



STATE OF TENNESSEE
COMPTROLLER OF THE TREASURY
DEPARTMENT OF AUDIT
DIVISION OF LOCAL GOVERNMENT AUDIT
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August 30, 2017

MEMORANDUM

TO: The Honorable Justin P. Wilson
Comptroller of the Treasury

FROM: Jim Arnette
Director of Local Government Audit

SUBJECT: Report of Centralized Budgeting, Accounting, and Purchasing Systems;
Report of Counties Attaining the GFOA Certificate of Achievement for
Excellence in Financial Reporting; and the Report of Counties with
Centralized Cafeteria Systems – for the Year Ended June 30, 2016



The attached report summarizes for the year ended June 30, 2016, (1) Tennessee counties with centralized budgeting, accounting, and purchasing systems; (2) counties attaining the Certificate of Achievement for Excellence in Financial Reporting awarded by the GFOA; and (3) counties with centralized cafeteria systems.

Please contact me if you have any questions regarding these reports.

Attachments

This report is available at www.comptroller.tn.gov

REPORT OF CENTRALIZED BUDGETING, ACCOUNTING, AND PURCHASING SYSTEMS; REPORT OF COUNTIES ATTAINING THE GOVERNMENT FINANCE OFFICERS ASSOCIATION (GFOA) CERTIFICATE OF ACHIEVEMENT FOR EXCELLENCE IN FINANCIAL REPORTING; AND THE REPORT OF COUNTIES WITH CENTRALIZED CAFETERIA SYSTEMS

FOR THE YEAR ENDED JUNE 30, 2016

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Exhibit A

**TENNESSEE COUNTY GOVERNMENTS
SUMMARY OF CENTRALIZED BUDGETING,
ACCOUNTING, AND PURCHASING SYSTEMS
FOR THE YEAR ENDED JUNE 30, 2016**

Number of Counties With Some Variation of Centralization:	58
Number of Counties With No Centralized Accounting:	43
Number of Counties With No Centralization:	37

INCLUDES ALL DEPARTMENTS AND AGENCIES:

Legislative Authority	<u>Number of Counties</u>		
	Budgeting	Accounting	Purchasing
1957 Fiscal Control Act	5	5	4
1981 Financial Management Act	23	23	23
1993 Budget Law	5	0	0
Private Act/Charter	3	2	5
Total	36	30	32

**INCLUDES COUNTY MAYORS AND HIGHWAY
DEPARTMENTS ONLY:**

Legislative Authority	<u>Number of Counties</u>		
	Budgeting	Accounting	Purchasing
1957 Fiscal Control Act	9	10	12
1981 Financial Management Act	1	1	1
Private Act/Charter	8	9	7
County Resolution or Agreement	2	2	1
Total	20	22	21
Grand Total	56	52	53

**TENNESSEE COUNTY GOVERNMENTS
CENTRALIZED BUDGETING, ACCOUNTING,
AND PURCHASING SYSTEMS BY COUNTY
FOR THE YEAR ENDED JUNE 30, 2016**

INCLUDES ALL DEPARTMENTS AND AGENCIES:

	Population 2010 Census	Budgeting	Accounting	Purchasing
A. 1957 Fiscal Control Act				
1. Anderson (1)	75,129	X	X	X
2. Blount (2) (3)	123,010	X	X	X
3. Johnson (3) (4)	18,244	X	X	-
4. Loudon	48,556	X	X	X
5. Roane	54,181	X	X	X
B. 1981 Financial Management Act				
1. Bedford	45,058	X	X	X
2. Campbell	40,716	X	X	X
3. Carter	57,424	X	X	X
4. Claiborne	32,213	X	X	X
5. Cumberland	56,053	X	X	X
6. Fentress	17,959	X	X	X
7. Franklin	41,052	X	X	X
8. Giles	29,485	X	X	X
9. Henderson	27,769	X	X	X
10. Hickman	24,690	X	X	X
11. Jefferson	51,407	X	X	X
12. Lincoln	33,361	X	X	X
13. Madison	98,294	X	X	X
14. McMinn	52,266	X	X	X
15. Monroe	44,519	X	X	X
16. Morgan	21,987	X	X	X
17. Rhea	31,809	X	X	X
18. Robertson	66,283	X	X	X
19. Scott	22,228	X	X	X
20. Union	19,109	X	X	X
21. Warren	39,839	X	X	X
22. Weakley	35,021	X	X	X
23. White	25,841	X	X	X
C. 1993 Budget Law				
1. Blount (3)	123,010	X	-	-
2. Decatur	11,757	X	-	-
3. DeKalb (3)	18,723	X	-	-
4. Hardin	26,026	X	-	-
5. McNairy	26,075	X	-	-

**TENNESSEE COUNTY GOVERNMENTS
CENTRALIZED BUDGETING, ACCOUNTING,
AND PURCHASING SYSTEMS BY COUNTY (Cont.)**

	Population			
	2010 Census	Budgeting	Accounting	Purchasing
INCLUDES ALL DEPARTMENTS AND AGENCIES (Cont.):				
D. Private Act/Charter (Note A)				
1. DeKalb (3)	18,723	-	-	X
2. Hardeman	27,253	-	-	X
3. Hawkins (3) (5)	56,833	-	-	X
4. Knox	432,226	X	X	X
5. Rutherford	262,604	X	X	-
6. Sullivan (3) (6)	156,823	-	-	X
7. Williamson (3) (7)	183,182	X	-	-
INCLUDES COUNTY MAYORS/HIGHWAY DEPARTMENTS ONLY:				
A. 1957 Fiscal Control Act				
1. Cheatham (3) (8)	39,105	X	X	-
2. Cocke	35,662	X	X	X
3. Coffee (3)	52,796	-	-	X
4. Dickson	49,666	X	X	X
5. Greene	68,831	X	X	X
6. Lawrence	41,869	X	X	X
7. Maury (3) (9)	80,956	-	-	X
8. Montgomery	172,331	X	X	X
9. Overton	22,083	X	X	X
10. Polk	16,825	-	-	X
11. Washington	122,979	X	X	X
12. Johnson (3)	18,244	-	-	X
13. Sullivan (3)	156,823	X	X	-
14. Williamson (3)	183,182	-	X	X
B. 1981 Financial Management Act				
1. Wilson (10)	113,993	X	X	X

**TENNESSEE COUNTY GOVERNMENTS
CENTRALIZED BUDGETING, ACCOUNTING,
AND PURCHASING SYSTEMS BY COUNTY (Cont.)**

	<u>Population</u> 2010 Census	<u>Budgeting</u>	<u>Accounting</u>	<u>Purchasing</u>
INCLUDES COUNTY MAYORS/HIGHWAY DEPARTMENTS ONLY (Cont.):				
C. Private Act/Charter				
1. Carroll	28,522	X	X	X
2. Davidson	626,681	X	X	X
3. Hamilton	336,463	X	X	X
4. Marshall	30,617	X	X	X
5. Maury (3)	80,956	X	X	-
6. Meigs	11,753	X	X	X
7. Shelby	927,644	X	X	X
8. Sumner (11) (12)	160,645	X	X	-
9. Cheatham (3)	39,105	-	-	X
10. Hawkins (3)	56,833	-	X	-
D. County Resolution or Agreement				
1. Hamblen (13)	62,544	X	X	X
2. Coffee (3)	52,796	X	X	-

Footnotes:

- (1) Anderson County has adopted the 1981 Financial Management Act for all departments and agencies of the county effective July 1, 2016.
- (2) Blount County has adopted both the 1957 Fiscal Control Acts and the 1993 Budget Law. The 1993 Budget Law supersedes the 1957 acts on some budgeting issues.
- (3) County is also listed in another section of this report.
- (4) Purchasing is governed by the 1957 Fiscal Control Acts but only includes the Offices of County Mayor and Highway Department.
- (5) Accounting is governed by a private act but only includes the Offices of County Mayor and Highway Department.
- (6) Accounting and budgeting are governed by the 1957 Fiscal Control Acts but only includes the Offices of County Mayor and Highway Department.
- (7) Accounting and purchasing are governed by the 1957 Fiscal Control Acts but only includes the Offices of County Mayor and Highway Department.

**TENNESSEE COUNTY GOVERNMENTS
CENTRALIZED BUDGETING, ACCOUNTING,
AND PURCHASING SYSTEMS BY COUNTY (Cont.)**

- (8) Purchasing is governed by a private act but only includes the Offices of County Mayor and Highway Department.
- (9) Accounting and budgeting are governed by a private act but only includes the Offices of County Mayor and Highway Department.
- (10) Effective July 1, 1995, the Wilson County School Department was removed from the provisions of the Financial Management Act of 1981.
- (11) Sumner County operates under a private act that provides for a centralized accounting, budgeting, and purchasing system for all funds administered by the Offices of County Mayor, Director of Schools, and Highway Superintendent. This act also provides that the School Department and/or Highway Department may perform any of the accounting, purchasing, or budgeting functions for their departments with the approval of the County Commission. The County Commission has approved for the School Department to perform their own accounting, budgeting, and purchasing and has approved the Highway Department to perform their own purchasing.
- (12) On June 18, 2012, Sumner County adopted Chapter 70, Private Acts of 2012. This act, in part, requires an integral financial management and enterprise resource planning system that provides a "common platform ... for all departments, agencies, commissions, boards, divisions, or offices" of Sumner County Government. As of June 30, 2016, the county had not fully implemented the provisions of the private act.
- (13) The county mayor and County Commission have entered into a formal contract establishing a centralized accounting, budgeting, and purchasing system under the direction of a Finance Office for all funds administered by the Offices of County Mayor and Highway Superintendent.

Notes:

- (A) The Metropolitan Charter of Moore County provides for a centralized system of purchasing; however, a centralized system had not been implemented as of June 30, 2016.

EXHIBIT C

**TENNESSEE COUNTIES ACHIEVING THE
CERTIFICATE OF ACHIEVEMENT FOR
EXCELLENCE IN FINANCIAL REPORTING
FOR THE YEAR ENDED JUNE 30, 2016**

County

1. Anderson
2. Bedford
3. Bradley
4. Davidson
5. Hamilton
6. Knox
7. Rutherford
8. Shelby
9. Washington

Exhibit D

**ALPHABETICAL LIST OF COUNTIES
WITH CENTRALIZED CAFETERIA SYSTEMS
FOR THE YEAR ENDED JUNE 30, 2016**

- | | | |
|----------------|----------------|----------------|
| 1. Anderson | 33. Hancock | 65. Overton |
| 2. Bedford | 34. Hardeman | 66. Perry |
| 3. Benton | 35. Hardin | 67. Pickett |
| 4. Bledsoe | 36. Hawkins | 68. Polk |
| 5. Blount | 37. Haywood | 69. Putnam |
| 6. Bradley | 38. Henderson | 70. Rhea |
| 7. Campbell | 39. Henry | 71. Roane |
| 8. Cannon | 40. Hickman | 72. Rutherford |
| 9. Carroll * | 41. Houston | 73. Scott |
| 10. Carter | 42. Humphreys | 74. Sequatchie |
| 11. Cheatham | 43. Jackson | 75. Sevier |
| 12. Chester | 44. Jefferson | 76. Smith |
| 13. Claiborne | 45. Johnson | 77. Stewart |
| 14. Clay | 46. Knox | 78. Sullivan |
| 15. Cocke | 47. Lauderdale | 79. Sumner * |
| 16. Coffee | 48. Lawrence | 80. Tipton |
| 17. Crockett | 49. Lewis | 81. Trousdale |
| 18. Cumberland | 50. Lincoln | 82. Unicoi |
| 19. Davidson | 51. Loudon | 83. Union |
| 20. Decatur | 52. Macon | 84. Van Buren |
| 21. DeKalb | 53. Madison | 85. Warren |
| 22. Dickson | 54. Marion | 86. Washington |
| 23. Dyer | 55. Marshall | 87. Wayne |
| 24. Fayette | 56. Maury | 88. Weakley |
| 25. Fentress | 57. McMinn | 89. White |
| 26. Franklin | 58. McNairy | 90. Williamson |
| 27. Giles | 59. Meigs | 91. Wilson |
| 28. Grainger | 60. Monroe | |
| 29. Greene | 61. Montgomery | |
| 30. Grundy | 62. Moore | |
| 31. Hamblen | 63. Morgan | |
| 32. Hamilton | 64. Obion | |

* Centralized through the General Purpose School Fund