0	0	0	0
Direct Federal Revenue								
Public Safety Partnership and Community Policing - COPS	0	0	0	0	0	0	0	0
ARRA Grant No. 6	0	0	0	0	0	0	0	0
Other Direct Federal Revenue	0	0	0	0	0	0	0	0
Total Federal Government	\$ 0 \$	0 \$	0 \$	0 \$	0 \$	0 \$	0 \$	0

(Continued)

Exhibit L-6

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

	Special Revenue Funds						
	Local Purpose Tax	Special Purpose	Drug Control	District Attorney General	Other Special Revenue	Constitutional Officers - Fees	Highway / Public Works
<u>Other Governments and Citizens Groups</u>							
<u>Other Governments</u>							
Contributions	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 583,457
Contracted Services	0	0	0	0	0	0	0
<u>Citizens Groups</u>							
Donations	0	0	0	0	0	0	0
Other	0	0	0	0	0	0	0
Total Other Governments and Citizens Groups	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 583,457
Total	\$ 844,771	\$ 541,149	\$ 54,024	\$ 23,912	\$ 611,063	\$ 4,914	\$ 4,140,361

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

	Debt Service Funds			Capital Projects Funds			Total
	General	Rural	Education	General	Highway		
	Debt Service	Debt Service	Debt Service	Capital Projects	Capital Projects		
<u>Local Taxes</u>							
<u>County Property Taxes</u>							
Current Property Tax	\$ 1,315,167	\$ 1,475,392	\$ 409,437	\$ 0	\$ 0	\$ 12,919,172	
Trustee's Collections - Prior Year	52,305	64,260	16,642	0	0	481,812	
Trustee's Collections - Bankruptcy	0	0	0	0	0	182	
Circuit/Clerk & Master Collections - Prior Years	37,251	58,536	13,304	0	0	387,028	
Interest and Penalty	9,235	11,318	3,021	0	0	86,760	
Pick-up Taxes	5,092	1,963	497	0	0	43,826	
Payments in-Lieu-of Taxes - T.V.A.	0	0	0	0	0	408,207	
Payments in-Lieu-of Taxes - Local Utilities	0	0	0	0	0	162,059	
Payments in-Lieu-of Taxes - Other	0	0	0	0	0	859,472	
<u>County Local Option Taxes</u>							
Local Option Sales Tax	0	0	0	0	0	700,255	
Hotel/Motel Tax	0	0	0	0	0	83,933	
Litigation Tax - General	0	0	0	0	0	317,322	
Litigation Tax - Jail, Workhouse, or Courthouse	0	0	0	0	0	267,705	
Business Tax	0	0	0	0	0	424,100	
Mineral Severance Tax	0	0	0	0	0	103,451	
<u>Statutory Local Taxes</u>							
Bank Excise Tax	0	0	0	0	0	59,716	
Wholesale Beer Tax	0	0	0	0	0	187,280	
Interstate Telecommunications Tax	0	2,630	0	0	0	2,630	
Total Local Taxes	\$ 1,419,050	\$ 1,614,099	\$ 442,901	\$ 0	\$ 0	\$ 17,494,910	
<u>Licenses and Permits</u>							
<u>Licenses</u>							
Cable TV Franchise	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 208,477	
<u>Permits</u>							
Beer Permits	0	0	0	0	0	4,884	
Building Permits	0	0	0	0	0	143,422	
Total Licenses and Permits	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 356,783	

(Continued)

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

	Debt Service Funds			Capital Projects Funds			Total
	General Debt Service	Rural Debt Service	Education Debt Service	General Capital Projects	Highway Capital Projects		
<u>Fines, Forfeitures, and Penalties</u>							
<u>Circuit Court</u>							
Fines	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	2,955
Officers Costs	0	0	0	0	0	0	6,936
Drug Control Fines	0	0	0	0	0	0	3,870
Drug Court Fees	0	0	0	0	0	0	890
Jail Fees	0	0	0	0	0	0	2,879
District Attorney General Fees	0	0	0	0	0	0	5,488
DUI Treatment Fines	0	0	0	0	0	0	665
Data Entry Fee - Circuit Court	0	0	0	0	0	0	496
Courtroom Security Fee	0	0	0	0	0	0	255
<u>General Sessions Court</u>							
Fines	0	0	0	0	0	0	55,814
Officers Costs	0	0	0	0	0	0	65,079
Drug Control Fines	0	0	0	0	0	0	22,289
Drug Court Fees	0	0	0	0	0	0	71,829
Jail Fees	0	0	0	0	0	0	11,311
District Attorney General Fees	0	0	0	0	0	0	4,978
DUI Treatment Fines	0	0	0	0	0	0	6,998
Data Entry Fee - General Sessions Court	0	0	0	0	0	0	12,096
Courtroom Security Fee	0	0	0	0	0	0	57
<u>Juvenile Court</u>							
Fines	0	0	0	0	0	0	152
<u>Chancery Court</u>							
Officers Costs	0	0	0	0	0	0	2,489
Data Entry Fee - Chancery Court	0	0	0	0	0	0	3,269
Courtroom Security Fee	0	0	0	0	0	0	86
<u>Other Courts - In-county</u>							
Officers Costs	0	0	0	0	0	0	20
<u>Courts in Other District Counties</u>							
District Attorney General Fees	0	0	0	0	0	0	13,446

(Continued)

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

	Debt Service Funds			Capital Projects Funds			Total
	General Debt Service	Rural Debt Service	Education Debt Service	General Capital Projects	Highway Capital Projects		
<u>Fines, Forfeitures, and Penalties (Cont.)</u>							
<u>Judicial District Drug Program</u>							
Drug Task Force Forfeitures and Seizures	\$ 0 \$	0 \$	0 \$	0 \$	0 \$	0 \$	16,854
Other Fines, Forfeitures, and Penalties	0	0	0	0	0	0	375
Proceeds from Confiscated Property	0	0	0	0	0	0	1,626
Other Fines, Forfeitures, and Penalties	0	0	0	0	0	0	
<b>Total Fines, Forfeitures, and Penalties</b>	<b>\$ 0 \$</b>	<b>0 \$</b>	<b>0 \$</b>	<b>0 \$</b>	<b>0 \$</b>	<b>0 \$</b>	<b>313,202</b>
<u>Charges for Current Services</u>							
<u>General Service Charges</u>							
Transfer Waste Stations Collection Charge	\$ 0 \$	0 \$	0 \$	0 \$	0 \$	0 \$	27,748
Solid Waste Disposal Fees	0	0	0	0	0	0	93,833
Water Treatment Charges	0	0	0	0	0	0	524,733
Patient Charges	0	0	0	0	0	0	2,117,889
Past Due Collections - Ambulance	0	0	0	0	0	0	4,054
Other General Service Charges	0	0	0	0	0	0	105,408
Water Tap Sales	0	0	0	0	0	0	16,416
<u>Fees</u>							
Recreation Fees	0	0	0	0	0	0	91,728
Copy Fees	0	0	0	0	0	0	14,663
Archives and Records Management Fee - County Clerk	0	0	0	0	0	0	22,182
Telephone Commissions	0	0	0	0	0	0	17,869
Constitutional Officers' Fees and Commissions	0	0	0	0	0	0	1,820
Special Commissioner Fees/Special Master Fees	0	0	0	0	0	0	3,094
Data Processing Fee - Register	0	0	0	0	0	0	18,096
Probation Fees	0	0	0	0	0	0	9,910
Data Processing Fee - Sheriff	0	0	0	0	0	0	5,508
Sexual Offender Registration Fees - Sheriff	0	0	0	0	0	0	1,900
Data Processing Fee - County Clerk	0	0	0	0	0	0	3,222
<u>Other Charges for Services</u>							
Other Charges for Services	0	0	0	0	0	0	135,000
<b>Total Charges for Current Services</b>	<b>\$ 0 \$</b>	<b>0 \$</b>	<b>0 \$</b>	<b>0 \$</b>	<b>0 \$</b>	<b>0 \$</b>	<b>3,215,073</b>

(Continued)

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

	Debt Service Funds			Capital Projects Funds			Total
	General Debt Service	Rural Debt Service	Education Debt Service	General Capital Projects	Highway Capital Projects		
<u>Other Local Revenues</u>							
<u>Recurring Items</u>							
Investment Income	\$ 99,907	\$ 15,259	\$ 4,608	\$ 0	\$ 143	\$ 120,100	
Lease/Rentals	0	0	0	0	0	6,194	
Sale of Materials and Supplies	0	0	0	0	0	946	
Commissary Sales	0	0	0	0	0	6,424	
Sale of Gasoline	0	0	0	0	0	40,685	
Sale of Recycled Materials	0	0	0	0	0	215,737	
Miscellaneous Refunds	0	0	0	0	0	50,273	
<u>Nonrecurring Items</u>							
Sale of Property	25,200	0	0	395	0	42,302	
Contributions and Gifts	0	0	0	0	0	19,940	
<u>Other Local Revenues</u>							
Other Local Revenues	0	0	0	0	0	136,850	
<b>Total Other Local Revenues</b>	<b>\$ 125,107</b>	<b>\$ 15,259</b>	<b>\$ 4,608</b>	<b>\$ 395</b>	<b>\$ 143</b>	<b>\$ 639,451</b>	
<u>Fees Received from County Officials</u>							
<u>Fees in-Lieu-of-Salary</u>							
County Clerk	0	0	0	0	0	374,662	
Circuit Court Clerk	0	0	0	0	0	89,163	
General Sessions Court Clerk	0	0	0	0	0	435,377	
Clerk and Master	0	0	0	0	0	261,684	
Register	0	0	0	0	0	215,399	
Sheriff	0	0	0	0	0	37,293	
Trustee	0	0	0	0	0	790,531	
<b>Total Fees Received from County Officials</b>	<b>\$ 0</b>	<b>\$ 0</b>	<b>\$ 0</b>	<b>\$ 0</b>	<b>\$ 0</b>	<b>\$ 2,204,109</b>	
<u>State of Tennessee</u>							
<u>General Government Grants</u>							
Juvenile Services Program	0	0	0	0	0	9,148	
Solid Waste Grants	0	0	0	0	0	19,696	

(Continued)

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

	Debt Service Funds			Capital Projects Funds			Total
	General Debt Service	Rural Debt Service	Education Debt Service	General Capital Projects	Highway Capital Projects		
<u>State of Tennessee (Cont.)</u>							
Public Safety Grants							
Law Enforcement Training Programs	\$ 0 \$	0 \$	0 \$	0 \$	0 \$	0 \$	22,800
Public Works Grants							
State Aid Program	0	0	0	0	0	0	282,775
Litter Program	0	0	0	0	0	0	45,869
Other State Revenues							
Income Tax	0	0	0	0	0	0	172,160
Beer Tax	0	0	0	0	0	0	17,778
Alcoholic Beverage Tax	0	0	0	0	0	0	68,514
Mixed Drink Tax	0	0	0	0	0	0	3,790
State Revenue Sharing - T.V.A.	0	0	0	0	0	0	315,000
Contracted Prisoner Boarding	0	0	0	0	0	0	98,630
Gasoline and Motor Fuel Tax	0	0	0	0	0	0	1,763,829
Petroleum Special Tax	0	0	0	0	0	0	41,689
Reappraisal Program Reimbursement	0	0	0	0	0	0	17,637
Registrar's Salary Supplement	0	0	0	0	0	0	16,380
Other State Grants	0	0	0	0	0	0	1,118,399
Other State Revenues	0	0	0	0	0	0	6,373
Total State of Tennessee	\$ 0 \$	0 \$	0 \$	0 \$	0 \$	0 \$	4,020,467
<u>Federal Government</u>							
Federal Through State							
Homeland Security Grants	\$ 0 \$	0 \$	0 \$	0 \$	0 \$	0 \$	257,753
Law Enforcement Grants	0	0	0	0	0	0	45,773
Other Federal through State	0	0	0	0	0	0	57,441
Direct Federal Revenue							
Public Safety Partnership and Community Policing - COPS	0	0	0	0	0	0	26,233
ARRA Grant No. 6	0	0	0	0	0	0	70,774
Other Direct Federal Revenue	0	0	0	0	0	0	41,164
Total Federal Government	\$ 0 \$	0 \$	0 \$	0 \$	0 \$	0 \$	499,138

(Continued)

Exhibit L-6

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

	Debt Service Funds			Capital Projects Funds			Total
	General Debt Service	Rural Debt Service	Education Debt Service	General Capital Projects	Highway Capital Projects		
Other Governments and Citizens Groups							
Other Governments							
Contributions	\$ 0	\$ 0	0	\$ 0	0	\$ 0	583,457
Contracted Services	0	0	0	0	0	0	385,933
Citizens Groups	0	0	0	0	0	0	400
Donations							
Other	0	0	0	0	0	0	22,412
Total Other Governments and Citizens Groups	\$ 0	\$ 0	0	\$ 0	0	\$ 0	992,202
Total	\$ 1,544,157	\$ 1,629,358	\$ 447,509	\$ 395	\$ 143	\$ 29,735,335	

Exhibit L-7

Roane County, Tennessee  
Schedule of Detailed Revenues -  
All Governmental Fund Types  
Discretely Presented Roane County School Department  
For the Year Ended June 30, 2010

	General Purpose School	School Federal Projects	Central Cafeteria	School Transpor- tation	Extended School Program	Education Capital Projects	Total
<u>Local Taxes</u>							
<u>County Property Taxes</u>							
Current Property Tax	\$ 11,110,968	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 11,110,968
Trustee's Collections - Prior Year	413,289	0	0	0	0	0	413,289
Circuit/Clerk & Master Collections - Prior Years	314,312	0	0	0	0	0	314,312
Interest and Penalty	76,067	0	0	0	0	0	76,067
Pick-up Taxes	42,940	0	0	0	0	0	42,940
Payments in-Lieu-of Taxes - Local Utilities	187,744	0	0	0	0	0	187,744
<u>County Local Option Taxes</u>							
Local Option Sales Tax	5,722,400	0	0	1,600,000	0	0	7,322,400
<u>Statutory Local Taxes</u>							
Interstate Telecommunications Tax	4,258	0	0	0	0	0	4,258
Total Local Taxes	\$ 17,871,978	\$ 0	\$ 0	\$ 1,600,000	\$ 0	\$ 0	\$ 19,471,978
<u>Licenses and Permits</u>							
<u>Licenses</u>							
Marriage Licenses	2,927	0	0	0	0	0	2,927
Total Licenses and Permits	\$ 2,927	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 2,927
<u>Charges for Current Services</u>							
<u>Education Charges</u>							
Tuition - Other	7,980	0	0	0	0	0	7,980
Lunch Payments - Children	0	0	792,554	0	0	0	792,554
Lunch Payments - Adults	0	0	67,293	0	0	0	67,293
Income from Breakfast	0	0	124,495	0	0	0	124,495
A la carte Sales	0	0	344,018	0	0	0	344,018
Receipts from Individual Schools	10,597	0	0	101,137	0	0	111,734
Community Service Fees - Children	0	0	0	0	208,447	0	208,447
<u>Other Charges for Services</u>							
Other Charges for Services	1,980	0	9,933	0	0	0	11,913
Total Charges for Current Services	\$ 20,557	\$ 0	\$ 1,338,293	\$ 101,137	\$ 208,447	\$ 0	\$ 1,668,434

(Continued)

Exhibit L-7

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

	General Purpose School	School Federal Projects	Central Cafeteria	School Transportation	Extended School Program	Education Capital Projects	Total
<u>Other Local Revenues</u>							
<u>Recurring Items</u>							
Investment Income	\$ 68,147	0	5,869	4,762	0	0	78,778
Lease/Rentals	200	0	0	0	0	0	200
Sale of Recycled Materials	2,032	0	0	0	0	0	2,032
Miscellaneous Refunds	3,960	0	0	0	0	0	3,960
<u>Nonrecurring Items</u>							
Sale of Equipment	3,665	0	51	0	0	0	3,716
Damages Recovered from Individuals	2,175	0	0	252	0	0	2,427
Contributions and Gifts	4,877	0	0	0	0	1,598,331	1,603,208
<u>Other Local Revenues</u>							
Other Local Revenues	38,386	0	0	0	0	0	38,386
Total Other Local Revenues	\$ 123,442	0	5,920	5,014	0	1,598,331	1,732,707
<u>State of Tennessee</u>							
<u>General Government Grants</u>							
Juvenile Services Program	0	0	0	0	77,063	0	77,063
On-Behalf Contributions for OPEB	281,241	0	0	0	0	0	281,241
<u>State Education Funds</u>							
Basic Education Program	27,486,799	0	0	250,000	0	0	27,736,799
Basic Education Program - ARRA	1,363,200	0	0	0	0	0	1,363,200
Early Childhood Education	605,843	0	0	0	0	0	605,843
School Food Service	0	0	39,360	0	0	0	39,360
Driver Education	13,716	0	0	0	0	0	13,716
Other State Education Funds	306,740	0	0	0	0	0	306,740
Coordinated School Health - ARRA	89,982	0	0	0	0	0	89,982
Internet Connectivity - ARRA	21,018	0	0	0	0	0	21,018
Family Resource Centers - ARRA	31,387	0	0	0	0	0	31,387
Statewide Student Management System (SSMS) - ARRA	17,998	0	0	0	0	0	17,998
Career Ladder Program	351,766	0	0	0	0	0	351,766
Career Ladder - Extended Contract - ARRA	120,079	0	0	0	0	0	120,079
<u>Other State Revenues</u>							
State Revenue Sharing - T.V.A.	1,183,825	0	0	0	0	0	1,183,825
Safe Schools - ARRA	38,300	0	0	0	0	0	38,300
Total State of Tennessee	\$ 31,911,894	0	39,360	250,000	77,063	0	\$ 32,278,317

(Continued)

Exhibit L-7

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

	General Purpose School	School Federal Projects	Central Cafeteria	School Transportation	Extended School Program	Education Capital Projects	Total
<u>Federal Government</u>							
<u>Federal Through State</u>							
USDA School Lunch Program	\$ 0	\$ 0	\$ 1,559,335	\$ 0	\$ 0	\$ 0	\$ 1,559,335
Breakfast	0	0	578,181	0	0	0	578,181
USDA - Other	0	0	44,002	0	20,914	0	64,916
USDA Food Service Equipment Grant - ARRA	0	0	10,727	0	0	0	10,727
Vocational Education - Basic Grants to States	0	138,240	0	0	0	0	138,240
Title I Grants to Local Education Agencies	0	2,461,680	0	0	0	0	2,461,680
Special Education - Grants to States	33,992	2,431,863	0	0	0	0	2,465,855
Special Education Preschool Grants	0	82,236	0	0	0	0	82,236
Safe and Drug-free Schools - State Grants	0	28,262	0	0	0	0	28,262
Rural Education	0	56,646	0	0	0	0	56,646
Eisenhower Professional Development State Grants	0	476,855	0	0	0	0	476,855
Other Federal through State	611,967	29,309	0	0	0	0	641,276
<u>Direct Federal Revenue</u>							
Public Law 874 - Maintenance and Operation	67,131	0	0	0	0	0	67,131
Total Federal Government	\$ 713,090	\$ 5,705,091	\$ 2,192,245	\$ 0	\$ 20,914	\$ 0	\$ 8,631,340
<u>Other Governments and Citizens Groups</u>							
Other Governments	\$ 0	\$ 0	\$ 0	\$ 438,000	\$ 0	\$ 0	\$ 438,000
Contributions	\$ 0	\$ 0	\$ 0	\$ 438,000	\$ 0	\$ 0	\$ 438,000
Total Other Governments and Citizens Groups	\$ 50,643,888	\$ 5,705,091	\$ 3,575,818	\$ 2,394,151	\$ 306,424	\$ 1,598,331	\$ 64,223,703

Exhibit L-8

Roane County, Tennessee  
Schedule of Detailed Expenditures -  
All Governmental Fund Types  
For the Year Ended June 30, 2010

General Fund

General Government

County Commission

Deputy(ies)	\$	1,393	
Secretary(ies)		2,656	
Board and Committee Members Fees		35,965	
Social Security		3,032	
State Retirement		1,376	
Life Insurance		721	
Medical Insurance		38,813	
Dental Insurance		434	
Advertising		179	
Travel		5,311	
Other Supplies and Materials		456	
Total County Commission			\$ 90,336

Board of Equalization

Board and Committee Members Fees	\$	13,296	
Social Security		141	
State Retirement		156	
Life Insurance		3	
Medical Insurance		381	
Dental Insurance		9	
Advertising		188	
Travel		213	
Total Board of Equalization			14,387

Beer Board

Board and Committee Members Fees	\$	4,108	
Social Security		317	
State Retirement		165	
Life Insurance		1	
Medical Insurance		102	
Dental Insurance		2	
Advertising		161	
Total Beer Board			4,856

Budget and Finance Committee

Board and Committee Members Fees	\$	7,403	
Social Security		561	
State Retirement		464	
Medical Insurance		87	
Dental Insurance		2	

(Continued)

Exhibit L-8

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

General Fund (Cont.)

General Government (Cont.)

Budget and Finance Committee (Cont.)

Advertising	\$ 685	
Total Budget and Finance Committee		\$ 9,202

Other Boards and Committees

Board and Committee Members Fees	\$ 53,125	
Social Security	4,053	
State Retirement	1,816	
Life Insurance	1	
Medical Insurance	214	
Dental Insurance	4	
Total Other Boards and Committees		59,213

County Mayor/Executive

County Official/Administrative Officer	\$ 87,088	
Assistant(s)	95,584	
Temporary Personnel	1,058	
Social Security	14,815	
State Retirement	15,310	
Life Insurance	262	
Medical Insurance	11,999	
Dental Insurance	620	
Communication	885	
Maintenance and Repair Services - Office Equipment	346	
Printing, Stationery, and Forms	713	
Rentals	176	
Travel	1,454	
Premiums on Corporate Surety Bonds	175	
Other Charges	243	
Total County Mayor/Executive		230,728

County Attorney

County Official/Administrative Officer	\$ 48,623	
Social Security	3,258	
State Retirement	3,622	
Life Insurance	62	
Medical Insurance	10,707	
Dental Insurance	198	
Other Charges	38,102	
Total County Attorney		104,572

(Continued)

Exhibit L-8

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

General Fund (Cont.)

General Government (Cont.)

Election Commission

Supervisor/Director	\$	60,522	
Deputy(ies)		77,240	
Part-time Personnel		765	
Election Commission		13,082	
Election Workers		90	
In-Service Training		6,171	
Social Security		11,340	
State Retirement		10,693	
Life Insurance		266	
Medical Insurance		24,084	
Dental Insurance		842	
Unemployment Compensation		578	
Advertising		1,234	
Communication		1,691	
Maintenance Agreements		4,946	
Maintenance and Repair Services - Equipment		958	
Printing, Stationery, and Forms		1,060	
Travel		3,813	
Other Contracted Services		9,940	
Data Processing Supplies		1,482	
Library Books/Media		252	
Other Supplies and Materials		2,986	
Data Processing Equipment		12,230	
Office Equipment		1,350	
Other Capital Outlay		2,861	
Total Election Commission			\$ 250,476

Register of Deeds

County Official/Administrative Officer	\$	69,461
Deputy(ies)		89,997
Part-time Personnel		7,352
Social Security		12,078
State Retirement		12,504
Life Insurance		264
Medical Insurance		28,121
Dental Insurance		866
Communication		37
Data Processing Services		2,250
Dues and Memberships		676
Maintenance Agreements		17,522

(Continued)

Exhibit L-8

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

General Fund (Cont.)

General Government (Cont.)

Register of Deeds (Cont.)

Printing, Stationery, and Forms	\$	1,954	
Rentals		60	
Travel		2,561	
Other Charges		300	
Furniture and Fixtures		3,247	
Total Register of Deeds			\$ 249,250

Planning

Supervisor/Director	\$	26,285	
Board and Committee Members Fees		8,132	
Other Per Diem and Fees		1,350	
Social Security		2,375	
State Retirement		2,166	
Life Insurance		66	
Medical Insurance		9,497	
Dental Insurance		210	
Advertising		336	
Communication		697	
Contracts with Government Agencies		12,250	
Legal Notices, Recording, and Court Costs		44	
Maintenance Agreements		771	
Maintenance and Repair Services - Office Equipment		69	
Postal Charges		595	
Printing, Stationery, and Forms		676	
Travel		990	
Uniforms		184	
Other Charges		199	
Data Processing Equipment		25	
Office Equipment		1,591	
Total Planning			68,508

Codes Compliance

Assistant(s)	\$	43,181
Supervisor/Director		52,175
Other Salaries and Wages		46,222
Social Security		10,414
State Retirement		11,057
Life Insurance		265
Medical Insurance		23,367
Dental Insurance		630

(Continued)

Exhibit L-8

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

General Fund (Cont.)

General Government (Cont.)

Codes Compliance (Cont.)

Advertising	\$	3,104	
Communication		3,417	
Dues and Memberships		700	
Maintenance Agreements		896	
Maintenance and Repair Services - Vehicles		1,770	
Printing, Stationery, and Forms		2,036	
Travel		1,197	
Other Contracted Services		545	
Electricity		258	
Gasoline		6,107	
Natural Gas		8	
Office Supplies		394	
Uniforms		749	
Water and Sewer		51	
Other Charges		357	
Data Processing Equipment		3,110	
Office Equipment		8,365	
Total Codes Compliance			\$ 220,375

County Buildings

Foremen	\$	32,758
Custodial Personnel		46,240
Maintenance Personnel		54,114
Part-time Personnel		6,600
Social Security		10,241
State Retirement		10,068
Life Insurance		312
Medical Insurance		28,107
Dental Insurance		998
Communication		2,091
Engineering Services		9,800
Maintenance Agreements		13,814
Maintenance and Repair Services - Buildings		11,471
Maintenance and Repair Services - Equipment		30,829
Maintenance and Repair Services - Vehicles		899
Disposal Fees		2,992
Custodial Supplies		10,114
Electricity		92,279
Gasoline		2,847
Natural Gas		20,135

(Continued)

Exhibit L-8

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

General Fund (Cont.)

General Government (Cont.)

County Buildings (Cont.)

Vehicle Parts	\$	60	
Water and Sewer		13,282	
Other Supplies and Materials		8,004	
Building Improvements		23,238	
Total County Buildings			\$ 431,293

Other General Administration

In-Service Training	\$	2,443	
Data Processing Services		896	
Maintenance Agreements		12,320	
Maintenance and Repair Services - Office Equipment		75	
Data Processing Supplies		6,777	
Data Processing Equipment		7,719	
Total Other General Administration			30,230

Preservation of Records

Assistant(s)	\$	20,800	
Supervisor/Director		33,066	
Part-time Personnel		5,490	
Social Security		4,438	
State Retirement		4,207	
Life Insurance		132	
Medical Insurance		11,980	
Dental Insurance		420	
Maintenance Agreements		760	
Printing, Stationery, and Forms		3,218	
Electricity		4,000	
Other Charges		601	
Total Preservation of Records			89,112

Risk Management

Salary Supplements	\$	2,600	
In-Service Training		1,618	
Social Security		196	
State Retirement		203	
Life Insurance		5	
Dental Insurance		15	
Dues and Memberships		326	
Travel		461	
Other Supplies and Materials		1,333	
Total Risk Management			6,757

(Continued)

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

General Fund (Cont.)

Finance

Accounting and Budgeting

Supervisor/Director	\$	69,461	
Accountants/Bookkeepers		210,113	
Part-time Personnel		5,437	
In-Service Training		250	
Social Security		21,173	
State Retirement		22,978	
Life Insurance		481	
Medical Insurance		46,119	
Dental Insurance		1,355	
Communication		115	
Dues and Memberships		1,004	
Maintenance Agreements		1,054	
Printing, Stationery, and Forms		1,631	
Travel		1,364	
Periodicals		646	
Premiums on Corporate Surety Bonds		75	
Furniture and Fixtures		336	
Total Accounting and Budgeting			\$ 383,592

Purchasing

Supervisor/Director	\$	52,553	
Purchasing Personnel		64,257	
In-Service Training		398	
Social Security		8,760	
State Retirement		8,570	
Life Insurance		201	
Medical Insurance		6,187	
Dental Insurance		637	
Unemployment Compensation		181	
Advertising		687	
Communication		2,112	
Dues and Memberships		530	
Maintenance Agreements		1,080	
Travel		992	
Premiums on Corporate Surety Bonds		75	
Other Charges		462	
Total Purchasing			147,682

Property Assessor's Office

County Official/Administrative Officer	\$	69,461	
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(Continued)

Exhibit L-8

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

General Fund (Cont.)

Finance (Cont.)

Property Assessor's Office (Cont.)

Assistant(s)	\$	70,732	
Paraprofessionals		161,201	
Social Security		21,721	
State Retirement		23,538	
Life Insurance		476	
Medical Insurance		54,349	
Dental Insurance		1,509	
Communication		3,003	
Contracts with Government Agencies		7,989	
Contracts with Private Agencies		46,280	
Dues and Memberships		2,397	
Maintenance and Repair Services - Office Equipment		5,912	
Printing, Stationery, and Forms		1,425	
Travel		9,054	
Gasoline		4,959	
Other Supplies and Materials		832	
Data Processing Equipment		3,296	
Total Property Assessor's Office			\$ 488,134

Reappraisal Program

Data Processing Personnel	\$	62,065
Paraprofessionals		62,447
Part-time Personnel		10,692
Overtime Pay		2,777
Social Security		9,871
State Retirement		9,774
Life Insurance		299
Medical Insurance		21,461
Dental Insurance		793
Communication		3,920
Data Processing Services		9,121
Maintenance Agreements		130
Maintenance and Repair Services - Vehicles		1,702
Postal Charges		9,017
Rentals		7,200
Travel		2,380
Electricity		1,142
Gasoline		26
Natural Gas		368
Other Supplies and Materials		535

(Continued)

Exhibit L-8

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

General Fund (Cont.)

Finance (Cont.)

Reappraisal Program (Cont.)

Other Charges	\$	213	
Data Processing Equipment		15,664	
Total Reappraisal Program			\$ 231,597

County Trustee's Office

County Official/Administrative Officer	\$	69,461	
Deputy(ies)		88,969	
Part-time Personnel		4,752	
Overtime Pay		112	
In-Service Training		350	
Social Security		12,372	
State Retirement		12,381	
Life Insurance		265	
Medical Insurance		18,231	
Dental Insurance		841	
Advertising		307	
Communication		48	
Contracts with Government Agencies		12,548	
Dues and Memberships		676	
Legal Notices, Recording, and Court Costs		80	
Maintenance Agreements		6,700	
Maintenance and Repair Services - Office Equipment		489	
Printing, Stationery, and Forms		3,941	
Rentals		96	
Travel		367	
Data Processing Supplies		373	
Data Processing Equipment		889	
Office Equipment		917	
Total County Trustee's Office			235,165

County Clerk's Office

County Official/Administrative Officer	\$	69,461
Deputy(ies)		266,254
Part-time Personnel		22,764
In-Service Training		300
Social Security		25,735
State Retirement		26,220
Life Insurance		658
Medical Insurance		63,534
Dental Insurance		1,877

(Continued)

Exhibit L-8

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

General Fund (Cont.)

Finance (Cont.)

County Clerk's Office (Cont.)

Communication	\$	1,639	
Dues and Memberships		666	
Maintenance Agreements		21,082	
Maintenance and Repair Services - Office Equipment		222	
Printing, Stationery, and Forms		1,158	
Rentals		176	
Travel		2,493	
Periodicals		50	
Other Supplies and Materials		1,737	
Data Processing Equipment		1,000	
Office Equipment		3,982	
Total County Clerk's Office			\$ 511,008

Administration of Justice

Circuit Court

County Official/Administrative Officer	\$	69,461	
Deputy(ies)		59,948	
Part-time Personnel		2,032	
Social Security		9,828	
State Retirement		10,107	
Life Insurance		198	
Medical Insurance		18,399	
Dental Insurance		628	
Communication		542	
Contracts with Private Agencies		359	
Dues and Memberships		636	
Maintenance Agreements		1,058	
Printing, Stationery, and Forms		2,278	
Rentals		25	
Travel		154	
Office Equipment		400	
Total Circuit Court			176,053

General Sessions Court

Deputy(ies)	\$	273,315
Part-time Personnel		10,632
Social Security		21,185
State Retirement		21,382
Life Insurance		623
Medical Insurance		47,155

(Continued)

Exhibit L-8

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

General Fund (Cont.)

Administration of Justice (Cont.)

General Sessions Court (Cont.)

Dental Insurance	\$	1,982	
Communication		236	
Contracts with Private Agencies		832	
Dues and Memberships		100	
Maintenance Agreements		11,620	
Printing, Stationery, and Forms		6,542	
Office Equipment		<u>7,872</u>	
Total General Sessions Court	\$		403,476

General Sessions Judge

Judge(s)	\$	291,988	
Assistant(s)		31,202	
Paraprofessionals		40,704	
Part-time Personnel		10,500	
Social Security		23,820	
State Retirement		29,148	
Life Insurance		265	
Medical Insurance		22,689	
Dental Insurance		840	
Communication		3,657	
Medical and Dental Services		487	
Printing, Stationery, and Forms		739	
Travel		11,142	
Data Processing Equipment		<u>4,000</u>	
Total General Sessions Judge			471,181

Chancery Court

County Official/Administrative Officer	\$	69,461	
Deputy(ies)		115,950	
Part-time Personnel		14,162	
Social Security		14,492	
State Retirement		14,954	
Life Insurance		326	
Medical Insurance		21,535	
Dental Insurance		1,027	
Communication		58	
Dues and Memberships		936	
Maintenance Agreements		10,386	
Printing, Stationery, and Forms		3,237	
Rentals		100	

(Continued)

Exhibit L-8

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

General Fund (Cont.)

Administration of Justice (Cont.)

Chancery Court (Cont.)

Travel	\$	171	
Periodicals		284	
Other Supplies and Materials		600	
Premiums on Corporate Surety Bonds		275	
Office Equipment		473	
Total Chancery Court			\$ 268,427

Juvenile Court

Assistant(s)	\$	41,960
Supervisor/Director		41,960
Youth Service Officer(s)		100,000
Attendants		8,982
School Resource Officer		161,178
Overtime Pay		22,782
Social Security		26,854
State Retirement		28,497
Life Insurance		640
Medical Insurance		66,500
Dental Insurance		2,034
Communication		8,588
Contracts with Private Agencies		1,650
Dues and Memberships		1,136
Licenses		530
Maintenance Agreements		2,306
Maintenance and Repair Services - Buildings		3,696
Maintenance and Repair Services - Vehicles		8,555
Medical and Dental Services		1,409
Printing, Stationery, and Forms		376
Travel		8,514
Other Contracted Services		11,427
Electricity		1,708
Food Supplies		189
Gasoline		13,858
Law Enforcement Supplies		6,097
Library Books/Media		329
Tires and Tubes		3,381
Uniforms		6,796
Premiums on Corporate Surety Bonds		400
Other Charges		3,854
Data Processing Equipment		4,614

(Continued)

Exhibit L-8

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

General Fund (Cont.)

Administration of Justice (Cont.)

Juvenile Court (Cont.)

Motor Vehicles	\$	33,100	
Other Equipment		18,042	
Total Juvenile Court			\$ 641,942

Other Administration of Justice

Jury and Witness Fees	\$	19,132	
Social Security		23	
Advertising		313	
Food Supplies		1,023	
Total Other Administration of Justice			20,491

Public Safety

Sheriff's Department

County Official/Administrative Officer	\$	76,407	
Assistant(s)		92,259	
Deputy(ies)		672,652	
Investigator(s)		188,220	
Lieutenant(s)		43,233	
Sergeant(s)		101,407	
Salary Supplements		22,800	
Foremen		111,740	
Dispatchers/Radio Operators		59,602	
Secretary(ies)		64,305	
Part-time Personnel		26,942	
Overtime Pay		144,242	
In-Service Training		18,337	
Social Security		117,840	
State Retirement		113,492	
Life Insurance		2,459	
Medical Insurance		237,673	
Dental Insurance		7,179	
Communication		21,196	
Contracts with Government Agencies		139,766	
Dues and Memberships		2,800	
Licenses		169	
Maintenance and Repair Services - Buildings		31,720	
Maintenance and Repair Services - Vehicles		39,143	
Printing, Stationery, and Forms		4,335	
Travel		9,984	
Other Contracted Services		4,364	

(Continued)

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

General Fund (Cont.)

Public Safety (Cont.)

Sheriff's Department (Cont.)

Gasoline	\$	137,341	
Law Enforcement Supplies		106,277	
Periodicals		676	
Tires and Tubes		17,304	
Uniforms		6,434	
Other Supplies and Materials		6,655	
Premiums on Corporate Surety Bonds		900	
Other Charges		1,474	
Data Processing Equipment		105	
Motor Vehicles		169,040	
Other Equipment		55,389	
Total Sheriff's Department			\$ 2,855,861

Jail

Assistant(s)	\$	88,179
Lieutenant(s)		33,283
Sergeant(s)		32,403
Guards		737,395
Secretary(ies)		22,650
Cafeteria Personnel		25,943
Part-time Personnel		15,655
Overtime Pay		135,009
In-Service Training		4,114
Social Security		79,062
State Retirement		83,581
Life Insurance		1,860
Medical Insurance		184,287
Dental Insurance		5,851
Unemployment Compensation		319
Communication		3,965
Laundry Service		6,997
Maintenance Agreements		27,499
Maintenance and Repair Services - Buildings		6,874
Maintenance and Repair Services - Equipment		10,610
Medical and Dental Services		257,830
Printing, Stationery, and Forms		1,707
Travel		4,147
Disposal Fees		2,294
Custodial Supplies		28,815
Electricity		49,989

(Continued)

Exhibit L-8

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

General Fund (Cont.)

Public Safety (Cont.)

Jail (Cont.)

Food Preparation Supplies	\$	104	
Food Supplies		133,710	
Law Enforcement Supplies		7,160	
Natural Gas		16,512	
Prisoners Clothing		8,371	
Uniforms		6,550	
Water and Sewer		32,167	
Other Supplies and Materials		4,440	
Office Equipment		175	
Other Equipment		41,462	
Total Jail			\$ 2,100,969

Civil Defense

Assistant(s)	\$	63,084	
Supervisor/Director		49,316	
Secretary(ies)		22,491	
Part-time Personnel		8,872	
Overtime Pay		396	
In-Service Training		11,163	
Social Security		10,484	
State Retirement		10,301	
Life Insurance		263	
Medical Insurance		25,727	
Dental Insurance		809	
Communication		20,929	
Dues and Memberships		810	
Licenses		20	
Maintenance Agreements		13,725	
Maintenance and Repair Services - Office Equipment		6,176	
Maintenance and Repair Services - Vehicles		14,973	
Postal Charges		689	
Travel		4,416	
Gasoline		12,411	
Instructional Supplies and Materials		4,926	
Office Supplies		1,517	
Small Tools		2,779	
Other Supplies and Materials		171,834	
Other Charges		134,076	
Communication Equipment		117,679	
Data Processing Equipment		561,585	
Total Civil Defense			1,271,451

(Continued)

Exhibit L-8

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

General Fund (Cont.)

Public Safety (Cont.)

Rescue Squad

Contributions	\$ 85,000	
Total Rescue Squad		\$ 85,000

County Coroner/Medical Examiner

Travel	\$ 24,700	
Other Charges	26,300	
Total County Coroner/Medical Examiner		51,000

Public Health and Welfare

Local Health Center

Assistant(s)	\$ 64,376
Social Workers	30,098
Medical Personnel	45,703
Maintenance Personnel	30,254
Temporary Personnel	3,456
Part-time Personnel	18,610
Overtime Pay	828
Social Security	14,322
State Retirement	13,338
Life Insurance	397
Medical Insurance	36,361
Dental Insurance	1,260
Advertising	651
Communication	12,183
Dues and Memberships	702
Maintenance Agreements	5,255
Maintenance and Repair Services - Buildings	3,729
Maintenance and Repair Services - Equipment	1,106
Postal Charges	3,841
Printing, Stationery, and Forms	436
Travel	9,596
Disposal Fees	2,671
Custodial Supplies	564
Drugs and Medical Supplies	2,391
Electricity	24,503
Gasoline	884
Natural Gas	7,569
Office Supplies	2,433
Water and Sewer	6,308
Other Supplies and Materials	556

(Continued)

Exhibit L-8

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

General Fund (Cont.)

Public Health and Welfare (Cont.)

Local Health Center (Cont.)

Workers' Compensation Insurance	\$	8,200	
Other Charges		<u>2,007</u>	
Total Local Health Center			\$ 354,588

Rabies and Animal Control

Other Charges	\$	<u>49,790</u>	
Total Rabies and Animal Control			49,790

Maternal and Child Health Services

Contributions	\$	<u>2,780</u>	
Total Maternal and Child Health Services			2,780

Dental Health Program

Assistant(s)	\$	21,626	
Medical Personnel		92,522	
Social Security		7,906	
State Retirement		8,499	
Life Insurance		165	
Medical Insurance		19,123	
Dental Insurance		528	
Postal Charges		2,000	
Travel		237	
Office Supplies		287	
Liability Insurance		996	
Workers' Compensation Insurance		6,300	
Health Equipment		<u>326</u>	
Total Dental Health Program			160,515

Appropriation to State

Other Contracted Services	\$	<u>52,781</u>	
Total Appropriation to State			52,781

Other Local Welfare Services

Contributions	\$	<u>97,670</u>	
Total Other Local Welfare Services			97,670

Sanitation Management

Supervisor/Director	\$	45,000	
Social Security		3,460	
State Retirement		3,514	

(Continued)

Exhibit L-8

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

General Fund (Cont.)

Public Health and Welfare (Cont.)

Sanitation Management (Cont.)

Life Insurance	\$	66	
Medical Insurance		5,990	
Dental Insurance		210	
Travel		1,387	
Total Sanitation Management			\$ 59,627

Social, Cultural, and Recreational Services

Libraries

Contributions	\$	10,000	
Library Books/Media		521	
Furniture and Fixtures		695	
Total Libraries			11,216

Parks and Fair Boards

Assistant(s)	\$	24,745	
Supervisor/Director		26,460	
Part-time Personnel		22,552	
Social Security		5,815	
State Retirement		4,382	
Life Insurance		116	
Medical Insurance		14,042	
Dental Insurance		368	
Unemployment Compensation		409	
Advertising		20	
Communication		5,550	
Dues and Memberships		70	
Maintenance Agreements		1,200	
Maintenance and Repair Services - Buildings		17,465	
Maintenance and Repair Services - Equipment		4,735	
Maintenance and Repair Services - Vehicles		803	
Travel		1,117	
Disposal Fees		3,447	
Custodial Supplies		1,516	
Diesel Fuel		1,046	
Electricity		7,956	
Food Supplies		350	
Gasoline		4,002	
Propane Gas		1,716	
Tires and Tubes		311	
Vehicle Parts		904	

(Continued)

Exhibit L-8

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

General Fund (Cont.)

Social, Cultural, and Recreational Services (Cont.)

Parks and Fair Boards (Cont.)

Water and Sewer	\$	3,872	
Other Equipment		25,167	
Other Construction		48,946	
Other Capital Outlay		237,754	
Total Parks and Fair Boards			\$ 466,836

Agriculture and Natural Resources

Agriculture Extension Service

Communication	\$	1,378	
Contracts with Government Agencies		74,897	
Contributions		500	
Postal Charges		150	
Rentals		2,300	
Other Supplies and Materials		3,998	
Total Agriculture Extension Service			83,223

Soil Conservation

Supervisor/Director	\$	23,409	
Part-time Personnel		11,530	
Social Security		2,625	
State Retirement		1,808	
Life Insurance		64	
Medical Insurance		5,977	
Dental Insurance		221	
Contracts with Private Agencies		3,200	
Total Soil Conservation			48,834

Other Operations

Industrial Development

Assistant(s)	\$	100,409	
In-Service Training		32,747	
Social Security		8,273	
State Retirement		7,702	
Life Insurance		313	
Medical Insurance		20,292	
Dental Insurance		1,078	
Unemployment Compensation		273	
Advertising		445	
Postal Charges		896	
Travel		78,299	

(Continued)

Exhibit L-8

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

General Fund (Cont.)

Other Operations (Cont.)

Industrial Development (Cont.)

Other Contracted Services	\$	22,022	
Office Supplies		3,246	
Workers' Compensation Insurance		102	
Total Industrial Development			\$ 276,097

Veterans' Services

Other Per Diem and Fees	\$	3,000	
Total Veterans' Services			3,000

Other Charges

Other Salaries and Wages	\$	108,153	
Total Other Charges			108,153

Employee Benefits

Medical Insurance	\$	5,524	
Dental Insurance		350	
Workers' Compensation Insurance		112,500	
Total Employee Benefits			118,374

ARRA Grant No. 6

Law Enforcement Equipment	\$	51,784	
Other Equipment		18,990	
Total ARRA Grant No. 6			70,774

Miscellaneous

In-Service Training	\$	1,009	
Bank Charges		1,039	
Communication		45,025	
Consultants		11,351	
Contracts with Government Agencies		30,573	
Contributions		59,542	
Dues and Memberships		11,764	
Legal Services		22	
Legal Notices, Recording, and Court Costs		5,392	
Postal Charges		75,139	
Printing, Stationery, and Forms		4,623	
Drugs and Medical Supplies		2,600	
Duplicating Supplies		11,421	
Office Supplies		19,725	
Boiler Insurance		418	

(Continued)

Exhibit L-8

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

General Fund (Cont.)

Other Operations (Cont.)

Miscellaneous (Cont.)

Building and Contents Insurance	\$	10,300	
Liability Insurance		132,002	
Refunds		100	
Trustee's Commission		208,389	
Vehicle and Equipment Insurance		61,568	
Other Self-Insured Claims		35,909	
Other Charges		18,000	
Total Miscellaneous			\$ 745,911

Highways

Litter and Trash Collection

Supervisor/Director	\$	14,775	
Part-time Personnel		1,858	
Social Security		701	
State Retirement		764	
Life Insurance		16	
Medical Insurance		2,532	
Dental Insurance		49	
Travel		386	
Other Charges		32,594	
Motor Vehicles		3,200	
Total Litter and Trash Collection			<u>56,875</u>

Total General Fund \$ 14,969,368

Urban Services Fund

Public Health and Welfare

Rabies and Animal Control

Supervisor/Director	\$	35,404
Deputy(ies)		55,243
Attendants		40,866
Part-time Personnel		7,078
In-Service Training		1,464
Social Security		9,673
State Retirement		10,192
Life Insurance		319
Medical Insurance		32,560
Dental Insurance		1,015
Communication		3,076
Licenses		570

(Continued)

Exhibit L-8

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

Urban Services Fund (Cont.)

Public Health and Welfare (Cont.)

Rabies and Animal Control (Cont.)

Maintenance and Repair Services - Buildings	\$	780	
Maintenance and Repair Services - Equipment		2,963	
Maintenance and Repair Services - Vehicles		2,876	
Postal Charges		27	
Printing, Stationery, and Forms		434	
Travel		1,183	
Disposal Fees		1,014	
Other Contracted Services		1,111	
Animal Food and Supplies		1,131	
Custodial Supplies		1,380	
Drugs and Medical Supplies		2,670	
Electricity		3,393	
Gasoline		6,497	
Natural Gas		15,641	
Tires and Tubes		140	
Uniforms		760	
Water and Sewer		3,273	
Other Supplies and Materials		653	
Building and Contents Insurance		535	
Liability Insurance		2,556	
Trustee's Commission		627	
Vehicle and Equipment Insurance		1,776	
Workers' Compensation Insurance		6,497	
Total Rabies and Animal Control			<u>\$ 255,377</u>

Total Urban Services Fund \$ 255,377

Fire Inspection Fund

Public Safety

Fire Prevention and Control

Assistant(s)	\$	55,291	
Supervisor/Director		29,842	
Part-time Personnel		2,138	
Overtime Pay		3,983	
Social Security		5,761	
State Retirement		6,453	
Life Insurance		194	
Medical Insurance		23,316	
Dental Insurance		618	
Contracts with Government Agencies		34,032	

(Continued)

Exhibit L-8

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

Fire Inspection Fund (Cont.)

Public Safety (Cont.)

Fire Prevention and Control (Cont.)

Contributions	\$	99,750	
Operating Lease Payments		19,200	
Maintenance and Repair Services - Equipment		13,094	
Maintenance and Repair Services - Vehicles		235	
Other Contracted Services		2,000	
Electricity		600	
Gasoline		5,378	
Natural Gas		44	
Small Tools		570	
Water and Sewer		57	
Trustee's Commission		8,031	
Workers' Compensation Insurance		5,000	
Other Charges		393	
Motor Vehicles		135,610	
Other Equipment		12,943	
Other Capital Outlay		80,000	
Total Fire Prevention and Control			<u>\$ 544,533</u>

Total Fire Inspection Fund \$ 544,533

Solid Waste/Sanitation Fund

Public Health and Welfare

Convenience Centers

Foremen	\$	7,150
Clerical Personnel		4,750
Part-time Personnel		256,810
Overtime Pay		1,340
Other Salaries and Wages		68,673
Social Security		25,693
State Retirement		6,398
Life Insurance		199
Medical Insurance		18,452
Dental Insurance		630
Unemployment Compensation		266
Communication		495
Maintenance and Repair Services - Buildings		4,212
Maintenance and Repair Services - Equipment		4,400
Postal Charges		27
Disposal Fees		474,302
Concrete		2,463

(Continued)

Exhibit L-8

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

Solid Waste/Sanitation Fund (Cont.)

Public Health and Welfare (Cont.)

Convenience Centers (Cont.)

Crushed Stone	\$	2,395	
Drugs and Medical Supplies		200	
Electricity		10,172	
Fertilizer, Lime, and Seed		900	
Gasoline		2,900	
Road Signs		700	
Water and Sewer		202	
Other Supplies and Materials		949	
Liability Insurance		2,556	
Trustee's Commission		14,798	
Vehicle and Equipment Insurance		1,776	
Workers' Compensation Insurance		18,000	
Other Equipment		5,672	
Total Convenience Centers			<u>\$ 937,480</u>

Total Solid Waste/Sanitation Fund \$ 937,480

Ambulance Service Fund

Public Health and Welfare

Ambulance/Emergency Medical Services

Assistant(s)	\$	24,552
Supervisor/Director		51,011
Clerical Personnel		75,052
Attendants		744,596
Part-time Personnel		117,106
Overtime Pay		463,797
In-Service Training		362
Social Security		106,375
State Retirement		103,380
Life Insurance		2,074
Medical Insurance		212,952
Dental Insurance		5,915
Communication		18,656
Contracts with Government Agencies		133,296
Contracts with Private Agencies		5,500
Dues and Memberships		430
Licenses		4,053
Maintenance Agreements		11,700
Maintenance and Repair Services - Buildings		2,316
Maintenance and Repair Services - Equipment		5,301

(Continued)

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

Ambulance Service Fund (Cont.)

Public Health and Welfare (Cont.)

Ambulance/Emergency Medical Services (Cont.)

Maintenance and Repair Services - Vehicles	\$	77,705	
Medical and Dental Services		1,558	
Postal Charges		11,634	
Printing, Stationery, and Forms		10,143	
Tow-in Services		500	
Travel		3,862	
Disposal Fees		11,929	
Custodial Supplies		1,324	
Data Processing Supplies		584	
Diesel Fuel		74,229	
Drugs and Medical Supplies		93,244	
Electricity		14,240	
Instructional Supplies and Materials		94	
Natural Gas		5,974	
Tires and Tubes		7,498	
Uniforms		12,581	
Water and Sewer		2,793	
In-Service/Staff Development		3,696	
Other Supplies and Materials		15,314	
Building and Contents Insurance		535	
Liability Insurance		28,112	
Trustee's Commission		27,871	
Vehicle and Equipment Insurance		19,540	
Workers' Compensation Insurance		99,000	
Data Processing Equipment		1,000	
Furniture and Fixtures		1,444	
Motor Vehicles		191,152	
Office Equipment		1,366	
Health Equipment		21,516	
Total Ambulance/Emergency Medical Services			\$ 2,828,862
Total Ambulance Service Fund			\$ 2,828,862

Industrial/Economic Development Fund

Other Operations

Industrial Development

Advertising	\$	24
Contracts with Other Public Agencies		149,600
Contributions		1,145,111
Trustee's Commission		9,242

(Continued)

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

Industrial/Economic Development Fund (Cont.)

Other Operations (Cont.)

Industrial Development (Cont.)

Other Charges	\$	1,000	
Underwriter's Discount		7,500	
Other Debt Issuance Charges		10,300	
Site Development		708,206	
Total Industrial Development			<u>\$ 2,030,983</u>

Total Industrial/Economic Development Fund \$ 2,030,983

Local Purpose Tax Fund

Other Operations

Miscellaneous

Contributions	\$	50,000	
Total Miscellaneous			<u>\$ 50,000</u>

Total Local Purpose Tax Fund 50,000

Special Purpose Fund

Public Health and Welfare

Other Waste Collection

Assistant(s)	\$	78,831
Supervisor/Director		49,809
Overtime Pay		17,543
Board and Committee Members Fees		5,600
Social Security		10,676
State Retirement		10,903
Life Insurance		254
Medical Insurance		32,514
Dental Insurance		805
Communication		4,506
Dues and Memberships		866
Engineering Services		9,583
Licenses		2,500
Maintenance Agreements		2,952
Maintenance and Repair Services - Buildings		20,516
Maintenance and Repair Services - Equipment		68,023
Maintenance and Repair Services - Vehicles		600
Postal Charges		1
Rentals		96
Disposal Fees		3,110
Crushed Stone		300

(Continued)

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

Special Purpose Fund (Cont.)

Public Health and Welfare (Cont.)

Other Waste Collection (Cont.)

Diesel Fuel	\$	860	
Electricity		54,554	
Food Supplies		563	
Gasoline		4,977	
Uniforms		2,344	
Water and Sewer		676	
Testing		1,564	
Building and Contents Insurance		535	
Liability Insurance		3,533	
Trustee's Commission		4,598	
Vehicle and Equipment Insurance		1,776	
Workers' Compensation Insurance		3,500	
Other Charges		2,964	
Solid Waste Equipment		92,878	
Other Capital Outlay		61,569	
Total Other Waste Collection			<u>\$ 556,879</u>

Total Special Purpose Fund \$ 556,879

Drug Control Fund

Public Safety

Sheriff's Department

In-Service Training	\$	600	
Communication		3,403	
Maintenance Agreements		1,390	
Maintenance and Repair Services - Vehicles		217	
Rentals		1,021	
Travel		1,090	
Veterinary Services		900	
Remittance of Revenue Collected		3,525	
Animal Food and Supplies		913	
Electricity		1,715	
Law Enforcement Supplies		4,869	
Other Supplies and Materials		13,752	
Trustee's Commission		496	
Law Enforcement Equipment		8,280	
Motor Vehicles		14,780	
Total Sheriff's Department			<u>\$ 56,951</u>

Total Drug Control Fund 56,951

(Continued)

Exhibit L-8

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

District Attorney General Fund

Administration of Justice

District Attorney General

Salary Supplements	\$	5,171	
Part-time Personnel		1,540	
Social Security		329	
Communication		3,147	
Office Supplies		7,887	
Other Supplies and Materials		6,571	
Trustee's Commission		340	
Total District Attorney General			<u>\$ 24,985</u>

Total District Attorney General Fund \$ 24,985

Other Special Revenue Fund

Public Health and Welfare

Recycling Center

Part-time Personnel	\$	26,931
Overtime Pay		38
Other Salaries and Wages		118,214
Social Security		10,706
State Retirement		9,979
Life Insurance		331
Medical Insurance		25,511
Dental Insurance		1,050
Advertising		404
Communication		4,855
Contracts with Private Agencies		24,740
Dues and Memberships		471
Licenses		75
Maintenance Agreements		5,241
Maintenance and Repair Services - Buildings		312
Maintenance and Repair Services - Equipment		21,811
Maintenance and Repair Services - Vehicles		1,075
Postal Charges		83
Printing, Stationery, and Forms		63
Travel		1,605
Disposal Fees		115,619
Asphalt - Hot Mix		11,536
Crushed Stone		957
Custodial Supplies		827
Diesel Fuel		25,111
Drugs and Medical Supplies		200

(Continued)

Exhibit L-8

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

Other Special Revenue Fund (Cont.)  
Public Health and Welfare (Cont.)  
Recycling Center (Cont.)

Electricity	\$	10,572	
Equipment and Machinery Parts		508	
Fertilizer, Lime, and Seed		41	
Food Supplies		34	
Gasoline		731	
Office Supplies		249	
Propane Gas		15	
Road Signs		15	
Tires and Tubes		5,883	
Uniforms		4,840	
Water and Sewer		1,789	
Other Supplies and Materials		6,074	
Building and Contents Insurance		535	
Liability Insurance		2,556	
Trustee's Commission		8,143	
Vehicle and Equipment Insurance		1,776	
Workers' Compensation Insurance		4,000	
Other Charges		9,388	
Motor Vehicles		87,582	
Office Equipment		2,470	
Building Purchases		5,405	
Other Equipment		70,672	
Total Recycling Center			\$ 631,023
<u>Landfill Operation and Maintenance</u>			
Engineering Services	\$	6,110	
Evaluation and Testing		6,745	
Permits		1,000	
Total Landfill Operation and Maintenance			13,855
<u>Postclosure Care Costs</u>			
Contracts for Postclosure Care Costs	\$	20,040	
Electricity		846	
Total Postclosure Care Costs			<u>20,886</u>
Total Other Special Revenue Fund			\$ 665,764

(Continued)

Exhibit L-8

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

Constitutional Officers - Fees Fund

Finance

County Trustee's Office

Bank Charges	\$ 207	
Total County Trustee's Office		\$ 207

County Clerk's Office

Bank Charges	\$ 197	
Total County Clerk's Office		197

Administration of Justice

General Sessions Court

Constitutional Officers' Operating Expenses	\$ 185	
Total General Sessions Court		185

Chancery Court

Special Commissioner Fees/Special Master Fees	\$ 3,094	
Constitutional Officers' Operating Expenses	1,231	
Total Chancery Court		<u>4,325</u>

Total Constitutional Officers - Fees Fund		\$ 4,914
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Highway/Public Works Fund

Highways

Administration

County Official/Administrative Officer	\$ 76,407
Assistant(s)	48,910
Salary Supplements	3,131
Secretary(ies)	36,760
Social Security	11,993
State Retirement	12,906
Life Insurance	199
Medical Insurance	23,366
Dental Insurance	630
Dues and Memberships	3,133
Legal Notices, Recording, and Court Costs	30
Maintenance and Repair Services - Buildings	614
Maintenance and Repair Services - Office Equipment	172
Postal Charges	232
Printing, Stationery, and Forms	96
Travel	463
Other Contracted Services	340
Drugs and Medical Supplies	703

(Continued)

Exhibit L-8

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

Highway/Public Works Fund (Cont.)

Highways (Cont.)

Administration (Cont.)

Office Supplies	\$ 2,576	
Total Administration		\$ 222,661

Highway and Bridge Maintenance

Foremen	\$ 78,967	
Equipment Operators	119,974	
Equipment Operators - Light	56,710	
Truck Drivers	130,299	
Laborers	129,901	
Overtime Pay	47,138	
Social Security	41,342	
State Retirement	41,888	
Life Insurance	1,112	
Medical Insurance	107,332	
Dental Insurance	3,388	
Unemployment Compensation	1,708	
Engineering Services	5,000	
Asphalt - Hot Mix	2,396,625	
Concrete	901	
Crushed Stone	58,402	
Fertilizer, Lime, and Seed	83	
Pipe	23,062	
Road Signs	15,034	
Salt	12,298	
Structural Steel	1,848	
Wood Products	14	
Other Supplies and Materials	48	
Total Highway and Bridge Maintenance		3,273,074

Operation and Maintenance of Equipment

Mechanic(s)	\$ 95,176
Overtime Pay	1,540
Social Security	7,053
State Retirement	7,356
Life Insurance	184
Medical Insurance	17,099
Dental Insurance	584
Maintenance and Repair Services - Equipment	40,734
Custodial Supplies	1,522
Diesel Fuel	87,407

(Continued)

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

Highway/Public Works Fund (Cont.)

Highways (Cont.)

Operation and Maintenance of Equipment (Cont.)

Equipment and Machinery Parts	\$	128,989	
Garage Supplies		2,444	
Gasoline		66,213	
Lubricants		4,691	
Tires and Tubes		12,104	
Uniforms		8,879	
Total Operation and Maintenance of Equipment			\$ 481,975

Traffic Control

Maintenance Personnel	\$	23,239	
Part-time Personnel		443	
Overtime Pay		401	
Social Security		1,781	
State Retirement		1,881	
Life Insurance		66	
Medical Insurance		6,233	
Dental Insurance		210	
Traffic Control Equipment		10,937	
Total Traffic Control			45,191

Other Charges

Communication	\$	15,654	
Licenses		86	
Maintenance Agreements		5,975	
Disposal Fees		398	
Electricity		10,370	
Food Supplies		532	
Natural Gas		1,933	
Water and Sewer		1,071	
Building and Contents Insurance		1,070	
Liability Insurance		51,108	
Premiums on Corporate Surety Bonds		350	
Trustee's Commission		48,846	
Vehicle and Equipment Insurance		35,524	
Other Self-Insured Claims		4,360	
Total Other Charges			177,277

Employee Benefits

Workers' Compensation Insurance	\$	65,000	
Total Employee Benefits			65,000

(Continued)

Exhibit L-8

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

Highway/Public Works Fund (Cont.)

Highways (Cont.)

Capital Outlay

Building Improvements	\$	14,460	
Highway Equipment		82,708	
Motor Vehicles		74,132	
Total Capital Outlay			\$ 171,300

Total Highway/Public Works Fund \$ 4,436,478

General Debt Service Fund

Principal on Debt

General Government

Principal on Bonds	\$	1,108,389	
Principal on Capital Leases		41,067	
Principal on Other Loans		150,000	
Total General Government			\$ 1,299,456

Interest on Debt

General Government

Interest on Bonds	\$	1,097,065	
Interest on Notes		100,705	
Interest on Capital Leases		2,095	
Interest on Other Loans		192,262	
Total General Government			1,392,127

Highways and Streets

Interest on Bonds	\$	6,905	
Total Highways and Streets			6,905

Other Debt Service

General Government

Contracts with Private Agencies	\$	4,611	
Trustee's Commission		29,993	
Underwriter's Discount		27,064	
Other Debt Issuance Charges		67,973	
Other Debt Service		25,610	
Total General Government			155,251

Total General Debt Service Fund 2,853,739

(Continued)

Exhibit L-8

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

<u>Rural Debt Service Fund</u>		
<u>Principal on Debt</u>		
<u>Education</u>		
Principal on Bonds	\$ 660,000	
Total Education	<u>660,000</u>	\$ 660,000
<u>Interest on Debt</u>		
<u>Education</u>		
Interest on Bonds	\$ 705,538	
Total Education	<u>705,538</u>	705,538
<u>Other Debt Service</u>		
<u>General Government</u>		
Other Contracted Services	\$ 1,251	
Trustee's Commission	31,740	
Underwriter's Discount	4,375	
Other Debt Issuance Charges	<u>9,661</u>	
Total General Government		<u>47,027</u>
Total Rural Debt Service Fund		\$ 1,412,565
<u>Education Debt Service Fund</u>		
<u>Principal on Debt</u>		
<u>Education</u>		
Principal on Bonds	\$ 260,000	
Total Education	<u>260,000</u>	\$ 260,000
<u>Interest on Debt</u>		
<u>Education</u>		
Interest on Bonds	\$ 105,119	
Total Education	<u>105,119</u>	105,119
<u>Other Debt Service</u>		
<u>Education</u>		
Contracts with Private Agencies	\$ 1,280	
Trustee's Commission	8,735	
Other Debt Service	<u>15,466</u>	
Total Education		<u>25,481</u>
Total Education Debt Service Fund		390,600

(Continued)

Exhibit L-8

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

<u>General Capital Projects Fund</u>		
<u>General Government</u>		
<u>Other Facilities</u>		
Other Construction	\$ 207,727	
Total Other Facilities		\$ 207,727
 <u>Public Safety</u>		
<u>Jail</u>		
Supervisor/Director	\$ 64,506	
Social Security	4,935	
Unemployment Compensation	22,223	
Legal Services	1,179	
Trustee's Commission	4	
Building Purchases	626,475	
Total Jail		719,322
 <u>Capital Projects</u>		
<u>Education Capital Projects</u>		
Contributions	\$ 465,221	
Total Education Capital Projects		<u>465,221</u>
 Total General Capital Projects Fund		 <u>\$ 1,392,270</u>
 Total Governmental Funds - Primary Government		 <u><u>\$ 33,411,748</u></u>

Exhibit L-9

Roane County, Tennessee  
Schedule of Detailed Expenditures -  
All Governmental Fund Types  
Discretely Presented Roane County School Department  
For the Year Ended June 30, 2010

General Purpose School Fund

Instruction

Regular Instruction Program

Teachers	\$ 16,933,601	
Career Ladder Program	211,548	
Career Ladder Extended Contracts	114,358	
Homebound Teachers	5,120	
Educational Assistants	640,668	
Other Salaries and Wages	50,115	
Certified Substitute Teachers	27,485	
Non-certified Substitute Teachers	221,018	
Social Security	1,108,408	
State Retirement	1,152,395	
Life Insurance	27,730	
Medical Insurance	3,074,997	
Dental Insurance	99,843	
Unemployment Compensation	17,767	
Employer Medicare	258,770	
Other Fringe Benefits	173,038	
Other Contracted Services	220,234	
Instructional Supplies and Materials	285,415	
Textbooks	582,832	
Other Supplies and Materials	2,697	
Fee Waivers	1,204	
Other Charges	43	
Motor Vehicles	3,650	
Regular Instruction Equipment	183,276	
Total Regular Instruction Program		\$ 25,396,212

Alternative Instruction Program

Teachers	\$ 157,984
Career Ladder Program	1,000
Educational Assistants	28,637
Certified Substitute Teachers	530
Non-certified Substitute Teachers	4,075
Social Security	11,642
State Retirement	12,452
Life Insurance	416
Medical Insurance	39,838
Dental Insurance	1,500
Employer Medicare	2,723
Other Fringe Benefits	1,750

(Continued)

Exhibit L-9

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

General Purpose School Fund (Cont.)

Instruction (Cont.)

Alternative Instruction Program (Cont.)

Instructional Supplies and Materials	\$ 4,013	
Total Alternative Instruction Program		\$ 266,560

Special Education Program

Teachers	\$ 2,424,253	
Career Ladder Program	31,499	
Homebound Teachers	3,680	
Educational Assistants	395,454	
Speech Pathologist	224,319	
Certified Substitute Teachers	3,700	
Non-certified Substitute Teachers	38,660	
Social Security	182,896	
State Retirement	200,235	
Life Insurance	5,191	
Medical Insurance	551,068	
Dental Insurance	17,696	
Unemployment Compensation	117	
Employer Medicare	43,487	
Other Fringe Benefits	26,362	
Instructional Supplies and Materials	31,085	
Textbooks	6,820	
Other Supplies and Materials	557	
Special Education Equipment	9,696	
Total Special Education Program		4,196,775

Vocational Education Program

Teachers	\$ 1,244,552
Career Ladder Program	10,000
Certified Substitute Teachers	2,380
Non-certified Substitute Teachers	18,300
Social Security	76,500
State Retirement	79,429
Life Insurance	1,901
Medical Insurance	271,308
Dental Insurance	7,575
Unemployment Compensation	1,113
Employer Medicare	17,891
Other Fringe Benefits	11,850
Other Contracted Services	2,449

(Continued)

Exhibit L-9

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

General Purpose School Fund (Cont.)

Instruction (Cont.)

Vocational Education Program (Cont.)

Instructional Supplies and Materials	\$	70,473	
Textbooks		17,367	
Other Supplies and Materials		7,634	
Vocational Instruction Equipment		37,335	
Total Vocational Education Program			\$ 1,878,057

Support Services

Attendance

Supervisor/Director	\$	30,158	
Career Ladder Program		3,250	
Career Ladder Extended Contracts		600	
Other Salaries and Wages		76,762	
Social Security		6,106	
State Retirement		6,770	
Life Insurance		145	
Medical Insurance		20,027	
Dental Insurance		550	
Employer Medicare		1,572	
Other Fringe Benefits		700	
Other Supplies and Materials		3,470	
In Service/Staff Development		3,865	
Attendance Equipment		2,381	
Total Attendance			156,356

Health Services

Supervisor/Director	\$	59,563	
Medical Personnel		245,932	
Clerical Personnel		10,158	
Social Security		18,606	
State Retirement		23,737	
Life Insurance		686	
Medical Insurance		56,908	
Dental Insurance		2,375	
Employer Medicare		4,351	
Other Fringe Benefits		500	
Travel		115	
Other Contracted Services		19,044	
Drugs and Medical Supplies		10,739	
Other Supplies and Materials		32,086	

(Continued)

Exhibit L-9

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

General Purpose School Fund (Cont.)

Support Services (Cont.)

Health Services (Cont.)

In Service/Staff Development	\$	3,120	
Other Charges		995	
Total Health Services			\$ 488,915

Other Student Support

Career Ladder Program	\$	4,500	
Guidance Personnel		764,544	
Other Salaries and Wages		246,436	
Social Security		61,177	
State Retirement		68,232	
Life Insurance		1,505	
Medical Insurance		172,314	
Dental Insurance		5,700	
Employer Medicare		14,285	
Other Fringe Benefits		7,800	
Contracts with Government Agencies		162,000	
Evaluation and Testing		37,175	
Travel		1,717	
Other Contracted Services		2,396	
Other Supplies and Materials		5,803	
In Service/Staff Development		8,033	
Other Charges		559	
Other Equipment		569	
Total Other Student Support			1,564,745

Regular Instruction Program

Supervisor/Director	\$	199,477	
Career Ladder Program		19,800	
Career Ladder Extended Contracts		800	
Librarians		783,845	
Education Media Personnel		114,376	
Instructional Computer Personnel		330,669	
Secretary(ies)		33,358	
Other Salaries and Wages		4,498	
Social Security		87,236	
State Retirement		95,379	
Life Insurance		1,863	
Medical Insurance		203,270	
Dental Insurance		6,132	

(Continued)

Exhibit L-9

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

General Purpose School Fund (Cont.)

Support Services (Cont.)

Regular Instruction Program (Cont.)

Employer Medicare	\$	20,856	
Other Fringe Benefits		8,765	
Travel		5,588	
Other Contracted Services		876,152	
Library Books/Media		98,451	
Other Supplies and Materials		57,721	
In Service/Staff Development		11,283	
Other Charges		2,695	
Other Equipment		42,989	
Total Regular Instruction Program			\$ 3,005,203

Alternative Instruction Program

Supervisor/Director	\$	64,659	
Career Ladder Program		1,000	
Secretary(ies)		10,158	
Social Security		4,541	
State Retirement		5,012	
Life Insurance		99	
Medical Insurance		13,192	
Dental Insurance		375	
Employer Medicare		1,062	
Other Fringe Benefits		500	
Travel		71	
Other Supplies and Materials		2,316	
Total Alternative Instruction Program			102,985

Special Education Program

Supervisor/Director	\$	77,467	
Career Ladder Program		2,000	
Psychological Personnel		223,674	
Clerical Personnel		35,592	
Other Salaries and Wages		35,958	
Social Security		22,562	
State Retirement		23,343	
Life Insurance		414	
Medical Insurance		50,813	
Dental Insurance		1,542	
Employer Medicare		5,277	
Other Fringe Benefits		2,235	

(Continued)

Exhibit L-9

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

General Purpose School Fund (Cont.)

Support Services (Cont.)

Special Education Program (Cont.)

Communication	\$	2,039	
Maintenance and Repair Services - Equipment		3,290	
Travel		4,824	
Other Supplies and Materials		415	
Total Special Education Program			\$ 491,445

Vocational Education Program

Supervisor/Director	\$	26,406	
Secretary(ies)		11,670	
Social Security		2,346	
State Retirement		2,610	
Life Insurance		59	
Medical Insurance		5,758	
Dental Insurance		250	
Employer Medicare		549	
Other Fringe Benefits		250	
Travel		2,828	
Other Supplies and Materials		4,263	
In Service/Staff Development		1,400	
Total Vocational Education Program			58,389

Other Programs

On-Behalf Payments to OPEB	\$	281,241	
Total Other Programs			281,241

Board of Education

Secretary to Board	\$	8,509	
Board and Committee Members Fees		31,091	
Social Security		2,313	
State Retirement		2,159	
Medical Insurance		5,030	
Employer Medicare		563	
On-Behalf Payments to OPEB		174,128	
Audit Services		16,375	
Dues and Memberships		26,694	
Legal Services		33,935	
Travel		16,300	
Liability Insurance		114,125	
Trustee's Commission		299,281	

(Continued)

Exhibit L-9

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

General Purpose School Fund (Cont.)

Support Services (Cont.)

Board of Education (Cont.)

Workers' Compensation Insurance	\$	175,000	
Refund to Applicant for Criminal Investigation		3,504	
Other Charges		11,916	
Total Board of Education			\$ 920,923

Director of Schools

County Official/Administrative Officer	\$	111,120	
Career Ladder Program		1,000	
Secretary(ies)		48,916	
Social Security		9,654	
State Retirement		11,996	
Life Insurance		198	
Medical Insurance		24,943	
Dental Insurance		750	
Employer Medicare		2,461	
Other Fringe Benefits		15,500	
Communication		1,750	
Dues and Memberships		4,568	
Postal Charges		6,044	
Travel		3,010	
Office Supplies		2,773	
Other Charges		1,356	
Administration Equipment		149	
Total Director of Schools			246,188

Office of the Principal

Principals	\$	1,209,001	
Career Ladder Program		33,000	
Career Ladder Extended Contracts		2,800	
Assistant Principals		659,422	
Secretary(ies)		875,760	
Social Security		166,296	
State Retirement		184,459	
Life Insurance		3,789	
Medical Insurance		382,748	
Dental Insurance		13,800	
Employer Medicare		39,312	
Other Fringe Benefits		13,500	
Communication		60,304	

(Continued)

Exhibit L-9

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

General Purpose School Fund (Cont.)

Support Services (Cont.)

Office of the Principal (Cont.)

Travel	\$	6,507	
Other Contracted Services		8,850	
In Service/Staff Development		19,490	
Other Charges		57	
Administration Equipment		38,925	
Total Office of the Principal			\$ 3,718,020

Fiscal Services

Supervisor/Director	\$	75,041	
Accountants/Bookkeepers		86,370	
Other Salaries and Wages		39,277	
Social Security		12,173	
State Retirement		14,634	
Life Insurance		297	
Medical Insurance		26,301	
Dental Insurance		1,000	
Employer Medicare		2,847	
Travel		224	
Other Contracted Services		6,477	
Other Supplies and Materials		6,801	
In Service/Staff Development		516	
Other Charges		769	
Administration Equipment		2,527	
Total Fiscal Services			275,254

Human Services/Personnel

Supervisor/Director	\$	30,158	
Social Security		1,298	
State Retirement		1,306	
Life Insurance		13	
Medical Insurance		1,161	
Dental Insurance		50	
Employer Medicare		437	
Advertising		72	
Other Contracted Services		300	
Total Human Services/Personnel			34,795

Operation of Plant

Custodial Personnel	\$	74,288	
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(Continued)

Exhibit L-9

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

General Purpose School Fund (Cont.)

Support Services (Cont.)

Operation of Plant (Cont.)

Social Security	\$	4,606	
State Retirement		5,824	
Life Insurance		198	
Medical Insurance		17,022	
Dental Insurance		750	
Employer Medicare		1,077	
Janitorial Services		1,069,098	
Licenses		2,201	
Pest Control		12,390	
Rentals		30,008	
Disposal Fees		29,301	
Other Contracted Services		17,332	
Custodial Supplies		42,434	
Electricity		1,536,817	
Natural Gas		390,296	
Water and Sewer		199,054	
Other Supplies and Materials		27,070	
Boiler Insurance		4,040	
Building and Contents Insurance		94,156	
Other Charges		117,311	
Plant Operation Equipment		17,772	
Total Operation of Plant			\$ 3,693,045

Maintenance of Plant

Supervisor/Director	\$	60,832
Maintenance Personnel		439,151
Other Salaries and Wages		22,858
Social Security		31,151
State Retirement		39,199
Life Insurance		858
Medical Insurance		96,999
Dental Insurance		3,700
Employer Medicare		7,285
Communication		25,994
Maintenance and Repair Services - Buildings		49,650
Maintenance and Repair Services - Equipment		84,806
Other Contracted Services		22,085
Other Supplies and Materials		94,133
Other Charges		32,229

(Continued)

Exhibit L-9

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

General Purpose School Fund (Cont.)

Support Services (Cont.)

Maintenance of Plant (Cont.)

Maintenance Equipment	\$ 5,099	
Total Maintenance of Plant		\$ 1,016,029

Operation of Non-Instructional Services

Community Services

Other Salaries and Wages	\$ 500,697	
Social Security	30,202	
State Retirement	29,806	
Employer Medicare	7,064	
Travel	114	
Other Contracted Services	22,431	
Other Supplies and Materials	102,712	
In Service/Staff Development	4,662	
Other Charges	24,949	
Other Equipment	14,034	
Total Community Services		736,671

Early Childhood Education

Teachers	\$ 128,657	
Educational Assistants	41,218	
Certified Substitute Teachers	490	
Non-certified Substitute Teachers	2,735	
Social Security	10,128	
State Retirement	11,501	
Life Insurance	396	
Medical Insurance	46,855	
Dental Insurance	1,500	
Employer Medicare	2,369	
Other Fringe Benefits	1,500	
Contracts with Other Public Agencies	346,057	
Travel	166	
Other Contracted Services	9,000	
Instructional Supplies and Materials	13,178	
Other Supplies and Materials	3,002	
In Service/Staff Development	977	
Other Equipment	530	
Total Early Childhood Education		620,259

(Continued)

Exhibit L-9

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

General Purpose School Fund (Cont.)

Capital Outlay

Regular Capital Outlay

Furniture and Fixtures	\$	5,911	
Motor Vehicles		3,000	
Other Capital Outlay		256,040	
Total Regular Capital Outlay			\$ 264,951

Total General Purpose School Fund \$ 49,413,018

School Federal Projects Fund

Instruction

Regular Instruction Program

Teachers	\$	1,090,949	
Educational Assistants		286,777	
Other Salaries and Wages		25,824	
Certified Substitute Teachers		35	
Non-certified Substitute Teachers		13,690	
Social Security		85,001	
State Retirement		92,493	
Life Insurance		3,043	
Medical Insurance		271,273	
Dental Insurance		11,050	
Employer Medicare		19,879	
Other Fringe Benefits		11,050	
Instructional Supplies and Materials		90,260	
Regular Instruction Equipment		488,054	
Total Regular Instruction Program			\$ 2,489,378

Special Education Program

Teachers	\$	107,423	
Educational Assistants		325,828	
Social Security		26,335	
State Retirement		25,544	
Life Insurance		1,184	
Medical Insurance		76,299	
Dental Insurance		4,375	
Employer Medicare		6,181	
Contracts with Other School Systems		5,000	
Contracts with Private Agencies		518,005	
Other Contracted Services		422,111	
Instructional Supplies and Materials		19,760	

(Continued)

Exhibit L-9

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

School Federal Projects Fund (Cont.)

Instruction (Cont.)

Special Education Program (Cont.)

Other Supplies and Materials	\$	19,946	
Special Education Equipment		<u>42,595</u>	
Total Special Education Program	\$		1,600,586

Vocational Education Program

Vocational Instruction Equipment	\$	<u>42,273</u>	
Total Vocational Education Program			42,273

Support Services

Other Student Support

Guidance Personnel	\$	22,967	
Other Salaries and Wages		36,648	
Social Security		3,659	
State Retirement		2,873	
Life Insurance		66	
Medical Insurance		4,420	
Dental Insurance		250	
Employer Medicare		856	
Travel		32,135	
Other Contracted Services		8,879	
Other Supplies and Materials		4,923	
In Service/Staff Development		3,669	
Other Charges		<u>22,683</u>	
Total Other Student Support			144,028

Regular Instruction Program

Supervisor/Director	\$	47,918	
Secretary(ies)		15,543	
In-Service Training		16,040	
Social Security		4,929	
State Retirement		4,295	
Life Insurance		86	
Medical Insurance		5,902	
Dental Insurance		300	
Employer Medicare		1,153	
Consultants		8,063	
Travel		629	
Other Supplies and Materials		169,979	
In Service/Staff Development		217,705	

(Continued)

Exhibit L-9

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

School Federal Projects Fund (Cont.)

Support Services (Cont.)

Regular Instruction Program (Cont.)

Other Equipment	\$ 1,952	
Total Regular Instruction Program		\$ 494,494

Special Education Program

Secretary(ies)	\$ 35,592	
Clerical Personnel	78,849	
Other Salaries and Wages	390,722	
In-Service Training	14,175	
Social Security	31,448	
State Retirement	33,354	
Life Insurance	2,165	
Medical Insurance	144,242	
Dental Insurance	6,525	
Employer Medicare	7,364	
Travel	390	
Other Supplies and Materials	20,184	
In Service/Staff Development	20,761	
Other Equipment	7,854	
Total Special Education Program		793,625

Vocational Education Program

In Service/Staff Development	\$ 1,361	
Total Vocational Education Program		1,361

Total School Federal Projects Fund		\$ 5,565,745
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Central Cafeteria Fund

Operation of Non-Instructional Services

Food Service

Supervisor/Director	\$ 62,256
Accountants/Bookkeepers	37,333
Clerical Personnel	36,561
Cafeteria Personnel	1,116,106
Social Security	77,572
State Retirement	68,167
Life Insurance	3,319
Medical Insurance	271,944
Dental Insurance	12,065
Unemployment Compensation	319

(Continued)

Exhibit L-9

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

Central Cafeteria Fund (Cont.)

Operation of Non-Instructional Services (Cont.)

Food Service (Cont.)

Employer Medicare	\$	18,142	
Maintenance and Repair Services - Equipment		38,477	
Pest Control		6,690	
Transportation - Other than Students		20,615	
Travel		1,524	
Disposal Fees		20,180	
Other Contracted Services		11,232	
Food Preparation Supplies		103,261	
Food Supplies		1,399,691	
Other Supplies and Materials		6,535	
Workers' Compensation Insurance		43,300	
In Service/Staff Development		9,974	
Food Service Equipment		201,928	
Total Food Service			\$ 3,567,191

Total Central Cafeteria Fund \$ 3,567,191

School Transportation Fund

Support Services

Transportation

Supervisor/Director	\$	55,303
Mechanic(s)		95,131
Bus Drivers		732,963
Secretary(ies)		21,868
Other Salaries and Wages		151,330
Social Security		64,516
State Retirement		72,439
Life Insurance		1,616
Medical Insurance		124,674
Dental Insurance		4,754
Employer Medicare		15,149
Communication		6,794
Medical and Dental Services		11,508
Tow-in Services		5,275
Other Contracted Services		23,200
Diesel Fuel		227,284
Garage Supplies		12,657
Gasoline		32,918
Lubricants		5,920

(Continued)

Exhibit L-9

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

School Transportation Fund (Cont.)

Support Services (Cont.)

Transportation (Cont.)

Tires and Tubes	\$	32,926	
Vehicle Parts		127,129	
Other Supplies and Materials		4,656	
Vehicle and Equipment Insurance		68,050	
Workers' Compensation Insurance		36,000	
Other Charges		5,021	
Motor Vehicles		89,528	
Transportation Equipment		709	
Total Transportation			\$ 2,029,318

Total School Transportation Fund \$ 2,029,318

Extended School Program Fund

Operation of Non-Instructional Services

Community Services

Other Salaries and Wages	\$	174,798	
Social Security		10,469	
State Retirement		9,838	
Life Insurance		442	
Medical Insurance		35,142	
Dental Insurance		1,250	
Employer Medicare		2,448	
Travel		2,473	
Other Contracted Services		3,600	
Food Supplies		10,684	
Other Supplies and Materials		7,866	
In Service/Staff Development		638	
Other Charges		4,381	
Total Community Services			\$ 264,029

Total Extended School Program Fund 264,029

Education Capital Projects Fund

Capital Projects

Education Capital Projects

Other Salaries and Wages	\$	25,385	
Social Security		1,574	
State Retirement		1,990	
Life Insurance		26	

(Continued)

Exhibit L-9

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

Education Capital Projects Fund (Cont.)

Capital Projects (Cont.)

Education Capital Projects (Cont.)

Medical Insurance	\$	2,212	
Dental Insurance		100	
Employer Medicare		368	
Advertising		2,057	
Engineering Services		633,291	
Other Contracted Services		800	
Building and Contents Insurance		1,931	
Building Improvements		528,112	
Site Development		29,907	
Total Education Capital Projects			\$ <u>1,227,753</u>

Total Education Capital Projects Fund \$ 1,227,753

Total Governmental Funds - Roane County School Department \$ 62,067,054

Exhibit L-10

Roane County, Tennessee  
Schedule of Detailed Receipts, Disbursements,  
and Changes in Cash Balances - City Agency Funds  
For the Year Ended June 30, 2010

	Cities - Sales Tax Fund	Cities - Property Tax Fund	City School ADA - Oak Ridge Fund	Total
<u>Cash Receipts</u>				
Current Property Taxes	\$ 0	\$ 0	\$ 658,721	\$ 658,721
Trustee's Collections - Prior Years	0	0	25,639	25,639
Circuit/Clerk and Master Collections - Prior Years	0	0	18,018	18,018
Interest and Penalty	0	0	6,388	6,388
Pick-up Taxes	0	0	2,520	2,520
Payments in-Lieu-of Taxes - Local Utilities	0	0	10,925	10,925
Local Option Sales Tax	7,048,259	0	426,114	7,474,373
Interstate Telecommunications Tax	0	0	247	247
Licenses	0	0	170	170
Other Local Revenue	0	0	29	29
Contributions	0	0	27,221	27,221
Total Cash Receipts	<u>\$ 7,048,259</u>	<u>\$ 0</u>	<u>\$ 1,175,992</u>	<u>\$ 8,224,251</u>
<u>Cash Disbursements</u>				
Remittance of Revenues Collections	\$ 6,978,224	\$ 945	\$ 1,158,184	\$ 8,137,353
Trustee's Commission	70,035	0	18,083	88,118
Total Cash Disbursements	<u>\$ 7,048,259</u>	<u>\$ 945</u>	<u>\$ 1,176,267</u>	<u>\$ 8,225,471</u>
Excess of Cash Receipts Over (Under)				
Cash Disbursements	\$ 0	\$ (945)	\$ (275)	\$ (1,220)
Cash Balance, July 1, 2009	0	945	2,009	2,954
Cash Balance, June 30, 2010	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 1,734</u>	<u>\$ 1,734</u>

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## **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 37243-1402  
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 15, 2010

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

To the County Executive 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 Roane County, Tennessee, as of and for the year ended June 30, 2010, which collectively comprise Roane County's basic financial statements and have issued our report thereon dated November 15, 2010. Our report includes 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 Roane County Emergency Communications District and the Roane County Industrial Development Board as described in our report on Roane 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 Roane 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 Roane County's internal control over financial reporting.

Accordingly, we do not express an opinion on the effectiveness of Roane County's internal control over financial reporting.

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct misstatements on a timely basis. A material weakness is a deficiency, or combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis.

Our consideration of 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 internal control that might be deficiencies, significant deficiencies, or material weaknesses. We did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses, as defined above.

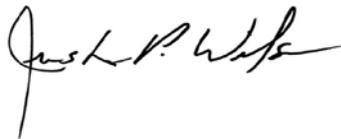
#### Compliance and Other Matters

As part of obtaining reasonable assurance about whether Roane 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 noted certain matters that we reported to management of Roane County in separate communications.

This report is intended solely for the information and use of management, the county executive, director of schools, road superintendent, director of accounts and budgets, County Commission, Board of Education, others within Roane 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,



Justin P. Wilson  
Comptroller of the Treasury

JPW/sb



STATE OF TENNESSEE  
**COMPTROLLER OF THE TREASURY**  
DEPARTMENT OF AUDIT  
DIVISION OF COUNTY AUDIT  
SUITE 1500  
JAMES K. POLK STATE OFFICE BUILDING  
NASHVILLE, TENNESSEE 37243-1402  
PHONE (615) 401-7841

REPORT ON COMPLIANCE WITH REQUIREMENTS APPLICABLE TO  
EACH MAJOR PROGRAM AND INTERNAL CONTROL OVER  
COMPLIANCE IN ACCORDANCE WITH OMB CIRCULAR A-133

November 15, 2010

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

To the County Executive and Board of County Commissioners:

Compliance

We have audited the compliance of Roane 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, 2010. Roane 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 Roane County's management. Our responsibility is to express an opinion on Roane 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 Roane 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 Roane County's compliance with those requirements.

In our opinion, Roane 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, 2010.

#### Internal Control Over Compliance

The management of Roane 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 Roane 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 and to test and report on internal control over compliance in accordance with OMB Circular A-133, 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 Roane County's internal control over compliance.

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

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be deficiencies, 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 Roane County as of and for the year ended June 30, 2010, and have issued our report thereon dated November 15, 2010. Our audit was performed for the purpose of forming our opinions on the financial statements that collectively comprise Roane 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.

This report is intended solely for the information and use of management, the county executive, director of schools, road superintendent, director of accounts and budgets, County Commission, Board of Education, others within Roane 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.

Yours very truly,

A handwritten signature in black ink, appearing to read "Justin P. Wilson". The signature is fluid and cursive, with a prominent vertical stroke at the beginning.

Justin P. Wilson  
Comptroller of the Treasury

JPW/sb

Roane County, Tennessee  
Schedule of Expenditures of Federal Awards and State Grants (1)  
For the Year Ended June 30, 2010

Federal/Pass-through Agency/Program Title	Federal CFDA Number	Pass-through Entity Identifying Number	Expenditures
U.S. Department of Agriculture:			
Passed-through State Department of Agriculture:			
National School Lunch Program (Commodities - Noncash Assistance)	10.555	N/A	\$ 211,310 (4)
Passed-through State Department of Education:			
Child Nutrition Cluster:			
School Breakfast Program	10.553	N/A	578,181
National School Lunch Program	10.555	N/A	1,559,335 (4)
Summer Food Service Program for Children	10.559	N/A	20,914
Child and Adult Care Food Program	10.558	N/A	44,002
ARRA- Child Nutrition Discretionary Grants Limited Availability	10.579	N/A	10,727
Total U.S. Department of Agriculture			<u>\$ 2,424,469</u>
U.S. Department of Commerce:			
Passed-through State Department of Economic and Community Development:			
Economic Development Administration - Revolving Loan Program (5)	11.307	(2)	<u>\$ 793,668</u>
Total U.S. Department of Commerce			<u>\$ 793,668</u>
U.S. Department of Justice:			
Direct Program:			
Public Safety Partnership and Community Policing Grants	16.710	N/A	\$ 26,233
Bulletproof Vest Partnership Program	16.607	N/A	1,304
Recovery Act - Edward Byrne Memorial Justice Assistance Grant (JAG) Program/ Grants to States and Territories	16.803	N/A	70,774
Total U.S. Department of Justice			<u>\$ 98,311</u>
U.S. Department of Transportation:			
Passed-through State Department of Transportation:			
Alcohol Open Container Requirements	20.607	(2)	<u>\$ 44,469</u>
Total U.S. Department of Transportation			<u>\$ 44,469</u>
U.S. Department of Education:			
Passed-through State Department of Education:			
Title I Cluster:			
Title I Grants to Local Educational Agencies	84.010	N/A	\$ 1,767,768
Title I Grants to Local Educational Agencies, Recovery Act	84.389	N/A	716,041
Special Education Cluster:			
Special Education - Grants to States	84.027	N/A	1,301,215
Special Education - Grants to States, Recovery Act	84.391	N/A	1,071,367
Special Education - Preschool Grants	84.173	N/A	71,377
Special Education - Preschool Grants, Recovery Act	84.392	N/A	9,066
Career and Technical Education - Basic Grants to States	84.048	N/A	109,372
Safe and Drug-free Schools and Communities - State Grants	84.186	(2)	64,234
Twenty-first Century Community Learning Centers	84.287	N/A	611,249
Education Technology State Grants Cluster:			
Education Technology State Grants	84.318	(2)	15,485
Education Technology State Grants, Recovery Act	84.386	N/A	34,459
Rural Education	84.358	N/A	56,646
Improving Teacher Quality State Grants	84.367	N/A	428,967
Stabilization Cluster:			
State Fiscal Stabilization Fund - Education State Grants, Recovery Act	84.394	N/A	1,363,200
State Fiscal Stabilization Fund - Government Services, Recovery Act	84.397	N/A	318,764
Total U.S. Department of Education			<u>\$ 7,939,210</u>
U.S. Department of Homeland Security:			
Passed-through State Department of Military:			
Urban Areas Security Initiative	97.008	(2)	\$ 17,440
Emergency Management Performance Grants	97.042	(2)	40,000
Homeland Security Grant Program	97.067	(3)	257,753
Total U.S. Department of Homeland Security			<u>\$ 315,193</u>
Total Expenditures of Federal Awards			<u>\$ 11,615,320</u>

(Continued)

Roane County, Tennessee  
Schedule of Expenditures of Federal Awards and State Grants (1) (Cont.)

Federal/Pass-through Agency/Program Title	Federal CFDA Number	Contract Number	Expenditures
<u>State Grants</u>			
Youth Services Office Grant - State Commission on Children and Youth	N/A	(2)	\$ 9,148
Litter Program - State Department of Transportation	N/A	(2)	45,869
Law Enforcement Training - State Department of Safety	N/A	(2)	22,800
Driver's Education - State Department of Education	N/A	(2)	13,716
Early Childhood Education - State Department of Education	N/A	(2)	605,843
Energy Efficient School Grant - State Department of Education	N/A	(2)	161,110
Lottery for Education-Pre K - State Department of Education	N/A	(2)	133,661
Waste Tire Options Grant - State Department of Environment and Conservation	N/A	(2)	18,870
DGA Grant - State Department of Health	N/A	(2)	392,160
Child Care Assistance - State Department of Human Services	N/A	(2)	77,063
FastTrack Infrastructure Development Program - State Department of Economic and Community Development	N/A	(2)	601,510
Reappraisal Program - State Comptroller of the Treasury	N/A	(2)	17,637
Local Parks and Recreation Grant - State Department of Environment and Conservation	N/A	(2)	<u>118,479</u>
 Total State Grants			 <u><u>\$ 2,217,866</u></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, except for CFDA No. 11.307 (revolving loan program). The calculations for this grant are pursuant to OMB Circular A-133 rather than generally accepted accounting principles.
- (2) Information not available.
- (3) 34101-0000000418: \$128,786; GG-08-24139-00: \$100,631; 34101-0000002572: \$28,336.
- (4) Total for CFDA No. 10.555 is \$1,770,645.
- (5) The CFDA names this grant as Economic Adjustment Assistance - Recovery Act; however this grant money was awarded to Roane County prior to the American Reinvestment and Recovery Act of 2009 and therefore was not considered recovery money.

Roane County, Tennessee  
Schedule of Audit Findings Not Corrected  
June 30, 2010

Government Auditing Standards require auditors to report the status of uncorrected findings from prior audits. There were no findings from the Annual Financial Report for Roane County, Tennessee, for the year ended June 30, 2009.

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**ROANE COUNTY, TENNESSEE**

**SCHEDULE OF FINDINGS AND QUESTIONED COSTS**

**For the Year Ended June 30, 2010**

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**PART I, SUMMARY OF AUDITOR'S RESULTS**

1. Our report on the financial statements of Roane County is unqualified.
2. The audit of the financial statements of Roane County disclosed no significant deficiencies in internal control.
3. The audit disclosed no instances of noncompliance that are material to the financial statements of Roane 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 Title I Cluster: Title I Grants to Local Education Agencies and the Title I Grants to Local Education Agencies – Recovery Act (CFDA Nos. 84.010 and 84.389); the Child Nutrition Cluster: School Breakfast Program, National School Lunch Program, and Summer Food Service Program for Children (CFDA Nos. 10.553, 10.555, and 10.559); the Economic Development Administration – Revolving Loan Program (CFDA No. 11.307); the Special Education Cluster: Special Education Grants to States, Special Education Grants to States – Recovery Act, Special Education Preschool Grants, Special Education Preschool Grants – Recovery Act (CFDA Nos. 84.027, 84.391, 84.173, and 84.392); Twenty-first Century Community Learning Centers (CFDA No. 84.287); Improving Teacher Quality State Grants (CFDA No. 84.367); and the Stabilization Cluster: State Fiscal Stabilization Fund – Education State Grants, Recovery Act and State Fiscal Stabilization Fund – Government Services, Recovery Act (CFDA Nos. 84.394 and 84.397) were determined to be major programs.
8. A \$348,460 threshold was used to distinguish between Type A and Type B federal programs.
9. Roane County did not qualify as a low-risk auditee.

## **PART II, FINDINGS RELATING TO THE FINANCIAL STATEMENTS**

There were no findings related to the financial statements of Roane County, Tennessee, as a result of our examination for the year ended June 30, 2010.

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### **BEST PRACTICE**

#### **AN AUDIT COMMITTEE HAS NOT BEEN ESTABLISHED**

Roane County does not have an Audit Committee. Sound business practices dictate that establishing an Audit Committee would significantly improve management oversight and accountability. The absence of an Audit Committee has been a management decision by the County Commission. The Division of County Audit strongly believes that an Audit Committee is a best practice that should be adopted to assist the County Commission by providing independent and objective reviews of the financial reporting process, internal controls, the audit function, and would be responsible for monitoring management's plans to address various risks.

**PART III, FINDINGS AND QUESTIONED  
COSTS FOR FEDERAL AWARDS**

There were no findings and questioned costs for federal awards.

**ROANE COUNTY, TENNESSEE**  
**AUDITEE REPORTING RESPONSIBILITIES**  
**For the Year Ended June 30, 2010**

There were no audit findings relative to federal awards presented in the prior- or current-years' Schedules of Findings and Questioned Costs.