

ANNUAL FINANCIAL REPORT
WILLIAMSON COUNTY, TENNESSEE
FOR THE YEAR ENDED JUNE 30, 2016



DIVISION OF LOCAL GOVERNMENT AUDIT



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FOR THE YEAR ENDED JUNE 30, 2016

COMPTROLLER OF THE TREASURY
JUSTIN P. WILSON

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

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Summary of Audit Findings

Annual Financial Report
Williamson County, Tennessee
For the Year Ended June 30, 2016

Scope

We have audited the basic financial statements of Williamson County as of and for the year ended June 30, 2016.

Results

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

Our audit resulted in no findings.

INTRODUCTORY SECTION

Williamson County Officials
June 30, 2016

Officials

Rogers Anderson, County Mayor
Eddie Hood, Highway Superintendent
Dr. Mike Looney, Director of Schools
Karen Paris, Trustee
Brad Coleman, Assessor of Property
Elaine Anderson, County Clerk
Debbie McMillan Barrett, Circuit and General Sessions Courts Clerk
Elaine Beeler, Clerk and Master
Brenda Hyden, Juvenile Court Clerk
Sadie Wade, Register of Deeds
Jeff Long, Sheriff
Nena Graham, Director of Accounts and Budgets

Board of County Commissioners

Jack Walton, Chairman	Gregg Lawrence	Todd Kaestner
Ricky Jones	Lewis Green, Jr.	Sherri Clark
Dwight Jones	Tommy Little	Matt Williams
Betsy Hester	Jeff Ford	David Landrum
Judy Herbert	Paul Webb	Brian Beathard
Matt Milligan	Bert Chalfant	Brandon Ryan
David Pair	Tom Bain	Steve Smith
Kathy Danner	Barb Sturgeon	Dana Ausbrooks

Board of Education

Gary Anderson, Chairman	Anne McGraw	Rick Wimberly
Ken Peterson	Jay Galbreath	Beth Burgos
Dan Cash	Robert Hullett	Mark Gregory
P J Mezera	Candy Emerson	Susan Curlee

Highway Commission

Rogers Anderson, County Mayor, Chairman
Dick Fowlkes
Charlie Bennett
Stan Tyson
Wayne Davis

(Continued)

Williamson County Officials (Cont.)

Budget Committee

Dana Ausbrooks, Chairman
Rogers Anderson, County Mayor
Lewis Green, Jr.
David Landrum
Dwight Jones

Audit Committee

Patricia Parsons, Chairman
Kerry Perkinson
Paul Bolin

FINANCIAL SECTION



STATE OF TENNESSEE
COMPTROLLER OF THE TREASURY
DEPARTMENT OF AUDIT
DIVISION OF LOCAL GOVERNMENT AUDIT
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JAMES K. POLK STATE OFFICE BUILDING
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Independent Auditor's Report

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

To the County Mayor and County Commissioners:

Report on the Financial Statements

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 Williamson County, Tennessee, as of and for the year ended June 30, 2016, and the related notes to the financial statements, which collectively comprise the county's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We did not audit the financial statements of the discretely presented Williamson County Emergency Communications District, which represent .25 percent, .42 percent, and .33 percent, respectively, of the assets, net position, and revenues of the aggregate discretely presented component units. Also, we did not audit the financial statements of the discretely presented Williamson County Hospital District, which represent 28.7 percent, 34.5 percent, and 36 percent, respectively, of the assets, net position, and revenues of the aggregate discretely presented component units. Those statements were audited by other auditors

whose reports have been furnished to us, and our opinion, insofar as it relates to the amounts included for the Williamson County Emergency Communications District and the Williamson County Hospital District is based solely 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 standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

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

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

Opinions

In our opinion, based on our audit and the 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 Williamson County, Tennessee, as of June 30, 2016, and the respective changes in financial position and, where applicable, cash flows thereof and the respective budgetary comparisons for the General and Highway/Public Works funds for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Change in Accounting Principle

As described in Note V.B., Williamson County has adopted the provisions of Governmental Accounting Standards Board (GASB) Statement No. 72, *Fair Value Measurement and Application*; GASB Statement No. 76, *The Hierarchy of Generally Accepted Accounting Principles for State and Local Governments*; GASB Statement No. 73, *Accounting and Financial Reporting for Pensions and Related Assets that are not within the Scope of GASB Statement No. 68*, and *Amendments to Certain Provisions of GASB Statements No. 67 and No. 68*; and GASB Statement No. 79, *Certain External Investment Pools and Pool Participants*. Our opinion is not modified with respect to these matters.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis on pages 15-26 and the schedule of changes in the county's net pension liability and related ratios, schedules of county and school contributions, schedule of school's proportionate share of the net pension liability, and schedule of funding progress - other postemployment benefits plan on pages 132-140 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Supplementary and Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise Williamson County's basic financial statements. The introductory section, combining and individual nonmajor fund financial statements, budgetary comparison schedules of nonmajor governmental funds and the General Debt Service and Rural Debt Service funds, combining and individual fund financial statements of the Williamson County School Department (a discretely presented component unit), 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 Williamson County School Department (a discretely presented component unit), and miscellaneous schedules are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, based on our audit and the procedures performed as described above, the combining and individual nonmajor fund financial statements, budgetary comparison schedules of nonmajor governmental funds and the General Debt Service and Rural Debt Service funds, combining and individual fund financial statements of the Williamson County School Department (a discretely presented component unit), and

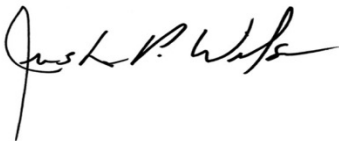
miscellaneous schedules are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

The introductory section has not been subjected to the auditing procedures applied in the audit of the basic financial statements, and accordingly, we do not express an opinion or provide any assurance on them.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated December 5, 2016, on our consideration of Williamson County's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is 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 internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering Williamson County's internal control over financial reporting and compliance.

Very truly yours,



Justin P. Wilson
Comptroller of the Treasury
Nashville, Tennessee

December 5, 2016

JPW/yu

Management's Discussion and Analysis

As management of Williamson County, Tennessee, we offer readers of Williamson County's financial statements this narrative overview and analysis of the financial activities of Williamson County, Tennessee, for the fiscal year ended June 30, 2016. This discussion and analysis focuses on the primary government only and does not include discussions of discretely presented component units.

Financial Highlights

- The liabilities and deferred inflows of Williamson County exceeded its assets and deferred outflows at the close of the fiscal year by \$183,723,585 (net position). The liabilities include \$396,291,000 in debt that is attributable to the Williamson County School Department.
- The government's total net position increased by \$4,192,357.
- At June 30, 2016, Williamson County's governmental funds reported combined ending fund balances of \$125,743,197, a decrease of \$16,987,888 in comparison with the prior year.
- At June 30, 2016, unassigned fund balance for the General Fund was \$24,702,585 or 31 percent of total General Fund expenditures.
- For the fiscal year ended June 30, 2016, Williamson County's total debt had a net decrease of \$4,895,000. During the year, \$36,565,000 of debt service principal payments were made and \$75,640,000 was refunded. There was \$107,310,000 of debt issued, which was for various education projects, parks, animal control, sheriff and emergency operations, and various general government maintenance and renovations.

Overview of the Financial Statements

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

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

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

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

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

The government-wide financial statements include not only Williamson County (known as the primary government), but also a legally separate School Department, Hospital District, and Emergency Communications District for which the county is financially accountable. Financial information for these component units is reported separately from the financial information presented for the primary government itself.

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

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

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

Williamson County maintains eight individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement

of revenues, expenditures, and changes in fund balances for the General, Highway/Public Works, General Debt Service, Rural Debt Service, and General Capital Projects funds all of which are considered to be major funds. Data from the other three 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.

Williamson County adopts an annual appropriated budget for all funds except the General Capital Projects and Constitutional Officers - Fees funds. A budgetary comparison schedule has been provided for the funds to demonstrate compliance with this budget.

The basic governmental fund financial statements can be found on Exhibits C-1 through C-6 of this report.

Proprietary fund. Williamson County has one proprietary fund. The county uses an internal service fund (Self-Insurance Fund) to account for the county's and School Department's self-insured health programs. Because this service predominantly benefits governmental rather than business-type functions, it has been included within governmental activities in the government-wide financial statements.

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

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

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

Notes to the financial statements. The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found on pages 53-132 of this report.

Other information. In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information concerning pension information and other postemployment benefits information. Required supplementary information can be found after the basic financial statements section of this report.

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

Government-wide Financial Analysis

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. In the case of Williamson County, liabilities and deferred inflows of resources exceeded assets and deferred outflows of resources by \$183,723,585 at the close of the fiscal year. The Constitution for the State of Tennessee allows only the local legislative body authorization to issue debt. Therefore, when the Williamson County Board of Education requires additional money to fund school construction and equipment, the related debt must be issued by the county. As of June 30, 2016, the county had outstanding debt totaling \$396,291,000 for capital purposes for the Williamson County Board of Education, but the capital assets are reported in the financial statements of the Williamson County Board of Education. As a result, the county has incurred the related liability without a corresponding increase in the county's capital assets, thereby significantly decreasing its unrestricted net position. Allocation of school debt to the Williamson County Board of Education resulted in Williamson County having a net position of \$212,567,415 at June 30, 2016.

The largest portion of Williamson County Government's net position totaling \$135,974,801 reflects its investment in capital assets (e.g., land, intangibles, buildings, machinery, equipment, and infrastructure) less any related debt used to acquire those assets that is still outstanding.

Williamson County uses capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although Williamson County's investment in capital assets is reported net of related debt, it should be noted that the resources needed to repay the debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

Williamson County's Net Position

	2016 Governmental Activities	2015 Governmental Activities
Current and Other Assets	\$ 259,796,256	\$ 261,519,096
Capital Assets	250,303,310	227,823,026
Deferred Outflows	13,657,372	9,772,908
Total Assets and Deferred Outflows of Resources	<u>\$ 523,756,938</u>	<u>\$ 499,115,030</u>
Long-term Liabilities Outstanding	\$ 599,577,598	\$ 589,888,606
Other Liabilities	8,227,281	8,851,885
Deferred Inflows	99,675,644	88,290,481
Total Liabilities and Deferred Inflows of Resources	<u>\$ 707,480,523</u>	<u>\$ 687,030,972</u>
Net Position:		
Net Investment in Capital Assets	\$ 135,974,801	\$ 126,970,252
Restricted	14,122,404	18,367,899
Unrestricted	<u>(333,820,790)</u>	<u>(333,254,093)</u>
Total Net Position	<u>\$ (183,723,585)</u>	<u>\$ (187,915,942)</u>

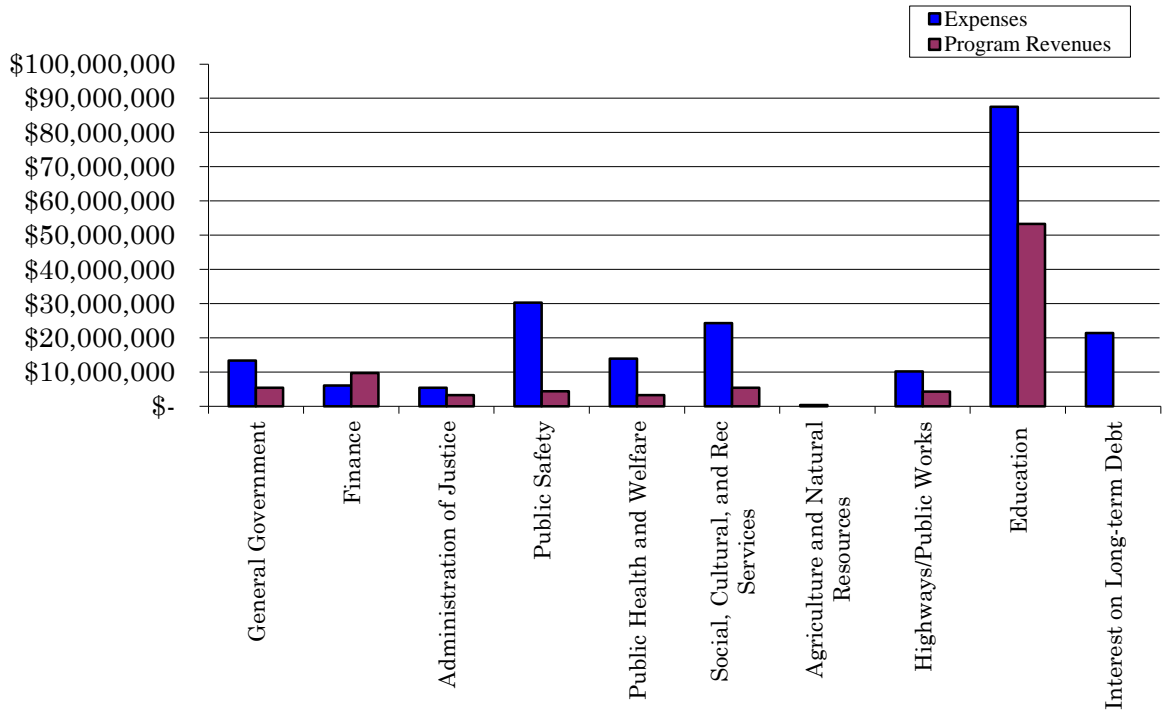
An additional portion of Williamson County's net position totaling \$14,122,404 represents resources that are subject to external restrictions on how they may be used. The restricted net position includes capital projects, debt service, highway/public works, all of the nonmajor funds, and other county general restricted or grant restrictions not accounted for in unrestricted net position.

Governmental activities. Governmental activities increased Williamson County's net position by \$4,192,357. Elements of this increase are noted below:

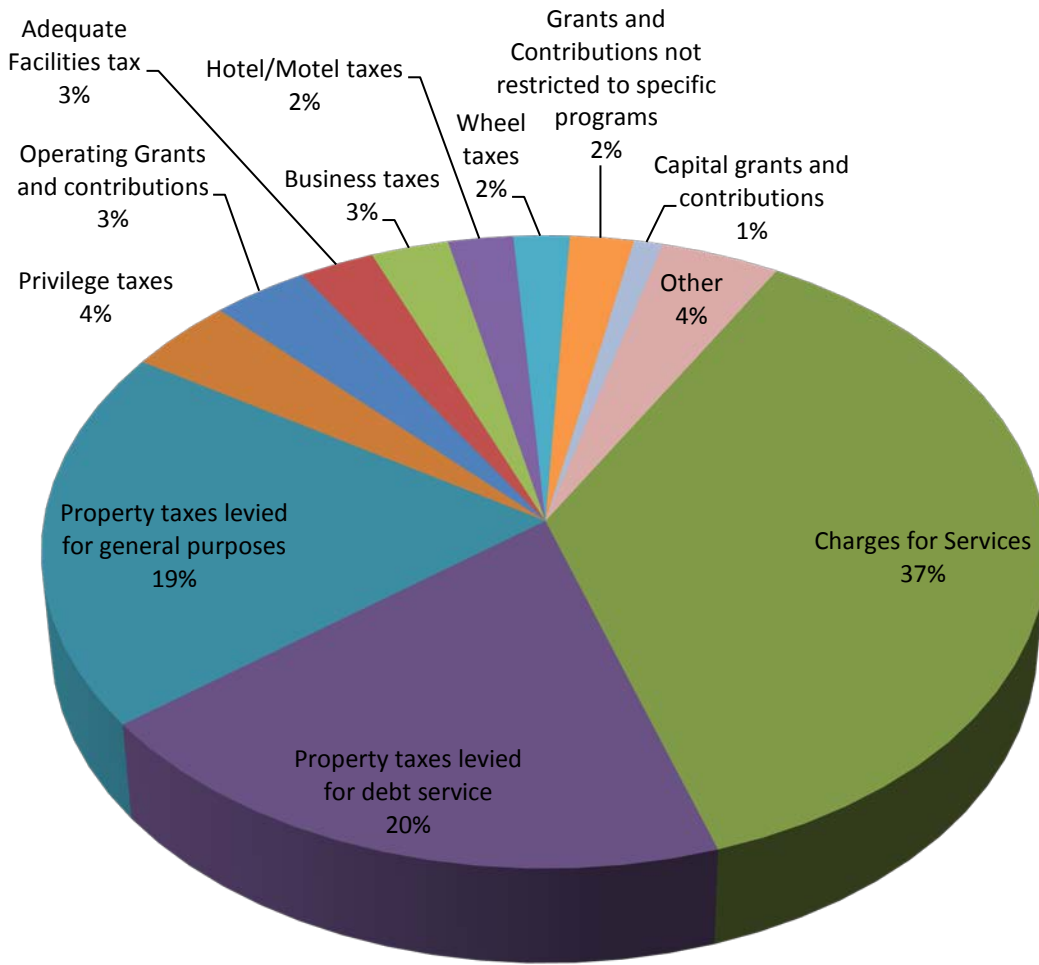
Williamson County's Change in Net Position

	2016 Governmental Activities	2015 Governmental Activities
Revenues:		
Program Revenues:		
Charges for Services	\$ 79,417,246	\$ 75,579,215
Operating Grants and Contributions	7,410,303	6,178,224
Capital Grants and Contributions	2,171,300	3,672,104
Total Program Revenues	\$ 88,998,849	\$ 85,429,543
General Revenues:		
Property Taxes Levied for General Purposes	\$ 42,129,512	\$ 40,766,958
Property Taxes Levied for Debt Service	42,478,498	40,997,088
Local Option Sales Tax	1,768,802	1,792,801
Hotel/Motel Tax	4,971,490	4,338,011
Wheel Tax	4,289,903	4,239,082
Litigation Tax	-	752,817
Business Tax	5,940,721	5,250,012
Privilege Taxes	8,265,718	6,673,814
Adequate Facilities Tax	5,746,725	5,428,146
Mineral Severance Tax	-	156,580
Wholesale Beer Tax	-	512,316
Mixed Drink Tax	-	56,473
Other Local Taxes	1,606,809	71,513
Grants and Contributions Not Restricted to Specific Programs	4,884,281	4,169,099
Unrestricted Investment Earnings	806,903	520,235
Miscellaneous	4,983,326	3,021,481
Pension Income	-	99,408
Total General Revenues	\$ 127,872,688	\$ 118,845,834
Total Revenues	\$ 216,871,537	\$ 204,275,377
Expenses:		
Governmental Activities:		
General Government	\$ 13,334,196	\$ 19,801,901
Finance	6,029,622	5,571,535
Administration of Justice	5,413,436	4,947,307
Public Safety	30,294,383	26,388,126
Public Health and Welfare	13,889,239	10,526,502
Social, Cultural, and Recreational Services	24,267,843	17,430,475
Agriculture and Natural Resources	316,318	475,029
Highway/Public	10,205,309	12,781,774
Education	87,504,320	127,244,440
Interest on Long-term Debt	21,424,514	21,911,265
Other Debt Service	-	1,348,446
Total Expenses	\$ 212,679,180	\$ 248,426,800
Change in Net Position	4,192,357	(44,151,423)
Restatement/Reclassification	-	81,283
Net Position - July 1	(187,915,942)	(143,845,802)
Net Position - June 30	\$ (183,723,585)	\$ (187,915,942)

Expenses and Program Revenues – Governmental Activities



Revenues by Source - Governmental Activities



Financial Analysis of the Government's Funds

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

Governmental funds. The focus of Williamson County's governmental funds is to provide information on near-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing Williamson County's financing requirements.

In the fund financial statements, governmental funds report fund balance in classifications that comprise a hierarchy based primarily on the extent to which the government is bound to honor constraints on the specific purpose for which amounts in these funds may be spent. These classifications may consist of the following: nonspendable, restricted, committed, assigned, or unassigned.

Nonspendable Fund Balance – As of June 30, 2016, Williamson County does not report any nonspendable fund balance. Nonspendable fund balance would primarily include amounts that cannot be spent because either (a) they are not in spendable form or (b) they are legally or contractually required to be maintained intact.

Restricted Fund Balance – As of June 30, 2016, Williamson County reports \$25,017,741 in restricted fund balance, which includes amounts that have constraints placed on the use of the resources that are either (a) externally imposed by creditors, grantors, contributors or laws and regulations of other governments or (b) imposed by law through constitutional provisions or enabling legislation.

Committed Fund Balance – As of June 30, 2016, Williamson County reports \$62,768,822 in committed fund balance, which includes amounts that are constrained by the county's intent to be used for specific purposes pursuant to constraints imposed by formal resolution of the County Commission, the county's highest level of decision-making authority.

Assigned Fund Balance – As of June 30, 2016, Williamson County reports \$13,254,049 in assigned fund balance, which includes amounts that are constrained by the county's intent to be used for specific purposes that are neither restricted nor committed.

Unassigned Fund Balance – As of June 30, 2016, Williamson County reports \$24,702,585 in unassigned fund balance. This classification represents fund balance that has not been restricted, committed, or assigned for specific purposes within the General Fund.

As of the end of the current fiscal year, Williamson County's governmental funds reported combined ending fund balances of \$125,743,197, a decrease of \$16,987,888 in comparison with the prior year. Approximately 20 percent of this total amount (\$24,702,585) constitutes unassigned fund balance, which is available for spending at the government's discretion. The remainder of fund balance is restricted, committed, or assigned to indicate that it is not available for new spending.

The General Fund is the chief operating fund of Williamson County. At the end of the current fiscal year, unassigned fund balance of the General Fund was \$24,702,585 while total fund balance was \$39,203,312. As a measure of the General Fund's liquidity, it may be useful to compare both unassigned fund balance and total fund balance to total fund expenditures. Unassigned fund balance represents 31 percent of total General Fund expenditures, while total fund balance represents 49 percent of that same amount.

The fund balance of the General Fund decreased by \$1,008,169 from the prior year. The primary factors of the decrease were due to more resources assigned for capital projects.

The fund balance of the Highway/Public Works Fund had a minimal increase of \$901,367 during the current fiscal year. The primary factors of the increase were revenues exceeded projections and expenditures were less than budgeted.

The fund balance of the General Debt Service Fund had a net decrease of \$1,141,075 from the prior year due to principal and interest payments of debt service.

The fund balance of the Rural Debt Service Fund had a net decrease of \$2,040,936 from the previous year due to principal and interest payments of debt service.

The fund balance of the General Capital Projects Fund had a net decrease of \$12,965,774 from the prior year, which was primarily due to completion of ongoing construction projects.

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

General and Highway/Public Works Funds Budgetary Highlights

The final amended budget for General Fund expenditures reflected an increase of 6 percent above the original budget.

During the current fiscal year, the final amended budget for the Highway/Public Works Fund expenditures reflected an increase of 16 percent above the original budget.

Capital Assets and Debt Administration

Capital assets. Williamson County's investment in capital assets for its governmental activities as of June 30, 2016, totaled \$250,303,310 (net of accumulated depreciation). This investment in capital assets includes land, intangibles, buildings and improvements, machinery and equipment, park facilities, roads, highways, and bridges. The total net increase in Williamson County's investment in capital assets for the current fiscal year was \$22,480,284. Williamson County completed various projects such as a wing renovation of administrative complex, land purchase for future use, renovation of rescue squad and convenience center at north end of county, library expansion at west end of county, and renovation of emergency service building centrally located within the county. Construction in progress totaling \$34,160,311 reflects Williamson County's various ongoing construction and renovation projects within the general operations, the parks and recreation facilities, emergency operations buildings, and landfill.

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

	<u>2016</u> Governmental Activities	<u>2015</u> Governmental Activities
Land	\$ 60,689,595	\$ 59,065,905
Intangibles - Indefinite Life	5,875,500	5,751,500
Construction in Progress	34,160,311	14,898,938
Buildings and Improvements	99,237,695	100,339,751
Other Capital Assets	24,112,021	21,935,501
Intangibles	434,443	625,602
Infrastructure	<u>25,793,745</u>	<u>25,205,829</u>
 Total	 <u>\$ 250,303,310</u>	 <u>\$ 227,823,026</u>

Long-term debt. At the end of the current fiscal year, Williamson County had total bonded debt outstanding of \$517,540,000. All debt is backed by the full faith and credit of the county. Of the amount outstanding for governmental activities, \$396,291,000 reflects the balance of borrowings for education capital projects for the Williamson County Board of Education, which makes up 77 percent of Williamson County's outstanding debt.

Williamson County's Outstanding Debt
As of June 30

	<u>2016</u> Governmental Activities	<u>2015</u> Governmental Activities
Bonds Payable	<u>\$ 517,540,000</u>	<u>\$ 522,435,000</u>
 Total	 <u>\$ 517,540,000</u>	 <u>\$ 522,435,000</u>

- For the fiscal year ended June 30, 2016, Williamson County's total debt had a net decrease of \$4,895,000. During the year, \$36,565,000 of debt service principal payments were made and \$75,640,000 was refunded. There was \$107,310,000 of debt issued, which was for various education projects, parks, animal control, sheriff and emergency operations, and various general government maintenance and renovations.

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

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

Economic Factors and Next Year's Budgets and Rates

- The unemployment rate for the county as of June 30, 2016, was 3.8 percent, which is an .80 percent decrease from the 2015 rate of 4.6 percent. This compares to the state's average unemployment rate of 5 percent and the national average rate of 5.3 percent as of the same time period.
- The occupancy rate of the government's central business district for the past three years was 97.3 percent for 2014, 98.9 percent for 2015, and 99.1 percent for 2016.
- Inflationary trends in the region compare favorably to national indices.
- Assessed property value within the county is in excess of \$11.8 billion.

All of these factors were considered in preparing the county's budget for the 2017 fiscal year.

Requests for Information

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

BASIC FINANCIAL STATEMENTS

Exhibit A

Williamson County, Tennessee
Statement of Net Position
June 30, 2016

	Primary Government Governmental Activities	Component Units		
		Williamson County School Department	Williamson County Hospital District	Williamson County Emergency Communications District
<u>ASSETS</u>				
Cash	\$ 1,761,486	\$ 481,589	\$ 16,574,752	\$ 2,099,418
Equity in Pooled Cash and Investments	136,726,264	80,875,376	0	0
Inventories	0	0	2,801,779	0
Investment in Joint Venture	6,794,625	0	14,615,957	0
Accounts Receivable	2,638,341	63,183	30,422,377	0
Allowance for Uncollectibles	0	0	(8,992,729)	0
Due from Other Governments	4,097,970	8,825,079	0	0
Property Taxes Receivable	99,700,039	133,021,592	0	0
Allowance for Uncollectible Property Taxes	(371,096)	(467,054)	0	0
Prepaid Items	0	0	1,561,202	0
Cash Shortage	138,196	0	0	0
Restricted Assets:				
Customer Deposits	667,936	364,821	2,308,751	0
Bond Reserves	0	0	2,668,666	0
Capital Improvements	0	0	24,402,878	0
Other Receivables	0	0	1,263,390	0
Net Pension Asset - Agent Pension Plan	4,001,495	3,338,005	0	0
Net Pension Asset - Teacher Retirement Pension Plan	0	173,723	0	0
Notes Receivable - Long-term	3,641,000	0	0	0
Capital Assets:				
Assets Not Depreciated:				
Land	60,689,595	38,189,956	13,599,755	0
Intangibles	5,875,500	0	0	0
Construction in Progress	34,160,311	74,984,163	758,246	203,672
Assets Net of Accumulated Depreciation:				
Buildings and Improvements	99,237,695	313,049,708	141,743,928	0
Infrastructure	25,793,745	0	0	0
Intangibles	434,443	138,778	0	0
Other Capital Assets	24,112,021	18,968,111	27,385,423	49,581
Total Assets	<u>\$ 510,099,566</u>	<u>\$ 672,007,030</u>	<u>\$ 271,114,375</u>	<u>\$ 2,352,671</u>
<u>DEFERRED OUTFLOWS OF RESOURCES</u>				
Deferred Charge on Refunding	\$ 10,910,782	\$ 0	\$ 0	\$ 0
Excess Consideration Provided for Acquisition	0	0	1,732,362	0
Pension Changes in Contributions after Measurement Date	2,746,590	14,622,211	0	0
Pension Changes in Proportionate Share of NPL	0	2,900,820	0	0
Total Deferred Outflows of Resources	<u>\$ 13,657,372</u>	<u>\$ 17,523,031</u>	<u>\$ 1,732,362</u>	<u>\$ 0</u>

(Continued)

Exhibit A

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

	Primary Government Governmental Activities	Component Units		
		Williamson County School Department	Williamson County Hospital District	Williamson County Emergency Communications District
<u>LIABILITIES</u>				
Accounts Payable	\$ 1,045,840	\$ 117,424	\$ 3,807,691	\$ 2,980
Accrued Payroll	0	16,321,262	8,039,718	0
Accrued Interest Payable	5,619,703	0	277,516	0
Payroll Deductions Payable	5,347	4,593,457	0	0
Contracts Payable	776,349	606,391	0	0
Retainage Payable	111,683	35,808	0	0
Sales Tax	423	0	0	0
Other Accrued Expenses	0	0	2,381,253	0
Other Current Liabilities Payable from Restricted Assets	667,936	0	0	0
Estimated Amounts Due to Third-party Payors	0	0	100,000	0
Customer Deposits Payable	0	364,821	0	0
Noncurrent Liabilities:				
Due Within One Year	51,744,934	831,556	12,869,845	0
Due in More Than One Year	547,832,664	142,646,651	53,375,244	0
Total Liabilities	<u>\$ 607,804,879</u>	<u>\$ 165,517,370</u>	<u>\$ 80,851,267</u>	<u>\$ 2,980</u>
<u>DEFERRED INFLOWS OF RESOURCES</u>				
Deferred Current Property Taxes	\$ 98,398,974	\$ 131,463,597	\$ 0	\$ 0
Pension Changes in Investment Earnings	983,101	9,798,512	0	0
Pension Changes in Experience	293,569	20,863,043	0	0
Total Deferred Inflows of Resources	<u>\$ 99,675,644</u>	<u>\$ 162,125,152</u>	<u>\$ 0</u>	<u>\$ 0</u>
<u>NET POSITION</u>				
Net Investment in Capital Assets	\$ 135,974,801	\$ 445,330,716	\$ 117,242,263	\$ 253,253
Restricted for:				
General Government	618,771	0	0	0
Finance	117,951	0	0	0
Administration of Justice	299,054	0	0	0
Public Safety	181,339	0	0	0
Public Health and Welfare	129,304	0	0	0
Highway/Public Works	320,590	0	0	0
Debt Service	8,453,900	0	0	0
Other Purposes	4,001,495	0	0	0
Education	0	3,566,297	0	0
Hospital	0	0	3,661,812	0
Unrestricted	<u>(333,820,790)</u>	<u>(87,009,474)</u>	<u>71,091,395</u>	<u>2,096,438</u>
Total Net Position	<u>\$ (183,723,585)</u>	<u>\$ 361,887,539</u>	<u>\$ 191,995,470</u>	<u>\$ 2,349,691</u>

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

Exhibit B

Williamson County, Tennessee
Statement of Activities
For the Year Ended June 30, 2016

Functions/Programs	Expenses	Program Revenues			Primary Government Total Governmental Activities	Net (Expense) Revenue and Changes in Net Position		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions		Component Units		
						Williamson County School Department	Williamson County Hospital District	Williamson County Emergency Communications District
Primary Government:								
Governmental Activities:								
General Government	\$ 13,334,196	\$ 4,864,677	\$ 578,062	\$ 6,146	\$ (7,885,311)	\$ 0	\$ 0	\$ 0
Finance	6,029,622	9,727,347	5,750	0	3,703,475	0	0	0
Administration of Justice	5,413,436	2,991,738	246,663	0	(2,175,035)	0	0	0
Public Safety	30,294,383	1,549,408	1,652,722	1,138,777	(25,953,476)	0	0	0
Public Health and Welfare	13,889,239	1,904,544	1,337,302	0	(10,647,393)	0	0	0
Social, Cultural, and Recreational Services	24,267,843	5,040,584	326,664	2,500	(18,898,095)	0	0	0
Agriculture and Natural Resources	316,318	0	0	0	(316,318)	0	0	0
Highway/Public Works	10,205,309	5,547	3,263,140	1,023,877	(5,912,745)	0	0	0
Education	87,504,320	53,333,401	0	0	(34,170,919)	0	0	0
Interest on Long-term Debt	21,424,514	0	0	0	(21,424,514)	0	0	0
Total Primary Government	\$ 212,679,180	\$ 79,417,246	\$ 7,410,303	\$ 2,171,300	\$ (123,680,331)	\$ 0	\$ 0	\$ 0
Component Units:								
Williamson County School Department	\$ 331,383,443	\$ 14,637,652	\$ 11,932,511	\$ 32,559,347	\$ 0	\$ (272,253,933)	\$ 0	\$ 0
Williamson County Hospital District	185,203,478	188,982,480	1,302,357	0	0	0	5,081,359	0
Williamson County Emergency Communications District	1,540,379	1,571,121	0	0	0	0	0	30,742
Total Component Units	\$ 518,127,300	\$ 205,191,253	\$ 13,234,868	\$ 32,559,347	\$ 0	\$ (272,253,933)	\$ 5,081,359	\$ 30,742

(Continued)

Exhibit B

Williamson County, Tennessee
Statement of Activities (Cont.)

Functions/Programs	Expenses	Net (Expense) Revenue and Changes in Net Position						
		Program Revenues			Primary Government Total Governmental Activities	Component Units		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions		Williamson County School Department	Williamson County Hospital District	Williamson County Emergency Communications District
General Revenues:								
Taxes:								
Property Taxes Levied for General Purposes					\$ 42,129,512	\$ 109,999,581	\$ 0	\$ 0
Property Taxes Levied for Debt Service					42,478,498	0	0	0
Local Option Sales Tax					1,768,802	49,445,678	0	0
Wheel Tax					4,289,903	0	0	0
Business Tax					5,940,721	0	0	0
Hotel/Motel Tax					4,971,490	0	0	0
Adequate Facilities Tax					5,746,725	0	0	0
Privilege Tax					8,265,718	0	0	0
Other Local Taxes					1,606,809	14,116	0	0
Grants and Contributions Not Restricted to Specific Programs					4,884,281	125,945,968	1,943,624	230,760
Unrestricted Investment Income					806,903	593,730	330,876	11,577
Miscellaneous					4,983,326	362,375	2,631,067	0
Total General Revenues					\$ 127,872,688	\$ 286,361,448	\$ 4,905,567	\$ 242,337
Change in Net Position					\$ 4,192,357	\$ 14,107,515	\$ 9,986,926	\$ 273,079
Net Position, July 1, 2015					(187,915,942)	347,780,024	182,008,544	2,076,612
Net Position, June 30, 2016					\$ (183,723,585)	\$ 361,887,539	\$ 191,995,470	\$ 2,349,691

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

Exhibit C-1

Williamson County, Tennessee
Balance Sheet
Governmental Funds
June 30, 2016

	Major Funds				
	General	Highway / Public Works	General Debt Service	Rural Debt Service	General Capital Projects
<u>ASSETS</u>					
Cash	\$ 23,615	\$ 0	\$ 0	\$ 0	\$ 0
Equity in Pooled Cash and Investments	37,560,892	16,494,545	12,367,943	7,515,370	44,066,647
Accounts Receivable	443,114	903	825,912	8,019	944,214
Due from Other Governments	3,120,516	571,239	0	306,487	99,728
Due from Other Funds	153,181	0	0	0	0
Property Taxes Receivable	45,551,817	1,272,195	31,167,032	17,780,931	0
Allowance for Uncollectible Property Taxes	(160,380)	(11,779)	(109,734)	(70,326)	0
Cash Shortage	138,196	0	0	0	0
Restricted Assets	0	0	0	0	667,936
Notes Receivable - Long-term	0	0	3,641,000	0	0
Total Assets	<u>\$ 86,830,951</u>	<u>\$ 18,327,103</u>	<u>\$ 47,892,153</u>	<u>\$ 25,540,481</u>	<u>\$ 45,778,525</u>
<u>LIABILITIES</u>					
Accounts Payable	\$ 167,588	\$ 0	\$ 0	\$ 0	\$ 697,213
Contracts Payable	0	0	0	0	776,349
Retainage Payable	0	0	0	0	111,683
Claims and Judgments Payable	1,113,996	301,187	0	0	0
Current Liabilities Payable From Restricted Assets	0	0	0	0	667,936
Sales Tax	423	0	0	0	0
Total Liabilities	<u>\$ 1,282,007</u>	<u>\$ 301,187</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 2,253,181</u>
<u>DEFERRED INFLOWS OF RESOURCES</u>					
Deferred Current Property Taxes	\$ 45,015,491	\$ 1,210,950	\$ 30,800,073	\$ 17,522,632	\$ 0

(Continued)

Exhibit C-1

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

	Major Funds				
	General	Highway / Public Works	General Debt Service	Rural Debt Service	General Capital Projects
<u>DEFERRED INFLOWS OF RESOURCES (Cont.)</u>					
Deferred Delinquent Property Taxes	\$ 316,945	\$ 47,366	\$ 214,225	\$ 170,472	\$ 0
Other Deferred/Unavailable Revenue	1,013,196	273,224	808,584	158,508	944,214
Total Deferred Inflows of Resources	<u>\$ 46,345,632</u>	<u>\$ 1,531,540</u>	<u>\$ 31,822,882</u>	<u>\$ 17,851,612</u>	<u>\$ 944,214</u>
<u>FUND BALANCES</u>					
Restricted:					
Restricted for General Government	\$ 618,771	\$ 0	\$ 0	\$ 0	\$ 0
Restricted for Finance	117,951	0	0	0	0
Restricted for Administration of Justice	299,054	0	0	0	0
Restricted for Public Safety	52,169	0	0	0	0
Restricted for Public Health and Welfare	48,844	0	0	0	0
Restricted for Capital Outlay	0	0	0	0	21,782,242
Restricted for Debt Service	0	0	1,969,540	0	0
Committed:					
Committed for General Government	24,369	0	0	0	0
Committed for Administration of Justice	380	0	0	0	0
Committed for Public Health and Welfare	0	0	0	0	0
Committed for Social, Cultural, and Recreational Services	76,391	0	0	0	0
Committed for Highways/Public Works	0	16,494,376	0	0	0
Committed for Capital Outlay	0	0	0	0	20,798,888
Committed for Debt Service	0	0	14,099,731	7,688,869	0
Committed for Other Purposes	8,749	0	0	0	0
Assigned:					
Assigned for General Government	415,970	0	0	0	0
Assigned for Finance	57,357	0	0	0	0

(Continued)

Exhibit C-1

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

	Major Funds				
	General	Highway / Public Works	General Debt Service	Rural Debt Service	General Capital Projects
<u>FUND BALANCES (Cont.)</u>					
Assigned (Cont.):					
Assigned for Administration of Justice	\$ 13,495	\$ 0	\$ 0	\$ 0	\$ 0
Assigned for Public Safety	890,493	0	0	0	0
Assigned for Public Health and Welfare	156,453	0	0	0	0
Assigned for Social, Cultural, and Recreational Services	352,334	0	0	0	0
Assigned for Agriculture and Natural Resources	2,761	0	0	0	0
Assigned for Capital Projects	2,310,020	0	0	0	0
Assigned for Other Purposes	9,055,166	0	0	0	0
Unassigned	24,702,585	0	0	0	0
Total Fund Balances	<u>\$ 39,203,312</u>	<u>\$ 16,494,376</u>	<u>\$ 16,069,271</u>	<u>\$ 7,688,869</u>	<u>\$ 42,581,130</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 86,830,951</u>	<u>\$ 18,327,103</u>	<u>\$ 47,892,153</u>	<u>\$ 25,540,481</u>	<u>\$ 45,778,525</u>

(Continued)

Exhibit C-1

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

	<u>Nonmajor Funds</u>		<u>Other Govern- mental Funds</u>	<u>Total Governmental Funds</u>
<u>ASSETS</u>				
Cash	\$	871	\$	24,486
Equity in Pooled Cash and Investments		3,715,024		121,720,421
Accounts Receivable		107,154		2,329,316
Due from Other Governments		0		4,097,970
Due from Other Funds		0		153,181
Property Taxes Receivable		3,928,064		99,700,039
Allowance for Uncollectible Property Taxes		(18,877)		(371,096)
Cash Shortage		0		138,196
Restricted Assets		0		667,936
Notes Receivable - Long-term		0		3,641,000
		<hr/>		<hr/>
Total Assets	\$	7,732,236	\$	232,101,449
<u>LIABILITIES</u>				
Accounts Payable	\$	0	\$	864,801
Contracts Payable		0		776,349
Retainage Payable		0		111,683
Claims and Judgments Payable		95,709		1,510,892
Current Liabilities Payable From Restricted Assets		0		667,936
Sales Tax		0		423
Total Liabilities	\$	95,709	\$	3,932,084
<u>DEFERRED INFLOWS OF RESOURCES</u>				
Deferred Current Property Taxes	\$	3,849,828	\$	98,398,974

(Continued)

Exhibit C-1

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

	<u>Nonmajor Funds</u>		<u>Total Governmental Funds</u>
	Other Govern- mental Funds		Governmental Funds
<u>DEFERRED INFLOWS OF RESOURCES (Cont.)</u>			
Deferred Delinquent Property Taxes	\$ 54,060	\$	803,068
Other Deferred/Unavailable Revenue	26,400		3,224,126
Total Deferred Inflows of Resources	<u>\$ 3,930,288</u>	<u>\$</u>	<u>102,426,168</u>
<u>FUND BALANCES</u>			
Restricted:			
Restricted for General Government	\$ 0	\$	618,771
Restricted for Finance	0		117,951
Restricted for Administration of Justice	0		299,054
Restricted for Public Safety	129,170		181,339
Restricted for Public Health and Welfare	0		48,844
Restricted for Capital Outlay	0		21,782,242
Restricted for Debt Service	0		1,969,540
Committed:			
Committed for General Government	0		24,369
Committed for Administration of Justice	0		380
Committed for Public Health and Welfare	3,577,069		3,577,069
Committed for Social, Cultural, and Recreational Services	0		76,391
Committed for Highways/Public Works	0		16,494,376
Committed for Capital Outlay	0		20,798,888
Committed for Debt Service	0		21,788,600
Committed for Other Purposes	0		8,749
Assigned:			
Assigned for General Government	0		415,970
Assigned for Finance	0		57,357

(Continued)

Exhibit C-1

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

	<u>Nonmajor Funds</u>		<u>Total Governmental Funds</u>
<u>FUND BALANCES (Cont.)</u>			
Assigned (Cont.):			
Assigned for Administration of Justice	\$ 0	\$	13,495
Assigned for Public Safety	0		890,493
Assigned for Public Health and Welfare	0		156,453
Assigned for Social, Cultural, and Recreational Services	0		352,334
Assigned for Agriculture and Natural Resources	0		2,761
Assigned for Capital Projects	0		2,310,020
Assigned for Other Purposes	0		9,055,166
Unassigned	0		24,702,585
Total Fund Balances	<u>\$ 3,706,239</u>	<u>\$</u>	<u>125,743,197</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 7,732,236</u>	<u>\$</u>	<u>232,101,449</u>

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

Williamson County, Tennessee
Reconciliation of the Balance Sheet of Governmental Funds to
the Statement of Net Position
June 30, 2016

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

Total fund balances - balance sheet - governmental funds (Exhibit C-1)		\$ 125,743,197
(1) Capital assets used in governmental activities are not financial resources and therefore are not reported in the governmental funds.		
Add: land	\$ 60,689,595	
Add: intangibles	5,875,500	
Add: construction in progress	34,160,311	
Add: buildings and improvements net of accumulated depreciation	99,237,695	
Add: infrastructure net of accumulated depreciation	25,793,745	
Add: intangibles net of accumulated depreciation	434,443	
Add: other capital assets net of accumulated depreciation	<u>24,112,021</u>	250,303,310
(2) Investment in joint venture used in governmental activities is not a financial resource and therefore is not reported in governmental funds.		6,794,625
(3) Internal service funds are used to account for the county's and the School Department's self-insured health programs. The assets and liabilities are included in governmental activities in the statement of net position.		9,544,972
(4) Long-term liabilities are not due and payable in the current period and therefore are not reported in the governmental funds.		
Add: deferred amount on refunded debt	\$ 10,910,782	
Less: unamortized debt premiums	(43,043,700)	
Less: bonds payable	(517,540,000)	
Less: accrued interest on bonds	(5,619,703)	
Less: landfill closure/postclosure care costs	(68,876)	
Less: other postemployment benefits liability	(27,295,088)	
Less: compensated absences payable	<u>(2,951,713)</u>	(585,608,298)
(5) Amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be amortized and recognized as components of pension expense in future years:		
Add: deferred outflows of resources related to pensions	\$ 2,746,590	
Less: deferred inflows of resources related to pensions	<u>(1,276,670)</u>	1,469,920
(6) Net pension assets of the agent plans are not current financial resources and therefore are not reported in the governmental funds.		4,001,495
(7) Other long-term assets are not available to pay for current-period expenditures and therefore are deferred in the governmental funds.		<u>4,027,194</u>
Net position of governmental activities (Exhibit A)		<u>\$ (183,723,585)</u>

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

Exhibit C-3

Williamson County, Tennessee
Statement of Revenues, Expenditures,
and Changes in Fund Balances
Governmental Funds
For the Year Ended June 30, 2016

	Major Funds				
	General	Highway / Public Works	General Debt Service	Rural Debt Service	General Capital Projects
<u>Revenues</u>					
Local Taxes	\$ 48,782,892	\$ 7,982,868	\$ 28,311,318	\$ 16,189,197	\$ 17,803,603
Licenses and Permits	1,918,618	0	0	0	0
Fines, Forfeitures, and Penalties	795,978	0	0	0	0
Charges for Current Services	6,344,477	0	0	0	0
Other Local Revenues	836,236	182,056	611,460	67,828	305,642
Fees Received From County Officials	13,442,886	0	0	0	0
State of Tennessee	5,131,685	4,284,947	368,087	0	0
Federal Government	1,623,961	0	620,715	878,055	196,681
Other Governments and Citizens Groups	924,341	30,460	41,753	0	1,028,359
Total Revenues	\$ 79,801,074	\$ 12,480,331	\$ 29,953,333	\$ 17,135,080	\$ 19,334,285
<u>Expenditures</u>					
<u>Current:</u>					
General Government	\$ 11,631,580	\$ 0	\$ 0	\$ 0	\$ 0
Finance	4,337,703	0	0	0	0
Administration of Justice	4,180,338	0	0	0	0
Public Safety	21,848,139	0	0	0	0
Public Health and Welfare	4,268,508	0	0	0	0
Social, Cultural, and Recreational Services	14,092,459	0	0	0	0
Agriculture and Natural Resources	367,607	0	0	0	0
Other Operations	18,841,465	0	0	0	0
Highways	0	11,745,201	0	0	0
<u>Debt Service:</u>					
Principal on Debt	0	0	22,455,000	14,110,000	0
Interest on Debt	0	0	12,120,928	9,191,991	0
Other Debt Service	0	0	24,906,238	1,041,466	0

(Continued)

Exhibit C-3

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

	Major Funds				
	General	Highway / Public Works	General Debt Service	Rural Debt Service	General Capital Projects
<u>Expenditures (Cont.)</u>					
Capital Projects	\$ 0	\$ 0	\$ 0	\$ 0	\$ 29,929,227
Capital Projects - Donated	0	0	0	0	32,559,347
Total Expenditures	\$ 79,567,799	\$ 11,745,201	\$ 59,482,166	\$ 24,343,457	\$ 62,488,574
Excess (Deficiency) of Revenues Over Expenditures	\$ 233,275	\$ 735,130	\$ (29,528,833)	\$ (7,208,377)	\$ (43,154,289)
<u>Other Financing Sources (Uses)</u>					
Bonds Issued	\$ 0	\$ 0	\$ 0	\$ 0	\$ 38,440,000
Refunding Debt Issued	0	0	45,515,000	23,355,000	0
Premiums on Debt Sold	0	0	7,037,752	5,331,480	3,550,595
Insurance Recovery	159,370	116,237	0	0	0
Transfers In	35,111	50,000	5,000,000	5,000,000	2,039,080
Transfers Out	(1,435,925)	0	0	0	(13,841,160)
Payments to Refunded Debt Escrow Agent	0	0	(29,164,994)	(28,519,039)	0
Total Other Financing Sources (Uses)	\$ (1,241,444)	\$ 166,237	\$ 28,387,758	\$ 5,167,441	\$ 30,188,515
Net Change in Fund Balances	\$ (1,008,169)	\$ 901,367	\$ (1,141,075)	\$ (2,040,936)	\$ (12,965,774)
Fund Balance, July 1, 2015	40,211,481	15,593,009	17,210,346	9,729,805	55,546,904
Fund Balance, June 30, 2016	\$ 39,203,312	\$ 16,494,376	\$ 16,069,271	\$ 7,688,869	\$ 42,581,130

(Continued)

Exhibit C-3

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

	Nonmajor Funds		Total Governmental Funds
	Other Govern- mental Funds		
<u>Revenues</u>			
Local Taxes	\$ 3,326,984	\$	122,396,862
Licenses and Permits	0		1,918,618
Fines, Forfeitures, and Penalties	68,781		864,759
Charges for Current Services	1,066,069		7,410,546
Other Local Revenues	250,251		2,253,473
Fees Received From County Officials State of Tennessee	0		13,442,886
Federal Government	10,039		9,794,758
Other Governments and Citizens Groups	0		3,319,412
	5,100		2,030,013
Total Revenues	<u>\$ 4,727,224</u>	\$	<u>163,431,327</u>
<u>Expenditures</u>			
Current:			
General Government	\$ 0	\$	11,631,580
Finance	0		4,337,703
Administration of Justice	0		4,180,338
Public Safety	51,450		21,899,589
Public Health and Welfare	4,048,951		8,317,459
Social, Cultural, and Recreational Services	0		14,092,459
Agriculture and Natural Resources	0		367,607
Other Operations	685,124		19,526,589
Highways	0		11,745,201
Debt Service:			
Principal on Debt	0		36,565,000
Interest on Debt	0		21,312,919
Other Debt Service	0		25,947,704

(Continued)

Exhibit C-3

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

	Nonmajor Funds	Other Govern- mental Funds	Total Governmental Funds
<u>Expenditures (Cont.)</u>			
Capital Projects	\$	0	\$ 29,929,227
Capital Projects - Donated		0	32,559,347
Total Expenditures	\$	4,785,525	\$ 242,412,722
 Excess (Deficiency) of Revenues Over Expenditures	 \$	 (58,301)	 \$ (78,981,395)
 <u>Other Financing Sources (Uses)</u>			
Bonds Issued	\$	0	\$ 38,440,000
Refunding Debt Issued		0	68,870,000
Premiums on Debt Sold		0	15,919,827
Insurance Recovery		0	275,607
Transfers In		0	12,124,191
Transfers Out		(675,000)	(15,952,085)
Payments to Refunded Debt Escrow Agent		0	(57,684,033)
Total Other Financing Sources (Uses)	\$	(675,000)	\$ 61,993,507
 Net Change in Fund Balances	 \$	 (733,301)	 \$ (16,987,888)
Fund Balance, July 1, 2015		4,439,540	142,731,085
 Fund Balance, June 30, 2016	 \$	 3,706,239	 \$ 125,743,197

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

Exhibit C-4

Williamson County, Tennessee
Reconciliation of the Statement of Revenues, Expenditures, and
Changes in Fund Balances of Governmental Funds to the
Statement of Activities
For the Year Ended June 30, 2016

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)		\$ (16,987,888)
(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	\$ 30,921,564	
Less: current-year depreciation expense	<u>(8,421,713)</u>	22,499,851
(2) The net effect of various miscellaneous transactions involving capital assets (sales, trade-ins, and donations) is to decrease net position.		
Less: book value of capital assets disposed		(19,567)
(3) Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.		
Less: deferred delinquent property taxes and other deferred June 30, 2015	\$ (3,319,007)	
Add: deferred delinquent property taxes and other deferred June 30, 2016	<u>4,027,194</u>	708,187
(4) The issuance of long-term debt (e.g. bonds) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net position. Also, governmental funds report the effect of premiums, discounts, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities. This amount is the effect of these differences in the treatment of long-term debt and related items:		
Add: principal payments on bonds	\$ 36,565,000	
Add: bonds refunded	75,640,000	
Less: bond proceeds	(38,440,000)	
Less: refunding debt proceeds	(68,870,000)	
Add: change in deferred amount on refunding debt	3,713,833	
Less: change in premium on debt issuances	<u>(11,468,432)</u>	(2,859,599)
(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	\$ (159,340)	
Change in other postemployment benefits liability	(1,929,581)	
Change in landfill closure/postclosure care costs	(817)	
Change in compensated absences payable	(312,472)	
Change in net pension liability/asset	(1,049,890)	
Change in deferred outflows of resources related to pensions	170,631	
Change in deferred inflows of resources related to pensions	<u>3,594,024</u>	312,555
(6) Internal service funds are used to account for the county's and the School Department's self-insured health programs. The net revenue of certain activities of the internal service fund is reported with governmental activities in the statement of activities.		<u>538,818</u>
Change in net position of governmental activities (Exhibit B)		<u>\$ 4,192,357</u>

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

Exhibit C-5

Williamson County, Tennessee
Statement of Revenues, Expenditures, and Changes
in Fund Balance - Actual (Budgetary Basis) and Budget
General Fund
For the Year Ended June 30, 2016

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2015	Add: Encumbrances 6/30/2016	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
Revenues							
Local Taxes	\$ 48,782,892	\$ 0	\$ 0	\$ 48,782,892	\$ 42,940,223	\$ 42,940,223	\$ 5,842,669
Licenses and Permits	1,918,618	0	0	1,918,618	1,707,000	1,707,000	211,618
Fines, Forfeitures, and Penalties	795,978	0	0	795,978	477,250	511,954	284,024
Charges for Current Services	6,344,477	0	0	6,344,477	6,430,500	6,519,377	(174,900)
Other Local Revenues	836,236	0	0	836,236	732,000	733,040	103,196
Fees Received From County Officials	13,442,886	0	0	13,442,886	12,485,000	12,638,181	804,705
State of Tennessee	5,131,685	0	0	5,131,685	5,408,100	5,763,869	(632,184)
Federal Government	1,623,961	0	0	1,623,961	1,894,401	2,638,618	(1,014,657)
Other Governments and Citizens Groups	924,341	0	0	924,341	408,597	930,531	(6,190)
Total Revenues	\$ 79,801,074	\$ 0	\$ 0	\$ 79,801,074	\$ 72,483,071	\$ 74,382,793	\$ 5,418,281
Expenditures							
General Government							
County Commission	\$ 941,340	\$ (1,011)	\$ 68,270	\$ 1,008,599	\$ 753,865	\$ 1,169,478	\$ 160,879
Board of Equalization	4,673	0	0	4,673	7,700	7,700	3,027
Beer Board	2,475	0	0	2,475	2,700	2,700	225
Other Boards and Committees	775	0	0	775	3,300	3,300	2,525
County Mayor/Executive	565,636	(44,208)	126,000	647,428	708,337	813,337	165,909
Personnel Office	216,884	0	50	216,934	284,927	284,927	67,993
County Attorney	660,326	0	0	660,326	665,000	700,000	39,674
Election Commission	585,939	(2,877)	1,967	585,029	593,994	658,530	73,501
Register of Deeds	684,039	(73)	3,374	687,340	640,652	755,352	68,012
Development	2,387,082	(1,492)	8,068	2,393,658	2,455,000	2,550,000	156,342
Planning	51,942	(9,900)	16,393	58,435	33,855	80,855	22,420
Building	25,806	(3,129)	5,530	28,207	36,125	36,125	7,918
Engineering	26,545	(7,902)	699	19,342	47,997	48,497	29,155
Codes Compliance	8,721	(2,612)	20,458	26,567	65,381	65,381	38,814
Geographical Information Systems	1,185,977	(6,942)	21,067	1,200,102	1,291,583	1,291,583	91,481
County Buildings	3,438,148	(202,295)	138,955	3,374,808	3,490,967	3,576,623	201,815
Other Facilities	150,017	(647)	791	150,161	156,195	156,195	6,034

(Continued)

Exhibit C-5

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

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2015	Add: Encumbrances 6/30/2016	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
<u>Expenditures (Cont.)</u>							
<u>General Government (Cont.)</u>							
Preservation of Records	\$ 212,150	\$ (6,099)	\$ 4,339	\$ 210,390	\$ 229,534	\$ 234,534	\$ 24,144
Risk Management	177,125	(100)	5	177,030	217,887	217,887	40,857
Other Risk Management	305,980	0	0	305,980	325,372	325,372	19,392
<u>Finance</u>							
Accounting and Budgeting	866,198	(355)	181	866,024	952,576	952,576	86,552
Property Assessor's Office	1,644,344	(74,724)	18,598	1,588,218	1,652,051	1,690,301	102,083
County Trustee's Office	534,629	(392)	1,033	535,270	616,316	616,316	81,046
County Clerk's Office	1,005,572	(1,813)	6,749	1,010,508	1,068,408	1,120,408	109,900
Other Finance	286,960	(45,132)	30,797	272,625	285,000	285,000	12,375
<u>Administration of Justice</u>							
Circuit Court	1,497,154	(4,352)	3,604	1,496,406	1,600,398	1,645,358	148,952
General Sessions Court	1,064,958	(2,253)	4,596	1,067,301	841,887	1,471,108	403,807
Drug Court	102,393	0	0	102,393	0	102,393	0
Chancery Court	465,487	(4,000)	0	461,487	462,473	475,473	13,986
Juvenile Court	461,301	(199)	4,400	465,502	483,565	491,965	26,463
Judicial Commissioners	272,055	(2,906)	895	270,044	305,755	311,755	41,711
Other Administration of Justice	229,323	0	0	229,323	285,106	285,106	55,783
Victim Assistance Programs	87,667	0	0	87,667	0	87,667	0
<u>Public Safety</u>							
Sheriff's Department	9,710,926	(110,575)	449,368	10,049,719	10,732,071	11,143,654	1,093,935
Traffic Control	116,044	(201)	2,064	117,907	147,543	147,543	29,636
Jail	6,385,021	(150,500)	341,825	6,576,346	6,392,741	7,005,698	429,352
Workhouse	133,927	(7,508)	15,126	141,545	161,674	161,674	20,129
Juvenile Services	1,896,478	(17,183)	10,895	1,890,190	1,795,731	2,076,743	186,553
Fire Prevention and Control	496,359	(7,783)	0	488,576	496,359	496,359	7,783
Other Emergency Management	10,908	0	0	10,908	25,000	50,600	39,692
County Coroner/Medical Examiner	216,390	0	0	216,390	196,628	232,890	16,500
Other Public Safety	2,882,086	(25,666)	71,216	2,927,636	2,746,246	3,502,485	574,849

(Continued)

Exhibit C-5

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

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2015	Add: Encumbrances 6/30/2016	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
<u>Expenditures (Cont.)</u>							
<u>Public Health and Welfare</u>							
Local Health Center	\$ 997,345	\$ (6,009)	\$ 16,378	\$ 1,007,714	\$ 1,579,117	\$ 1,690,091	\$ 682,377
Rabies and Animal Control	1,145,831	(19,715)	9,150	1,135,266	1,129,159	1,194,945	59,679
Ambulance/Emergency Medical Services	1,943,624	0	0	1,943,624	1,943,624	1,943,624	0
Other Local Health Services	0	0	0	0	9,576	9,576	9,576
Regional Mental Health Center	0	0	0	0	21,780	21,780	21,780
Appropriation to State	103,816	0	0	103,816	103,816	103,816	0
General Welfare Assistance	17,617	0	0	17,617	17,617	17,617	0
Aid to Dependent Children	10,518	(400)	428	10,546	11,000	11,000	454
Other Local Welfare Services	600	0	0	600	3,000	3,000	2,400
Other Public Health and Welfare	49,157	(937)	7,934	56,154	66,932	66,932	10,778
<u>Social, Cultural, and Recreational Services</u>							
Adult Activities	45,464	0	0	45,464	45,464	45,464	0
Senior Citizens Assistance	88,530	0	0	88,530	92,760	92,760	4,230
Libraries	2,262,200	(13,005)	24,897	2,274,092	2,128,197	2,374,463	100,371
Parks and Fair Boards	10,562,788	(296,816)	286,658	10,552,630	11,814,160	12,054,939	1,502,309
Other Social, Cultural, and Recreational	1,133,477	(46,934)	29,764	1,116,307	1,293,780	1,318,780	202,473
<u>Agriculture and Natural Resources</u>							
Agricultural Extension Service	316,053	(902)	2,761	317,912	395,475	395,475	77,563
Soil Conservation	51,554	0	0	51,554	51,582	51,582	28
<u>Other Operations</u>							
Public Transportation	176,042	0	0	176,042	776,350	776,350	600,308
Veterans' Services	39,843	(13)	0	39,830	41,255	44,255	4,425
Other Charges	3,076,186	(56,771)	57,018	3,076,433	2,986,361	3,336,569	260,136
Employee Benefits	13,986,312	0	0	13,986,312	14,680,315	14,680,315	694,003
Miscellaneous	1,563,082	0	0	1,563,082	1,661,099	1,639,254	76,172
Total Expenditures	\$ 79,567,799	\$ (1,186,331)	\$ 1,812,301	\$ 80,193,769	\$ 84,110,318	\$ 89,204,035	\$ 9,010,266
Excess (Deficiency) of Revenues Over Expenditures	\$ 233,275	\$ 1,186,331	\$ (1,812,301)	\$ (392,695)	\$ (11,627,247)	\$ (14,821,242)	\$ 14,428,547

(Continued)

Exhibit C-5

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

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2015	Add: Encumbrances 6/30/2016	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
<u>Other Financing Sources (Uses)</u>							
Insurance Recovery	\$ 159,370	\$ 0	\$ 0	\$ 159,370	\$ 0	\$ 155,208	\$ 4,162
Transfers In	35,111	0	0	35,111	74,932	90,932	(55,821)
Transfers Out	(1,435,925)	0	0	(1,435,925)	0	(1,435,925)	0
Total Other Financing Sources	\$ (1,241,444)	\$ 0	\$ 0	\$ (1,241,444)	\$ 74,932	\$ (1,189,785)	\$ (51,659)
Net Change in Fund Balance	\$ (1,008,169)	\$ 1,186,331	\$ (1,812,301)	\$ (1,634,139)	\$ (11,552,315)	\$ (16,011,027)	\$ 14,376,888
Fund Balance, July 1, 2015	40,211,481	(1,186,331)	0	39,025,150	35,291,841	35,291,841	3,733,309
Fund Balance, June 30, 2016	\$ 39,203,312	\$ 0	\$ (1,812,301)	\$ 37,391,011	\$ 23,739,526	\$ 19,280,814	\$ 18,110,197

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

Exhibit C-6

Williamson County, Tennessee
Statement of Revenues, Expenditures, and Changes
in Fund Balance - Actual (Budgetary Basis) and Budget
Highway/Public Works Fund
For the Year Ended June 30, 2016

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2015	Add: Encumbrances 6/30/2016	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
<u>Revenues</u>							
Local Taxes	\$ 7,982,868	\$ 0	\$ 0	\$ 7,982,868	\$ 7,947,255	\$ 7,947,255	\$ 35,613
Other Local Revenues	182,056	0	0	182,056	60,000	60,000	122,056
State of Tennessee	4,284,947	0	0	4,284,947	3,232,000	3,232,000	1,052,947
Other Governments and Citizens Groups	30,460	0	0	30,460	50,000	50,000	(19,540)
Total Revenues	\$ 12,480,331	\$ 0	\$ 0	\$ 12,480,331	\$ 11,289,255	\$ 11,289,255	\$ 1,191,076
<u>Expenditures</u>							
<u>Highways</u>							
Administration	\$ 860,607	\$ (1,795)	\$ 2,968	\$ 861,780	\$ 852,136	\$ 916,136	\$ 54,356
Highway and Bridge Maintenance	6,231,319	(1,195,321)	1,237,252	6,273,250	5,650,185	6,524,185	250,935
Operation and Maintenance of Equipment	1,393,858	(192,103)	315,035	1,516,790	1,756,059	1,756,059	239,269
Quarry Operations	544,803	(77,344)	90,172	557,631	781,811	781,811	224,180
Other Charges	570,484	(300)	0	570,184	855,000	855,000	284,816
Employee Benefits	1,298,581	0	0	1,298,581	1,332,058	1,332,058	33,477
Capital Outlay	845,549	(541,260)	192,960	497,249	180,000	1,104,000	606,751
Total Expenditures	\$ 11,745,201	\$ (2,008,123)	\$ 1,838,387	\$ 11,575,465	\$ 11,407,249	\$ 13,269,249	\$ 1,693,784
Excess (Deficiency) of Revenues Over Expenditures	\$ 735,130	\$ 2,008,123	\$ (1,838,387)	\$ 904,866	\$ (117,994)	\$ (1,979,994)	\$ 2,884,860
<u>Other Financing Sources (Uses)</u>							
Insurance Recovery	\$ 116,237	\$ 0	\$ 0	\$ 116,237	\$ 0	\$ 0	\$ 116,237
Transfers In	50,000	0	0	50,000	50,000	50,000	0
Total Other Financing Sources	\$ 166,237	\$ 0	\$ 0	\$ 166,237	\$ 50,000	\$ 50,000	\$ 116,237
Net Change in Fund Balance	\$ 901,367	\$ 2,008,123	\$ (1,838,387)	\$ 1,071,103	\$ (67,994)	\$ (1,929,994)	\$ 3,001,097
Fund Balance, July 1, 2015	15,593,009	(2,008,123)	0	13,584,886	13,584,884	13,584,884	2
Fund Balance, June 30, 2016	\$ 16,494,376	\$ 0	\$ (1,838,387)	\$ 14,655,989	\$ 13,516,890	\$ 11,654,890	\$ 3,001,099

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

Exhibit D-1

Williamson County, Tennessee
Statement of Net Position
Proprietary Fund
June 30, 2016

	<u>Governmental Activities - Internal Service Fund</u>	<u>Self- Insurance Fund</u>
<u>ASSETS</u>		
Current Assets:		
Cash With Paying Agents	\$ 1,737,000	
Equity in Pooled Cash and Investments	14,852,662	
Accounts Receivable	309,025	
Total Assets	<u>\$ 16,898,687</u>	
<u>LIABILITIES</u>		
Current Liabilities:		
Accounts Payable	\$ 181,039	
Payroll Deductions Payable	5,347	
Claims and Judgments Payable	7,167,329	
Total Liabilities	<u>\$ 7,353,715</u>	
<u>NET POSITION</u>		
Unrestricted	<u>\$ 9,544,972</u>	
Total Net Position	<u>\$ 9,544,972</u>	

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

Exhibit D-2

Williamson County, Tennessee
Statement of Revenues, Expenses, and
Changes in Net Position
Proprietary Fund
For the Year Ended June 30, 2016

	Governmental Activities - Internal Service Fund
	<u>Self - Insurance Fund</u>
<u>Operating Revenues</u>	
Charges for Services	\$ 59,712,111
Other Local Revenues	5,560,412
Total Operating Revenues	<u>\$ 65,272,523</u>
<u>Operating Expenses</u>	
Handling Charges and Administrative Costs	\$ 8,143,952
Life Insurance	216,018
Dental Insurance	3,461,264
Flexible Benefit Charges	1,720,350
Medical Claims	39,209,664
Other Self-Insured Claims	11,982,457
Total Operating Expenses	<u>\$ 64,733,705</u>
Operating Income (Loss)	\$ 538,818
Net Position, July 1, 2015	<u>9,006,154</u>
Net Position, June 30, 2016	<u>\$ 9,544,972</u>

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

Exhibit D-3

Williamson County, Tennessee
Statement of Cash Flows
Proprietary Fund
For the Year Ended June 30, 2016

	Governmental Activities - Internal Service Fund
	Self - Insurance Fund
	<hr/>
<u>Cash Flows from Operating Activities</u>	
Cash Receipts from Interfund Services Provided	\$ 52,981,912
Cash Receipts from Customers and Users	12,088,941
Cash Payments for Interfund Services Used	(63,833,221)
Net Cash Provided By (Used In) Operating Activities	<hr/> \$ 1,237,632
Increase (Decrease) in Cash	\$ 1,237,632
Cash, July 1, 2015	<hr/> 15,352,030
Cash, June 30, 2016	<hr/> <hr/> \$ 16,589,662
<u>Reconciliation of Net Operating Income (Loss)</u> <u>to Net Cash Provided By (Used In) Operating Activities</u>	
Operating Income (Loss)	\$ 538,818
Adjustments to Reconcile Net Operating Income (Loss) to Net Cash Provided By (Used In) Operating Activities:	
(Increase) Decrease in Accounts Receivable	(201,670)
Increase (Decrease) in Accounts Payable	181,039
Increase (Decrease) in Payroll Deductions Payable	3,147
Increase (Decrease) in Claims and Judgments Payable	716,298
Net Cash Provided By (Used In) Operating Activities	<hr/> \$ 1,237,632
<u>Reconciliation of Cash With Statement of Net Position</u>	
Cash With Paying Agents Per Net Position	\$ 1,737,000
Equity in Pooled Cash and Investments Per Net Position	<hr/> 14,852,662
Cash, June 30, 2016	<hr/> <hr/> \$ 16,589,662

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

Exhibit E

Williamson County, Tennessee
Statement of Fiduciary Assets and Liabilities
Fiduciary Funds
June 30, 2016

	<u>Agency Funds</u>
<u>ASSETS</u>	
Cash	\$ 8,684,732
Equity in Pooled Cash and Investments	2,161,492
Accounts Receivable	202,933
Cash Shortage	1,110
Due from Other Governments	9,676,180
Taxes Receivable	12,024,982
Allowance for Uncollectible Taxes	<u>(43,631)</u>
Total Assets	<u>\$ 32,707,798</u>

<u>LIABILITIES</u>	
Due to Other Taxing Units	\$ 22,169,451
Due to Other Funds	153,181
Due to Joint Venture	1,141,256
Due to Litigants, Heirs, and Others	<u>9,243,910</u>
Total Liabilities	<u>\$ 32,707,798</u>

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

WILLIAMSON COUNTY, TENNESSEE
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WILLIAMSON COUNTY, TENNESSEE
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WILLIAMSON COUNTY, TENNESSEE
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended June 30, 2016

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

The following are the more significant accounting policies of Williamson County:

A. Reporting Entity

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

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

The Williamson County School Department operates the public school system in the county, and the voters of Williamson County elect its board. The School Department is fiscally dependent on the county because it may not issue debt, and its budget and property tax levy are subject to the County Commission's approval. The School Department's taxes are levied under the taxing authority of the county and are included as part of the county's total tax levy.

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

The Williamson County Emergency Communications District provides a simplified means of securing emergency services through a uniform emergency number for the residents of Williamson County, and the Williamson County Commission appoints its governing body. The district is funded primarily through a service charge levied on telephone services. Before the issuance of most debt instruments, the district must obtain the County Commission's approval.

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

Administrative Offices:

Williamson County Hospital District
d/b/a Williamson Medical Center
4321 Carothers Road
Franklin, TN 37064

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

Related Organization – The Williamson County Industrial Development Board and the War Memorial Public Library Board of Trustees are related organizations of Williamson County. The county’s officials are responsible for appointing the members of the boards, but the county’s accountability for these organizations does not extend beyond making the appointments.

B. Government-wide and Fund Financial Statements

The government-wide financial statements (i.e., the Statement of Net Position and the Statement of Activities) report information on all of the nonfiduciary activities of the primary government and its component units. For the most part, the effect of interfund activity has been removed from these statements. However, when applicable, interfund services provided and used between functions are not eliminated in the process of consolidation in the Statement of Activities. Governmental activities are normally supported by taxes and intergovernmental revenues. Business-type activities, which rely to a significant extent on fees and charges, are required to be reported separately from governmental activities in government-wide financial statements. However, the primary government of Williamson 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 Williamson County School Department component unit only reports governmental activities in the government-wide financial statements.

The Statement of Activities demonstrates the degree to which the direct expenses of a given function are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function. Program revenues include (1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given

function and (2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function. Taxes and other items not properly included among program revenues are reported instead as general revenues.

Williamson County issues all debt for the discretely presented Williamson County School Department. Net debt issues totaling \$32,559,347 were contributed by the county to the School Department during the year ended June 30, 2016.

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

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

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary fund 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 Williamson County are organized into funds, each of which is considered to be a separate accounting entity. Each fund is accounted for by providing a separate set of self-balancing accounts that constitute its assets, deferred outflow of resources, liabilities, deferred inflow of resources, fund equity, revenues, and expenditures/expenses. Funds are organized into three major categories: governmental, proprietary, and fiduciary. An emphasis is placed on major funds within the governmental category. Williamson County reports one proprietary fund, an internal service fund. It has no enterprise funds to report.

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

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of

accounting. Revenues are recognized as soon as they become both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the county considers revenues other than grants to be available if they are collected within 30 days after year-end. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met and the revenues are available. Williamson County considers grants and similar revenues to be available if they are collected within 60 days after year-end. Expenditures are generally recognized under the modified accrual basis of accounting when the related fund liability is incurred. Principal and interest on long-term debt are recognized as fund liabilities when due or when amounts have been accumulated in the debt service funds for payments to be made early in the following year.

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

Proprietary fund and fiduciary 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.

Williamson County reports the following major governmental funds:

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

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

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

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

General Capital Projects Fund – This fund accounts for the financial resources to be used for the acquisition or construction of major capital facilities.

Additionally, Williamson County reports the following fund types:

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

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

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

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

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

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

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

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

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

1. Deposits and Investments

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

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 Williamson County School Department. Each fund's portion of this pool is displayed on the balance sheets or statements of net position as Equity in Pooled Cash and Investments. Most income from these pooled investments is assigned to the General Debt Service, General Purpose School, and Education Capital Projects funds. Williamson County and the School Department have adopted a policy of reporting U.S. Treasury obligations, U.S. agency obligations, and repurchase agreements with maturities of one year or less when purchased on the balance sheet at amortized cost. Certificates of deposit are reported at cost. Investments in the State Treasurer's Investment Pool are reported at amortized costs using a Stable Net Asset Value. State statutes require the state treasurer to administer the pool under the same terms and conditions, including collateral requirements, as prescribed for other funds invested by the state treasurer. All other investments are reported at fair value.

2. Receivables and Payables

Activity between funds for unremitted current collections outstanding at the end of the fiscal year is referred to as due to/from other funds.

All property taxes receivable are shown with an allowance for uncollectibles. The allowance for uncollectible property taxes is .20 percent of total taxes levied.

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

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

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

Most payables are disaggregated on the face of the financial statements. Current liabilities payable from restricted assets reflected in the primary government's General Capital Projects Fund represent deposits placed with Williamson County for road damage (\$667,936). Current liabilities payable from restricted assets reflected in the School Department's nonmajor governmental funds represent deposits placed with the School Department for student meals (\$364,821). Claims and judgments payable are discussed in Note V.A. Risk Management.

Retainage payable in the primary government's General Capital Projects Fund and the School Department's Education Capital Projects Fund represents amounts withheld from payments made on

construction contracts pending completion of the projects. These amounts are held by the county trustee as Equity in Pooled Cash and Investments in the respective funds.

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 primary government as assets with an initial, individual cost of \$10,000 (buildings/improvements and intangibles \$100,000; infrastructure \$50,000) or more and an estimated useful life of more than five years. Capital assets are defined by the School Department as assets with an initial, individual cost of \$10,000 (buildings/improvements \$100,000; vehicles \$20,000) and an estimated useful life of more than five years. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair market value at the date of donation.

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

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

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

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

*applicable legal life of the asset

4. **Deferred Outflows/Inflows of Resources**

In addition to assets, the Statement of Net Position will sometimes report a separate section for deferred outflows of resources. Deferred outflows of resources represent a consumption of net position that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then. The government has items that qualify for reporting in this category. Accordingly, the items are reported in the government-wide Statement of Net Position and the governmental funds balance sheet. These items are for the deferred charge on refunding debt, pension changes in employer contributions made to the pension plan after the measurement date, and pension changes in the proportionate share of pension contributions.

In addition to liabilities, the Statement of Net Position will sometimes report a separate section for deferred inflows of resources. Deferred inflows of resources represent an acquisition of net position that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. The government has items that qualify for reporting in this category. Accordingly, the items are reported in the government-wide Statement of Net Position and the governmental funds balance sheet. These items are from the following sources: current and delinquent property taxes, pension changes in investment earnings, pension changes in experience, and various receivables for revenues, which do not meet the availability criteria in governmental funds. These amounts are deferred and recognized as an inflow of resources in the period that the amounts become available.

5. **Compensated Absences**

It is the policy of Williamson County and the discretely presented Williamson County School Department to permit employees to accumulate earned but unused vacation and sick pay benefits. There is no liability for unpaid accumulated sick leave since Williamson County and the School Department do 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 financial statements for the county and the discretely presented School Department. A liability for vacation pay is reported in governmental funds only if amounts have matured, for example, as a result of employee resignations and retirements.

6. **Long-term Obligations**

In the government-wide financial statements and the proprietary fund type in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities or proprietary fund type Statement of Net

Position. Debt premiums and discounts are deferred and amortized over the life of the new debt using the straight-line method. Debt issuance costs are expensed in the period incurred. In refunding transactions, the difference between the reacquisition price and the net carrying amount of the old debt is reported as a deferred outflow of resources or a deferred inflow of resources and recognized as a component of interest expense in a systematic and rational manner over the remaining life of the refunded debt or the life of the new debt issued, whichever is shorter.

In the fund financial statements, governmental funds recognize debt premiums and discounts, as well as debt issuance costs, during the current period. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources, while discounts on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

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

7. Net Position and Fund Balance

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

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

On the government-wide Statement of Net Position (Exhibit A), the account Restricted for Other Purposes totaling \$4,001,495 for the primary government consists of an amount restricted to recognize the net pension asset of the county's agent pension plan.

As of June 30, 2016, Williamson County had \$396,291,000 in outstanding debt for capital purposes for the discretely presented Williamson County School Department. This debt is a liability of Williamson County, but the capital assets acquired are reported in the financial statements of the School Department. Therefore, Williamson County has incurred a liability significantly decreasing its unrestricted net position with no corresponding increase in the county's capital assets.

It is the county's policy that restricted amounts would be reduced first followed by unrestricted amounts when expenditures are incurred for purposes for which both restricted and unrestricted fund balance is available. Also, it is the county's policy that committed amounts would be reduced first, followed by assigned amounts, and then unassigned amounts when expenditures are incurred for purposes for which amounts in any of these unrestricted fund balance classifications could be used.

In the fund financial statements, governmental funds report fund balance in classifications that comprise a hierarchy based primarily on the extent to which the government is bound to honor constraints on the specific purposes for which amounts in these funds can be spent. These classifications may consist of the following:

Nonspendable Fund Balance – includes amounts that cannot be spent because they are either (a) not in spendable form or (b) legally or contractually required to be maintained intact.

Restricted Fund Balance – includes amounts that have constraints placed on the use of the resources that are either (a) externally imposed by creditors, grantors, contributors or laws and regulations of other governments or (b) imposed by law through constitutional provisions or enabling legislation.

Committed Fund Balance – includes amounts that can only be used for specific purposes pursuant to constraints imposed by formal resolutions of the County Commission, the county's highest level of decision-making authority and the Board of Education, the School Department's highest level of decision-making authority, and shall remain binding unless removed in the same manner.

Assigned Fund Balance – includes amounts that are constrained by the county's intent to be used for specific purposes, but are neither restricted nor committed (excluding

stabilization arrangements). The County Commission has by resolution authorized the county's Budget Committee to make assignments for the general government. The Board of Education makes assignments for the School Department.

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

E. Pension Plans

Primary Government

For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of Williamson County's participation in the Public Employee Retirement Plan of the Tennessee Consolidated Retirement System (TCRS), and additions to/deductions from Williamson County's fiduciary net position have been determined on the same basis as they are reported by the TCRS for the Public Employee Retirement Plan. For this purpose, benefits (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms of the Public Employee Retirement Plan of TCRS. Investments are reported at fair value.

Discretely Presented Williamson County School Department

For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the Teacher Retirement Plan and the Teacher Legacy Pension Plan in the Tennessee Consolidated Retirement System, and additions to/deductions from fiduciary net position have been determined on the same basis as they are reported by the TCRS. For this purpose, benefits (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms of the Teacher Retirement Plan and the Teacher Legacy Pension Plan. Investments are reported at fair value.

II. RECONCILIATION OF GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS

A. Explanation of certain differences between the governmental fund balance sheet and the government-wide Statement of Net Position

Primary Government

Exhibit C-2 includes explanations of the nature of individual elements of items required to reconcile the balance sheet of governmental funds with the government-wide Statement of Net Position.

Discretely Presented Williamson County School Department

Exhibit J-3 includes explanations of the nature of individual elements of items required to reconcile the balance sheet of governmental funds with the government-wide Statement of Net Position.

B. Explanation of certain differences between the governmental fund Statement of Revenues, Expenditures, and Changes in Fund Balances and the government-wide Statement of Activities

Primary Government

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

Discretely Presented Williamson County School Department

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

III. STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

A. Budgetary Information

Annual budgets are adopted on a basis consistent with generally accepted accounting principles (GAAP) for all governmental funds except the Constitutional Officers - Fees Fund (special revenue fund), which is not budgeted, 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, Beer Board, Other Boards and Committees, 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.

At June 30, 2016, Williamson County and the Williamson County School Department reported the following significant encumbrances:

Funds	Description	Amount
Primary Government		
Major Fund:		
Highway/Public Works	Asphalt	\$ 1,117,048
"	Fuel	205,334
School Department		
Major Fund:		
General Purpose School	Buses	1,435,600

B. Cash Shortages – Prior Years

The audit of Williamson County for the 2005-06 year reported a cash shortage of at least \$45,037.43 as of June 30, 2006, at the Fairview Recreational Center. This cash shortage resulted from collections that were not deposited or otherwise accounted for properly. On October 6, 2008, the defendant pled guilty and was sentenced to four years probation and ordered to pay restitution to Williamson County. On October 7, 2008, the defendant signed a promissory note with Williamson County. The promissory note states that the debtor shall pay the principal amount in full no later than 48 months from November 1, 2008. This note was extended for an additional four years in FY 2102 and again for an additional four years on November 21, 2016. During the 2015-16 fiscal year, this individual paid restitution totaling \$600, leaving the outstanding cash shortage of \$33,183.43 as of June 30, 2016.

The audit of Williamson County for the 2008-09 year reported a cash shortage of \$3,386.18 in the Office of County Clerk. In December 2008, the county clerk discovered that collections from a title application transaction totaling \$1,877.68 had been diverted for an employee's personal use. On December 29, 2008, the employee admitted to fraudulently substituting funds to cover the diversion of funds, and the county clerk terminated the employee for mishandling the funds. Subsequently, the county clerk's bookkeeper and

auditors discovered two additional title applications totaling \$1,508.50 had been stolen. Therefore, the amount of funds diverted from the office totaled \$3,386.18 (\$1,877.68 plus \$1,508.50). On November 10, 2009, the defendant pled guilty to one count of theft over \$1,000 and one count of forgery. The defendant was sentenced to two years' probation, and ordered to pay restitution of \$3,386.18 to Williamson County. As of June 30, 2016, no restitution has been paid. County officials do not expect to collect this cash shortage and decided to write off the balance.

A special report of the Williamson County Animal Control Department released on July 26, 2010, for the period May 17, 2005, through March 31, 2010, reported a cash shortage of at least \$106,446.17 from receipts that were not deposited with the county or otherwise accounted for properly. On November 15, 2010, the employee pled guilty to theft over \$60,000 and was sentenced to eight years' confinement, which was suspended to eight years' probation, and was ordered to pay restitution of \$106,446.17. During the 2015-16 fiscal year, this individual paid restitution of \$330 leaving the outstanding cash shortage of \$105,011.92 as of June 30, 2016.

During a prior audit, Williamson County Solid Waste Department notified the state Comptroller's Office of a theft at the landfill on April 15, 2015. Cash in the amount of \$385 was noted to be missing. Since the sheriff's investigation has not yielded any suspects, county officials decided to write off the balance.

C. Cash Shortage – Current Year

During the audit period, the Williamson County Sheriff's Department submitted a fraud reporting form detailing a burglary at a deputy's residence in Marshall County. The deputy's vehicle was stolen along with departmental firearms and undercover cash totaling \$1,110. The Marshall County Sheriff's Department recovered the vehicle; however, the missing firearms and cash are still under investigation. This cash shortage is reflected in the statements of the Constitutional Officers/Agency Fund.

IV. DETAILED NOTES ON ALL FUNDS

A. Deposits and Investments

Williamson County and the Williamson County School Department participate in an internal cash and investment pool through the Office of Trustee. The county trustee is the treasurer of the county and in this capacity is responsible for receiving, disbursing, and investing most county funds. Each fund's portion of this pool is displayed on the balance sheets or statements of net position as Equity in Pooled Cash and Investments. Cash and investments reflected on the balance sheets or statements of net position represent nonpooled amounts held separately by individual funds.

Deposits

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

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

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, 2016, Williamson County had the following investments carried at amortized cost. All investments are in the county trustee's investment pool. Separate disclosures concerning pooled investments cannot be made for Williamson County and the discretely

presented Williamson County School Department since both pool their deposits and investments through the county trustee.

Investment	Weighted Average Maturity (days)	Amortized Cost
State Treasurer's Investment Pool	4 to 117	\$ 10,659,700

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

Credit Risk. Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. State statutes limit the ratings of certain investments, as previously explained. Williamson County has no investment policy that would further limit its investment choices. As of June 30, 2016, Williamson County’s investment in the State Treasurer’s Investment Pool was unrated.

B. Notes Receivable

Notes receivable in the General Debt Service Fund totaling \$3,641,000 resulted from an agreement with the City of Spring Hill to help finance the construction of a recreational facility and related infrastructure and is included in the committed fund balance account.

C. Capital Assets

Capital assets activity for the year ended June 30, 2016, is presented in the following table. This table does not include certain land, buildings, and equipment, which are titled to Williamson County and used by the Williamson Medical Center. Title to these assets were transferred from the hospital to the county based on a 1992 refunding of the Series 1985, Hospital Revenue Bonds. These assets are reported in the financial statements of the discretely presented Williamson County Hospital District. Chapter 107, Private Acts of 1957, as amended, provides that “the Board of Trustees shall be vested with full, absolute and complete authority and responsibility for the operation, management, conduct and control of the business and affairs of the Hospital District ...”

Primary Government

Governmental Activities:

	Balance 7-1-15	Increases	Decreases	Balance 6-30-16
Capital Assets Not Depreciated:				
Land	\$ 59,065,905	\$ 1,623,690	\$ 0	\$ 60,689,595
Intangible Assets- Indefinite Life	5,751,500	124,000	0	5,875,500
Construction in Progress	14,898,938	20,080,192	(818,819)	34,160,311
Total Capital Assets Not Depreciated	<u>\$ 79,716,343</u>	<u>\$ 21,827,882</u>	<u>\$ (818,819)</u>	<u>\$ 100,725,406</u>
Capital Assets Depreciated:				
Buildings and Improvements	\$ 147,356,182	\$ 2,422,606	\$ 0	\$ 149,778,788
Infrastructure	63,556,846	1,737,492	0	65,294,338
Intangibles	1,624,112	0	0	1,624,112
Other Capital Assets	58,630,551	5,752,403	(1,341,545)	63,041,409
Total Capital Assets Depreciated	<u>\$ 271,167,691</u>	<u>\$ 9,912,501</u>	<u>\$ (1,341,545)</u>	<u>\$ 279,738,647</u>
Less Accumulated Depreciation For:				
Buildings and Improvements	\$ 47,016,431	\$ 3,524,662	\$ 0	\$ 50,541,093
Infrastructure	38,351,017	1,149,576	0	39,500,593
Intangibles	998,510	191,159	0	1,189,669
Other Capital Assets	36,695,050	3,556,316	(1,321,978)	38,929,388
Total Accumulated Depreciation	<u>\$ 123,061,008</u>	<u>\$ 8,421,713</u>	<u>\$ (1,321,978)</u>	<u>\$ 130,160,743</u>
Total Capital Assets Depreciated, Net	<u>\$ 148,106,683</u>	<u>\$ 1,490,788</u>	<u>\$ (19,567)</u>	<u>\$ 149,577,904</u>
Governmental Activities Capital Assets, Net	<u>\$ 227,823,026</u>	<u>\$ 23,318,670</u>	<u>\$ (838,386)</u>	<u>\$ 250,303,310</u>

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

Governmental Activities:

General Government	\$ 1,269,232
Finance	179,460
Public Safety	1,947,031
Public Health and Welfare	670,497
Social, Cultural, and Recreational Services	2,563,671
Agriculture and Natural Resources	8,243
Highways/Public Works	<u>1,783,579</u>
 Total Depreciation Expense - Governmental Activities	 <u><u>\$ 8,421,713</u></u>

Discretely Presented Williamson County School Department**Governmental Activities:**

	Balance 7-1-15	Increases	Decreases	Balance 6-30-16
Capital Assets Not Depreciated:				
Land	\$ 34,255,744	\$ 3,934,212	\$ 0	\$ 38,189,956
Construction in Progress	<u>43,528,881</u>	<u>37,613,280</u>	<u>(6,157,998)</u>	<u>74,984,163</u>
Total Capital Assets Not Depreciated	<u>\$ 77,784,625</u>	<u>\$ 41,547,492</u>	<u>\$ (6,157,998)</u>	<u>\$ 113,174,119</u>
Capital Assets Depreciated:				
Buildings and Improvements	\$ 459,007,783	\$ 6,157,998	\$ 0	\$ 465,165,781
Intangibles	756,973	0	0	756,973
Other Capital Assets	<u>37,078,740</u>	<u>2,784,433</u>	<u>(813,704)</u>	<u>39,049,469</u>
Total Capital Assets Depreciated	<u>\$ 496,843,496</u>	<u>\$ 8,942,431</u>	<u>\$ (813,704)</u>	<u>\$ 504,972,223</u>
Less Accumulated Depreciation For:				
Buildings and Improvements	\$ 140,728,201	\$ 11,387,872	\$ 0	\$ 152,116,073
Intangibles	466,800	151,395	0	618,195
Other Capital Assets	<u>18,278,040</u>	<u>2,571,723</u>	<u>(768,405)</u>	<u>20,081,358</u>
Total Accumulated Depreciation	<u>\$ 159,473,041</u>	<u>\$ 14,110,990</u>	<u>\$ (768,405)</u>	<u>\$ 172,815,626</u>
Depreciated, Net	<u>\$ 337,370,455</u>	<u>\$ (5,168,559)</u>	<u>\$ (45,299)</u>	<u>\$ 332,156,597</u>
Governmental Activities Capital Assets, Net	<u>\$ 415,155,080</u>	<u>\$ 36,378,933</u>	<u>\$ (6,203,297)</u>	<u>\$ 445,330,716</u>

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

Governmental Activities:

Instruction	\$ 12,501
Support Services	13,910,555
Operation of Non-instructional Services	<u>187,934</u>
 Total Depreciation Expense - Governmental Activities	 <u><u>\$ 14,110,990</u></u>

D. Construction Commitments

At June 30, 2016, Williamson County had uncompleted construction contracts of approximately \$5,616,990 in the General Capital Projects Fund for reroofing and building construction projects. Funding has been received for these future expenditures.

At June 30, 2016, the School Department had uncompleted construction contracts of approximately \$1,736,419 in the Education Capital Projects Fund for the school building program. Funding has been received for these future expenditures.

E. Interfund Receivables, Payables, and Transfers

The composition of interfund balances as of June 30, 2016, was as follows:

<u>Receivable Fund</u>	<u>Payable Fund</u>	<u>Amount</u>
Primary Government:		
General	Fiduciary Funds	\$ 153,181
Discretely Presented School Department:		
General Purpose School	Education Capital Projects	3,992

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.

Interfund Transfers:

Interfund transfers for the year ended June 30, 2016, consisted of the following amounts:

Primary Government

Transfers Out	Transfers In		
	General Fund	Highway/ Public Works Fund	General Debt Service Fund
General Capital Projects Fund	\$ 0	\$ 50,000	\$ 5,000,000
Fiduciary Funds	35,111	0	0
Total	\$ 35,111	\$ 50,000	\$ 5,000,000

Transfers Out	Transfers In (Cont.)		
	Rural Debt Service Fund	General Capital Projects Fund	Fiduciary Funds
General Fund	\$ 0	\$ 1,364,080	\$ 71,845
General Capital Projects Fund	5,000,000	0	3,791,160
Nonmajor governmental fund	0	675,000	0
Total	\$ 5,000,000	\$ 2,039,080	\$ 3,863,005

Discretely Presented Williamson County School Department

Transfers Out	Transfers In	
	General Purpose School Fund	Education Capital Projects Fund
General Purpose School Fund	\$ 0	\$ 3,000,000
Nonmajor governmental funds	472,202	0
Total	\$ 472,202	\$ 3,000,000

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.

The School Department made a one-time transfer of \$3,000,000 from the General Purpose School Fund to the Education Capital Projects Fund to

provide funds towards the maintenance and technology capital requests for the year.

F. Long-term Obligations

Primary Government

General Obligation Bonds and Notes

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

General obligation bonds and notes are direct obligations and pledge the full faith and credit of the government. General obligation bonds were issued for original terms of up to 25 years. Repayment terms are generally structured with increasing amounts of principal maturing as interest requirements decrease over the term of the debt. All bonds included in long-term debt as of June 30, 2016, will be retired from the debt service funds.

General obligation bonds outstanding as of June 30, 2016, for governmental activities are as follows:

Type	Interest Rate	Final Maturity	Original Amount of Issue	Balance 6-30-16
General Obligation Bonds	1 to 5.75%	4-1-35	\$ 211,035,000	\$ 170,450,000
General Obligation Bonds - Refunding	1.5 to 5	4-1-29	159,810,000	118,310,000
County District School Bonds	.85 to 5.75	4-1-36	200,215,000	136,310,000
County District School Bonds - Refunding	2 to 5	4-1-29	117,120,000	92,470,000

The annual requirements to amortize all general obligation and county district school bonds outstanding as of June 30, 2016, including interest payments, are presented in the following table:

Year Ending June 30	Bonds		
	Principal	Interest	Total
2017	\$ 40,115,000	\$ 20,202,778	\$ 60,317,778
2018	41,440,000	18,680,384	60,120,384
2019	40,875,000	17,312,796	58,187,796
2020	38,665,000	15,585,243	54,250,243
2021	36,085,000	14,056,719	50,141,719
2022-2026	156,550,000	50,189,435	206,739,435
2027-2031	109,330,000	23,089,643	132,419,643
2032-2036	54,480,000	4,863,338	59,343,338
Total	\$ 517,540,000	\$ 163,980,336	\$ 681,520,336

There is \$23,758,140 available in the debt service funds to service long-term debt. Debt per capita, including bonds, totaled \$2,825 based on the 2010 federal census.

Changes in Long-term Obligations

Long-term obligations activity for the year ended June 30, 2016, was as follows:

Governmental Activities:

	Bonds	Compensated Absences	Claims and Judgments
Balance, July 1, 2015	\$ 522,435,000	\$ 2,639,241	\$ 7,805,531
Additions	107,310,000	3,103,145	44,130,499
Reductions	(112,205,000)	(2,790,673)	(43,257,809)
Balance, June 30, 2016	\$ 517,540,000	\$ 2,951,713	\$ 8,678,221
Balance Due Within One Year	\$ 40,115,000	\$ 2,951,713	\$ 8,678,221

	Closure/ Postclosure Care Costs	Self-Insured Other Postemployment Benefits
Balance, July 1, 2015	\$ 68,059	\$ 25,365,507
Additions	817	4,194,343
Reductions	0	(2,264,762)
Balance, June 30, 2016	<u>\$ 68,876</u>	<u>\$ 27,295,088</u>
Balance Due Within One Year	<u>\$ 0</u>	<u>\$ 0</u>

Analysis of Noncurrent Liabilities Presented on Exhibit A:

Total Noncurrent Liabilities, June 30, 2016	\$ 556,533,898
Less: Due Within One Year	(51,744,934)
Add: Unamortized Premium on Debt	<u>43,043,700</u>
Noncurrent Liabilities - Due in More Than One Year - Exhibit A	<u>\$ 547,832,664</u>

Compensated absences and other postemployment benefits will be paid from the employing funds, primarily the General and Highway/Public Works funds. Landfill closure/postclosure care costs will be paid from the General Capital Projects Fund.

The internal service fund primarily serves the governmental funds. Accordingly, long-term liabilities for the internal service fund are included as part of the above totals for governmental activities. At year-end, claims and judgments are comprised of the following amounts.

Fund	Amount
Self-Insurance	\$ 7,167,329
General	1,113,996
Highway/Public Works	301,187
Solid Waste/Sanitation	<u>95,709</u>
Total	<u>\$ 8,678,221</u>

Current Refunding

On January 5, 2016, Williamson County refunded a general obligation bond issue. The county issued \$21,310,000 of general obligation refunding bonds to provide resources to purchase U.S. government securities that were placed in an irrevocable trust to generate resources for all future debt service

payments of the refunded debt. As a result, the refunded bonds are considered defeased, and the liability has been removed from the county's long-term debt. As a result of the refunding, total debt service payments over the next five years will be reduced by \$2,057,725, and an economic gain (difference between the present value of the debt service payments of the refunded and refunding bonds) of \$1,979,212 was obtained.

Advance Refunding

On March 10, 2016, Williamson County advance refunded a portion of three general obligation bond issues with a separate general obligation bond issue. The county issued \$24,205,000 of general obligation refunding bonds to provide resources to purchase U.S. government securities that were placed in an irrevocable trust to generate resources for all future debt service payments of the refunded debt. As a result, the refunded bonds are considered defeased, and the liability has been removed from the county's long-term debt. As a result of the advanced refunding, total debt service payments over the next 13 years will be reduced by \$3,375,465, and an economic gain (difference between the present value of the debt service payments of the refunded and refunding bonds) of \$2,955,965 was obtained.

On March 10, 2016, Williamson County advance refunded a portion of two county district school bond issues with a separate county district school bond issue. The county issued \$23,355,000 of county district school refunding bonds to provide resources to purchase U.S. government securities that were placed in an irrevocable trust to generate resources for all future debt service payments of the refunded debt. As a result, the refunded bonds are considered defeased, and the liability has been removed from the county's long-term debt. As a result of the advanced refunding, total debt service payments over the next 13 years will be reduced by \$3,049,091, and an economic gain (difference between the present value of the debt service payments of the refunded and refunding bonds) of \$2,653,102 was obtained.

Defeasance of Prior Debt

In prior years, Williamson County defeased certain outstanding general obligation bonds by placing the proceeds of new bonds into an irrevocable trust to provide for all future debt service payments on the old bonds. The trustee is empowered and required to pay all principal and interest on the defeased bonds as originally scheduled. Accordingly, the trust accounts and the defeased bonds are not included in the county's financial statements. At June 30, 2016, the following outstanding bonds are considered defeased:

		<u>Amount</u>
2007	Rural School	\$ 18,155,000

Discretely Presented Williamson County School Department

Changes in Long-term Obligations

Long-term obligations activity for the discretely presented Williamson County School Department for the year ended June 30, 2016, was as follows:

Governmental Activities:			State Medicare
	Compensated Absences	Claims and Judgments	Postemployment Benefits
	<hr/>	<hr/>	<hr/>
Balance, July 1, 2015	\$ 1,176,511	\$ 541,535	\$ 1,733,050
Additions	1,671,924	2,277,370	223,739
Reductions	<u>(1,486,567)</u>	<u>(2,191,629)</u>	<u>(1,038)</u>
Balance, June 30, 2016	<u>\$ 1,361,868</u>	<u>\$ 627,276</u>	<u>\$ 1,955,751</u>
Balance Due Within One Year	<u>\$ 204,280</u>	<u>\$ 627,276</u>	<u>\$ 0</u>

	Self-Insured Other	Net Pension Liability -
	Postemployment Benefits	Teacher Legacy Pension Plan*
	<hr/>	<hr/>
Balance, July 1, 2015	\$ 127,459,243	\$ (527,617)
Additions	21,738,620	26,354,219
Reductions	<u>(11,057,368)</u>	<u>(24,433,785)</u>
Balance, June 30, 2016	<u>\$ 138,140,495</u>	<u>\$ 1,392,817</u>
Balance Due Within One Year	<u>\$ 0</u>	<u>\$ 0</u>

* - At July 1, 2015, the Teacher Legacy Pension Plan had a net asset balance.

Analysis of Noncurrent Liabilities Presented on Exhibit A:

Total Noncurrent Liabilities, June 30, 2016	\$ 143,478,207
Less: Due Within One Year	<u>(831,556)</u>
Noncurrent Liabilities - Due in More Than One Year - Exhibit A	<u>\$ 142,646,651</u>

Compensated absences, other postemployment benefits, and net pension liability will be paid from the employing funds, primarily the General

Purpose School and School Federal Projects funds. Claims and judgments will be paid from the General Purpose School Fund.

G. On-Behalf Payments – Primary Government and Discretely Presented Williamson County School Department

Primary Government

The State of Tennessee pays health insurance premiums for retired employees on-behalf of Williamson County. These payments are made by the state to the Medicare Supplement Plan. This plan is administered by the State of Tennessee and reported in the state’s Comprehensive Annual Financial Report. Payments by the state to the Medicare Supplement Plan for the year ended June 30, 2016, were \$113. The county has recognized these on-behalf payments as revenues and expenditures in the General Fund.

Discretely Presented Williamson County School Department

The State of Tennessee pays health insurance premiums for retired teachers on-behalf of the Williamson County School Department. These payments are made by the state to the Medicare Supplement Plan. This plan is administered by the State of Tennessee and reported in the state’s Comprehensive Annual Financial Report. Payments by the state to the Medicare Supplement Plan totaled \$16,150 for the year ended June 30, 2016. The School Department has recognized these on-behalf payments as revenues and expenditures in the General Purpose School Fund.

H. Short-term Debt

Williamson County issued tax anticipation notes from the General and General Debt Service funds (\$5,000,000 from each fund) in advance of property tax collections and deposited the proceeds in the General Purpose School Fund. These notes were necessary because funds were not available to meet operating expenses due before current tax collections. Short-term debt activity for the year ended June 30, 2016, was as follows:

	Balance 7-1-15	Issued	Paid	Balance 6-30-16
Tax Anticipation Notes	\$ 0	\$ 10,000,000	\$ (10,000,000)	\$ 0

V. OTHER INFORMATION

A. Risk Management

Williamson County and the Williamson County School Department have chosen to establish the Self-Insurance Fund for risks associated with the employees’ health insurance plans. The Self-Insurance Fund is accounted for

as an internal service fund where assets are set aside for claim settlements. The county retains the risk of loss to a limit of \$200,000 per specific loss. The plans do not carry aggregate reinsurance.

All full-time and certain retired employees of the primary government and the discretely presented Williamson County School Department are eligible to participate. A premium charge is allocated to each fund that accounts for its employees. This charge is based on actuarial estimates of the amounts needed to pay prior- and current-year claims and to establish a reserve for catastrophic losses. Liabilities of the fund are reported when it is probable that a loss has occurred and the amount of the loss can be reasonably estimated. The Self-Insurance Fund establishes claim liabilities based on estimates of the ultimate 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:

	Beginning of Fiscal Year Liability	Current-year Claims and Estimates	Payments	Balance at Fiscal Year-end
2014-15	\$ 6,878,208	\$ 40,175,184	\$ (40,602,361)	\$ 6,451,031
2015-16	6,451,031	42,886,946	(42,170,648)	7,167,329

Williamson County and the discretely presented Williamson County School Department are self-insured for all other risks of loss, including general liability, property, casualty, and workers' compensation. The county carries commercial insurance coverage for any specific loss related to general liability, property, and casualty exceeding \$100,000 up to \$5,000,000 and any specific loss related to workers' compensation exceeding \$250,000 up to \$2,000,000. Claims liabilities are reported as claims and judgments payable in the General, Highway/Public Works, Solid Waste/Sanitation, and the discretely presented General Purpose School funds.

B. Accounting Changes

Provisions of Governmental Accounting Standards Board (GASB) Statement No. 72, *Fair Value Measurement and Application*; Statement No. 73, *Accounting and Financial Reporting for Pensions and Related Assets that are not within the Scope of GASB Statement No. 68, and Amendments to Certain Provisions of GASB Statements No. 67 and No. 68*; Statement No. 76, *The Hierarchy of Generally Accepted Accounting Principles for State and Local Governments*; Statement No. 79, *Certain External Investment Pools and Pool Participants* became effective for the year ended June 30, 2016.

GASB Statement No. 72, establishes general principles for measuring fair value and standards of accounting and financial reporting for assets and liabilities measured at fair value. This standard supersedes previous statements as they relate to measuring fair value of certain assets and liabilities.

GASB Statement No. 73, establishes accounting and reporting requirements for pensions that are not administered through a trust account and also addresses changes made to Statements No. 67 and No. 68. The changes to Statements No. 67 and No. 68 require new RSI disclosures concerning plan investments, address specific payables to defined benefit plans, and address specific payables to defined benefit plans.

GASB Statement No. 76, addresses changes made to the hierarchy of generally accepted accounting principles. This standard supersedes Statement No. 55 and reduces the hierarchy from four to two categories.

GASB Statement No. 79, addresses issues related to certain external investment pools and pool participants because of changes in Security and Exchange rules relative to money market funds. This standard establishes criteria for an external investment pool to qualify for making the election to measure all of its investments at amortized cost rather than fair value for financial reporting purposes.

C. Subsequent Events

On October 26, 2016, Williamson County issued a tax anticipation note of \$17,600,000 and deposited the funds into the General Purpose School Fund to provide temporary operating funds.

On November 29, 2016, Williamson County issued \$23,545,000 in general obligation school and public improvement bonds and \$36,225,000 in county district school bonds.

D. Contingent Liabilities

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

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

E. Landfill Closure/Postclosure Care Costs

Williamson County has active permits on file with the state Department of Environment and Conservation for a sanitary landfill, solid waste transfer station, demolition landfill, and a compost facility. The county has provided financial assurances for estimated closure and 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 Williamson County to place a final cover on its sanitary 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. The \$68,876 reported as landfill closure and postclosure care liability at June 30, 2016, represents the cumulative amount reported to date based on the use of seven percent of the estimated capacity of the landfill. The county will recognize the remaining estimated costs of closure and postclosure care of \$915,061 if the remaining estimated capacity is filled. These amounts are based on what it would cost to perform all closure and postclosure care in 2016. Actual costs may be higher due to inflation, changes in technology, or changes in regulations.

F. Joint Ventures

The Williamson County Joint Communication Network Authority is a joint venture formed by an interlocal agreement between Williamson County and the cities of Brentwood and Franklin. The purpose of the authority is to oversee the expansion, maintenance, operation, and access of an 800MHz trunked radio system with the intent to improve emergency dispatch and response throughout Williamson County. It is governed by a nine member committee, which consists of three representatives from each governmental unit. The authority receives financial support from each of the three government entities that created it. During the year ended June 30, 2016, Williamson County contributed \$29,199 to the operations of the Williamson County Joint Communication Authority.

The Cool Springs Conference Center is a joint venture between Williamson County and the City of Franklin. The parties have agreed to share equally all revenues, expenses, and other legal obligations from the operation of the conference center. The county's net investment of \$6,794,625 is reported as an asset in the governmental activities column on the Statement of Net Position. The county's share of 2015-16 revenues (\$243,391) and expenditures (\$128,828) related to the conference center are included in the county's General Fund. Williamson County and the City of Franklin have contracted with VI/H Franklin Cool Springs, LLC, for the operation and maintenance of the conference center.

The Twenty-first Judicial District Drug Task Force (DTF) is a joint venture formed by an interlocal agreement between the district attorney general of the Twenty-first Judicial District, Williamson, Perry, Lewis, and Hickman counties, and various cities within these counties. The purpose of the DTF is to provide multi-jurisdictional law enforcement to promote the investigation and prosecution of drug-related activities. Funds for the operations of the DTF come primarily from federal grants, drug fines, and the forfeiture of drug-related assets to the DTF. The DTF is overseen by the district attorney general and is governed by a board of directors, including the district attorney general, sheriffs, and police chiefs of participating law enforcement agencies within each judicial district. Williamson County contributed \$76,845 to the DTF for the year ended June 30, 2016, but does not have any equity interest in this joint venture.

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

Administrative Offices:

Williamson County Joint Communication Network
Authority
Williamson County Office of Accounts and Budgets
1320 West Main Street, Suite 125
Franklin, TN 37064

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

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

G. Retirement Commitments

1. Tennessee Consolidated Retirement System (TCRS)

Primary Government

General Information About the Pension Plan

Plan Description. Employees of Williamson County and non-certified employees of the discretely presented Williamson County School Department are provided a defined benefit pension plan through the Public Employee Retirement Plan, an agent multiple-employer pension plan administered by the TCRS. The primary government

employees comprise 54.52 percent and the non-certified employees of the discretely presented School Department comprise 45.48 percent of the plan based on contribution data. The TCRS was created by state statute under *Tennessee Code Annotated (TCA)*, Title 8, Chapters 34-37. The TCRS Board of Trustees is responsible for the proper operation and administration of the TCRS. The Tennessee Treasury Department, an agency in the legislative branch of state government, administers the plans of the TCRS. The TCRS issues a publicly available financial report that can be obtained at www.treasury.tn.gov/tcrs.

Benefits Provided. TCA, Title 8, Chapters 34-37 establish the benefit terms and can be amended only by the Tennessee General Assembly. The chief legislative body may adopt the benefit terms permitted by statute. Members are eligible to retire with an unreduced benefit at age 60 with five years of service credit or after 30 years of service credit regardless of age. Benefits are determined by a formula using the member's highest five consecutive year average compensation and the member's years of service credit. Reduced benefits for early retirement are available to vested members at age 55. Members are vested with five years of service credit. Service related disability benefits are provided regardless of length of service. Five years of service is required for non-service related disability eligibility. The service related and non-service related disability benefits are determined in the same manner as a service retirement benefit but are reduced ten percent and include projected service credits. A variety of death benefits is available under various eligibility criteria.

Member and beneficiary annuitants are entitled to an automatic cost of living adjustment (COLA) after retirement. A COLA is granted each July for annuitants retired prior to the second of July of the previous year. The COLA is based on the change in the consumer price index (CPI) during the prior calendar year, capped at three percent, and applied to the current benefit. No COLA is granted if the change in the CPA is less than one-half percent. A one percent COLA is granted if the CPI change is between one-half percent and one percent. A member who leaves employment may withdraw their employee contributions, plus any accumulated interest.

Employees Covered by Benefit Terms. At the measurement date of June 30, 2015, the following employees were covered by the benefit terms:

Inactive Employees or Beneficiaries Currently Receiving Benefits	716
Inactive Employees Entitled to But Not Yet Receiving Benefits	2,090
Active Employees	<u>2,240</u>
Total	<u><u>5,046</u></u>

Contributions. Contributions for employees are established in the statutes governing the TCRS and may only be changed by the Tennessee General Assembly. Employees contribute five percent of their salary. Williamson County makes employer contributions at the rate set by the Board of Trustees as determined by an actuarial valuation. For the year ended June 30, 2015, the Actuarially Determined Contribution (ADC) for Williamson County was \$4,679,182 based on a rate of 6.93 percent of covered payroll. By law, employer contributions are required to be paid. The TCRS may intercept Williamson County's state shared taxes if required employer contributions are not remitted. The employer's actuarially determined contribution (ADC) and member contributions are expected to finance the costs of benefits earned by members during the year, the cost of administration, as well as an amortized portion of any unfunded liability.

Net Pension Liability (Asset)

Williamson County's net pension liability (asset) was measured as of June 30, 2015, and the total pension liability (asset) used to calculate net pension liability (asset) was determined by an actuarial valuation as of that date.

Actuarial Assumptions. The total pension liability as of the June 30, 2015, actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	3%
Salary Increases	Graded Salary Ranges from 8.97% to 3.71% Based on Age, Including Inflation, Averaging 4.25%
Investment Rate of Return	7.5%, Net of Pension Plan Investment Expenses, Including Inflation
Cost of Living Adjustment	2.5%

Mortality rates were based on actual experience from the June 30, 2012, actuarial experience study, adjusted for some of the expected future improvement in life expectancy.

The actuarial assumptions used in the June 30, 2015, actuarial valuation were based on the results of an actuarial experience study performed for the period July 1, 2008, through June 30, 2012. The demographic assumptions were adjusted to more closely reflect actual and expected future experience.

The long-term expected rate of return on pension plan investments was established by the TCRS Board of Trustees in conjunction with the June 30, 2012, actuarial experience study by considering the following three techniques: (1) the 25-year historical return of the TCRS at June 30, 2012, (2) the historical market returns of asset classes from 1926 to 2012 using the TCRS investment policy asset allocation, and (3) capital market projections that were utilized as a building-block method in which best-estimate ranges of expected future real rate of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. Four sources of capital market projections were blended and utilized in the third technique. The blended capital market projection established the long-term expected rate of return by weighting the expected future real rate of return by the target asset allocation percentage and by adding inflation of three percent. The target allocation and best estimate of arithmetic real rates of return for each major asset class are summarized in the following table:

Asset Class	Percentage Long-term Expected Real Rate of Return	Percentage Target Allocations
U.S. Equity	6.46 %	33 %
Developed Market		
International Equity	6.26	17
Emerging Market		
International Equity	6.40	5
Private Equity and		
Strategic Lending	4.61	8
U.S. Fixed Income	0.98	29
Real Estate	4.73	7
Short-term Securities	0.00	1
Total		100 %

The long-term expected rate of return on pension plan investments was established by the TCRS Board of Trustees as 7.5 percent based on a blending of the three factors described above.

Discount Rate. The discount rate used to measure the total pension liability was 7.5 percent. The projection of cash flows used to determine the discount rate assumes that employee contributions will be made at the current rate and that contributions from Williamson County will be made at the actuarially determined contribution rate pursuant to an actuarial valuation in accordance with the funding policy of the TCRS Board of Trustees and as required to be paid by state statute. Based on those assumptions, the pension plan's fiduciary net position was projected to be available to make projected future benefit payments of current active and inactive members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

Changes in the Net Pension Liability (Asset)

	Increase (Decrease)		
	Total Pension Liability (a)	Plan Fiduciary Net Position (b)	Net Pension Liability (a)-(b)
Balance, July 1, 2014	\$ 154,251,751	\$ 167,144,515	\$ (12,892,764)
Changes for the Year:			
Service Cost	\$ 5,559,981	\$ 0	\$ 5,559,981
Interest	11,780,321	0	11,780,321
Differences Between Expected and Actual Experience	1,360,207	0	1,360,207
Contributions-Employer	0	4,679,182	(4,679,182)
Contributions-Employees	0	3,394,129	(3,394,129)
Net Investment Income	0	5,187,493	(5,187,493)
Benefit Payments, Including Refunds of Employee Contributions	(5,481,560)	(5,481,560)	0
Administrative Expense	0	(113,559)	113,559
Other Changes	0	0	0
Net Changes	<u>\$ 13,218,949</u>	<u>\$ 7,665,685</u>	<u>\$ 5,553,264</u>
Balance, June 30, 2015	<u>\$ 167,470,700</u>	<u>\$ 174,810,200</u>	<u>\$ (7,339,500)</u>

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

		Total Pension Liability	Plan Fiduciary Net Position	Net Pension Liability (Asset)
Primary Government	54.52%	\$ 91,305,026	\$ 95,306,521	\$ (4,001,495)
School Department	45.48%	76,165,674	79,503,679	(3,338,005)
Total		<u>\$ 167,470,700</u>	<u>\$ 174,810,200</u>	<u>\$ (7,339,500)</u>

Sensitivity of the Net Pension Liability (Asset) to Changes in the Discount Rate. The following presents the net pension liability (asset) of Williamson County calculated using the discount rate of 7.5 percent, as well as what the net pension liability (asset) would be if it was calculated using a discount rate that is one percentage point lower (6.5%) or one percentage point higher (8.5%) than the current rate:

	1% Decrease 6.5%	Current Discount Rate 7.5%	1% Increase 8.5%
Williamson County			
Net Pension Liability	\$ 15,329,683	\$ (7,339,500)	\$ (26,163,949)

Pension Expense and Deferred Outflows of Resources and Deferred Inflows of Resources to Pensions

Pension Expense. For the year ended June 30, 2016, Williamson County recognized pension expense of \$142,521.

Deferred Outflows of Resources and Deferred Inflows of Resources. For the year ended June 30, 2016, Williamson County reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences Between Expected and Actual Experience	\$ 1,133,506	\$ 1,671,968
Net Differences Between Projected and Actual Earnings on Pension Plan Investments	5,953,022	7,756,216
Contributions Subsequent to the Measurement Date of June 30, 2015 (1)	5,089,329	N/A
Total	<u>\$ 12,175,857</u>	<u>\$ 9,428,184</u>

(1) The amount shown above for “Contributions Subsequent to the Measurement Date of June 30, 2015,” will be recognized as a reduction (increase) to net pension liability (asset) in the following measurement period.

Allocation of Agent Plan Deferred Outflows of Resources and Deferred Inflows of Resources

	Deferred Outflows of Resources	Deferred Inflows of Resources
Primary Government	\$ 6,610,165	\$ 5,140,246
School Department	5,565,692	4,287,938
Total	<u>\$ 12,175,857</u>	<u>\$ 9,428,184</u>

Amounts reported as deferred outflows of resources, with the exception of contributions subsequent to the measurement date, and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year Ending June 30	<u>Amount</u>
2017	\$ (1,288,440)
2018	(1,288,440)
2019	(1,288,440)
2020	1,296,965
2021	226,701
Thereafter	0

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

Discretely Presented Williamson County School Department

Non-certified Employees

General Information About the Pension Plan

Plan Description. As noted above under the primary government, employees of Williamson County and non-certified employees of the discretely presented Williamson County School Department are provided a defined benefit pension plan through the Public Employee Retirement Plan, an agent multiple-employer pension plan administered by the TCRS. The primary government employees comprise 54.52 percent and the non-certified employees of the discretely presented School Department comprise 45.48 percent of the plan based on contribution data.

Certified Employees

Teacher Retirement Plan

General Information About the Pension Plan

Plan Description. Teachers of the Williamson County School Department with membership in the TCRS before July 1, 2014, are provided with pensions through the Teacher Legacy Pension Plan, a cost-sharing multiple-employer pension plan administered by the TCRS. The Teacher Legacy Pension Plan is closed to new membership. Teachers with membership in the TCRS after June 30, 2014, are provided with pensions through a legally separate plan referred to as the Teacher Retirement Plan, a cost-sharing multiple-employer pension plan administered by the TCRS. The TCRS was created by state statute under *Tennessee Code Annotated (TCA)*, Title 8, Chapters 34-37. The TCRS Board of Trustees is responsible for the proper operation and administration of all employer pension plans in the TCRS. The Tennessee Treasury Department, an agency in the

legislative branch of state government, administers the plans of the TCRS. The TCRS issues a publically available financial report that can be obtained at www.treasury.tn.gov/tcrs.

Benefits Provided. TCA, Title 8, Chapters 34-37 establish the benefit terms and can be amended only by the Tennessee General Assembly. Members are eligible to retire with an unreduced benefit at age 65 with five years of service credit or pursuant to the rule of 90 in which the member's age and service credit total 90. Benefits are determined by a formula using the member's highest five consecutive year average compensation and the member's years of service credit. A reduced early retirement benefit is available to vested members at age 60 or pursuant to the rule of 80. Members are vested with five years of service credit. Service related disability benefits are provided regardless of length of service. Five years of service is required for non-service related disability eligibility. The service related and non-service related disability benefits are determined in the same manner as a service retirement benefit but are reduced ten percent and include projected service credits. A variety of death benefits is available under various eligibility criteria. Member and beneficiary annuitants are entitled to an automatic cost of living adjustment (COLA) after retirement. A COLA is granted each July for annuitants retired prior to the second of July of the previous year. The COLA is based on the change in the consumer price index (CPI) during the prior calendar year, capped at three percent, and applied to the current benefit. No COLA is granted if the change in the CPI is less than one-half percent. A one percent COLA is granted if the CPI change is between one-half percent and one percent. Members who leave employment may withdraw their employee contributions, plus any accumulated interest. Under the Teacher Retirement Plan, benefit terms and conditions, including COLA, can be adjusted on a prospective basis. Moreover, there are defined cost controls and unfunded liability controls that provide for the adjustment of benefit terms and conditions on an automatic basis.

Contributions. Contributions for teachers are established in the statutes governing the TCRS and may only be changed by the Tennessee General Assembly or by automatic cost controls set out in law. Teachers are required to contribute five percent of their salary to the plan. The Local Education Agencies (LEAs) make employer contributions at the rate set by the Board of Trustees as determined by an actuarial valuation. Per the statutory provisions governing TCRS, the employer contribution rate cannot be less than four percent, except in years when the maximum funded level, approved by the TCRS Board of Trustees, is reached. By law, employer contributions for the Teacher Retirement Plan are required to be paid. The TCRS may intercept the state shared taxes of the sponsoring governmental entity of the LEA if the required employer contributions are not remitted. Employer contributions for the year ended June 30,

2016, to the Teacher Retirement Plan were \$819,619, which is four percent of covered payroll. The employer rate, when combined with member contributions, is expected to finance the costs of benefits earned by members during the year, the cost of administration, as well as an amortized portion of any unfunded liability.

Pension Liabilities (Assets), Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions

Pension Liabilities (Assets). At June 30, 2016, the Williamson County School Department reported an asset of \$173,723 for its proportionate share of the net pension asset. The net pension asset was measured as of June 30, 2015, and the total pension liability used to calculate the net pension asset was determined by an actuarial valuation as of that date. The Williamson County School Department’s proportion of the net pension asset was based on the Williamson County School Department’s share of contributions to the pension plan relative to the contributions of all participating LEAs. At the measurement date of June 30, 2015, the Williamson County School Department’s proportion was 4.318280 percent.

Pension Expense. For the year ended June 30, 2016, the Williamson County School Department recognized pension expense of \$227,668.

Deferred Outflows of Resources and Deferred Inflows of Resources. For the year ended June 30, 2016, the Williamson County School Department reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
	<u>Resources</u>	<u>Resources</u>
Difference Between Expected and Actual Experience	\$ 0	\$ 56,544
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	14,043	0
LEA's Contributions Subsequent to the Measurement Date of June 30, 2015	<u>819,619</u>	<u>N/A</u>
Total	<u>\$ 833,662</u>	<u>\$ 56,544</u>

The Williamson County School Department’s employer contributions of \$819,619 reported as pension related deferred outflows of resources

subsequent to the measurement date, will be recognized as an increase of net pension liability (asset) in the year ending June 30, 2017. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year Ending June 30	Amount
2017	\$ (1,201)
2018	(1,201)
2019	(1,201)
2020	(1,201)
2021	(4,712)
Thereafter	(32,984)

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

Actuarial Assumptions. The total pension liability in the June 30, 2015, actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	3%
Salary Increases	Graded Salary Ranges from 8.97% to 3.71% Based on Age, Including Inflation, Averaging 4.25%
Investment Rate of Return	7.5%, Net of Pension Plan Investment Expenses, Including Inflation
Cost of Living Adjustment	2.5%

Mortality rates are customized based on the June 30, 2012, actuarial experience study and some included an adjustment for expected future improvement in life expectancy.

The actuarial assumptions used in the June 30, 2015, actuarial valuation were based on the results of an actuarial experience study performed for the period July 1, 2008, through June 30, 2012. The demographic assumptions were adjusted to more closely reflect actual and expected future experience.

The long-term expected rate of return on pension plan investments was established by the TCRS Board of Trustees in conjunction with the June 30, 2012, actuarial experience study by considering the following three techniques: (1) the 25-year historical return of the

TCRS at June 30, 2012, (2) the historical market returns of asset classes from 1926 to 2012 using the TCRS investment policy asset allocation, and (3) capital market projections that were utilized as a building-block method in which best-estimate ranges of expected future real rate of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. Four sources of capital market projections were blended and utilized in the third technique. The blended capital market projection established the long-term expected rate of return by weighting the expected future real rate of return by the target asset allocation percentage and by adding inflation of three percent. The target allocation and best estimates of arithmetic real rates of return for each major asset class are summarized in the following table:

Asset Class	Percentage Long-term Expected Real Rate of Return	Percentage Target Allocations
U.S. Equity Developed Market	6.46 %	33 %
International Equity Emerging Market	6.26	17
International Equity Private Equity and Strategic Lending	6.40	5
U.S. Fixed Income	4.61	8
Real Estate	0.98	29
Short-term Securities	4.73	7
	0.00	1
Total		100 %

The long-term expected rate of return on pension plan investments was established by the TCRS Board of Trustees as 7.5 percent based on a blending of the three factors described above.

Discount Rate. The discount rate used to measure the total pension liability was 7.5 percent. The projection of cash flows used to determine the discount rate assumes that employee contributions will be made at the current rate and that contributions from all the LEAs will be made at the actuarially determined contribution rate pursuant to an actuarial valuation in accordance with the funding policy of the TCRS Board of Trustees and as required to be paid by state statute. Based on those assumptions, the pension plan's fiduciary net position was projected to be available to make projected future benefit payments of current active and inactive members. Therefore, the

long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

Sensitivity of the Proportionate Share of Net Pension Liability (Asset) to Changes in the Discount Rate. The following presents the Williamson County School Department's proportionate share of the net pension liability (asset) calculated using the discount rate of 7.5 percent, as well as what the Williamson County School Department's proportionate share of the net pension liability (asset) would be if it was calculated using a discount rate that is one percentage point lower (6.5%) or one percentage point higher (8.5%) than the current rate:

School Department's Proportionate Share of the Net Pension Liability (Asset)	1% Decrease 6.5%	Current Discount Rate 7.5%	1% Increase 8.5%
Net Pension Liability	\$ 30,805	\$ (173,723)	\$ (323,726)

Pension Plan Fiduciary Net Position. Detailed information about the pension plan's fiduciary net position is available in a separately issued TCRS financial report.

Teacher Legacy Pension Plan

General Information About the Pension Plan

Plan Description. Teachers of the Williamson County School Department with membership in the TCRS before July 1, 2014, are provided with pensions through the Teacher Legacy Pension Plan, a cost-sharing multiple-employer pension plan administered by the TCRS. The Teacher Legacy Pension Plan closed to new membership on June 30, 2014, but will continue providing benefits to existing members and retirees. Beginning July 1, 2014, the Teacher Retirement Plan became effective for teachers employed by LEAs after June 30, 2014. The Teacher Retirement Plan is a separate cost-sharing, multiple-employer defined benefit plan. The TCRS was created by state statute under *Tennessee Code Annotated (TCA)*, Title 8, Chapters 34-37. The TCRS Board of Trustees is responsible for the proper operation and administration of all employer pension plans in the TCRS. The Tennessee Treasury Department, an agency in the legislative branch of state government, administers the plans of the TCRS. The TCRS issues a publically available financial report that can be obtained at www.treasury.tn.gov/tcrs.

Benefits Provided. TCA, Title 8, Chapters 34-37 establish the benefit terms and can be amended only by the Tennessee General Assembly.

Members of the Teacher Legacy Pension Plan are eligible to retire with an unreduced benefit at age 60 with five years of service credit or after 30 years of service credit regardless of age. Benefits are determined by a formula using the member's highest five consecutive year average compensation and the member's years of service credit. A reduced early retirement benefit is available to vested members at age 55. Members are vested with five years of service credit. Service related disability benefits are provided regardless of length of service. Five years of service is required for non-service related disability eligibility. The service related and non-service related disability benefits are determined in the same manner as a service retirement benefit but are reduced ten percent and include projected service credits. A variety of death benefits is available under various eligibility criteria. Member and beneficiary annuitants are entitled to an automatic cost of living adjustment (COLA) after retirement. A COLA is granted each July for annuitants retired prior to the second of July of the previous year. The COLA is based on the change in the consumer price index (CPI) during the prior calendar year, capped at three percent, and applied to the current benefit. No COLA is granted if the change in the CPI is less than one-half percent. A one percent COLA is granted if the CPI change is between one-half and one percent. A member who leaves employment may withdraw their employee contributions, plus any accumulated interest. Under the Teacher Retirement Plan, benefit terms and conditions, including COLA, can be adjusted on a prospective basis. Moreover, there are defined cost controls and unfunded liability controls that provide for the adjustment of benefit terms and conditions on an automatic basis.

Contributions. Contributions for teachers are established in the statutes governing the TCRS and may only be changed by the Tennessee General Assembly. Teachers contribute five percent of salary. The Local Education Agencies (LEAs) make employer contributions at the rate set by the Board of Trustees as determined by an actuarial valuation. By law, employer contributions for the Teacher Legacy Pension Plan are required to be paid. The TCRS may intercept the state shared taxes of the sponsoring governmental entity of the LEA if the required employer contributions are not remitted. Employer contributions by the Williamson County School Department for the year ended June 30, 2016, to the Teacher Legacy Pension Plan were \$11,459,853, which is 9.04 percent of covered payroll. The employer rate, when combined with member contributions, is expected to finance the costs of benefits earned by members during the year, the cost of administration, as well as an amortized portion of any unfunded liability.

Pension Liabilities (Assets), Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions

Pension Liabilities (Assets). At June 30, 2016, the Williamson County School Department reported a liability of \$1,392,817 for its proportionate share of the net pension liability. The net pension liability was measured as of June 30, 2015, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. The Williamson County School Department's proportion of the net pension liability was based on the Williamson County School Department's long-term share of contributions to the pension plan relative to the contributions of all participating LEAs. At the measurement date of June 30, 2015, the Williamson County School Department's proportion was 3.400148 percent. The proportion measured as of June 30, 2014, was 3.246967 percent.

Negative Pension Expense. For the year ended June 30, 2016, the Williamson County School Department recognized a negative pension expense of \$595,724.

Deferred Outflows of Resources and Deferred Inflows of Resources. For the year ended June 30, 2016, the Williamson County School Department reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences Between Expected and Actual Experience	\$ 1,117,794	\$ 21,679,400
Net Differences Between Projected and Actual Earnings on Pension Plan Investments	25,149,911	34,142,373
Changes in Proportion of Net Pension Liability (Asset) LEA's Contributions Subsequent to the Measurement Date of June 30, 2015	2,900,820	0
	<u>11,459,853</u>	<u>N/A</u>
Total	<u>\$ 40,628,378</u>	<u>\$ 55,821,773</u>

The Williamson County School Department's employer contributions of \$11,459,853 reported as pension related deferred outflows of resources subsequent to the measurement date, will be recognized as an increase in net pension liability (asset) in the year ending June 30, 2017. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year Ending June 30	Amount
2017	\$ (8,625,471)
2018	(8,625,471)
2019	(8,625,471)
2020	2,755,320
2021	(3,532,157)
Thereafter	0

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

Actuarial Assumptions. The total pension liability in the June 30, 2014, actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	3%
Salary Increases	Graded Salary Ranges from 8.97% to 3.71% Based on Age, Including Inflation, Averaging 4.25%
Investment Rate of Return	7.5%, Net of Pension Plan Investment Expenses, Including Inflation
Cost of Living Adjustment	2.5%

Mortality rates are customized based on the June 30, 2012, actuarial experience study and some included adjustment for expected future improvement in life expectancy.

The actuarial assumptions used in the June 30, 2015, actuarial valuation were based on the results of an actuarial experience study performed for the period July 1, 2008, through June 30, 2012. The demographic assumptions were adjusted to more closely reflect actual and expected future experience.

The long-term expected rate of return on pension plan investments was established by the TCRS Board of Trustees in conjunction with the June 30, 2012, actuarial experience study by considering the following three techniques: (1) the 25-year historical return of the TCRS at June 30, 2012, (2) the historical market returns of asset classes from 1926 to 2012 using the TCRS investment policy asset allocation, and (3) capital market projections that were utilized as a building-block method in which best-estimate ranges of expected future real rate of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset

class. Four sources of capital market projections were blended and utilized in the third technique. The blended capital market projection established the long-term expected rate of return by weighting the expected future real rate of return by the target asset allocation percentage and by adding inflation of three percent. The target allocation and best estimates of arithmetic real rates of return for each major asset class are summarized in the following table:

Asset Class	Percentage Long-term Expected Real Rate of Return	Percentage Target Allocations
U.S. Equity Developed Market	6.46 %	33 %
International Equity Emerging Market	6.26	17
International Equity Private Equity and Strategic Lending	6.40	5
U.S. Fixed Income	4.61	8
Real Estate	0.98	29
Short-term Securities	4.73	7
	0.00	1
Total		100 %

The long-term expected rate of return on pension plan investments was established by the TCRS Board of Trustees as 7.5 percent based on a blending of the four factors described above.

Discount Rate. The discount rate used to measure the total pension liability was 7.5 percent. The projection of cash flows used to determine the discount rate assumes that employee contributions will be made at the current rate and that contributions from all the LEAs will be made at the actuarially determined contribution rate pursuant to an actuarial valuation in accordance with the funding policy of the TCRS Board of Trustees and as required to be paid by state statute. Based on those assumptions, the pension plan's fiduciary net position was projected to be available to make projected future benefit payments of current active and inactive members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

Sensitivity of the Proportionate Share of Net Pension Liability (Asset) to Changes in the Discount Rate. The following presents Williamson

County School Department's proportionate share of the net pension liability (asset) calculated using the discount rate of 7.5 percent, as well as what Williamson County School Department's proportionate share of the net pension liability (asset) would be if it was calculated using a discount rate that is one percentage point lower (6.5%) or one percentage point higher (8.5%) than the current rate:

School Department's Proportionate Share of the Net Pension Liability (Asset)	1% Decrease 6.5%	Current Discount Rate 7.5%	1% Increase 8.5%
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Net Pension Liability \$ 94,957,560 \$ 1,392,817 \$ (76,067,756)

Pension Plan Fiduciary Net Position. Detailed information about the pension plan's fiduciary net position is available in a separately issued TCRS financial report.

2. Deferred Compensation

Primary Government

Williamson County offers its employees a deferred compensation plan established pursuant to IRC Section 457. All costs of administering and funding this program are the responsibility of plan participants. The Section 457 plan assets remain the property of the contributing employees and are not presented in the accompanying financial statements. IRC Section 457 establishes participation, contribution, and withdrawal provisions for the plan.

Discretely Presented Williamson County School Department

The Williamson County School Department offers its employees two deferred compensation plans, one established pursuant to IRC Section 457 and the other pursuant to IRC Section 403(b). All costs of administering and funding these programs are the responsibility of plan participants. The Section 457 and the Section 403(b) plan assets remain the property of the contributing employees and are not presented in the accompanying financial statements. IRC Sections 457 and 403(b) establish participation, contribution, and withdrawal provisions for the plans.

Teachers hired after July 1, 2014, by the discretely presented Williamson County School Department are required to participate in a hybrid pension plan administered by the Tennessee Consolidated Retirement System. This hybrid pension plan requires that these teachers contribute five percent of their salaries into a deferred compensation plan managed by the hybrid plan pursuant to IRC

Section 401(k). As part of their employment package, the Williamson County School Department has assumed all costs of funding this program on-behalf of the plan participants. The Section 401(k) plan assets remain the property of the participating teachers and are not presented in the accompanying financial statements. IRC Section 401(k), establishes participation, contribution, and withdrawal provisions for the plans. During the year, the Williamson County School Department contributed \$1,025,463 to the 401(k) portion of the hybrid pension plan on-behalf of the plan participants.

H. Other Postemployment Benefits (OPEB)

Self-Insurance Plan

Plan Description

All full-time employees hired prior to July 1, 2009, and eligible retirees of the primary government and the discretely presented Williamson County School Department are eligible to participate in the health and dental insurance cost-sharing plan accounted for in the Self-Insurance Fund (internal service fund). Life insurance ranging from \$2,700 to \$15,000 is also provided at full cost to the retiree. For accounting purposes, the plan is an agent single-employer defined benefit OPEB plan. Benefits are established and amended by an insurance committee established by the County Commission.

Funding Policy

The premium requirements of plan members are established and may be amended by the insurance committee. The plan is self-insured and financed on a pay-as-you-go basis. Claims liabilities of the plan are periodically computed using actuarial and statistical techniques to establish premium rates. The county develops its own contribution policy in terms of subsidizing active employees or retired employees' premiums.

An employee hired prior to July 1, 2009, who retires from Williamson County becomes eligible for retiree health coverage upon the earlier of attaining: (1) age 55 with ten continuous years of full-time service and active coverage for one year prior to retirement, or (2) any age with 30 continuous years of full-time service and active coverage for one year prior to retirement. Williamson County pays 80 percent of the costs of benefits. If the retiree is eligible for health and dental insurance coverage, the coverage is also provided for the retiree's spouse and/or dependent children that have had active coverage for one year prior to the employee's retirement. Once the retirees or their dependent(s) become eligible for Medicare, the county's coverage will become the secondary insurance provider.

Annual OPEB Cost and Net OPEB Obligation

	Primary Government	School Department	Total
ARC	\$ 4,083,000	\$ 21,195,000	\$ 25,278,000
Interest on the NOPEBO	1,039,208	5,073,782	6,112,990
Adjustment to the ARC	(927,865)	(4,530,162)	(5,458,027)
Annual OPEB cost	\$ 4,194,343	\$ 21,738,620	\$ 25,932,963
Amount of contribution	(2,264,762)	(11,057,368)	(13,322,130)
Increase/decrease in NOPEBO	\$ 1,929,581	\$ 10,681,252	\$ 12,610,833
Net OPEB obligation, 7-1-15	25,365,507	127,459,243	152,824,750
Net OPEB obligation, 6-30-16	\$ 27,295,088	\$ 138,140,495	\$ 165,435,583

Fiscal Year Ended	Plans	Annual OPEB Cost	Percentage of Annual OPEB Cost Contributed	Net OPEB Obligation at Year End
6-30-14	Primary Government	\$ 5,113,617	36 %	\$ 23,335,519
6-30-15	"	4,184,726	51	25,365,507
6-30-16	"	4,194,343	54	27,295,088
6-30-14	School Department	25,400,986	38	116,287,779
6-30-15	"	21,691,660	48	127,459,243
6-30-16	"	21,738,620	51	138,140,495

Funded Status and Funding Progress

The funded status of the plan as of July 1, 2014, was as follows:

	Primary Government	School Department
Actuarial valuation date	7-1-14	7-1-14
Actuarial accrued liability (AAL)	\$ 44,201,000	\$ 211,572,000
Actuarial value of plan assets	\$ 0	\$ 0
Unfunded actuarial accrued liability (UAAL)	\$ 44,201,000	\$ 211,572,000
Actuarial value of assets as a % of the AAL	0%	0%
Covered payroll (active plan members)	\$ 33,884,201	\$ 161,723,824
UAAL as a % of covered payroll	130%	131%

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, 2014, actuarial valuation, the projected unit credit actuarial cost method was used. The actuarial assumptions included a four percent investment rate of return (net of administrative expenses) and an annual healthcare cost trend rate of 7.5 percent for fiscal year 2016. The trend rate will be reduced by .5 percent decrements each year until an ultimate health care cost trend rate of 4.5 percent is reached. The unfunded actuarial accrued liability is being amortized as a level dollar amount on a closed basis over a 30-year period beginning with June 30, 2008.

State Sponsored Medicare Supplement Plan

Plan Description

The Williamson County School Department participates in the state-administered Medicare Supplement Plan for health care benefits. For accounting purposes, the plan is an agent multiple-employer defined benefit OPEB plan. Benefits are established and amended by an insurance committee created by Section 8-27-701, *Tennessee Code Annotated*. 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 plan is 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/article/fa-accfin-cafr>.

Funding Policy

The premium requirements of plan members are established and may be amended by the insurance committee. The plan is self-insured and financed on a pay-as-you-go basis with the risk shared equally among the participants. Claims liabilities of the plan are periodically computed using actuarial and statistical techniques to establish premium rates. The employers in the plan develop a contribution policy in terms of subsidizing retired employees' premiums since the committee is not prescriptive on that issue. The state

provides a full subsidy based on years of service for post-65 teachers in the Medicare Supplement Plan. The monthly support for noncertified School Department employees is based on years of service. If the retiree has between 15 and 19 years of service, the monthly support is \$25. If the retiree has between 20 and 29 years of service, the monthly support is \$37.50. Retirees with 30 or more years of service receive monthly support of \$50. Expenditures for postretirement health care benefits are included in the government's annual budget. During the year, expenditures totaling \$1,038 were recognized for postemployment health care.

Annual OPEB Cost and Net OPEB Obligation

	Medicare Supplement Plan
	<hr/>
ARC	\$ 224,000
Interest on the NOPEBO	64,989
Adjustment to the ARC	(65,250)
Annual OPEB cost	<hr/> \$ 223,739
Amount of contribution	(1,038)
Increase/decrease in NOPEBO	<hr/> \$ 222,701
Net OPEB obligation, 7-1-15	<hr/> 1,733,050
	<hr/>
Net OPEB obligation, 6-30-16	<u>\$ 1,955,751</u>

Fiscal Year Ended	Plan	Annual OPEB Cost	Percentage of Annual OPEB Cost Contributed	Net OPEB Obligation at Year End
6-30-14	Medicare Supplement	\$ 126,523	1%	\$ 1,603,198
6-30-15	"	131,652	1	1,733,050
6-30-16	"	223,739	0.5	1,955,751

Funded Status and Funding Progress

The funded status of the plan as of July 1, 2015, was as follows:	Medicare Supplement Plan
	<hr/>
Actuarial valuation date	7-1-15
Actuarial accrued liability (AAL)	\$ 1,983,000
Actuarial value of plan assets	\$ 0
Unfunded actuarial accrued liability (UAAL)	\$ 1,983,000
Actuarial value of assets as a % of the AAL	0%
Covered payroll (active plan members)	N/A
UAAL as a % of covered payroll	N/A

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, 2015, actuarial valuation for the Medicare Supplement Plan, the projected unit credit actuarial cost method was used. The actuarial assumptions included a 3.75 percent investment rate of return (net of administrative expenses) and an annual health care cost trend rate of six percent for fiscal year 2016. The trend rate will be reduced by decrements to an ultimate rate of 4.2 percent by fiscal year 2044. The rate includes a 2.5 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, 2007. Payroll is assumed to grow at a rate of three percent.

I. Office of Central Accounting, Budgeting, and Purchasing

Williamson County operates under provisions of the Fiscal Control Acts of 1957. These acts provide for a central system of accounting, budgeting, and purchasing covering all funds administered by the county mayor and the highway superintendent. These funds are maintained in the Office of Central Accounting, Budgeting, and Purchasing under the supervision of the director of accounts and budgets. Williamson County also operates under provisions of the Williamson County Budget Act, Chapter 56, Private Acts of 2001.

J. Purchasing Laws

Offices of County Mayor and Highway Superintendent

Purchasing procedures for these offices are governed by provisions of the County Purchasing Law of 1957, Section 5-14-101, et seq., *Tennessee Code Annotated (TCA)*. Purchasing procedures for the Highway Department are also governed by provisions of the Uniform Road Law, Section 54-7-113, *TCA*.

These statutes require that purchase orders be issued for all purchases and that sealed bids be solicited on purchases exceeding \$25,000 for the Offices of County Mayor and Highway Superintendent. Additionally, the County Commission requires three quotes for purchases over \$10,000.

Office of Director of Schools

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

VI. OTHER NOTES – DISCRETELY PRESENTED WILLIAMSON COUNTY HOSPITAL DISTRICT

A. Nature of operations

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

The primary mission of the medical center is to provide inpatient and outpatient health care services to citizens of Williamson County and surrounding areas. The medical center also provides ambulance services in Williamson County.

Williamson Medical Center Foundation is a tax-exempt organization, which was established in 2003. The foundation was formed to coordinate the fund-raising and development activities of the medical center, which is the sole member of the organization. The activities of the foundation are reflected in the operating and nonoperating revenues (expenses) and capital grants and contributions as they relate to the foundation in the accompanying statements of revenues, expenses, and changes in net position. All assets of the foundation, other than unconditional promises to give, are shown as part of assets limited as to use in the accompanying Statement of Net Position. No

contributions to the foundation were used for capital purposes, and thus all contributions during 2016 were classified as operating activities.

The medical center follows the provisions of Governmental Accounting Standards Board (GASB) Statement No. 61, *The Financial Reporting Entity: Omnibus an amendment of GASB Statements No. 14 and No. 34*. As a result, the foundation is included in the accompanying financial statements as a discretely presented component unit of the medical center.

As required by accounting principles generally accepted in the United States of America, these financial statements present both Williamson Medical Center and its discretely presented component unit (collectively referred to as the reporting entity).

Financial statements for the discretely presented individual component unit may be obtained at the following address:

Williamson Medical Center
4321 Carothers Parkway
Franklin, TN 37067

B. Summary of Significant Accounting Policies

Basis of Presentation – The medical center utilizes the proprietary fund method of accounting whereby revenues and expenses are recognized on the accrual basis, which is an economic resources measurement focus approach to accounting. In December 2010, GASB issued Statement No. 62, *Codification of Accounting and Financial Reporting Guidance Contained in Pre-November 30, 1989, FASB and AICPA Pronouncements*. GASB Statement No. 62 makes the *GASB Accounting Standards Codification* the sole source of authoritative accounting technical literature for governmental entities in the United States of America. In June 2011, GASB issued Statement No. 63, *Financial Reporting of Deferred Outflows of Resources, Deferred Inflow of Resources, and Net Position*. GASB Statements No. 62 and No. 63 were effective for periods beginning after December 15, 2011.

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

Inventories – Inventories consist principally of medical and pharmaceutical supplies and are stated at the lower of cost, determined on the first-in, first-out (FIFO) basis, or market (net realizable value).

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

Property and Equipment – Property and equipment are recorded at cost. The medical center capitalizes purchases that cost a minimum of \$5,000 and have a useful life greater than two years. Assets are depreciated on a straight-line basis over their estimated useful lives as follows: land improvements two to 25 years; buildings generally 40 years; fixed equipment five to 20 years; and major movable equipment three to 20 years. Assets under capital leases are included in property and equipment, and the related amortization and accumulated amortization is included in depreciation and amortization expense, respectively. The medical center reviews the carrying values of long-lived assets if facts and circumstances indicate that recoverability may have been impaired. Costs of maintenance and minor repairs are expensed as incurred. Interest cost incurred on borrowed funds during the period of construction of capital assets is capitalized as a component of the cost of acquiring those assets.

Investment in Joint Ventures – Investment in joint ventures is accounted for under the equity method of accounting and the medical center recognizes its proportionate share in the results of the underlying activities of the joint ventures.

Excess Consideration Provided for Acquisition – The medical center evaluates excess consideration provided for acquisition for impairment on an annual basis or more frequently if impairment indicators arise. In the event excess consideration provided for acquisition is considered to be impaired, a charge to earnings would be recorded during the period in which management makes such impairment assessment.

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

Patient Service Revenue – The medical center has agreements with third-party payors that provide for payments to the medical center at amounts different from its established rates. Payment arrangements include prospectively determined rates per discharge, reimbursed costs, discounted charges, and per-diem payments. Net patient service revenue is reported at the estimated net realizable amounts from patients, third-party payors, and

others for services rendered, including estimated retroactive adjustments under reimbursement agreements with third-party payors. Retroactive adjustments are accrued on an estimated basis in the period the related services are rendered and adjusted in future periods as final settlements are determined.

Risk Management – The medical center is exposed to various risks of loss from medical malpractice; torts; theft of, damage to, and destruction of assets; business interruption; errors and omissions; and natural disasters. Commercial insurance is purchased for claims arising from such matters. The medical center is self-insured for employee medical and other health care benefit claims and judgments as discussed later.

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

Net Position – The medical center’s net position is classified in three components. The *net investment in capital assets* consist of capital assets net of accumulated depreciation and reduced by the remaining balances of any outstanding borrowings used to finance the purchase or construction of those assets. The *restricted net position* is the noncapital net position that must be used for a particular purpose, as specified by creditors, grantors, or contributors external to the medical center, including amounts related to county contributions and bond indebtedness restricted for specific purposes. The *unrestricted net position* is the remaining net position that does not meet the definition of net investment in capital assets or restricted. The medical center first applies restricted resources when an expense is incurred for purposes for which both restricted and unrestricted net position is available. During 2016, \$45,341 of net position was released from restrictions and reclassified from restricted to unrestricted.

Operating Revenues and Expenses – The medical center’s statement of revenues, expenses, and changes in net position distinguishes between operating and nonoperating revenues and expenses. Operating revenues result from exchange transactions associated with providing health care services, the medical center’s principal activity. Nonexchange revenues, including grants and contributions received for purposes other than capital asset acquisition, are reported as nonoperating revenues. Operating expenses are all expenses incurred to provide health care services, other than financing costs.

Charity Care – The medical center accepts all patients, regardless of their ability to pay. A patient is classified as a charity patient by reference to certain established policies of the medical center. In assessing a patient’s inability to pay, the medical center utilizes generally recognized poverty

income levels. Because the medical center does not pursue collection of amounts determined to qualify as charity care, charges related to charity care are not included in net patient service revenue. These costs are estimated based on the ratio of total costs to gross charges. In addition to these charity care services, the medical center provides a number of other services to benefit underprivileged patients for which little or no payment is received, including providing services to TennCare and state indigent patients and providing various public health education, health evaluation, and screening programs.

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

Adoption of New Accounting Pronouncements – In February 2015, GASB issued Statement No. 72, *Fair Value Measurement and Application*. This statement addresses accounting and financial reporting issues related to fair value measurements and is effective for financial statements for fiscal years beginning after June 15, 2015. Therefore the medical center expects to adopt this accounting standard at the beginning of fiscal year 2016.

In June 2015, GASB issued Statement No. 76, *The Hierarchy of Generally Accepted Accounting Principles for State and Local Governments*. This statement, which supersedes Statement No. 55, addresses how to identify, in the context of the current governmental financial reporting environment, the hierarchy of generally accepted accounting principles, and is effective for financial statements for fiscal years beginning after June 15, 2015. Therefore the medical center expects to adopt this accounting standard at the beginning of fiscal year 2016.

The impact of adopting these accounting standards were not material to the financial statements.

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

Performance Indicator – Excess of revenues over expenses reflected in the accompanying statement of revenues, expenses, and changes in net position is a performance indicator.

Events Occurring After Reporting Date – The medical center has evaluated events and transactions that occurred between June 30, 2016 and September 22, 2016, which is the date the financial statements were available to be issued, for possible recognition or disclosure in the financial statements.

C. Fair Value Measurements

Fair value is a market-based measurement, not an entity-specific measurement. Therefore, a fair value measurement should be determined based on the assumptions that market participants would use in pricing the asset or liability. As a basis for considering market participant assumptions in fair value measurements, fair value accounting standards establish a fair value hierarchy that distinguishes between market participant assumptions based on market data obtained from sources independent of the reporting entity including quoted market prices in active markets for identical assets (Level 1), or significant other observable inputs (Level 2), and the reporting entity's own assumptions about market participant assumptions (Level 3). The medical center does not have any fair value measurements using significant unobservable inputs (Level 3) as of June 30, 2016. All of the medical center's investments are classified as Level 1 under the hierarchy above.

Financial Assets – The carrying amount of financial assets, consisting of cash, accounts receivable, accounts payable, accrued expenses, and current portions of long-term debt and capital lease obligations approximate their fair value due to their relatively short maturities. Long-term debt and capital lease obligations are carried at amortized cost, which approximates fair value.

Non-financial Assets – The medical center's non-financial assets, which include property and equipment, and goodwill, are not required to be measured at fair value on a recurring basis. However, if certain triggering events occur, or if an annual impairment test is required, and the medical center is required to evaluate the non-financial instrument for impairment, a resulting asset impairment would require that the non-financial asset be recorded at the fair value. During the year ended June 30, 2016, there were no triggering events that prompted an asset impairment test of the medical center's non-financial assets. Accordingly, the medical center did not measure any non-recurring, non-financial assets or recognize any amounts in earnings related to changes in fair value for non-financial assets for the year ended June 30, 2016.

D. Net Patient Service Revenue

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

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

Gross Patient Service Charges	\$ 556,096,830
Less:	
Medicare Contractual Adjustments	(165,233,597)
TennCare Contractual Adjustments	(26,547,023)
Other Contractual Adjustments	(166,703,333)
Bad Debt	(11,957,701)
Charity Care	<u>(870,243)</u>
Net Patient Service Revenue	<u><u>\$ 184,784,933</u></u>

Net patient accounts receivable consists of the following:

Commercial and Managed Care Plans	\$ 12,891,886
Medicare	4,193,077
TennCare	632,002
Patients, Including Self-Insured	12,015,464
Less: Allowance for Uncollectible Accounts	<u>(8,992,729)</u>
Total	<u><u>\$ 20,739,700</u></u>

E. Third-party Reimbursement Programs

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

Amounts earned under these contractual arrangements are subject to review and final determination by fiscal intermediaries and other appropriate governmental authorities or their agents. Activity with respect to audits and reviews of governmental programs and reimbursement has increased and is expected to increase in the future. No additional reserves or allowances have been established with regard to these increased audits and reviews as management is not able to estimate such amounts. In the opinion of management, any adjustments, which may result from such audits and

reviews, will not have a material impact on the financial statements; however, due to the uncertainties involved, it is at least reasonably possible that management's estimates will change in the future. In addition, participation in these programs subjects the medical center to significant rules and regulations; failure to adhere to such could result in fines, penalties, or expulsion from the programs.

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

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

The medical center contracts with various managed care organizations under the TennCare program. TennCare reimbursement for both inpatient and outpatient services is based upon prospectively determined rates and per-diem amounts.

Net patient service revenue related to Medicare and TennCare was approximately \$53,772,000 and \$3,250,000, respectively, in 2016.

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

The American Recovery and Reinvestment Act of 2009 (ARRA) established incentive payments under the Medicare and Medicaid programs for hospitals that implemented "meaningful use" certified electronic health record (EHR) technology. In order to receive incentive payments, a hospital that is able to meet the meaningful use criteria must attest that during the EHR reporting period, the hospital used certified EHR technology and specify that the technology used, satisfied the required meaningful use objectives and associated measures for the applicable stage, and must also specify the EHR reporting period and provide the result of each applicable measure for all patients admitted to the inpatient or emergency department of the hospital during the EHR reporting period for which a selected measure is applicable. A hospital may receive an incentive payment for up to four years, provided it successfully demonstrates meaningful use of certified EHR technology for the EHR reporting period. Hospitals that adopt a certified EHR system and are meaningful users can begin receiving incentive payments in any federal fiscal year from 2011 (October 1, 2010 – September 30, 2011) to 2015; however, the incentive payments will decrease for hospitals that first start receiving payments in federal fiscal year 2014 or 2015.

The medical center met the meaningful use criteria during 2016. As a result, the medical center recognized income of approximately \$1,022,000 from Medicare in 2016. The income is reported as other revenue on the accompanying statements of revenue, expenses and changes in net position. The medical center does not expect to receive and Medicaid EHR incentive payments.

The medical center's final incentive payment under the EHR incentive program is expected to be received during fiscal year 2017.

F. Assets Limited as to Use

Assets limited as to use consist of the following:

By Board for Capital Improvements:	\$ 24,402,878
By Board for Bond Principal and Interest Payments:	
Cash	2,668,666
By Donors:	
Cash and Cash Equivalents	1,501,207
Investments	<u>807,544</u>
 Total Assets Limited as to Use	 <u><u>\$ 29,380,295</u></u>

Balances consist of cash and mutual funds at June 30, 2016. The mutual funds are held by the foundation, which is a discretely presented component unit of the medical center and a 501(c)(3) organization. Amounts are classified as noncurrent assets to the extent they are not expected to be used to satisfy current obligations.

Amounts classified as current assets will be used to make bond principal and interest payments.

All assets limited as to use relating to the primary enterprise at June 30, 2016, are insured by the Federal Deposit Insurance Corporation, registered or otherwise collateralized by the financial institution through the State of Tennessee Collateral Bank Pool. See Note VI.P. for additional information related to the medical center's risks with respect to its investments.

G. Property and Equipment

The major classifications and changes in property and equipment, as of and for the year ended June 30, 2016, are as follows:

	Balance 7-1-15	Additions	Retirements	Balance 6-30-16
Land	\$ 10,112,140	\$ 3,007,615	\$ 480,000	\$ 13,599,755
Land Improvements	2,383,068	0	0	2,383,068
Building and Improvements	138,592,661	0	60,927,438	199,520,099
Equipment	91,317,090	3,559,689	8,708,872	103,585,651
Equipment Under Capital Leases	15,238,516	0	0	15,238,516
Subtotal	\$ 257,643,475	\$ 6,567,304	\$ 70,116,310	\$ 334,327,089
Less: Accumulated Depreciation and Amortization	(138,806,949)	(13,072,218)	281,184	(151,597,983)
Add: Construction in Progress	62,625,402	8,826,304	(70,693,460)	758,246
Total	\$ 181,461,928	\$ 2,321,390	\$ (295,966)	\$ 183,487,352

The construction in progress at June 30, 2016, consists primarily of various projects to renovate certain leased office space, develop certain owned property and upgrade accounting software. Estimated costs to complete these projects amount to approximately \$1,600,000 at June 30, 2016.

H. Investment in Joint Ventures

The medical center has an investment in Shared Hospital Services, Inc. (S.H.S.), which provides laundry and linen services. This investment is in a joint venture in which the medical center owned approximately seven percent at June 30, 2016. Equity earnings are distributed based upon tons of laundry processed by S.H.S.

The medical center paid S.H.S. approximately \$588,000 for laundry services for 2016.

On June 30, 2013, the medical center purchased a 49 percent ownership interest in Vanderbilt Health and Williamson Medical Center Clinics and Services, LLC (VHWMCCS). VHWMCCS owns and operates two primary care, walk-in clinics located in Williamson County, Tennessee.

On July 31, 2013, the medical center purchased a 20 percent ownership interest in Williamson Imaging, LLC, doing business as Cool Springs Imaging, LLC for \$4,500,000. In connection with this purchase and the purchase of the 49 percent ownership interest in Vanderbilt Health and Williamson Medical Center Clinics and Services, LLC, the medical center acquired a \$6,700,000 note payable (see Note VI.K.).

Summary information for the joint ventures as of June 30, 2016, and for the year then ended, is as follows:

Total Assets	\$ 26,050,000
Total Liabilities	<u>\$ 5,015,000</u>
Net Revenues	<u>\$ 37,540,000</u>
Net Earnings	<u>\$ 6,827,000</u>

Medical Center's Interest:

Investment in Joint Ventures	\$ 14,615,957
Equity in Earnings of Joint Ventures	<u>\$ 1,600,601</u>

I. Williamson County Ambulance Service

Pursuant to terms of an agreement with the county, which has been and may continue to be renewed annually upon agreement by both parties, the medical center controls and operates the Williamson County Ambulance Service. In accordance with this agreement, the county made unrestricted donations to the medical center of \$1,943,624 in 2016, which is included in nonoperating income in the accompanying statements of revenues, expenses, and changes in net position. The agreement also provides for the medical center to return all related assets (as defined) of the Ambulance Service to the county at the end of the contract period. The net book value of assets related to the Ambulance Service was \$1,583,656 at June 30, 2016.

J. Long-term Debt

A schedule of changes in the medical center's long-term debt is as follows:

	Balance 7-1-15	Additions	Reductions	Balance 6-30-16	Amounts Due Within One Year
Hospital Revenue and Tax Bonds Series 2004B	\$ 750,000	\$ 0	\$ (750,000)	\$ 0	\$ 0
General Obligation Refunding Bonds Series 2012A	17,660,000	0	(915,000)	16,745,000	1,695,000
3.09% Note Payable to Bank (one-month LIBOR + 2.9%)	1,050,000	0	(1,050,000)	0	0
3.005% Note Payable to Bank	4,773,912	0	(541,411)	4,232,501	4,232,501
2.70% Note Payable to Bank	3,795,684	0	(229,490)	3,566,194	3,566,194
2.46% Note Payable to bank	4,232,097	0	(4,232,097)	0	0
4.5% Note Payable to Bank	806,734	0	(212,187)	594,547	221,283
1.44% Note Payable to Bank (one-month LIBOR + 1.25%)	5,488,166	0	(5,488,166)	0	0
General obligation School and Public Improvement Bonds, Series 2013	26,905,000	0	(915,000)	25,990,000	960,000
Premium on Series 2013 Bonds	2,036,487	0	(109,587)	1,926,900	109,587
2.2% Note payable to bank	2,398,823	0	(235,658)	2,163,165	240,984
2.4% Note payable to bank	0	7,659,321	0	7,659,321	1,459,303
2.2% Note payable to bank (2016)	0	3,100,000	(29,033)	3,070,967	177,045
Total	\$ 69,896,903	\$ 10,759,321	\$ (14,707,629)	\$ 65,948,595	\$ 12,661,897

On December 1, 2004, the county issued \$15,110,000 in Hospital Revenue and Tax Bonds, Series 2004B for the purpose of constructing improvements and renovations to and equipping of the medical center. Specifically, the 2004B Bonds were used for the multi-phase facility expansion and renovation project, which extended over several years and was substantially completed in 2007. The remaining Series 2004B Bonds became due and were paid on May 1, 2016.

In June 2012, the county issued \$17,780,000 in General Obligation Refunding Bonds, Series 2012A to refund a portion of the Series 2004B and 2004A Bonds (\$8,790,000 of the Series 2004B Bonds and \$8,990,000 of the Series

2004A Bonds). The Series 2012A Bonds bear interest at rates ranging from two to four percent and are due through May 1, 2025.

The Series 2004A, Series 2004B, and the Series 2012A Bonds are collateralized by a pledge of the net revenues of the medical center and security interests in accounts receivable and certain other assets. In the event of a deficiency, the bonds are payable from unlimited ad valorem taxes levied on all taxable property within the county. The trust indentures related to the bonds contain certain covenants and restrictions, involving the issuance of additional debt and income available for debt service.

In November 2013, the county issued \$30,000,000 in General Obligations School and Public Improvement Bonds, Series 2013 for the purpose of funding the Vanderbilt Pediatrics Clinic expansion project pursuant to a resolution of the County Commission. The bonds were issued at a premium resulting in future principal payments of \$27,790,000. The bond premium totaling \$2,210,000 is amortized as a reduction to interest expense over the term of the bonds. The Series 2013 Bonds bear interest at rates ranging from three percent to five percent and are due through May 1, 2034.

The medical center also issues notes payable to finance certain property and equipment additions. The 3.09 percent note payable to the bank represents amounts drawn under a \$10 million line of credit, which converted to a term loan on March 1, 2005, with monthly principal and interest payments based on a 20-year amortization, and was fully paid in March 2016. The 3.005 percent note payable to bank represents amounts drawn under a \$7.5 million construction loan, which converted to a term loan on December 1, 2008, and was amended again in November 2013 to extend monthly principal and interest payments of \$56,631 through November 2016. This loan is secured by security interests in accounts receivable, excluding Medicare payments. The 2.7 percent note payable to bank is payable in monthly amounts of principal and interest ranging from \$18,716 to \$19,871 through March 2017 with all outstanding principal and interest payments due in April 2017 and is secured by certain accounts receivable of the medical center. The 2.46 percent note payable to bank secured by certain personal property of the medical center and the 1.44 percent note payable to bank secured by accounts receivable were refinanced in June 2016 with the 2.4 percent note payable. The 2.4 percent note payable to bank is payable in monthly principal and interest payments of \$135,595 based on a 5-year amortization and matures in June 2019. The 4.5 percent note payable to the bank is payable in monthly amounts of principal and interest of \$20,390 through February 2019 and is secured by the medical center's deposit accounts and security interest in accounts receivable, excluding Medicare payments. The 2.2 percent note payable to bank is payable in monthly principal and interest payments of \$23,902 based on a 20-year amortization, and matures on October 9, 2020. In November 2017, the interest rate will be adjusted to an annual rate equal to 1.3 basis points in excess of the weekly average yield on United States Treasury securities adjusted to a constant maturity of three years. The interest rate will never exceed 3 percent and all outstanding principal and

interest is due on October 9, 2020. The loan is secured by the encumbering property. The 2.2 percent note payable to bank (2016) is payable in monthly principal and interest of \$20,236 through April 2031 and is secured by the encumbering property.

The debt service requirements at June 30, 2016, related to long-term debt are as follows:

Year Ending June 30	Principal Maturities or Sinking Fund Requirements	Interest
2017	\$ 12,661,897	\$ 1,971,000
2018	5,053,287	1,688,000
2019	8,293,533	1,510,000
2020	3,581,267	1,275,000
2021	4,624,134	1,135,000
2022-2026	16,928,446	3,701,000
2027-2031	8,762,935	1,616,000
2032-2034	6,043,096	184,000
Total	<u>\$ 65,948,595</u>	<u>\$ 13,080,000</u>

The medical center capitalized interest relating to construction projects totaling \$575,000 in 2016.

K. Other Receivables

Other current and long-term receivables at June 30, 2016, include receivables from certain physicians, Medicare meaningful use funds and donors. Receivables from certain physicians, which were made as part of the medical center's recruitment program to attract physicians to the medical center's service area totaled \$518,795 at June 30, 2016. Under terms of the related agreements, such receivables will be forgiven over a period of time, generally over three years, as long as the physician continues to practice in the area. The medical center is amortizing these loans over the physicians' service commitments. Contributions receivable totaled \$1,353,061 at June 30, 2016. The foundation solicits pledges of support from board members and others for contributions to be used for specific purposes. The pledges are discounted when recorded to reflect the present value of expected future collections due after one year. Contributions receivable are reported as restricted net assets in the accompanying financial statements and are scheduled to be received as follows:

	<u>2016</u>
Receivables in Less than a Year	\$ 730,000
Receivables in One to Five Years	<u>1,199,000</u>
	\$ 1,929,000
Less Allowance for Uncollectible Pledges	(381,000)
Less Discounts	<u>(194,939)</u>
Total	<u>\$ 1,353,061</u>

L. Employees' Retirement Plan

The medical center participates in a tax-sheltered annuity program for substantially all of its employees who have one or more years of service, more than 1,000 scheduled hours, and have attained the age of 21. Benefits expense includes approximately \$1,866,000 in 2016 related to the medical center's share of expenses for contributions and service charges on tax-sheltered annuities for covered employees. The medical center's contribution percentage is seven percent of covered wages for physicians and ten percent of covered wages for executives as of June 30, 2016. The medical center also matches executives up to two percent of compensation, administrative and non-physician department heads up to nine percent of compensation and all other employee contributions up to five percent of compensation. Employees may make voluntary contributions so long as the total amount contributed by the employee does not exceed 25 percent of the employee's wages or maximum amounts as provided by law. The plan's investments at June 30, 2016, consist of various mutual fund and fixed income investments.

M. Functional Expenses

The following is a summary of management's functional classification of operating expenses:

Healthcare Services	\$ 104,479,527
General and Administrative	<u>78,799,915</u>
Total	<u>\$ 183,279,442</u>

N. Leases

The medical center leases equipment and office space under capital and operating lease agreements. Future minimum lease payments under capital leases and noncancellable operating leases with initial or remaining lease terms in excess of one year as of June 30, 2016, are as follows:

Year Ending June 30	Capital Leases	Operating Leases
2017	\$ 212,760	\$ 1,799,000
2018	89,225	1,570,000
2019	0	1,378,000
2020	0	1,178,000
2021	0	1,015,000
	<u>0</u>	<u>1,015,000</u>
Total Future Minimum Lease Payments	\$ 301,985	<u>\$ 6,940,000</u>
Less: Amounts Representing Interest of 4.5%	<u>(5,491)</u>	
Present Value of Net Minimum Lease Payments	<u>\$ 296,494</u>	

Lease expense for the years ended June 30, 2016, was \$1,824,579.

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

Balance 7-1-15	Additions	Reductions	Balance 6-30-16	Due Within One Year
\$ 531,680	\$ -	\$ (235,186)	\$ 296,494	\$ 207,948

The medical center generates rental income primarily from operating leases of two medical office buildings. Rental revenue was \$1,856,685 in 2016 and is included in other revenue.

Approximate future minimum rental revenue under noncancellable leases at June 30, 2016, was as follows:

Year Ending June 30	Amount
2017	\$ 1,384,000
2018	559,000
2019	489,000
2020	448,000
2021	416,000
2022 and later years	<u>835,000</u>
Total	<u>\$ 4,131,000</u>

Future minimum rental payments generally include minor annual increases for inflation.

O. Commitments and Contingencies

Medical malpractice liability is limited under provisions of the Tennessee Governmental Tort Liability Act (Section 29-20-403, et seq., *Tennessee Code Annotated*), which removed tort liability from governmental entities which, in the opinion of management and legal counsel, includes the medical center. In addition to requiring claims to be made in conformance with this act, special provisions include, but are not limited to, special notice of requirements imposed upon the claimant, a one-year statute of limitations, and a provision requiring the governmental entity to purchase insurance or to be self-insured within certain limits. This act also prohibits a judgment or award exceeding the minimum amounts of insurance coverage set out in the act (\$300,000 for bodily injury or death of any one person and \$700,000 in the aggregate for all persons in any one accident, occurrence, or act) or the amount of insurance purchased by the governmental entity.

The medical center maintains commercial insurance on a claims-made basis for medical malpractice liabilities. Insurance coverages are \$1 million per claim and \$4 million in the aggregate annually with a deductible of \$100,000 per claim. In addition, the medical center maintains an annual aggregate excess liability policy. Management intends to maintain such coverages in the future. During the past five fiscal years, no settlements of malpractice claims have exceeded insurance coverage limits.

There are known incidents occurring through June 30, 2016, that have resulted in the assertion of claims, although other claims may be asserted, arising from services provided to patients in the past. Management of the medical center is of the opinion that such liability, if any, related to these asserted claims will not have a material effect on the medical center's financial position. No amounts have been accrued for potential losses related to unreported incidents or reported incidents, which have not yet resulted in asserted claims, as the medical center is not able to estimate such amounts.

The health care industry is subject to numerous laws and regulations of federal, state, and local governments. These laws and regulations include, but are not necessarily limited to, matters such as licensure, accreditation, government health care program participation requirements, reimbursement for patient services, Medicare fraud and abuse, and, most recently under the provisions of the Health Insurance Portability and Accountability Act of 1996, matters related to patient records, privacy, and security. Recently, government activity has increased with respect to investigations and allegations concerning possible violations of fraud and abuse statutes and regulations by health care providers. Violations of these laws and regulations could result in expulsion from government health care programs together with the imposition of significant fines and penalties, as well as significant repayments for patient services previously billed. Compliance with such laws and regulations can be subject to future government review and interpretation, as well as regulatory actions unknown or unasserted at this time.

The medical center is self-insured for medical and other health care benefits provided to its employees and their families. The medical center maintains reinsurance through a commercial excess coverage policy, which covers annual individual employee claims paid in excess of \$100,000 for the plan year. Contributions by the medical center and participating employees are based on actual claims experience. A provision for estimated incurred but not reported claims has been provided in the accompanying financial statements. Expenses under this program totaled approximately \$9,761,000 for the year ended June 30, 2016.

The medical center is exposed to risks related to its cash and investments, a portion of which is included in assets limited as to use, although certain risks such as credit risk are mitigated due to the medical center's practice of maintaining investments primarily in cash and cash equivalents. The medical center's investment policy includes certificates of deposit, bank demand and savings accounts, and investment vehicles of the United States government. The medical center is subject to investment rate risk, the risk that changes in interest rates will adversely affect the fair value of an investment; however, the medical center's cash and investments are short-term in nature. The medical center's investment policy does not specifically address custodial credit risk, the risk that in the event of failure of a counterparty to a transaction, the medical center will not be able to recover the value of the investment or any collateral securities that are in the possession of an outside party, or concentration of credit risk, the risk that the amount of investments the medical center has with any one issuer exceeds five percent of its total investment. Substantially all of the medical center's cash and assets limited as to use are with a financial institution.

Management continues to implement policies, procedures, and compliance overview of organizational structure to enforce and monitor compliance with the Health Insurance Portability and Accountability Act of 1996 and other government statutes and regulations. The medical center's compliance with such laws and regulations is subject to future government review and interpretations, as well as regulatory actions, which are unknown or unasserted at this time.

The Centers for Medicare and Medicaid Services (CMS) have implemented a Recovery Audit Contractors (RAC) program. The purpose of the program is to reduce improper Medicare payments through the detection and recovery of overpayments. CMS has engaged subcontractors to perform these audits, and they are being compensated on a contingency basis based on the amount of overpayments that are recovered. While management believes that all Medicare billings are proper and adequate support is maintained, certain aspects of Medicare billing, coding and support are subject to interpretation and may be viewed differently by the RAC auditors. The medical center has not recorded any potential losses as of June 30, 2016; however, the amount of actual losses incurred could differ materially from this estimate.

In March 2010, the Patient Protection and Affordable Care Act was signed into law, along with the Health Care and Education Reconciliation Act of 2010 (collectively, the “Affordable Care Act”). The passage of the Affordable Care Act has resulted in comprehensive reform of legislation that is expected to expand health care coverage to millions of currently uninsured people beginning in 2014 and provide for significant changes to the U.S. health care system over the next ten years. To help fund this expansion, the Affordable Care Act outlines certain reductions in Medicare reimbursements for various health care providers, as well as certain other changes in Medicare payment methodologies. This comprehensive health care legislation provides for extensive future rulemaking by regulatory authorities, and also may be altered or amended.

Due to the complexity of the Affordable Care Act, lack of current implementation regulations and interpretive guidance, and response by CMS and other participants in the health care industry to the choices available under the law, it is difficult for the medical center to predict the full impact of the law on the medical center’s operations. Additionally, pending legislative proposals, which may be adopted, may affect the medical center. The provisions of the legislation and other regulations implementing the provisions of the Affordable Care Act may materially impact the medical center through increased costs, decreased revenues, and additional exposure to potential liability.

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

A. Summary of Significant Accounting Policies

General Information – On May 15, 1984, the Tennessee state legislature approved the Tennessee Emergency Communications District Law (Acts 1984, Ch. 867), which enables a county, upon approval by voters, to create a district to provide local emergency telephone service. Subsequently, on March 11, 1988, the Williamson County Commission approved resolution number 3-88-7, which established a district for its county, the Williamson County Emergency Communications District (the “district”). As provided by the Act, the district operates as a governmental organization through the directives of a seven-member board of directors and provides enhanced 911 emergency telephone service for its service area. The Williamson County Commission at its February 14, 2005, meeting added an eighth representative seat with the new director to be appointed from within the corporate limits of Franklin. The directors serve without compensation for terms of four years.

Financial Reporting Entity - Component Unit – The district is a component unit of the primary government of Williamson County, Tennessee. The district reports its financial information separately from Williamson County; however, the county in its financial report also presents the district’s financial information.

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

GASB specifies that component units must be legally separate organizations, which have financial accountability to a primary government. Financial accountability exists prima facie if a special-purpose government is not fiscally independent. GASB states that to be fiscally independent, the government has to have the authority to do all of three activities. Two of these are to issue bonded debt without approval by another government and to levy taxes or set rates or charges without approval by another government. By Section 7-86-114, *Tennessee Code Annotated (TCA)*, before issuing negotiable bonds, the district must have approval of the legislative body of a county wherein a district is established. It also must have approval before making purchase contracts, lease agreements, and notes payable of over five years' duration. In addition, the Williamson County Commission has the ability to adjust the district's service charges. Because the district is both a legal entity and financially accountable to the primary government of Williamson County as the County Commission approves all members of the governing board and by the nature of its fiscal dependence on Williamson County as described above, it is a component unit of Williamson County.

At June 30, 2016, there were no related receivables or payables between Williamson County and the district. The district did not engage in any activities that were subject to the approval of Williamson County.

Basis of Presentation – The financial statements are presented on the full accrual basis of accounting and conform to accounting principles generally accepted in the United States of America.

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

The district does not have the authority to levy or collect taxes but is supported instead by the fees collected from telephone subscribers who

benefit from the availability of its service. It recovers the cost of providing its services from its customers. Consequently, the district functions in a manner similar to a private business enterprise and utilizes the accrual method of accounting. Income is recognized as it is earned, and expenses are recognized as they are incurred, whether or not cash is received or paid out at that time.

The accounting and financial reporting treatment applied to the district is determined by its measurement focus. The transactions of the district are accounted for on a flow of economic resources measurement focus. With this measurement focus, all assets and all liabilities associated with the operations are included on the Statement of Net Position. Net position (i.e., total assets plus net deferred outflows net of total liabilities and net deferred inflows) is segregated into net investment in capital assets, restricted for capital projects, and unrestricted components. As of June 30, 2015, the district had no debt that related to the aforementioned categories.

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

Cash Flow - Cash and Cash Equivalents – The district presents its cash flow statement using the direct method. For purposes of cash flow presentation, the district considers cash in operating bank accounts, cash on hand, and certificates of deposit with an original maturity of 90 days or less to be cash and cash equivalents. At June 30, 2016, there were no certificates of deposit that qualified as cash equivalents.

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

The budget for operations is prepared on the modified-cash receipts and disbursements basis by line-item accounts. Revenues are budgeted in the year receipt is expected, and disbursements are budgeted in the year that the disbursement is expected to occur.

Equipment – Equipment is stated at cost or estimated historical cost if actual cost is not available and depreciated from two to ten years by the straight-line method of depreciation. The district defines capital assets as assets with an initial, individual cost of more than \$10,000 and an estimated useful life in excess of one year. Maintenance and repairs are charged to operations when incurred. Major renewals and betterments are capitalized. When items of property are sold or retired, the related costs and accumulated depreciation are removed from the accounts, and any gain or loss is included as nonoperating revenue or loss.

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

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

Operating Revenues and Expenses – The district's operating revenues and expenses consist of revenues earned and expenses incurred relating to the operation and maintenance of its principal ongoing operations. All other revenues and expenses are reported as nonoperating revenues and expenses and consist of those revenues and expenses that are related to financing and investing type of activities and result from nonexchange transactions or ancillary activities.

B. Cash and Certificates of Deposit Investments

The district is authorized to make investments in bonds, notes, or treasury bills of the United States, Federal Land Bank bonds, Federal Home Loan Bank notes and bonds, Federal National Mortgage Association notes and debentures, banks for cooperative debentures, or any of its other agencies, or obligations guaranteed as to principal and interest by the United States or any of its agencies with a maturity not greater than one year, or in the pooled investment fund established under Tennessee law. During the year ended June 30, 2016, the board of directors chose to limit the investment of funds to certificates of deposits at banks. Cash reserves for operations were held in bank checking and savings accounts.

Cash – At June 30, 2016, the carrying amount of cash deposits and cash on hand was \$1,099,418, and the bank balance was \$1,223,662 as listed below. At June 30, 2016, the entire bank balance was covered by federal depository insurance, or by collateral held in the Tennessee Bank Collateral Pool. The Tennessee Bank Collateral pool is a multiple financial institution collateral pool to which member financial institutions holding public funds pledge collateral securities. In the event any member financial institution fails, the entire collateral pool becomes available to satisfy the claims of governmental entities. The pool also has the ability to make additional assessments on a pro rata basis to the members of the pool if the value of collateral is inadequate to cover a loss.

Cash Accounts	Interest Rate	June 30, 2016	
		Carrying Amount	Bank Balance
Franklin Synergy Bank Checking	0.32%	\$ 1,061,528	\$ 1,185,772
Franklin Synergy Bank Money Market	0.32	37,890	37,890
Total		<u>\$ 1,099,418</u>	<u>\$ 1,223,662</u>

Certificates of Deposit – At June 30, 2016, the district held the following certificates of deposit:

Bank	Maturity	Interest	Amount
Franklin Synergy Bank	12-09-16	1.18 %	\$ 250,000
Franklin Synergy Bank	12-09-16	1.18	250,000
Franklin Synergy Bank	12-09-16	1.18	250,000
Franklin Synergy Bank	12-14-16	1.04	<u>250,000</u>
Total			<u>\$ 1,000,000</u>

The certificates of deposit are insured by the Federal Deposit Insurance Corporation or the Tennessee Bank Collateral Pool and are shown at their fair value.

C. Capital Assets

Capital assets are summarized as follows:

	Balance 7-1-15	Additions	Deductions	Balance 6-30-16
Communications Equipment	\$ 2,071,260	\$ 0	\$ (2,061,136)	\$ 10,124
Office Furniture and Equipment	69,510	0	(69,510)	0
Subtotal	\$ 2,140,770	\$ 0	\$ (2,130,646)	\$ 10,124
Less: Accumulated Depreciation	(2,051,204)	(39,986)	2,085,847	(5,343)
Subtotal	\$ 89,566	\$ (39,986)	\$ (44,799)	\$ 4,781
Capital Assets, Not Depreciated-				
Other Capital Assets	0	44,800	0	44,800
Construction in Progress	203,672	0	0	203,672
Total	<u>\$ 293,238</u>	<u>\$ 4,814</u>	<u>\$ (44,799)</u>	<u>\$ 253,253</u>

D. Risk Management

The district is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The district is covered under insurance policies maintained by Williamson County. Settled claims have not exceeded this commercial coverage in any of the past three fiscal years.

E. Accounts Payable

Accounts payable include the following:

Amounts due to vendors	\$ 2,980
------------------------	----------

F. Related-party Transactions

Williamson County provides dispatch employees and certain services to the district. The district and the county signed an interlocal contract effective from July 1, 1998, to June 30, 1999, that automatically renews each year unless one party notifies the other in writing within 60 days prior to the commencement of the new fiscal year. The expenses, which are primarily salaries, employee benefits, and services, are billed to the district quarterly and are included in the Statement of Revenues, Expenses, and Changes in Net Position as contracts with government agencies. Amounts paid or payable to Williamson County for the fiscal year ended 2016 totaled \$1,246,347. A contribution in the amount of \$230,760 was remitted back to the district from the county. In addition, the district reimbursed the county for training in the amount of \$12,323 and \$22,848 for maintenance agreement expenses.

G. Subsequent Events

The district entered into a contract dated February 11, 2014, with a vendor to purchase a NG CAD system for \$220,102. As of June 30, 2016, \$203,672 had been remitted to the vendor with the remaining \$16,430 due upon installation of the equipment and acceptance of the system.

Subsequent to June 30, 2016, the district's attorney requested return of \$133,947, which represents the amount paid for services that have not been rendered under the contract and equipment that has not been supplied. At the November 15, 2016, board meeting, the board of directors accepted the vendor's offer in the amount of \$133,947 as repayment for the services and equipment and to cancel the contract.

**REQUIRED SUPPLEMENTARY
INFORMATION**

Exhibit F-1

Williamson County, Tennessee
Schedule of Changes in Net Pension Liability (Asset) and Related Ratios Based on
Participation in the Public Employee Pension Plan of TCRS
Primary Government
For the Fiscal Year Ended June 30

	2014	2015
Total Pension Liability (Asset)		
Service Cost	\$ 5,487,696	\$ 5,559,981
Interest	11,100,084	11,780,321
Differences Between Actual and Expected Experience	(2,507,952)	1,360,207
Benefit Payments, Including Refunds of Employee Contributions	(4,683,009)	(5,481,560)
Net Change in Total Pension Liability (Asset)	\$ 9,396,819	\$ 13,218,949
Total Pension Liability (Asset), Beginning	144,854,932	154,251,751
Total Pension Liability (Asset), Ending (a)	\$ 154,251,751	\$ 167,470,700
Plan Fiduciary Net Position		
Contributions - Employer	\$ 5,483,272	\$ 4,679,182
Contributions - Employee	3,303,197	3,394,129
Net Investment Income	23,546,181	5,187,493
Benefit Payments, Including Refunds of Employee Contributions	(4,683,009)	(5,481,560)
Administrative Expense	(84,247)	(113,559)
Net Change in Plan Fiduciary Net Position	\$ 27,565,394	\$ 7,665,685
Plan Fiduciary Net Position, Beginning	139,579,121	167,144,515
Plan Fiduciary Net Position, Ending (b)	\$ 167,144,515	\$ 174,810,200
Net Pension Liability (Asset), Ending (a - b)	\$ (12,892,764)	\$ (7,339,500)
Plan Fiduciary Net Position as a Percentage of Total Pension Liability	108.36%	104.38%
Covered Payroll	\$ 66,063,529	\$ 67,487,335
Net Pension Liability (Asset) as a Percentage of Covered Payroll	(19.52)%	(10.88)%

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

Note: data presented includes primary government and non-certified employees of the discretely presented School Department.

Exhibit F-2

Williamson County, Tennessee
Schedule of Contributions Based on Participation in the Public
Employee Pension Plan of TCRS
Primary Government
For the Fiscal Year Ended June 30

	<u>2014</u>	<u>2015</u>	<u>2016</u>
Actuarially Determined Contribution	\$ 5,483,272	\$ 4,679,182	\$ 5,089,329
Less Contributions in Relation to the Actuarially Determined Contribution	<u>(5,483,272)</u>	<u>(4,679,182)</u>	<u>(5,089,329)</u>
Contribution Deficiency (Excess)	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
Covered Payroll	\$ 66,063,529	\$ 67,487,335	\$ 73,439,041
Contributions as a Percentage of Covered Payroll	8.30%	6.93%	6.93%

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

Note: data presented includes primary government and non-certified employees
of the discretely presented School Department.

Exhibit F-3

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

	<u>2015</u>	<u>2016</u>
Contractually Required Contribution	\$ 224,305	\$ 512,258
Less Contributions in Relation to the Contractually Required Contribution	<u>(358,890)</u>	<u>(819,619)</u>
Contribution Deficiency (Excess)	<u>\$ (134,585)</u>	<u>\$ (307,361)</u>
Covered Payroll	\$ 8,972,207	\$ 20,490,300
Contributions as a Percentage of Covered Payroll	4.00%	4.00%

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

Exhibit F-4

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

	<u>2014</u>	<u>2015</u>	<u>2016</u>
Contractually Required Contribution	\$ 11,316,956	\$ 11,506,530	\$ 11,459,853
Less Contributions in Relation to the Contractually Required Contribution	<u>(11,316,956)</u>	<u>(11,506,530)</u>	<u>(11,459,853)</u>
Contribution Deficiency (Excess)	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
Covered Payroll	\$ 127,443,200	\$ 127,284,800	\$ 126,768,386
Contributions as a Percentage of Covered Payroll	8.88%	9.04%	9.04%

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

Exhibit F-5

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

	<u>2016</u>
School Department's Proportion of the Net Pension Liability (Asset)	4.318280%
School Department's Proportionate Share of the Net Pension Liability (Asset)	\$ (173,723)
Covered Payroll	\$ 8,972,207
School Department's Proportionate Share of the Net Pension Liability (Asset) as a Percentage of its Covered Payroll	(1.94)%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	127.46%

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

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

Exhibit F-6

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

	2015	2016
School Department's Proportion of the Net Pension Liability (Asset)	3.246967%	3.400148%
School Department's Proportionate Share of the Net Pension Liability (Asset)	\$ (527,617)	\$ 1,392,817
Covered Payroll	\$ 127,443,200	\$ 127,284,800
School Department's Proportionate Share of the Net Pension Liability (Asset) as a Percentage of its Covered Payroll	(0.41)%	1.09%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	100.08%	99.81%

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

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

Exhibit F-7

Williamson County, Tennessee
Schedule of Funding Progress – Other Postemployment Benefits Plans
Primary Government and Discretely Presented Williamson County School Department
June 30, 2016

(Dollar amounts in thousands)

<u>Plans</u>	<u>Actuarial Valuation Date</u>	<u>Actuarial Value of Assets (a)</u>	<u>Actuarial Accrued Liability (AAL) Projected Unit Credit (b)</u>	<u>Unfunded AAL (UAAL) (b)-(a)</u>	<u>Funded Ratio (a/b)</u>	<u>Covered Payroll (c)</u>	<u>UAAL as a Percentage of Covered Payroll ((b-a)/c)</u>
<u>PRIMARY GOVERNMENT</u>							
Health and Dental	7-1-10	\$ 0	\$ 41,827	\$ 41,827	0	% \$ 29,797	140 %
"	7-1-12	0	46,259	46,259	0	32,111	144
"	7-1-14	0	44,201	44,201	0	33,884	130
<u>DISCRETELY PRESENTED WILLIAMSON COUNTY SCHOOL DEPARTMENT</u>							
Health and Dental	7-1-10	0	185,332	185,332	0	135,582	137
"	7-1-12	0	209,218	209,218	0	145,717	144
"	7-1-14	0	211,572	211,572	0	161,724	131
Medicare Supplement	7-1-11	0	1,939	1,939	0	N/A	N/A
"	7-1-13	0	1,687	1,687	0	N/A	N/A
"	7-1-15	0	1,983	1,983	0	N/A	N/A

WILLIAMSON COUNTY, TENNESSEE
NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION
For the Year Ended June 30, 2016

TENNESSEE CONSOLIDATED RETIREMENT SYSTEM

Valuation Date: Actuarially determined contribution rates for 2016 were calculated based on the July 1, 2013, actuarial valuation.

Methods and assumptions used to determine contribution rates:

Actuarial Cost Method	Frozen Initial Liability
Amortization Method	Level Dollar, Closed (Not to Exceed 20 Years)
Remaining Amortization Period	Two Years
Asset Valuation	10-Year Smoothed Within a 20% Corridor to Market Value
Inflation	3%
Salary Increases	Graded Salary Ranges from 8.97% to 3.71% Based on Age, Including Inflation, Averaging 4.25%
Investment Rate of Return	7.5%, Net of Investment Expense, Including Inflation
Retirement Age	Pattern of Retirement Determined by Experience Study
Mortality	Customized Table Based on Actual Experience Including an Adjustment for Some Anticipated Improvement
Cost of Living Adjustment	2.5%

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

Nonmajor Governmental Funds

Special Revenue Funds

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

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

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

Constitutional Officers - Fees Fund – The Constitutional Officers - Fees Fund is used to account for operating expenses paid directly from the fee and commission accounts of the trustee, clerks, register of deeds, and sheriff.

Exhibit G-1

Williamson County, Tennessee
Combining Balance Sheet
Nonmajor Governmental Funds
June 30, 2016

	<u>Special Revenue Funds</u>		<u>Total</u>
	<u>Solid</u>		<u>Nonmajor</u>
	<u>Waste /</u>	<u>Drug</u>	<u>Governmental</u>
	<u>Sanitation</u>	<u>Control</u>	<u>Funds</u>
<u>ASSETS</u>			
Cash	\$ 871	\$ 0	\$ 871
Equity in Pooled Cash and Investments	3,585,854	129,170	3,715,024
Accounts Receivable	107,154	0	107,154
Property Taxes Receivable	3,928,064	0	3,928,064
Allowance for Uncollectible Property Taxes	(18,877)	0	(18,877)
Total Assets	<u>\$ 7,603,066</u>	<u>\$ 129,170</u>	<u>\$ 7,732,236</u>
<u>LIABILITIES</u>			
Claims and Judgments Payable	\$ 95,709	\$ 0	\$ 95,709
Total Liabilities	<u>\$ 95,709</u>	<u>\$ 0</u>	<u>\$ 95,709</u>
<u>DEFERRED INFLOWS OF RESOURCES</u>			
Deferred Current Property Taxes	\$ 3,849,828	\$ 0	\$ 3,849,828
Deferred Delinquent Property Taxes	54,060	0	54,060
Other Deferred/Unavailable Revenue	26,400	0	26,400
Total Deferred Inflows of Resources	<u>\$ 3,930,288</u>	<u>\$ 0</u>	<u>\$ 3,930,288</u>
<u>FUND BALANCES</u>			
Restricted:			
Restricted for Public Safety	\$ 0	\$ 129,170	\$ 129,170
Committed:			
Committed for Public Health and Welfare	3,577,069	0	3,577,069
Total Fund Balances	<u>\$ 3,577,069</u>	<u>\$ 129,170</u>	<u>\$ 3,706,239</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 7,603,066</u>	<u>\$ 129,170</u>	<u>\$ 7,732,236</u>

Exhibit G-2

Williamson County, Tennessee
Combining Statement of Revenues, Expenditures,
and Changes in Fund Balances
Nonmajor Governmental Funds
For the Year Ended June 30, 2016

	<u>Special Revenue Funds</u>			Total
	Solid Waste / Sanitation	Drug Control	Constitu - tional Officers - Fees	Nonmajor Governmental Funds
<u>Revenues</u>				
Local Taxes	\$ 3,326,984	\$ 0	\$ 0	\$ 3,326,984
Fines, Forfeitures, and Penalties	0	68,781	0	68,781
Charges for Current Services	1,065,969	0	100	1,066,069
Other Local Revenues	241,905	8,346	0	250,251
State of Tennessee	10,039	0	0	10,039
Other Governments and Citizens Groups	0	5,100	0	5,100
Total Revenues	<u>\$ 4,644,897</u>	<u>\$ 82,227</u>	<u>\$ 100</u>	<u>\$ 4,727,224</u>
<u>Expenditures</u>				
Current:				
Public Safety	\$ 0	\$ 51,350	\$ 100	\$ 51,450
Public Health and Welfare	4,048,951	0	0	4,048,951
Other Operations	685,124	0	0	685,124
Total Expenditures	<u>\$ 4,734,075</u>	<u>\$ 51,350</u>	<u>\$ 100</u>	<u>\$ 4,785,525</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ (89,178)</u>	<u>\$ 30,877</u>	<u>\$ 0</u>	<u>\$ (58,301)</u>
<u>Other Financing Sources (Uses)</u>				
Transfers Out	\$ (675,000)	\$ 0	\$ 0	\$ (675,000)
Total Other Financing Sources (Uses)	<u>\$ (675,000)</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ (675,000)</u>
Net Change in Fund Balances	\$ (764,178)	\$ 30,877	\$ 0	\$ (733,301)
Fund Balance, July 1, 2015	4,341,247	98,293	0	4,439,540
Fund Balance, June 30, 2016	<u>\$ 3,577,069</u>	<u>\$ 129,170</u>	<u>\$ 0</u>	<u>\$ 3,706,239</u>

Exhibit G-3

Williamson County, Tennessee
Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Actual (Budgetary Basis) and Budget
Solid Waste/Sanitation Fund
For the Year Ended June 30, 2016

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2015	Add: Encumbrances 6/30/2016	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
<u>Revenues</u>							
Local Taxes	\$ 3,326,984	\$ 0	\$ 0	\$ 3,326,984	\$ 3,086,438	\$ 3,086,438	\$ 240,546
Charges for Current Services	1,065,969	0	0	1,065,969	925,000	925,000	140,969
Other Local Revenues	241,905	0	0	241,905	392,300	392,300	(150,395)
State of Tennessee	10,039	0	0	10,039	0	0	10,039
Total Revenues	<u>\$ 4,644,897</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 4,644,897</u>	<u>\$ 4,403,738</u>	<u>\$ 4,403,738</u>	<u>\$ 241,159</u>
<u>Expenditures</u>							
<u>Public Health and Welfare</u>							
Sanitation Management	\$ 4,048,951	\$ (309,116)	\$ 170,857	\$ 3,910,692	\$ 4,680,482	\$ 4,855,482	\$ 944,790
<u>Other Operations</u>							
Other Charges	250,174	0	0	250,174	455,000	458,600	208,426
Employee Benefits	434,950	0	0	434,950	494,050	494,050	59,100
Total Expenditures	<u>\$ 4,734,075</u>	<u>\$ (309,116)</u>	<u>\$ 170,857</u>	<u>\$ 4,595,816</u>	<u>\$ 5,629,532</u>	<u>\$ 5,808,132</u>	<u>\$ 1,212,316</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ (89,178)</u>	<u>\$ 309,116</u>	<u>\$ (170,857)</u>	<u>\$ 49,081</u>	<u>\$ (1,225,794)</u>	<u>\$ (1,404,394)</u>	<u>\$ 1,453,475</u>
<u>Other Financing Sources (Uses)</u>							
Transfers Out	\$ (675,000)	\$ 0	\$ 0	\$ (675,000)	\$ 0	\$ (675,000)	\$ 0
Total Other Financing Sources	<u>\$ (675,000)</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ (675,000)</u>	<u>\$ 0</u>	<u>\$ (675,000)</u>	<u>\$ 0</u>
Net Change in Fund Balance	\$ (764,178)	\$ 309,116	\$ (170,857)	\$ (625,919)	\$ (1,225,794)	\$ (2,079,394)	\$ 1,453,475
Fund Balance, July 1, 2015	4,341,247	(309,116)	0	4,032,131	4,032,042	4,032,042	89
Fund Balance, June 30, 2016	<u>\$ 3,577,069</u>	<u>\$ 0</u>	<u>\$ (170,857)</u>	<u>\$ 3,406,212</u>	<u>\$ 2,806,248</u>	<u>\$ 1,952,648</u>	<u>\$ 1,453,564</u>

Exhibit G-4

Williamson County, Tennessee
 Schedule of Revenues, Expenditures, and Changes
 in Fund Balance - Actual (Budgetary Basis) and Budget
 Drug Control Fund
 For the Year Ended June 30, 2016

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2015	Add: Encumbrances 6/30/2016	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
<u>Revenues</u>							
Fines, Forfeitures, and Penalties	\$ 68,781	\$ 0	\$ 0	\$ 68,781	\$ 36,000	\$ 36,000	\$ 32,781
Other Local Revenues	8,346	0	0	8,346	0	0	8,346
Other Governments and Citizens Groups	5,100	0	0	5,100	0	0	5,100
Total Revenues	<u>\$ 82,227</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 82,227</u>	<u>\$ 36,000</u>	<u>\$ 36,000</u>	<u>\$ 46,227</u>
<u>Expenditures</u>							
<u>Public Safety</u>							
Drug Enforcement	\$ 51,350	\$ (1,090)	\$ 1,096	\$ 51,356	\$ 60,000	\$ 60,000	\$ 8,644
Total Expenditures	<u>\$ 51,350</u>	<u>\$ (1,090)</u>	<u>\$ 1,096</u>	<u>\$ 51,356</u>	<u>\$ 60,000</u>	<u>\$ 60,000</u>	<u>\$ 8,644</u>
Excess (Deficiency) of Revenues Over Expenditures	\$ 30,877	\$ 1,090	\$ (1,096)	\$ 30,871	\$ (24,000)	\$ (24,000)	\$ 54,871
Net Change in Fund Balance	\$ 30,877	\$ 1,090	\$ (1,096)	\$ 30,871	\$ (24,000)	\$ (24,000)	\$ 54,871
Fund Balance, July 1, 2015	98,293	(1,090)	0	97,203	82,538	82,538	14,665
Fund Balance, June 30, 2016	<u>\$ 129,170</u>	<u>\$ 0</u>	<u>\$ (1,096)</u>	<u>\$ 128,074</u>	<u>\$ 58,538</u>	<u>\$ 58,538</u>	<u>\$ 69,536</u>

Major Governmental Funds

Debt Service Funds

Debt Service Funds are used to account for and report financial resources that are restricted, committed, or assigned to expenditure for principal and interest.

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

Rural Debt Service Fund – The Rural Debt Service Fund is used to account for the accumulation of resources for, and the payment of, debt principal, interest, and related costs specifically issued for schools outside the territorial boundaries of the Franklin Special School District.

Exhibit H-1

Williamson County, Tennessee
Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Actual and Budget
General Debt Service Fund
For the Year Ended June 30, 2016

	Actual	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
		Original	Final	
<u>Revenues</u>				
Local Taxes	\$ 28,311,318	\$ 26,191,236	\$ 26,191,236	\$ 2,120,082
Other Local Revenues	611,460	410,000	410,000	201,460
State of Tennessee	368,087	350,000	350,000	18,087
Federal Government	620,715	667,794	667,794	(47,079)
Other Governments and Citizens Groups	41,753	473,731	473,731	(431,978)
Total Revenues	\$ 29,953,333	\$ 28,092,761	\$ 28,092,761	\$ 1,860,572
<u>Expenditures</u>				
<u>Principal on Debt</u>				
General Government	\$ 11,571,400	\$ 14,151,400	\$ 14,151,400	\$ 2,580,000
Highways and Streets	183,600	183,600	183,600	0
Education	10,700,000	10,700,000	10,700,000	0
<u>Interest on Debt</u>				
General Government	5,115,024	7,316,500	6,883,417	1,768,393
Highways and Streets	23,256	23,300	23,300	44
Education	6,982,648	7,549,500	7,049,770	67,122
<u>Other Debt Service</u>				
General Government	10,823,200	560,000	10,932,532	109,332
Education	14,083,038	0	14,083,038	0
Total Expenditures	\$ 59,482,166	\$ 40,484,300	\$ 64,007,057	\$ 4,524,891
Excess (Deficiency) of Revenues Over Expenditures	\$ (29,528,833)	\$ (12,391,539)	\$ (35,914,296)	\$ 6,385,463
<u>Other Financing Sources (Uses)</u>				
Refunding Debt Issued	\$ 45,515,000	\$ 0	\$ 45,515,000	\$ 0
Premiums on Debt Sold	7,037,752	0	7,037,752	0
Transfers In	5,000,000	5,000,000	5,000,000	0
Payments to Refunded Debt Escrow Agent	(29,164,994)	0	(29,164,994)	0
Total Other Financing Sources	\$ 28,387,758	\$ 5,000,000	\$ 28,387,758	\$ 0
Net Change in Fund Balance	\$ (1,141,075)	\$ (7,391,539)	\$ (7,526,538)	\$ 6,385,463
Fund Balance, July 1, 2015	17,210,346	13,155,347	13,155,347	4,054,999
Fund Balance, June 30, 2016	\$ 16,069,271	\$ 5,763,808	\$ 5,628,809	\$ 10,440,462

Exhibit H-2

Williamson County, Tennessee
Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Actual and Budget
Rural Debt Service Fund
For the Year Ended June 30, 2016

	Actual	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
		Original	Final	
<u>Revenues</u>				
Local Taxes	\$ 16,189,197	\$ 14,662,639	\$ 14,662,639	\$ 1,526,558
Other Local Revenues	67,828	50,000	50,000	17,828
Federal Government	878,055	944,653	944,653	(66,598)
Total Revenues	\$ 17,135,080	\$ 15,657,292	\$ 15,657,292	\$ 1,477,788
<u>Expenditures</u>				
<u>Principal on Debt</u>				
Education	\$ 14,110,000	\$ 14,110,000	\$ 14,110,000	\$ 0
<u>Interest on Debt</u>				
Education	9,191,991	9,785,000	9,224,797	32,806
<u>Other Debt Service</u>				
Education	1,041,466	302,500	1,101,144	59,678
Total Expenditures	\$ 24,343,457	\$ 24,197,500	\$ 24,435,941	\$ 92,484
Excess (Deficiency) of Revenues Over Expenditures	\$ (7,208,377)	\$ (8,540,208)	\$ (8,778,649)	\$ 1,570,272
<u>Other Financing Sources (Uses)</u>				
Refunding Debt Issued	\$ 23,355,000	\$ 0	\$ 23,355,000	\$ 0
Premiums on Debt Sold	5,331,480	0	5,331,480	0
Transfers In	5,000,000	5,000,000	5,000,000	0
Payments to Refunded Debt Escrow Agent	(28,519,039)	0	(28,519,039)	0
Total Other Financing Sources	\$ 5,167,441	\$ 5,000,000	\$ 5,167,441	\$ 0
Net Change in Fund Balance	\$ (2,040,936)	\$ (3,540,208)	\$ (3,611,208)	\$ 1,570,272
Fund Balance, July 1, 2015	9,729,805	9,700,671	9,700,671	29,134
Fund Balance, June 30, 2016	\$ 7,688,869	\$ 6,160,463	\$ 6,089,463	\$ 1,599,406

Fiduciary Funds

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

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

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

Cities Adequate Facilities Tax Fund – The Cities Adequate Facilities Tax Fund is used to account for various cities’ share of adequate facilities tax collected by the county. These collections are remitted to the cities on a monthly basis.

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

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

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

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

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

Exhibit I-1

Williamson County, Tennessee
Combining Statement of Fiduciary Assets and Liabilities
Fiduciary Funds
June 30, 2016

	Agency Funds							Total
	Cities - Sales Tax	Cities - Property Tax	Special School District	Judicial District Drug	District Attorney General	Constitu- tional Officers - Agency	Other Agency	
<u>ASSETS</u>								
Cash	\$ 0	\$ 0	\$ 0	\$ 5,192	\$ 0	\$ 8,679,540	\$ 0	\$ 8,684,732
Equity in Pooled Cash and Investments	0	65,098	446,822	1,430,356	198,197	0	21,019	2,161,492
Accounts Receivable	0	0	0	0	0	202,933	0	202,933
Cash Shortage	0	0	0	0	0	1,110	0	1,110
Due from Other Governments	8,908,282	0	767,898	0	0	0	0	9,676,180
Taxes Receivable	0	0	12,024,982	0	0	0	0	12,024,982
Allowance for Uncollectible Taxes	0	0	(43,631)	0	0	0	0	(43,631)
Total Assets	\$ 8,908,282	\$ 65,098	\$ 13,196,071	\$ 1,435,548	\$ 198,197	\$ 8,883,583	\$ 21,019	\$ 32,707,798
<u>LIABILITIES</u>								
Due to Other Taxing Units	\$ 8,908,282	\$ 65,098	\$ 13,196,071	\$ 0	\$ 0	\$ 0	\$ 0	\$ 22,169,451
Due to Other Funds	0	0	0	0	0	153,181	0	153,181
Due to Joint Venture	0	0	0	1,141,256	0	0	0	1,141,256
Due to Litigants, Heirs, and Others	0	0	0	294,292	198,197	8,730,402	21,019	9,243,910
Total Liabilities	\$ 8,908,282	\$ 65,098	\$ 13,196,071	\$ 1,435,548	\$ 198,197	\$ 8,883,583	\$ 21,019	\$ 32,707,798

Exhibit I-2

Williamson County, Tennessee
Combining Statement of Changes in Assets and
Liabilities - All Agency Funds
For the Year Ended June 30, 2016

	Beginning Balance	Additions	Deductions	Ending Balance
<u>Cities - Sales Tax Fund</u>				
<u>Assets</u>				
Equity in Pooled Cash and Investments	\$ 0	\$ 51,450,021	\$ 51,450,021	\$ 0
Due from Other Governments	8,242,815	8,908,282	8,242,815	8,908,282
Total Assets	\$ 8,242,815	\$ 60,358,303	\$ 59,692,836	\$ 8,908,282
<u>Liabilities</u>				
Due to Other Taxing Units	\$ 8,242,815	\$ 60,358,303	\$ 59,692,836	\$ 8,908,282
Total Liabilities	\$ 8,242,815	\$ 60,358,303	\$ 59,692,836	\$ 8,908,282
<u>Cities - Property Tax Fund</u>				
<u>Assets</u>				
Equity in Pooled Cash and Investments	\$ 69,559	\$ 27,024,134	\$ 27,028,595	\$ 65,098
Total Assets	\$ 69,559	\$ 27,024,134	\$ 27,028,595	\$ 65,098
<u>Liabilities</u>				
Due to Other Taxing Units	\$ 69,559	\$ 27,024,134	\$ 27,028,595	\$ 65,098
Total Liabilities	\$ 69,559	\$ 27,024,134	\$ 27,028,595	\$ 65,098
<u>Cities Adequate Facilities Tax Fund</u>				
<u>Assets</u>				
Equity in Pooled Cash and Investments	\$ 0	\$ 2,643,761	\$ 2,643,761	\$ 0
Total Assets	\$ 0	\$ 2,643,761	\$ 2,643,761	\$ 0
<u>Liabilities</u>				
Due to Other Taxing Units	\$ 0	\$ 2,643,761	\$ 2,643,761	\$ 0
Total Liabilities	\$ 0	\$ 2,643,761	\$ 2,643,761	\$ 0
<u>Special School District Fund</u>				
<u>Assets</u>				
Equity in Pooled Cash and Investments	\$ 446,915	\$ 36,485,568	\$ 36,485,661	\$ 446,822
Due from Other Governments	767,074	767,898	767,074	767,898
Taxes Receivable	10,691,625	12,024,982	10,691,625	12,024,982
Allowance for Uncollectible Taxes	(87,604)	(43,631)	(87,604)	(43,631)
Total Assets	\$ 11,818,010	\$ 49,234,817	\$ 47,856,756	\$ 13,196,071
<u>Liabilities</u>				
Due to Other Taxing Units	\$ 11,818,010	\$ 49,234,817	\$ 47,856,756	\$ 13,196,071
Total Liabilities	\$ 11,818,010	\$ 49,234,817	\$ 47,856,756	\$ 13,196,071

(Continued)

Exhibit I-2

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

	Beginning Balance	Additions	Deductions	Ending Balance
<u>Judicial District Drug Fund</u>				
<u>Assets</u>				
Cash	\$ 4,029	\$ 5,192	\$ 4,029	\$ 5,192
Equity in Pooled Cash and Investments	1,692,164	621,553	883,361	1,430,356
Total Assets	\$ 1,696,193	\$ 626,745	\$ 887,390	\$ 1,435,548
<u>Liabilities</u>				
Due to Joint Venture	\$ 1,569,857	\$ 210,846	\$ 639,447	\$ 1,141,256
Due to Litigants, Heirs, and Others	126,336	415,899	247,943	294,292
Total Liabilities	\$ 1,696,193	\$ 626,745	\$ 887,390	\$ 1,435,548
<u>District Attorney General Fund</u>				
<u>Assets</u>				
Cash	\$ 89	\$ 0	\$ 89	\$ 0
Equity in Pooled Cash and Investments	205,820	69,849	77,472	198,197
Total Assets	\$ 205,909	\$ 69,849	\$ 77,561	\$ 198,197
<u>Liabilities</u>				
Due to Litigants, Heirs, and Others	\$ 205,909	\$ 69,849	\$ 77,561	\$ 198,197
Total Liabilities	\$ 205,909	\$ 69,849	\$ 77,561	\$ 198,197
<u>Constitutional Officers - Agency Fund</u>				
<u>Assets</u>				
Cash	\$ 6,652,801	\$ 66,259,945	\$ 64,233,206	\$ 8,679,540
Accounts Receivable	74,569	202,933	74,569	202,933
Cash Shortage	0	1,110	0	1,110
Total Assets	\$ 6,727,370	\$ 66,463,988	\$ 64,307,775	\$ 8,883,583
<u>Liabilities</u>				
Due to Other Funds	\$ 190,682	\$ 153,181	\$ 190,682	\$ 153,181
Due to Litigants, Heirs, and Others	6,536,688	66,310,807	64,117,093	8,730,402
Total Liabilities	\$ 6,727,370	\$ 66,463,988	\$ 64,307,775	\$ 8,883,583

(Continued)

Exhibit I-2

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

	Beginning Balance	Additions	Deductions	Ending Balance
<u>Other Agency Fund</u>				
<u>Assets</u>				
Equity in Pooled Cash and Investments	\$ 26,379	\$ 22,161	\$ 27,521	\$ 21,019
Total Assets	\$ 26,379	\$ 22,161	\$ 27,521	\$ 21,019
<u>Liabilities</u>				
Due to Litigants, Heirs, and Others	\$ 26,379	\$ 22,161	\$ 27,521	\$ 21,019
Total Liabilities	\$ 26,379	\$ 22,161	\$ 27,521	\$ 21,019
<u>Totals - All Agency Funds</u>				
<u>Assets</u>				
Cash	\$ 6,656,919	\$ 66,265,137	\$ 64,237,324	\$ 8,684,732
Equity in Pooled Cash and Investments	2,440,837	118,317,047	118,596,392	2,161,492
Accounts Receivable	74,569	202,933	74,569	202,933
Cash Shortage	0	1,110	0	1,110
Due from Other Governments	9,009,889	9,676,180	9,009,889	9,676,180
Taxes Receivable	10,691,625	12,024,982	10,691,625	12,024,982
Allowance for Uncollectible Taxes	(87,604)	(43,631)	(87,604)	(43,631)
Total Assets	\$ 28,786,235	\$ 206,443,758	\$ 202,522,195	\$ 32,707,798
<u>Liabilities</u>				
Due to Other Taxing Units	\$ 20,130,384	\$ 139,261,015	\$ 137,221,948	\$ 22,169,451
Due to Other Funds	190,682	153,181	190,682	153,181
Due to Joint Venture	1,569,857	210,846	639,447	1,141,256
Due to Litigants, Heirs, and Others	6,895,312	66,818,716	64,470,118	9,243,910
Total Liabilities	\$ 28,786,235	\$ 206,443,758	\$ 202,522,195	\$ 32,707,798

Williamson County School Department

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

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

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

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

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

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

Exhibit J-1

Williamson County, Tennessee
Statement of Activities
Discretely Presented Williamson County School Department
For the Year Ended June 30, 2016

Functions/Programs	Expenses	Program Revenues			Net (Expense)
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Revenue and Changes in Net Position Total Governmental Activities
Governmental Activities:					
Instruction	\$ 198,646,341	\$ 830,047	\$ 8,960,455	\$ 0	\$ (188,855,839)
Support Services	115,715,549	71,484	0	32,559,347	(83,084,718)
Operation of Non-instructional Services	17,021,553	13,736,121	2,972,056	0	(313,376)
Total Governmental Activities	\$ 331,383,443	\$ 14,637,652	\$ 11,932,511	\$ 32,559,347	\$ (272,253,933)
General Revenues:					
Taxes:					
Property Taxes Levied for General Purposes					\$ 109,999,581
Local Option Sales Tax					49,445,678
Other Local Taxes					14,116
Grants and Contributions Not Restricted to Specific Programs					125,945,968
Unrestricted Investment Income					593,730
Miscellaneous					362,375
Total General Revenues					\$ 286,361,448
Change in Net Position					\$ 14,107,515
Net Position, July 1, 2015					347,780,024
Net Position, June 30, 2016					\$ 361,887,539

Exhibit J-2

Williamson County, Tennessee
Balance Sheet - Governmental Funds
Discretely Presented Williamson County School Department
June 30, 2016

	<u>Major Funds</u>		<u>Nonmajor</u>	<u>Total</u>
	<u>General</u>	<u>Education</u>	<u>Funds</u>	
	<u>Purpose</u>	<u>Capital</u>	<u>Other</u>	<u>Governmental</u>
	<u>School</u>	<u>Projects</u>	<u>Funds</u>	<u>Funds</u>
<u>ASSETS</u>				
Cash	\$ 300	\$ 0	\$ 481,289	\$ 481,589
Equity in Pooled Cash and Investments	43,420,513	34,715,943	2,738,920	80,875,376
Accounts Receivable	40,272	0	22,911	63,183
Due from Other Governments	8,753,483	0	71,596	8,825,079
Due from Other Funds	3,992	0	0	3,992
Property Taxes Receivable	133,021,592	0	0	133,021,592
Allowance for Uncollectible Property Taxes	(467,054)	0	0	(467,054)
Restricted Assets	0	0	364,821	364,821
Total Assets	<u>\$ 184,773,098</u>	<u>\$ 34,715,943</u>	<u>\$ 3,679,537</u>	<u>\$ 223,168,578</u>
<u>LIABILITIES</u>				
Accounts Payable	\$ 88,822	\$ 0	\$ 28,602	\$ 117,424
Accrued Payroll	16,160,201	0	161,061	16,321,262
Payroll Deductions Payable	4,567,807	0	25,650	4,593,457
Contracts Payable	0	606,391	0	606,391
Retainage Payable	0	35,808	0	35,808
Claims and Judgments Payable	627,276	0	0	627,276
Due to Other Funds	0	3,992	0	3,992
Current Liabilities Payable From Restricted Assets	0	0	364,821	364,821
Total Liabilities	<u>\$ 21,444,106</u>	<u>\$ 646,191</u>	<u>\$ 580,134</u>	<u>\$ 22,670,431</u>
<u>DEFERRED INFLOWS OF RESOURCES</u>				
Deferred Current Property Taxes	\$ 131,463,597	\$ 0	\$ 0	\$ 131,463,597

(Continued)

Exhibit J-2

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

	<u>Major Funds</u>		<u>Nonmajor Funds</u>	
	<u>General Purpose School</u>	<u>Education Capital Projects</u>	<u>Other Govern-mental Funds</u>	<u>Total Governmental Funds</u>
<u>DEFERRED INFLOWS OF RESOURCES (Cont.)</u>				
Deferred Delinquent Property Taxes	\$ 940,941	\$ 0	\$ 0	\$ 940,941
Other Deferred/Unavailable Revenue	4,470,089	0	0	4,470,089
Total Deferred Inflows of Resources	<u>\$ 136,874,627</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 136,874,627</u>
<u>FUND BALANCES</u>				
Restricted:				
Restricted for Education	\$ 54,475	\$ 0	\$ 94	\$ 54,569
Committed:				
Committed for Education	0	0	175,000	175,000
Committed for Capital Outlay	0	34,069,752	0	34,069,752
Assigned:				
Assigned for Education	16,619,075	0	2,924,309	19,543,384
Unassigned	9,780,815	0	0	9,780,815
Total Fund Balances	<u>\$ 26,454,365</u>	<u>\$ 34,069,752</u>	<u>\$ 3,099,403</u>	<u>\$ 63,623,520</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 184,773,098</u>	<u>\$ 34,715,943</u>	<u>\$ 3,679,537</u>	<u>\$ 223,168,578</u>

Exhibit J-3

Williamson County, Tennessee
Reconciliation of the Balance Sheet of Governmental Funds to the Statement of Net Position
Discretely Presented Williamson County School Department
June 30, 2016

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

Total fund balances - balance sheet - governmental funds (Exhibit J-2)		\$ 63,623,520
(1) Capital assets used in governmental activities are not financial resources and therefore are not reported in the governmental funds.		
Add: land	\$ 38,189,956	
Add: construction in progress	74,984,163	
Add: buildings and improvements net of accumulated depreciation	313,049,708	
Add: intangibles net of accumulated depreciation	138,778	
Add: other capital assets net of accumulated depreciation	<u>18,968,111</u>	445,330,716
(2) Long-term liabilities are not due and payable in the current period and therefore are not reported in the governmental funds.		
Less: compensated absences payable	\$ (1,361,868)	
Less: other postemployment benefits liability - state Medicare plan	(1,955,751)	
Less: other postemployment benefits liability - self-insurance plan	(138,140,495)	
Less: net pension liability - teacher legacy pension plan	<u>(1,392,817)</u>	(142,850,931)
(3) Amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be amortized and recognized as components of pension expense in future years.		
Add: deferred outflows of resources related to pensions	\$ 17,523,031	
Less: deferred inflows of resources related to pensions	<u>(30,661,555)</u>	(13,138,524)
(4) Net pension assets of the pension plans are not current financial resources and therefore are not reported in the governmental funds.		
Add: net pension assets - agent plan	\$ 3,338,005	
Add: net pension assets - teacher retirement plan	<u>173,723</u>	3,511,728
(5) Other long-term assets are not available to pay for current-period expenditures and therefore are deferred in the governmental funds.		<u>5,411,030</u>
Net position of governmental activities (Exhibit A)		<u><u>\$ 361,887,539</u></u>

Exhibit J-4

Williamson County, Tennessee
Statement of Revenues, Expenditures,
and Changes in Fund Balances -
Governmental Funds
Discretely Presented Williamson County School Department
For the Year Ended June 30, 2016

	Major Funds		Nonmajor Funds	Total Governmental Funds
	General Purpose School	Education Capital Projects	Other Govern- mental Funds	
<u>Revenues</u>				
Local Taxes	\$ 160,121,660	\$ 0	\$ 0	\$ 160,121,660
Licenses and Permits	8,608	0	0	8,608
Charges for Current Services	1,382,177	0	13,003,399	14,385,576
Other Local Revenues	1,036,559	312,190	27,855	1,376,604
State of Tennessee	124,364,508	0	95,860	124,460,368
Federal Government	1,204,754	0	10,796,634	12,001,388
Other Governments and Citizens Groups	0	32,559,347	0	32,559,347
Total Revenues	<u>\$ 288,118,266</u>	<u>\$ 32,871,537</u>	<u>\$ 23,923,748</u>	<u>\$ 344,913,551</u>
<u>Expenditures</u>				
Current:				
Instruction	\$ 192,538,428	\$ 0	\$ 5,944,199	\$ 198,482,627
Support Services	94,716,202	0	1,814,787	96,530,989
Operation of Non-Instructional Services	1,475,714	0	15,748,916	17,224,630
Capital Projects	0	53,090,607	0	53,090,607
Total Expenditures	<u>\$ 288,730,344</u>	<u>\$ 53,090,607</u>	<u>\$ 23,507,902</u>	<u>\$ 365,328,853</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ (612,078)</u>	<u>\$ (20,219,070)</u>	<u>\$ 415,846</u>	<u>\$ (20,415,302)</u>
<u>Other Financing Sources (Uses)</u>				
Insurance Recovery	\$ 115,796	\$ 0	\$ 0	\$ 115,796
Transfers In	472,202	3,000,000	0	3,472,202
Transfers Out	(3,000,000)	0	(472,202)	(3,472,202)
Total Other Financing Sources (Uses)	<u>\$ (2,412,002)</u>	<u>\$ 3,000,000</u>	<u>\$ (472,202)</u>	<u>\$ 115,796</u>
Net Change in Fund Balances	\$ (3,024,080)	\$ (17,219,070)	\$ (56,356)	\$ (20,299,506)
Fund Balance, July 1, 2015	29,478,445	51,288,822	3,155,759	83,923,026
Fund Balance, June 30, 2016	<u>\$ 26,454,365</u>	<u>\$ 34,069,752</u>	<u>\$ 3,099,403</u>	<u>\$ 63,623,520</u>

Exhibit J-5

Williamson County, Tennessee
Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances
of Governmental Funds to the Statement of Activities
Discretely Presented Williamson County School Department
For the Year Ended June 30, 2016

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

Net change in fund balances - total governmental funds (Exhibit J-4)		\$ (20,299,506)
(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	\$ 44,331,925	
Less: current-year depreciation expense	<u>(14,110,990)</u>	30,220,935
(2) The net effect of various miscellaneous transactions involving capital assets (sales, trade-ins, and donations) is to decrease net position.		
Less: book value of capital assets disposed		(45,299)
(3) Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.		
Less: deferred delinquent property taxes and other deferred June 30, 2015	\$ (4,949,419)	
Add: deferred delinquent property taxes and other deferred June 30, 2016	<u>5,411,030</u>	461,611
(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 net pension asset - agent pension plan	\$ (4,503,374)	
Change in net pension asset - teacher retirement pension plan	173,723	
Change in net pension liability - teacher legacy pension plan	(1,920,434)	
Change in deferred outflows related to pensions	737,541	
Change in deferred inflows related to pensions	20,371,628	
Change in other postemployment benefit obligation	(10,903,953)	
Change in compensated absences	<u>(185,357)</u>	<u>3,769,774</u>
Change in net position of governmental activities (Exhibit B)		<u>\$ 14,107,515</u>

Exhibit J-6

Williamson County, Tennessee
Combining Balance Sheet - Nonmajor Governmental Funds
Discretely Presented Williamson County School Department
June 30, 2016

	<u>Special Revenue Funds</u>			Total Nonmajor Governmental Funds
	School Federal Projects	Central Cafeteria	Extended School Program	
<u>ASSETS</u>				
Cash	\$ 0	\$ 4,455	\$ 476,834	\$ 481,289
Equity in Pooled Cash and Investments	317,454	1,229,470	1,191,996	2,738,920
Accounts Receivable	888	2,514	19,509	22,911
Due from Other Governments	71,596	0	0	71,596
Restricted Assets	0	364,821	0	364,821
Total Assets	<u>\$ 389,938</u>	<u>\$ 1,601,260</u>	<u>\$ 1,688,339</u>	<u>\$ 3,679,537</u>
<u>LIABILITIES</u>				
Accounts Payable	\$ 28,133	\$ 469	\$ 0	\$ 28,602
Accrued Payroll	161,061	0	0	161,061
Payroll Deductions Payable	25,650	0	0	25,650
Current Liabilities Payable From Restricted Assets	0	364,821	0	364,821
Total Liabilities	<u>\$ 214,844</u>	<u>\$ 365,290</u>	<u>\$ 0</u>	<u>\$ 580,134</u>
<u>FUND BALANCES</u>				
Restricted:				
Restricted for Education	\$ 94	\$ 0	\$ 0	\$ 94
Committed:				
Committed for Education	175,000	0	0	175,000
Assigned:				
Assigned for Education	0	1,235,970	1,688,339	2,924,309
Total Fund Balances	<u>\$ 175,094</u>	<u>\$ 1,235,970</u>	<u>\$ 1,688,339</u>	<u>\$ 3,099,403</u>
Total Liabilities and Fund Balances	<u>\$ 389,938</u>	<u>\$ 1,601,260</u>	<u>\$ 1,688,339</u>	<u>\$ 3,679,537</u>

Exhibit J-7

Williamson County, Tennessee
Combining Statement of Revenues, Expenditures,
and Changes in Fund Balances -
Nonmajor Governmental Funds
Discretely Presented Williamson County School Department
For the Year Ended June 30, 2016

	Special Revenue Funds			Total Nonmajor Governmental Funds
	School Federal Projects	Central Cafeteria	Extended School Program	
<u>Revenues</u>				
Charges for Current Services	\$ 0	\$ 8,569,086	\$ 4,434,313	\$ 13,003,399
Other Local Revenues	0	25,386	2,469	27,855
State of Tennessee	0	95,860	0	95,860
Federal Government	7,902,438	2,894,196	0	10,796,634
Total Revenues	<u>\$ 7,902,438</u>	<u>\$ 11,584,528</u>	<u>\$ 4,436,782</u>	<u>\$ 23,923,748</u>
<u>Expenditures</u>				
Current:				
Instruction	\$ 5,944,199	\$ 0	\$ 0	\$ 5,944,199
Support Services	1,814,787	0	0	1,814,787
Operation of Non-Instructional Services	0	11,580,416	4,168,500	15,748,916
Total Expenditures	<u>\$ 7,758,986</u>	<u>\$ 11,580,416</u>	<u>\$ 4,168,500</u>	<u>\$ 23,507,902</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ 143,452</u>	<u>\$ 4,112</u>	<u>\$ 268,282</u>	<u>\$ 415,846</u>
<u>Other Financing Sources (Uses)</u>				
Transfers Out	\$ (143,358)	\$ (246,025)	\$ (82,819)	\$ (472,202)
Total Other Financing Sources (Uses)	<u>\$ (143,358)</u>	<u>\$ (246,025)</u>	<u>\$ (82,819)</u>	<u>\$ (472,202)</u>
Net Change in Fund Balances	\$ 94	\$ (241,913)	\$ 185,463	\$ (56,356)
Fund Balance, July 1, 2015	175,000	1,477,883	1,502,876	3,155,759
Fund Balance, June 30, 2016	<u>\$ 175,094</u>	<u>\$ 1,235,970</u>	<u>\$ 1,688,339</u>	<u>\$ 3,099,403</u>

Exhibit J-8

Williamson County, Tennessee
Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Actual (Budgetary Basis) and Budget
Discretely Presented Williamson County School Department
General Purpose School Fund
For the Year Ended June 30, 2016

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2015	Add: Encumbrances 6/30/2016	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
<u>Revenues</u>							
Local Taxes	\$ 160,121,660	\$ 0	\$ 0	\$ 160,121,660	\$ 149,619,612	\$ 151,419,612	\$ 8,702,048
Licenses and Permits	8,608	0	0	8,608	9,000	9,000	(392)
Charges for Current Services	1,382,177	0	0	1,382,177	1,149,000	1,149,000	233,177
Other Local Revenues	1,036,559	0	0	1,036,559	811,600	885,749	150,810
State of Tennessee	124,364,508	0	0	124,364,508	122,341,546	122,432,696	1,931,812
Federal Government	1,204,754	0	0	1,204,754	968,000	1,173,915	30,839
Total Revenues	\$ 288,118,266	\$ 0	\$ 0	\$ 288,118,266	\$ 274,898,758	\$ 277,069,972	\$ 11,048,294
<u>Expenditures</u>							
<u>Instruction</u>							
Regular Instruction Program	\$ 145,308,104	\$ (36,131)	\$ 1,339,326	\$ 146,611,299	\$ 145,715,181	\$ 148,224,036	\$ 1,612,737
Alternative Instruction Program	498,155	(260)	0	497,895	457,781	513,706	15,811
Special Education Program	38,924,163	(60,142)	81,634	38,945,655	38,286,763	39,952,423	1,006,768
Vocational Education Program	5,950,111	(57,851)	38,620	5,930,880	6,063,522	6,181,032	250,152
Student Body Education Program	1,857,895	(47,941)	94,760	1,904,714	2,000,000	2,000,000	95,286
<u>Support Services</u>							
Attendance	334,631	0	0	334,631	364,207	364,207	29,576
Health Services	3,839,780	0	13,233	3,853,013	3,707,492	3,967,054	114,041
Other Student Support	8,398,590	(3,570)	171,522	8,566,542	8,705,683	8,705,683	139,141
Regular Instruction Program	8,594,918	(6,966)	5,601	8,593,553	8,910,869	8,925,636	332,083
Special Education Program	4,618,968	(4,051)	32,107	4,647,024	4,511,977	4,735,577	88,553
Vocational Education Program	257,913	(850)	306	257,369	262,173	262,173	4,804
Other Programs	16,150	0	0	16,150	0	16,150	0
Board of Education	5,051,637	(57,072)	56,140	5,050,705	5,031,351	5,331,351	280,646
Director of Schools	1,548,151	(25,604)	22,044	1,544,591	1,653,791	1,653,791	109,200
Office of the Principal	18,904,047	0	0	18,904,047	19,034,657	19,034,657	130,610
Fiscal Services	1,385,773	(25,728)	36,375	1,396,420	1,444,450	1,444,450	48,030
Human Services/Personnel	930,578	(1,152)	803	930,229	958,113	958,113	27,884
Operation of Plant	14,159,739	(349,342)	123,515	13,933,912	15,081,615	15,081,615	1,147,703

(Continued)

Exhibit J-8

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

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2015	Add: Encumbrances 6/30/2016	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
<u>Expenditures (Cont.)</u>							
<u>Support Services (Cont.)</u>							
Maintenance of Plant	\$ 6,757,425	\$ (825,562)	\$ 958,927	\$ 6,890,790	\$ 7,434,101	\$ 7,434,101	\$ 543,311
Transportation	15,260,344	(1,320,486)	1,578,908	15,518,766	14,607,558	16,059,558	540,792
Central and Other	4,657,558	(35,398)	50,502	4,672,662	4,713,694	4,742,947	70,285
<u>Operation of Non-Instructional Services</u>							
Community Services	669,777	(3,347)	17,362	683,792	679,388	754,388	70,596
Early Childhood Education	805,937	(450)	13,116	818,603	840,627	840,627	22,024
Total Expenditures	\$ 288,730,344	\$ (2,861,903)	\$ 4,634,801	\$ 290,503,242	\$ 290,464,993	\$ 297,183,275	\$ 6,680,033
Excess (Deficiency) of Revenues Over Expenditures	\$ (612,078)	\$ 2,861,903	\$ (4,634,801)	\$ (2,384,976)	\$ (15,566,235)	\$ (20,113,303)	\$ 17,728,327
<u>Other Financing Sources (Uses)</u>							
Insurance Recovery	\$ 115,796	\$ 0	\$ 0	\$ 115,796	\$ 0	\$ 0	\$ 115,796
Transfers In	472,202	0	0	472,202	370,000	370,000	102,202
Transfers Out	(3,000,000)	0	0	(3,000,000)	0	(3,000,000)	0
Total Other Financing Sources	\$ (2,412,002)	\$ 0	\$ 0	\$ (2,412,002)	\$ 370,000	\$ (2,630,000)	\$ 217,998
Net Change in Fund Balance	\$ (3,024,080)	\$ 2,861,903	\$ (4,634,801)	\$ (4,796,978)	\$ (15,196,235)	\$ (22,743,303)	\$ 17,946,325
Fund Balance, July 1, 2015	29,478,445	(2,861,903)	0	26,616,542	26,689,503	26,689,503	(72,961)
Fund Balance, June 30, 2016	\$ 26,454,365	\$ 0	\$ (4,634,801)	\$ 21,819,564	\$ 11,493,268	\$ 3,946,200	\$ 17,873,364

Exhibit J-9

Williamson County, Tennessee
Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Actual and Budget
Discretely Presented Williamson County School Department
School Federal Projects Fund
For the Year Ended June 30, 2016

	Actual	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
		Original	Final	
<u>Revenues</u>				
Federal Government	\$ 7,902,438	\$ 7,909,334	\$ 8,143,832	\$ (241,394)
Total Revenues	\$ 7,902,438	\$ 7,909,334	\$ 8,143,832	\$ (241,394)
<u>Expenditures</u>				
<u>Instruction</u>				
Regular Instruction Program	\$ 1,340,252	\$ 1,385,417	\$ 1,394,635	\$ 54,383
Special Education Program	4,369,403	4,343,509	4,439,730	70,327
Vocational Education Program	234,544	200,116	235,743	1,199
<u>Support Services</u>				
Health Services	705,040	729,991	720,648	15,608
Other Student Support	95,827	112,409	103,787	7,960
Regular Instruction Program	494,200	466,395	571,282	77,082
Special Education Program	399,766	401,993	407,832	8,066
Vocational Education Program	9,987	13,751	9,989	2
Transportation	109,967	100,000	113,660	3,693
Total Expenditures	\$ 7,758,986	\$ 7,753,581	\$ 7,997,306	\$ 238,320
Excess (Deficiency) of Revenues Over Expenditures	\$ 143,452	\$ 155,753	\$ 146,526	\$ (3,074)
<u>Other Financing Sources (Uses)</u>				
Transfers Out	\$ (143,358)	\$ (155,753)	\$ (146,526)	\$ 3,168
Total Other Financing Sources	\$ (143,358)	\$ (155,753)	\$ (146,526)	\$ 3,168
Net Change in Fund Balance	\$ 94	\$ 0	\$ 0	\$ 94
Fund Balance, July 1, 2015	175,000	175,000	175,000	0
Fund Balance, June 30, 2016	\$ 175,094	\$ 175,000	\$ 175,000	\$ 94

Exhibit J-10

Williamson County, Tennessee
Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Actual (Budgetary Basis) and Budget
Discretely Presented Williamson County School Department
Central Cafeteria Fund
For the Year Ended June 30, 2016

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2015	Add: Encumbrances 6/30/2016	Actual Revenues/ Expenditures/ (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive - (Negative)
					Original	Final	
<u>Revenues</u>							
Charges for Current Services	\$ 8,569,086	\$ 0	\$ 0	\$ 8,569,086	\$ 9,097,790	\$ 9,097,790	\$ (528,704)
Other Local Revenues	25,386	0	0	25,386	8,200	8,200	17,186
State of Tennessee	95,860	0	0	95,860	103,742	103,742	(7,882)
Federal Government	2,894,196	0	0	2,894,196	3,116,200	3,221,305	(327,109)
Total Revenues	\$ 11,584,528	\$ 0	\$ 0	\$ 11,584,528	\$ 12,325,932	\$ 12,431,037	\$ (846,509)
<u>Expenditures</u>							
<u>Operation of Non-Instructional Services</u>							
Food Service	\$ 11,580,416	\$ (222,339)	\$ 447,356	\$ 11,805,433	\$ 11,851,388	\$ 12,247,493	\$ 442,060
Total Expenditures	\$ 11,580,416	\$ (222,339)	\$ 447,356	\$ 11,805,433	\$ 11,851,388	\$ 12,247,493	\$ 442,060
Excess (Deficiency) of Revenues Over Expenditures	\$ 4,112	\$ 222,339	\$ (447,356)	\$ (220,905)	\$ 474,544	\$ 183,544	\$ (404,449)
<u>Other Financing Sources (Uses)</u>							
Transfers Out	\$ (246,025)	\$ 0	\$ 0	\$ (246,025)	\$ (250,000)	\$ (250,000)	\$ 3,975
Total Other Financing Sources	\$ (246,025)	\$ 0	\$ 0	\$ (246,025)	\$ (250,000)	\$ (250,000)	\$ 3,975
Net Change in Fund Balance	\$ (241,913)	\$ 222,339	\$ (447,356)	\$ (466,930)	\$ 224,544	\$ (66,456)	\$ (400,474)
Fund Balance, July 1, 2015	1,477,883	(222,339)	0	1,255,544	1,255,543	1,255,543	1
Fund Balance, June 30, 2016	\$ 1,235,970	\$ 0	\$ (447,356)	\$ 788,614	\$ 1,480,087	\$ 1,189,087	\$ (400,473)

Exhibit J-11

Williamson County, Tennessee
Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Actual (Budgetary Basis) and Budget
Discretely Presented Williamson County School Department
Extended School Program Fund
For the Year Ended June 30, 2016

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2015	Add: Encumbrances 6/30/2016	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
<u>Revenues</u>							
Charges for Current Services	\$ 4,434,313	\$ 0	\$ 0	\$ 4,434,313	\$ 3,725,450	\$ 4,033,550	\$ 400,763
Other Local Revenues	2,469	0	0	2,469	1,000	1,000	1,469
Total Revenues	<u>\$ 4,436,782</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 4,436,782</u>	<u>\$ 3,726,450</u>	<u>\$ 4,034,550</u>	<u>\$ 402,232</u>
<u>Expenditures</u>							
<u>Operation of Non-Instructional Services</u>							
Community Services	\$ 4,168,500	\$ (42,707)	\$ 75,806	\$ 4,201,599	\$ 4,246,955	\$ 4,593,744	\$ 392,145
Total Expenditures	<u>\$ 4,168,500</u>	<u>\$ (42,707)</u>	<u>\$ 75,806</u>	<u>\$ 4,201,599</u>	<u>\$ 4,246,955</u>	<u>\$ 4,593,744</u>	<u>\$ 392,145</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ 268,282</u>	<u>\$ 42,707</u>	<u>\$ (75,806)</u>	<u>\$ 235,183</u>	<u>\$ (520,505)</u>	<u>\$ (559,194)</u>	<u>\$ 794,377</u>
<u>Other Financing Sources (Uses)</u>							
Transfers Out	\$ (82,819)	\$ 0	\$ 0	\$ (82,819)	\$ (83,010)	\$ (83,010)	\$ 191
Total Other Financing Sources	<u>\$ (82,819)</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ (82,819)</u>	<u>\$ (83,010)</u>	<u>\$ (83,010)</u>	<u>\$ 191</u>
Net Change in Fund Balance	\$ 185,463	\$ 42,707	\$ (75,806)	\$ 152,364	\$ (603,515)	\$ (642,204)	\$ 794,568
Fund Balance, July 1, 2015	<u>1,502,876</u>	<u>(42,707)</u>	<u>0</u>	<u>1,460,169</u>	<u>1,449,093</u>	<u>1,449,093</u>	<u>11,076</u>
Fund Balance, June 30, 2016	<u>\$ 1,688,339</u>	<u>\$ 0</u>	<u>\$ (75,806)</u>	<u>\$ 1,612,533</u>	<u>\$ 845,578</u>	<u>\$ 806,889</u>	<u>\$ 805,644</u>

MISCELLANEOUS SCHEDULES

Exhibit K-1

Williamson County, Tennessee
Schedule of Changes in Long-term Bonds
 For the Year Ended June 30, 2016

Description of Indebtedness	Original Amount of Issue	Interest Rate	Date of Issue	Last Maturity Date	Outstanding 7-1-15	Issued During Period	Paid and/or Matured During Period	Debt Refunded	Outstanding 6-30-16	
<u>BONDS PAYABLE</u>										
<u>Payable through General Debt Service Fund</u>										
General Obligation Refunding	\$ 5,025,000	2 to 4	%	2-1-04	4-1-18	\$ 1,615,000	\$ 0	\$ 510,000	\$ 0	\$ 1,105,000
General Obligation Refunding - Schools	1,335,000	2 to 4		2-1-04	4-1-18	435,000	0	140,000	0	295,000
General Obligation Refunding	15,910,000	2 to 5		11-15-04	3-30-16	10,360,000	0	1,525,000	8,835,000	0
General Obligation Refunding - Schools	23,605,000	2 to 5		11-15-04	3-30-16	15,370,000	0	2,260,000	13,110,000	0
Landfill Refunding	955,000	2 to 5		11-15-04	3-30-16	615,000	0	90,000	525,000	0
General Obligation	16,075,000	4 to 4.75		7-1-06	3-30-16	890,000	0	890,000	0	0
School Improvements	8,300,000	4 to 4.75		7-1-06	3-30-16	270,000	0	270,000	0	0
Landfill Public Improvement	1,360,000	4 to 4.75		7-1-06	3-30-16	70,000	0	70,000	0	0
General Obligation Refunding	16,170,000	5		12-20-06	4-1-22	12,060,000	0	1,475,000	0	10,585,000
General Obligation Refunding - Schools	145,000	5		12-20-06	4-1-22	105,000	0	15,000	0	90,000
Landfill Refunding	440,000	5		12-20-06	4-1-22	325,000	0	45,000	0	280,000
General Obligation	3,565,000	4 to 5		2-22-07	4-1-17	2,545,000	0	170,000	2,315,000	60,000
School Improvements	4,070,000	4 to 5		2-22-07	4-1-17	2,905,000	0	195,000	2,625,000	85,000
General Obligation Schools	7,465,000	3.5 to 4.25		2-28-08	5-1-19	6,035,000	0	360,000	4,505,000	1,170,000
General Obligation Refunding	3,635,000	3.5 to 4.25		2-28-08	5-1-19	2,935,000	0	180,000	2,185,000	570,000
General Obligation Bonds, Series 2009A	18,000,000	2.5 to 4.4		2-24-09	4-1-20	14,685,000	0	815,000	10,365,000	3,505,000
General Obligation Bonds, Series 2009A - School	8,450,000	2.5 to 4.4		2-24-09	4-1-20	6,915,000	0	385,000	4,885,000	1,645,000
General Obligation School Bonds, Series 2009	24,700,000	2.25 to 5.75		12-3-09	4-1-34	24,100,000	0	500,000	0	23,600,000
General Obligation Refunding Bonds, Series 2010	32,960,000	2.5 to 5		4-1-10	4-1-26	31,840,000	0	1,700,000	0	30,140,000
General Obligation School Bonds, Series 2010	17,950,000	1 to 4.6		10-26-10	4-1-30	17,250,000	0	500,000	0	16,750,000
General Obligation Refunding Bonds, Series 2010A	24,500,000	2 to 4		12-22-10	3-1-19	10,975,000	0	3,490,000	0	7,485,000
General Obligation Refunding Bonds, Series 2012B	30,085,000	2 to 4		12-7-12	3-1-25	26,330,000	0	4,085,000	0	22,245,000
General Obligation Bonds, Series 2013	30,115,000	3 to 5		11-20-13	5-1-34	29,880,000	0	475,000	0	29,405,000
General Obligation Bonds, Series 2013 - School	25,095,000	3 to 5		11-20-13	5-1-34	24,915,000	0	410,000	0	24,505,000
General Obligation Bonds, Series 2014	13,675,000	3 to 5		8-28-14	4-1-34	13,675,000	0	570,000	0	13,105,000
General Obligation Bonds, Series 2014 - School	19,765,000	3 to 5		8-28-14	4-1-34	19,765,000	0	830,000	0	18,935,000
General Obligation School Bonds, Series 2015A	19,170,000	1.75 to 4		6-11-15	4-1-35	19,170,000	0	500,000	0	18,670,000
General Obligation School Bonds, Series 2015B	12,040,000	2 to 5		10-29-15	4-1-30	0	12,040,000	0	0	12,040,000
General Obligation Public Improvement Bonds, Series 2015B	6,975,000	2 to 5		10-29-15	4-1-30	0	6,975,000	0	0	6,975,000
General Obligation Refunding Bonds, Series 2016	8,875,000	2 to 5		1-5-16	4-1-21	0	8,875,000	0	0	8,875,000
General Obligation Refunding Bonds, Series 2016 - School	12,435,000	2 to 5		1-5-16	4-1-21	0	12,435,000	0	0	12,435,000
General Obligation Refunding Bonds, Series 2016A	13,510,000	1.5 to 5		3-10-16	4-1-29	0	13,510,000	0	0	13,510,000
General Obligation Refunding Bonds, Series 2016A - School	10,695,000	1.5 to 5		3-10-16	4-1-29	0	10,695,000	0	0	10,695,000
Total Payable through General Debt Service Fund						\$ 296,035,000	\$ 64,530,000	\$ 22,455,000	\$ 49,350,000	\$ 288,760,000

(Continued)

Exhibit K-1

Williamson County, Tennessee
Schedule of Changes in Long-term Bonds (Cont.)

Description of Indebtedness	Original Amount of Issue	Interest Rate	Date of Issue	Last Maturity Date	Outstanding 7-1-15	Issued During Period	Paid and/or Matured During Period	Debt Refunded	Outstanding 6-30-16
BONDS PAYABLE (CONT.)									
<u>Payable through Rural Debt Service Fund</u>									
Rural School Refunding	\$ 11,750,000	2 to 5 %	2-1-04	4-1-18	\$ 4,095,000	\$ 0	\$ 1,300,000	\$ 0	\$ 2,795,000
Rural School School Bonds, Series 2006	20,045,000	4 to 4.75	7-1-06	3-30-16	1,050,000	0	1,050,000	0	0
County District School Bonds, Series 2007	27,560,000	4 to 4.5	2-22-07	4-1-17	3,010,000	0	1,475,000	0	1,535,000
County District School Bonds, Series 2008	19,250,000	3.5 to 4.25	2-28-08	5-1-19	17,050,000	0	1,040,000	12,690,000	3,320,000
County District School Bonds, Series 2009A	23,660,000	2.5 to 5	2-24-09	4-1-29	20,310,000	0	1,100,000	13,600,000	5,610,000
County District School Bonds, Series 2009B	39,000,000	2.25 to 5.75	12-31-09	4-1-34	38,400,000	0	500,000	0	37,900,000
County District School Refunding Bonds, Series 2010	38,930,000	3 to 5	4-1-10	4-1-26	35,830,000	0	2,460,000	0	33,370,000
County District School Bonds, Series 2010	18,000,000	.85 to 5	10-26-10	4-1-30	17,300,000	0	300,000	0	17,000,000
County District School Refunding Bonds, Series 2010A	14,500,000	2 to 4	12-22-10	3-1-19	7,660,000	0	1,830,000	0	5,830,000
County District School Refunding Bonds, Series 2012	11,085,000	2 to 4	12-7-12	3-1-25	10,975,000	0	1,355,000	0	9,620,000
County District School Bonds, Series 2013	18,100,000	2 to 5	11-20-13	5-1-34	18,000,000	0	200,000	0	17,800,000
County District School Bonds, Series 2014A	21,100,000	3 to 5	8-28-14	4-1-34	21,100,000	0	1,000,000	0	20,100,000
County District School Refunding Bonds, Series 2014B	17,500,000	2.5 to 5	8-28-14	4-1-27	17,500,000	0	0	0	17,500,000
County District School Bonds, Series 2015A	14,120,000	3 to 5	6-11-15	4-1-35	14,120,000	0	500,000	0	13,620,000
County District School Bonds, Series 2015B	5,000,000	2	10-29-15	4-1-25	0	5,000,000	0	0	5,000,000
County District School Refunding Bonds, Series 2016A	23,355,000	2.75 to 5	3-10-16	4-1-29	0	23,355,000	0	0	23,355,000
County District School Bonds, Series 2016B	14,425,000	1.75 to 5	4-28-16	4-1-36	0	14,425,000	0	0	14,425,000
Total Payable through Rural Debt Service Fund					<u>\$ 226,400,000</u>	<u>\$ 42,780,000</u>	<u>\$ 14,110,000</u>	<u>\$ 26,290,000</u>	<u>\$ 228,780,000</u>
Total Bonds Payable					<u>\$ 522,435,000</u>	<u>\$ 107,310,000</u>	<u>\$ 36,565,000</u>	<u>\$ 75,640,000</u>	<u>\$ 517,540,000</u>

Exhibit K-2

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

Year Ending June 30	Bonds		Total
	Principal	Interest	
2017	\$ 40,115,000	\$ 20,202,778	\$ 60,317,778
2018	41,440,000	18,680,384	60,120,384
2019	40,875,000	17,312,796	58,187,796
2020	38,665,000	15,585,243	54,250,243
2021	36,085,000	14,056,719	50,141,719
2022	33,020,000	12,709,456	45,729,456
2023	31,255,000	11,310,184	42,565,184
2024	31,860,000	9,951,885	41,811,885
2025	31,535,000	8,676,508	40,211,508
2026	28,880,000	7,541,402	36,421,402
2027	26,165,000	6,436,318	32,601,318
2028	24,650,000	5,468,151	30,118,151
2029	22,815,000	4,568,112	27,383,112
2030	20,080,000	3,724,138	23,804,138
2031	15,620,000	2,892,924	18,512,924
2032	16,150,000	2,250,426	18,400,426
2033	16,770,000	1,576,474	18,346,474
2034	17,360,000	869,788	18,229,788
2035	3,225,000	137,400	3,362,400
2036	975,000	29,250	1,004,250
Total	\$ 517,540,000	\$ 163,980,336	\$ 681,520,336

Exhibit K-3

Williamson County, Tennessee
Schedule of Notes Receivable
June 30, 2016

<u>Description</u>	<u>Debtor</u>	<u>Original Amount of Notes</u>	<u>Date of Issue</u>	<u>Date of Maturity</u>	<u>Interest Rate</u>	<u>Balance</u>
<u>General Debt Service Fund</u>						
Spring Hill Recreation Center	City of Spring Hill	\$ 1,395,000	2-22-07	4-1-27	4 to 5 %	\$ 60,000
Spring Hill Recreation Center	City of Spring Hill	2,858,428	4-1-10	4-1-26	2.5 to 5	2,830,000
Spring Hill Recreation Center	City of Spring Hill	751,000	3-10-16	4-1-29	1.5 to 5	<u>751,000</u>
Total Notes Receivable						<u>\$ 3,641,000</u>

Exhibit K-4

Williamson County, Tennessee
Schedule of Transfers
Primary Government and Discretely Presented Williamson County School Department
For the Year Ended June 30, 2016

<u>From Fund</u>	<u>To Fund</u>	<u>Purpose</u>	<u>Amount</u>
<u>PRIMARY GOVERNMENT</u>			
General	General Capital Projects	Various capital projects	\$ 1,364,080
"	Judicial District Drug	Salaries	71,845
General Capital Projects	Highway/Public Works	Allocation of highway privilege tax	50,000
"	General Debt Service	Allocation of adequate school facilities privilege tax	5,000,000
"	Rural Debt Service	Allocation of education privilege tax	5,000,000
"	Cities Adequate Facilities Tax	Allocation of cities share of adequate facilities tax	2,643,761
"	Special School District	Allocation of ADA share of education privilege tax	636,334
"	"	Allocation of ADA share of adequate school facilities privilege tax	511,065
Judicial District Drug	General	Salaries	35,111
Solid Waste Sanitation	General Capital Projects	Various capital projects	675,000
Total Transfers Primary Government			<u>\$ 15,987,196</u>
<u>DISCRETELY PRESENTED WILLIAMSON</u> <u>COUNTY SCHOOL DEPARTMENT</u>			
General Purpose School	Education Capital Projects	Various capital projects	\$ 3,000,000
School Federal Projects	General Purpose School	Indirect costs	143,358
Central Cafeteria	"	"	246,025
Extended School Program	"	"	82,819
Total Transfers Discretely Presented Williamson County School Department			<u>\$ 3,472,202</u>

Exhibit K-5

Williamson County, Tennessee
Schedule of Salaries and Official Bonds of Principal Officials
Primary Government and Discretely Presented Williamson County School Department
For the Year Ended June 30, 2016

Official	Authorization for Salary	Salary Paid During Period	Bond	Surety
County Mayor	Section 8-24-102, <i>TCA</i>	\$ 151,840	\$ 100,000	Cincinnati Insurance Company
Highway Superintendent	Section 8-24-102, <i>TCA</i>	125,694	100,000	"
Director of Schools	State Board of Education and Williamson County Board of Education	256,885 (1)	(2)	"
Trustee	Section 8-24-102, <i>TCA</i>	114,275	11,136,072	Cincinnati Insurance Company
Assessor of Property	Section 8-24-102, <i>TCA</i>	114,275	50,000	"
County Clerk	Section 8-24-102, <i>TCA</i>	114,275	100,000	"
Circuit and General Sessions Courts Clerk	Section 8-24-102, <i>TCA</i>	114,275	100,000	"
Clerk and Master	Section 8-24-102, <i>TCA</i>	114,275	100,000	"
Juvenile Court Clerk	Section 8-24-102, <i>TCA</i>	114,275	100,000	"
Register of Deeds	Section 8-24-102, <i>TCA</i>	114,275	100,000	"
Sheriff	Section 8-24-102, <i>TCA</i>	125,694 (3)	100,000	"
Director of Accounts and Budgets	County Commission	102,170	15,000	"
Employee Blanket Bonds - All County and School Department Employees:				
Public Employee Dishonesty			100,000	Self-insured
Public Employee Dishonesty			100,001 to 500,000	The Princeton Excess and Surplus Lines Insurance Company

- (1) Includes a chief executive officer training supplement of \$1,000 and unused vacation pay of \$5,904.
(2) Covered under county's employee blanket bond.
(3) Does not include a law enforcement training supplement of \$600.

Exhibit K-6

Williamson County, Tennessee
Schedule of Detailed Revenues -
All Governmental Fund Types
For the Year Ended June 30, 2016

	Special Revenue Funds				
	General	Solid Waste / Sanitation	Drug Control	Constitutional Officers - Fees	Highway / Public Works
<u>Local Taxes</u>					
<u>County Property Taxes</u>					
Current Property Tax	\$ 37,593,569	\$ 3,030,700	\$ 0	\$ 0	\$ 938,985
Trustee's Collections - Prior Year	362,199	29,638	0	0	10,399
Circuit Clerk/Clerk and Master Collections - Prior Years	92,889	8,210	0	0	3,502
Interest and Penalty	73,120	6,344	0	0	2,239
Payments in-Lieu-of Taxes - T.V.A.	910	133	0	0	111
Payments in-Lieu-of Taxes - Other	42,850	6,271	0	0	2,122
<u>County Local Option Taxes</u>					
Local Option Sales Tax	0	245,688	0	0	0
Hotel/Motel Tax	4,971,490	0	0	0	0
Wheel Tax	239,903	0	0	0	4,050,000
Litigation Tax - General	38,286	0	0	0	0
Litigation Tax - Special Purpose	67,133	0	0	0	0
Litigation Tax - Jail, Workhouse, or Courthouse	2,368	0	0	0	0
Litigation Tax - Courthouse Security	272,793	0	0	0	0
Business Tax	3,110,721	0	0	0	2,830,000
Mixed Drink Tax	63,694	0	0	0	0
Mineral Severance Tax	0	0	0	0	145,510
Other County Local Option Taxes	0	0	0	0	0
<u>Statutory Local Taxes</u>					
Bank Excise Tax	1,252,139	0	0	0	0
Wholesale Beer Tax	568,903	0	0	0	0
Beer Privilege Tax	1,995	0	0	0	0
Interstate Telecommunications Tax	3,073	0	0	0	0
Other Statutory Local Taxes	24,857	0	0	0	0
Total Local Taxes	\$ 48,782,892	\$ 3,326,984	\$ 0	\$ 0	\$ 7,982,868

(Continued)

Exhibit K-6

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

	Special Revenue Funds				
	General	Solid Waste / Sanitation	Drug Control	Constitutional Officers - Fees	Highway / Public Works
<u>Licenses and Permits</u>					
<u>Licenses</u>					
Animal Vaccination	\$ 122,911	\$ 0	\$ 0	\$ 0	0
Cable TV Franchise	807,706	0	0	0	0
<u>Permits</u>					
Beer Permits	2,612	0	0	0	0
Building Permits	925,495	0	0	0	0
Electrical Permits	1,244	0	0	0	0
Other Permits	58,650	0	0	0	0
Total Licenses and Permits	\$ 1,918,618	\$ 0	\$ 0	\$ 0	0
<u>Fines, Forfeitures, and Penalties</u>					
<u>Circuit Court</u>					
Fines	\$ 30,390	\$ 0	\$ 0	\$ 0	0
Officers Costs	37,311	0	0	0	0
Drug Control Fines	0	0	16,493	0	0
Jail Fees	8,408	0	0	0	0
Judicial Commissioner Fees	973	0	0	0	0
DUI Treatment Fines	8,265	0	0	0	0
Data Entry Fee - Circuit Court	5,596	0	0	0	0
Courtroom Security Fee	1,738	0	0	0	0
<u>Criminal Court</u>					
Drug Control Fines	380	0	0	0	0
Drug Court Fees	10,418	0	0	0	0
Veterans Treatment Court Fees	1,045	0	0	0	0
Data Entry Fee - Criminal Court	23,143	0	0	0	0
Courtroom Security Fee	7,549	0	0	0	0
Victims Assistance Assessments	18,562	0	0	0	0

(Continued)

Exhibit K-6

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

	Special Revenue Funds				
	General	Solid Waste / Sanitation	Drug Control	Constitutional Officers - Fees	Highway / Public Works
<u>Fines, Forfeitures, and Penalties (Cont.)</u>					
<u>General Sessions Court</u>					
Fines	\$ 104,509	\$ 0	\$ 0	\$ 0	0
Officers Costs	146,232	0	0	0	0
Game and Fish Fines	109	0	0	0	0
Drug Control Fines	0	0	35,873	0	0
Drug Court Fees	48,165	0	0	0	0
Veterans Treatment Court Fees	6,788	0	0	0	0
Jail Fees	28,272	0	0	0	0
Judicial Commissioner Fees	7,294	0	0	0	0
DUI Treatment Fines	40,579	0	0	0	0
Data Entry Fee - General Sessions Court	15,682	0	0	0	0
Victims Assistance Assessments	66,157	0	0	0	0
<u>Juvenile Court</u>					
Fines	63,925	0	0	0	0
Judicial Commissioner Fees	174	0	0	0	0
Data Entry Fee - Juvenile Court	4,514	0	0	0	0
<u>Chancery Court</u>					
Officers Costs	8,179	0	0	0	0
Data Entry Fee - Chancery Court	11,763	0	0	0	0
<u>Other Courts - In-county</u>					
Fines	3,515	0	0	0	0
Drug Court Fees	2,124	0	0	0	0
DUI Treatment Fines	1,725	0	0	0	0
<u>Judicial District Drug Program</u>					
Victims Assistance Assessments	4,302	0	0	0	0

(Continued)

Exhibit K-6

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

	Special Revenue Funds				
	General	Solid Waste / Sanitation	Drug Control	Constitu - tional Officers - Fees	Highway / Public Works
<u>Fines, Forfeitures, and Penalties (Cont.)</u>					
<u>Other Fines, Forfeitures, and Penalties</u>					
Proceeds from Confiscated Property	\$ 0	\$ 0	\$ 16,415	\$ 0	\$ 0
Other Fines, Forfeitures, and Penalties	78,192	0	0	0	0
Total Fines, Forfeitures, and Penalties	<u>\$ 795,978</u>	<u>\$ 0</u>	<u>\$ 68,781</u>	<u>\$ 0</u>	<u>\$ 0</u>
<u>Charges for Current Services</u>					
<u>General Service Charges</u>					
Tipping Fees	\$ 0	\$ 805,625	\$ 0	\$ 0	\$ 0
Surcharge - Waste Tire Disposal	0	260,344	0	0	0
Other General Service Charges	11,125	0	0	0	0
Service Charges	104,655	0	0	0	0
<u>Fees</u>					
Engineer Review Fees	33,125	0	0	0	0
Recreation Fees	4,965,890	0	0	0	0
Copy Fees	20,300	0	0	0	0
Library Fees	71,893	0	0	0	0
Archives and Records Management Fee	66,471	0	0	0	0
Telephone Commissions	132,362	0	0	0	0
Constitutional Officers' Fees and Commissions	0	0	0	100	0
Data Processing Fee - Register	108,700	0	0	0	0
Probation Fees	549,843	0	0	0	0
Data Processing Fee - Sheriff	15,752	0	0	0	0
Sexual Offender Registration Fee - Sheriff	2,900	0	0	0	0
Data Processing Fee - County Clerk	41,743	0	0	0	0
<u>Education Charges</u>					
Transportation from Individuals	47,658	0	0	0	0

(Continued)

Exhibit K-6

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

	Special Revenue Funds				
	General	Solid Waste / Sanitation	Drug Control	Constitu- tional Officers - Fees	Highway / Public Works
<u>Charges for Current Services (Cont.)</u>					
<u>Education Charges (Cont.)</u>					
Other Charges for Services	\$ 172,060	\$ 0	\$ 0	\$ 0	\$ 0
Total Charges for Current Services	\$ 6,344,477	\$ 1,065,969	\$ 0	\$ 100	\$ 0
<u>Other Local Revenues</u>					
<u>Recurring Items</u>					
Investment Income	\$ 165,588	\$ 18,367	\$ 0	\$ 0	\$ 0
Lease/Rentals	395,990	11,275	0	0	0
Sale of Materials and Supplies	3,322	48,673	0	0	5,547
Commissary Sales	51,279	0	0	0	0
Sale of Maps	114,502	0	0	0	0
Sale of Recycled Materials	1,119	163,590	0	0	0
Miscellaneous Refunds	24,616	0	0	0	104,942
Expenditure Credits	2,746	0	0	0	0
<u>Nonrecurring Items</u>					
Sale of Equipment	51,992	0	8,346	0	69,497
Damages Recovered from Individuals	2,685	0	0	0	0
<u>Other Local Revenues</u>					
Other Local Revenues	22,397	0	0	0	2,070
Total Other Local Revenues	\$ 836,236	\$ 241,905	\$ 8,346	\$ 0	\$ 182,056
<u>Fees Received From County Officials</u>					
<u>Fees In-Lieu-of Salary</u>					
County Clerk	\$ 2,970,519	\$ 0	\$ 0	\$ 0	\$ 0
Circuit Court Clerk	374,489	0	0	0	0
General Sessions Court Clerk	769,832	0	0	0	0

(Continued)

Exhibit K-6

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

	Special Revenue Funds				
	General	Solid Waste / Sanitation	Drug Control	Constitutional Officers - Fees	Highway / Public Works
<u>Fees Received From County Officials (Cont.)</u>					
<u>Fees In-Lieu-of Salary (Cont.)</u>					
Clerk and Master	\$ 489,805	\$ 0	\$ 0	\$ 0	0
Juvenile Court Clerk	35,717	0	0	0	0
Register	1,935,841	0	0	0	0
Sheriff	172,757	0	0	0	0
Trustee	6,693,926	0	0	0	0
Total Fees Received From County Officials	\$ 13,442,886	\$ 0	\$ 0	\$ 0	0
<u>State of Tennessee</u>					
<u>General Government Grants</u>					
On-behalf Contributions for OPEB	\$ 113	\$ 0	\$ 0	\$ 0	0
<u>Public Safety Grants</u>					
Law Enforcement Training Programs	87,600	0	0	0	0
<u>Public Works Grants</u>					
State Aid Program	0	0	0	0	1,023,877
Litter Program	64,479	0	0	0	0
<u>Other State Revenues</u>					
Income Tax	1,593,259	0	0	0	0
Beer Tax	18,488	0	0	0	0
Alcoholic Beverage Tax	257,740	0	0	0	0
State Revenue Sharing - T.V.A.	368,087	0	0	0	0
Contracted Prisoner Boarding	1,024,456	0	0	0	0
Gasoline and Motor Fuel Tax	0	0	0	0	3,128,896
Petroleum Special Tax	0	0	0	0	132,174
Registrar's Salary Supplement	15,164	0	0	0	0
Other State Grants	1,193,431	0	0	0	0

(Continued)

Exhibit K-6

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

	Special Revenue Funds				
	General	Solid Waste / Sanitation	Drug Control	Constitu- tional Officers - Fees	Highway / Public Works
<u>State of Tennessee (Cont.)</u>					
<u>Other State Revenues (Cont.)</u>					
Other State Revenues	\$ 508,868	\$ 10,039	\$ 0	\$ 0	\$ 0
Total State of Tennessee	<u>\$ 5,131,685</u>	<u>\$ 10,039</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 4,284,947</u>
<u>Federal Government</u>					
<u>Federal Through State</u>					
Civil Defense Reimbursement	\$ 1,015,587	\$ 0	\$ 0	\$ 0	\$ 0
Homeland Security Grants	0	0	0	0	0
Other Federal through State	334,377	0	0	0	0
<u>Direct Federal Revenue</u>					
Asset Forfeiture Funds	58,043	0	0	0	0
Tax Credit Bond Rebate	0	0	0	0	0
Other Direct Federal Revenue	215,954	0	0	0	0
Total Federal Government	<u>\$ 1,623,961</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
<u>Other Governments and Citizens Groups</u>					
<u>Other Governments</u>					
Prisoner Board	\$ 3,375	\$ 0	\$ 0	\$ 0	\$ 0
Paving and Maintenance	0	0	0	0	30,460
Contributions	0	0	0	0	0
Contracted Services	316,600	0	0	0	0
<u>Citizens Groups</u>					
Donations	604,366	0	5,100	0	0
Total Other Governments and Citizens Groups	<u>\$ 924,341</u>	<u>\$ 0</u>	<u>\$ 5,100</u>	<u>\$ 0</u>	<u>\$ 30,460</u>
Total	<u>\$ 79,801,074</u>	<u>\$ 4,644,897</u>	<u>\$ 82,227</u>	<u>\$ 100</u>	<u>\$ 12,480,331</u>

(Continued)

Exhibit K-6

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

	<u>Debt Service Funds</u>		<u>Capital</u>	<u>Total</u>
	<u>General</u>	<u>Rural</u>	<u>Projects Fund</u>	
	<u>Debt</u>	<u>Debt</u>	<u>General</u>	
	<u>Service</u>	<u>Service</u>	<u>Capital</u>	
			<u>Projects</u>	
<u>Local Taxes</u>				
<u>County Property Taxes</u>				
Current Property Tax	\$ 27,506,717	\$ 14,433,152	\$ 0	\$ 83,503,123
Trustee's Collections - Prior Year	265,024	134,722	0	801,982
Circuit Clerk/Clerk and Master Collections - Prior Years	67,968	31,763	0	204,332
Interest and Penalty	53,503	28,004	0	163,210
Payments in-Lieu-of Taxes - T.V.A.	666	444	0	2,264
Payments in-Lieu-of Taxes - Other	31,354	20,903	0	103,500
<u>County Local Option Taxes</u>				
Local Option Sales Tax	0	1,540,209	0	1,785,897
Hotel/Motel Tax	0	0	0	4,971,490
Wheel Tax	0	0	0	4,289,903
Litigation Tax - General	0	0	0	38,286
Litigation Tax - Special Purpose	0	0	0	67,133
Litigation Tax - Jail, Workhouse, or Courthouse	386,086	0	0	388,454
Litigation Tax - Courthouse Security	0	0	0	272,793
Business Tax	0	0	0	5,940,721
Mixed Drink Tax	0	0	0	63,694
Mineral Severance Tax	0	0	0	145,510
Other County Local Option Taxes	0	0	17,803,603	17,803,603
<u>Statutory Local Taxes</u>				
Bank Excise Tax	0	0	0	1,252,139
Wholesale Beer Tax	0	0	0	568,903
Beer Privilege Tax	0	0	0	1,995
Interstate Telecommunications Tax	0	0	0	3,073
Other Statutory Local Taxes	0	0	0	24,857
Total Local Taxes	\$ 28,311,318	\$ 16,189,197	\$ 17,803,603	\$ 122,396,862

(Continued)

Exhibit K-6

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

	<u>Debt Service Funds</u>		<u>Capital</u>	<u>Total</u>
	<u>General</u>	<u>Rural</u>	<u>Projects Fund</u>	
	<u>Debt</u>	<u>Debt</u>	<u>General</u>	
	<u>Service</u>	<u>Service</u>	<u>Capital</u>	
			<u>Projects</u>	
<u>Licenses and Permits</u>				
<u>Licenses</u>				
Animal Vaccination	\$ 0	\$ 0	\$ 0	122,911
Cable TV Franchise	0	0	0	807,706
<u>Permits</u>				
Beer Permits	0	0	0	2,612
Building Permits	0	0	0	925,495
Electrical Permits	0	0	0	1,244
Other Permits	0	0	0	58,650
Total Licenses and Permits	\$ 0	\$ 0	\$ 0	1,918,618
<u>Fines, Forfeitures, and Penalties</u>				
<u>Circuit Court</u>				
Fines	\$ 0	\$ 0	\$ 0	30,390
Officers Costs	0	0	0	37,311
Drug Control Fines	0	0	0	16,493
Jail Fees	0	0	0	8,408
Judicial Commissioner Fees	0	0	0	973
DUI Treatment Fines	0	0	0	8,265
Data Entry Fee - Circuit Court	0	0	0	5,596
Courtroom Security Fee	0	0	0	1,738
<u>Criminal Court</u>				
Drug Control Fines	0	0	0	380
Drug Court Fees	0	0	0	10,418
Veterans Treatment Court Fees	0	0	0	1,045
Data Entry Fee - Criminal Court	0	0	0	23,143
Courtroom Security Fee	0	0	0	7,549
Victims Assistance Assessments	0	0	0	18,562

(Continued)

Exhibit K-6

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

	<u>Debt Service Funds</u>		<u>Capital</u>	<u>Total</u>
	<u>General</u>	<u>Rural</u>	<u>Projects Fund</u>	
	<u>Debt</u>	<u>Debt</u>	<u>General</u>	
	<u>Service</u>	<u>Service</u>	<u>Capital</u>	
			<u>Projects</u>	
<u>Fines, Forfeitures, and Penalties (Cont.)</u>				
<u>General Sessions Court</u>				
Fines	\$ 0	\$ 0	\$ 0	104,509
Officers Costs	0	0	0	146,232
Game and Fish Fines	0	0	0	109
Drug Control Fines	0	0	0	35,873
Drug Court Fees	0	0	0	48,165
Veterans Treatment Court Fees	0	0	0	6,788
Jail Fees	0	0	0	28,272
Judicial Commissioner Fees	0	0	0	7,294
DUI Treatment Fines	0	0	0	40,579
Data Entry Fee - General Sessions Court	0	0	0	15,682
Victims Assistance Assessments	0	0	0	66,157
<u>Juvenile Court</u>				
Fines	0	0	0	63,925
Judicial Commissioner Fees	0	0	0	174
Data Entry Fee - Juvenile Court	0	0	0	4,514
<u>Chancery Court</u>				
Officers Costs	0	0	0	8,179
Data Entry Fee - Chancery Court	0	0	0	11,763
<u>Other Courts - In-county</u>				
Fines	0	0	0	3,515
Drug Court Fees	0	0	0	2,124
DUI Treatment Fines	0	0	0	1,725
<u>Judicial District Drug Program</u>				
Victims Assistance Assessments	0	0	0	4,302

(Continued)

Exhibit K-6

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

	<u>Debt Service Funds</u>		<u>Capital Projects Fund</u>		<u>Total</u>
	<u>General Debt Service</u>	<u>Rural Debt Service</u>	<u>General Capital Projects</u>		
<u>Fines, Forfeitures, and Penalties (Cont.)</u>					
<u>Other Fines, Forfeitures, and Penalties</u>					
Proceeds from Confiscated Property	\$ 0	\$ 0	\$ 0	\$ 0	16,415
Other Fines, Forfeitures, and Penalties	0	0	0	0	78,192
Total Fines, Forfeitures, and Penalties	\$ 0	\$ 0	\$ 0	\$ 0	864,759
<u>Charges for Current Services</u>					
<u>General Service Charges</u>					
Tipping Fees	\$ 0	\$ 0	\$ 0	\$ 0	805,625
Surcharge - Waste Tire Disposal	0	0	0	0	260,344
Other General Service Charges	0	0	0	0	11,125
Service Charges	0	0	0	0	104,655
<u>Fees</u>					
Engineer Review Fees	0	0	0	0	33,125
Recreation Fees	0	0	0	0	4,965,890
Copy Fees	0	0	0	0	20,300
Library Fees	0	0	0	0	71,893
Archives and Records Management Fee	0	0	0	0	66,471
Telephone Commissions	0	0	0	0	132,362
Constitutional Officers' Fees and Commissions	0	0	0	0	100
Data Processing Fee - Register	0	0	0	0	108,700
Probation Fees	0	0	0	0	549,843
Data Processing Fee - Sheriff	0	0	0	0	15,752
Sexual Offender Registration Fee - Sheriff	0	0	0	0	2,900
Data Processing Fee - County Clerk	0	0	0	0	41,743
<u>Education Charges</u>					
Transportation from Individuals	0	0	0	0	47,658

(Continued)

Exhibit K-6

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

	<u>Debt Service Funds</u>		<u>Capital</u>	<u>Total</u>
	<u>General</u>	<u>Rural</u>	<u>Projects Fund</u>	
	<u>Debt</u>	<u>Debt</u>	<u>General</u>	
	<u>Service</u>	<u>Service</u>	<u>Capital</u>	
			<u>Projects</u>	
<u>Charges for Current Services (Cont.)</u>				
<u>Education Charges (Cont.)</u>				
Other Charges for Services	\$ 0	\$ 0	\$ 0	\$ 172,060
Total Charges for Current Services	\$ 0	\$ 0	\$ 0	\$ 7,410,546
<u>Other Local Revenues</u>				
<u>Recurring Items</u>				
Investment Income	\$ 373,990	\$ 67,828	\$ 181,130	\$ 806,903
Lease/Rentals	145,895	0	0	553,160
Sale of Materials and Supplies	0	0	0	57,542
Commissary Sales	0	0	0	51,279
Sale of Maps	0	0	0	114,502
Sale of Recycled Materials	0	0	0	164,709
Miscellaneous Refunds	165	0	0	129,723
Expenditure Credits	0	0	0	2,746
<u>Nonrecurring Items</u>				
Sale of Equipment	0	0	0	129,835
Damages Recovered from Individuals	0	0	0	2,685
<u>Other Local Revenues</u>				
Other Local Revenues	91,410	0	124,512	240,389
Total Other Local Revenues	\$ 611,460	\$ 67,828	\$ 305,642	\$ 2,253,473
<u>Fees Received From County Officials</u>				
<u>Fees In-Lieu-of Salary</u>				
County Clerk	\$ 0	\$ 0	\$ 0	\$ 2,970,519
Circuit Court Clerk	0	0	0	374,489
General Sessions Court Clerk	0	0	0	769,832

(Continued)

Exhibit K-6

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

	<u>Debt Service Funds</u>		<u>Capital Projects Fund</u>		<u>Total</u>
	<u>General Debt Service</u>	<u>Rural Debt Service</u>	<u>General Capital Projects</u>		
<u>Fees Received From County Officials (Cont.)</u>					
<u>Fees In-Lieu-of Salary (Cont.)</u>					
Clerk and Master	\$ 0	\$ 0	\$ 0	\$ 0	489,805
Juvenile Court Clerk	0	0	0	0	35,717
Register	0	0	0	0	1,935,841
Sheriff	0	0	0	0	172,757
Trustee	0	0	0	0	6,693,926
Total Fees Received From County Officials	\$ 0	\$ 0	\$ 0	\$ 0	13,442,886
<u>State of Tennessee</u>					
<u>General Government Grants</u>					
On-behalf Contributions for OPEB	\$ 0	\$ 0	\$ 0	\$ 0	113
<u>Public Safety Grants</u>					
Law Enforcement Training Programs	0	0	0	0	87,600
<u>Public Works Grants</u>					
State Aid Program	0	0	0	0	1,023,877
Litter Program	0	0	0	0	64,479
<u>Other State Revenues</u>					
Income Tax	0	0	0	0	1,593,259
Beer Tax	0	0	0	0	18,488
Alcoholic Beverage Tax	0	0	0	0	257,740
State Revenue Sharing - T.V.A.	368,087	0	0	0	736,174
Contracted Prisoner Boarding	0	0	0	0	1,024,456
Gasoline and Motor Fuel Tax	0	0	0	0	3,128,896
Petroleum Special Tax	0	0	0	0	132,174
Registrar's Salary Supplement	0	0	0	0	15,164
Other State Grants	0	0	0	0	1,193,431

(Continued)

Exhibit K-6

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

	<u>Debt Service Funds</u>		<u>Capital</u>	<u>Total</u>
	<u>General</u> <u>Debt</u> <u>Service</u>	<u>Rural</u> <u>Debt</u> <u>Service</u>	<u>Projects Fund</u> <u>General</u> <u>Capital</u> <u>Projects</u>	
<u>State of Tennessee (Cont.)</u>				
<u>Other State Revenues (Cont.)</u>				
Other State Revenues	\$ 0	\$ 0	\$ 0	\$ 518,907
Total State of Tennessee	\$ 368,087	\$ 0	\$ 0	\$ 9,794,758
<u>Federal Government</u>				
<u>Federal Through State</u>				
Civil Defense Reimbursement	\$ 0	\$ 0	\$ 0	\$ 1,015,587
Homeland Security Grants	0	0	80,117	80,117
Other Federal through State	0	0	116,564	450,941
<u>Direct Federal Revenue</u>				
Asset Forfeiture Funds	0	0	0	58,043
Tax Credit Bond Rebate	620,715	878,055	0	1,498,770
Other Direct Federal Revenue	0	0	0	215,954
Total Federal Government	\$ 620,715	\$ 878,055	\$ 196,681	\$ 3,319,412
<u>Other Governments and Citizens Groups</u>				
<u>Other Governments</u>				
Prisoner Board	\$ 0	\$ 0	\$ 0	\$ 3,375
Paving and Maintenance	0	0	0	30,460
Contributions	41,753	0	0	41,753
Contracted Services	0	0	0	316,600
<u>Citizens Groups</u>				
Donations	0	0	1,028,359	1,637,825
Total Other Governments and Citizens Groups	\$ 41,753	\$ 0	\$ 1,028,359	\$ 2,030,013
Total	\$ 29,953,333	\$ 17,135,080	\$ 19,334,285	\$ 163,431,327

Exhibit K-7

Williamson County, Tennessee
Schedule of Detailed Revenues -
All Governmental Fund Types
Discretely Presented Williamson County School Department
For the Year Ended June 30, 2016

	General Purpose School	Special Revenue Funds			Capital Projects Fund	Total
		School Federal Projects	Central Cafeteria	Extended School Program	Education Capital Projects	
<u>Local Taxes</u>						
<u>County Property Taxes</u>						
Current Property Tax	\$ 108,629,816	\$ 0	\$ 0	\$ 0	\$ 0	\$ 108,629,816
Trustee's Collections - Prior Year	903,895	0	0	0	0	903,895
Circuit Clerk/Clerk and Master Collections - Prior Years	268,577	0	0	0	0	268,577
Interest and Penalty	212,697	0	0	0	0	212,697
Payments in-Lieu-of Taxes - T.V.A.	2,610	0	0	0	0	2,610
Payments in-Lieu-of Taxes - Local Utilities	124,505	0	0	0	0	124,505
<u>County Local Option Taxes</u>						
Local Option Sales Tax	48,961,083	0	0	0	0	48,961,083
Mixed Drink Tax	1,004,361	0	0	0	0	1,004,361
<u>Statutory Local Taxes</u>						
Interstate Telecommunications Tax	14,116	0	0	0	0	14,116
Total Local Taxes	\$ 160,121,660	\$ 0	\$ 0	\$ 0	\$ 0	\$ 160,121,660
<u>Licenses and Permits</u>						
<u>Licenses</u>						
Marriage Licenses	\$ 8,608	\$ 0	\$ 0	\$ 0	\$ 0	\$ 8,608
Total Licenses and Permits	\$ 8,608	\$ 0	\$ 0	\$ 0	\$ 0	\$ 8,608
<u>Charges for Current Services</u>						
<u>Education Charges</u>						
Tuition - Regular Day Students	\$ 307,798	\$ 0	\$ 0	\$ 0	\$ 0	\$ 307,798
Tuition - Summer School	52,800	0	0	0	0	52,800
Lunch Payments - Children	0	0	4,615,592	0	0	4,615,592
Lunch Payments - Adults	0	0	216,945	0	0	216,945

(Continued)

Exhibit K-7

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

	General Purpose School	Special Revenue Funds			Capital Projects Fund	Total
		School Federal Projects	Central Cafeteria	Extended School Program	Education Capital Projects	
<u>Charges for Current Services (Cont.)</u>						
<u>Education Charges (Cont.)</u>						
Income from Breakfast	\$ 0	\$ 0	\$ 188,021	\$ 0	\$ 0	\$ 188,021
A la Carte Sales	0	0	3,548,528	0	0	3,548,528
Contract for Instructional Services with Other LEA's	71,484	0	0	0	0	71,484
Receipts from Individual Schools	45,900	0	0	0	0	45,900
Community Service Fees - Children	480,646	0	0	4,434,313	0	4,914,959
Other Charges for Services	423,549	0	0	0	0	423,549
Total Charges for Current Services	\$ 1,382,177	\$ 0	\$ 8,569,086	\$ 4,434,313	\$ 0	\$ 14,385,576
<u>Other Local Revenues</u>						
<u>Recurring Items</u>						
Investment Income	\$ 274,178	\$ 0	\$ 4,926	\$ 2,436	\$ 312,190	\$ 593,730
Lease/Rentals	252,076	0	0	0	0	252,076
E-Rate Funding	2,354	0	0	0	0	2,354
Commodity Rebates	22,095	0	0	0	0	22,095
Miscellaneous Refunds	96,895	0	20,460	33	0	117,388
<u>Nonrecurring Items</u>						
Sale of Equipment	71,823	0	0	0	0	71,823
Damages Recovered from Individuals	24,349	0	0	0	0	24,349
Contributions and Gifts	39,453	0	0	0	0	39,453
<u>Other Local Revenues</u>						
Other Local Revenues	253,336	0	0	0	0	253,336
Total Other Local Revenues	\$ 1,036,559	\$ 0	\$ 25,386	\$ 2,469	\$ 312,190	\$ 1,376,604

(Continued)

Exhibit K-7

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

	General Purpose School	Special Revenue Funds			Capital Projects Fund	Total
		School Federal Projects	Central Cafeteria	Extended School Program	Education Capital Projects	
<u>State of Tennessee</u>						
<u>General Government Grants</u>						
On-behalf Contributions for OPEB	\$ 16,150	\$ 0	\$ 0	\$ 0	\$ 0	16,150
<u>State Education Funds</u>						
Basic Education Program	121,728,420	0	0	0	0	121,728,420
Early Childhood Education	482,698	0	0	0	0	482,698
School Food Service	0	0	95,860	0	0	95,860
Energy Efficient School Initiative	48,097	0	0	0	0	48,097
Other State Education Funds	419,035	0	0	0	0	419,035
Career Ladder Program	565,848	0	0	0	0	565,848
<u>Other State Revenues</u>						
State Revenue Sharing - T.V.A.	1,104,260	0	0	0	0	1,104,260
Total State of Tennessee	\$ 124,364,508	\$ 0	\$ 95,860	\$ 0	\$ 0	124,460,368
<u>Federal Government</u>						
<u>Federal Through State</u>						
USDA School Lunch Program	\$ 0	\$ 0	2,002,167	\$ 0	\$ 0	2,002,167
USDA - Commodities	0	0	587,105	0	0	587,105
Breakfast	0	0	286,924	0	0	286,924
Vocational Education - Basic Grants to States	0	289,644	0	0	0	289,644
Other Vocational	0	31,000	0	0	0	31,000
Title I Grants to Local Education Agencies	0	1,451,053	0	0	0	1,451,053
Special Education - Grants to States	805,915	5,623,742	0	0	0	6,429,657
Special Education Preschool Grants	0	64,786	0	0	0	64,786
English Language Acquisition Grants	0	72,324	0	0	0	72,324
Education for Homeless Children and Youth	0	15,777	0	0	0	15,777

(Continued)

Exhibit K-7

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

	General Purpose School	Special Revenue Funds			Capital Projects Fund	Total
		School Federal Projects	Central Cafeteria	Extended School Program	Education Capital Projects	
<u>Federal Government (Cont.)</u>						
<u>Federal Through State (Cont.)</u>						
Eisenhower Professional Development State Grants	\$ 0	\$ 354,112	\$ 0	\$ 0	\$ 0	\$ 354,112
Other Federal through State	0	0	18,000	0	0	18,000
<u>Direct Federal Revenue</u>						
ROTC Reimbursement	398,839	0	0	0	0	398,839
Total Federal Government	<u>\$ 1,204,754</u>	<u>\$ 7,902,438</u>	<u>\$ 2,894,196</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 12,001,388</u>
<u>Other Governments and Citizens Groups</u>						
<u>Other Governments</u>						
Contributions	\$ 0	\$ 0	\$ 0	\$ 0	\$ 32,559,347	\$ 32,559,347
Total Other Governments and Citizens Groups	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 32,559,347</u>	<u>\$ 32,559,347</u>
Total	<u>\$ 288,118,266</u>	<u>\$ 7,902,438</u>	<u>\$ 11,584,528</u>	<u>\$ 4,436,782</u>	<u>\$ 32,871,537</u>	<u>\$ 344,913,551</u>

Exhibit K-8

Williamson County, Tennessee
Schedule of Detailed Expenditures -
All Governmental Fund Types
For the Year Ended June 30, 2016

General Fund

General Government

County Commission

County Official/Administrative Officer	\$	144,121	
Other Per Diem and Fees		4,600	
On-behalf Payments to OPEB		113	
Audit Services		115,206	
Consultants		21,365	
Dues and Memberships		55	
Maintenance and Repair Services - Office Equipment		4,528	
Postal Charges		2,000	
Travel		1,291	
Tax Relief Program		648,061	
Total County Commission			\$ 941,340

Board of Equalization

Board and Committee Members Fees	\$	4,673	
Total Board of Equalization			4,673

Beer Board

Board and Committee Members Fees	\$	2,475	
Total Beer Board			2,475

Other Boards and Committees

Board and Committee Members Fees	\$	775	
Total Other Boards and Committees			775

County Mayor/Executive

County Official/Administrative Officer	\$	151,840	
Supervisor/Director		86,611	
Secretary(ies)		107,853	
Part-time Personnel		15,944	
Longevity Pay		2,800	
Overtime Pay		200	
Advertising		34	
Communication		2,662	
Consultants		11,250	
Dues and Memberships		1,460	
Operating Lease Payments		2,206	
Maintenance and Repair Services - Office Equipment		119	
Postal Charges		4,500	
Printing, Stationery, and Forms		1,195	
Travel		1,973	
Other Contracted Services		131,096	
Office Supplies		1,450	
Other Supplies and Materials		725	
Other Charges		41,718	
Total County Mayor/Executive			565,636

(Continued)

Exhibit K-8

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

General Fund (Cont.)

General Government (Cont.)

Personnel Office

Assistant(s)	\$	86,064	
Supervisor/Director		103,834	
Clerical Personnel		15,025	
Part-time Personnel		4,908	
Longevity Pay		1,450	
Communication		513	
Dues and Memberships		505	
Postal Charges		275	
Printing, Stationery, and Forms		2,783	
Office Supplies		1,126	
Periodicals		401	
Total Personnel Office			\$ 216,884

County Attorney

Legal Services	\$	660,326	
Total County Attorney			660,326

Election Commission

County Official/Administrative Officer	\$	90,824	
Assistant(s)		142,079	
Temporary Personnel		41,756	
Part-time Personnel		36,890	
Longevity Pay		2,300	
Overtime Pay		8,054	
Election Commission		3,900	
Election Workers		74,799	
Advertising		7,924	
Communication		4,347	
Dues and Memberships		3,405	
Freight Expenses		13,990	
Operating Lease Payments		5,192	
Licenses		25,000	
Maintenance and Repair Services - Equipment		33,801	
Maintenance and Repair Services - Office Equipment		24,685	
Postal Charges		26,278	
Printing, Stationery, and Forms		27,747	
Travel		976	
Office Supplies		10,630	
Other Charges		1,362	
Total Election Commission			585,939

Register of Deeds

County Official/Administrative Officer	\$	114,275	
Deputy(ies)		461,441	
Longevity Pay		8,150	
Communication		311	
Dues and Memberships		989	

(Continued)

Exhibit K-8

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

General Fund (Cont.)

General Government (Cont.)

Register of Deeds (Cont.)

Operating Lease Payments	\$	8,517	
Maintenance and Repair Services - Office Equipment		22,034	
Postal Charges		1,250	
Printing, Stationery, and Forms		28,024	
Data Processing Equipment		39,048	
Total Register of Deeds			\$ 684,039

Development

Assistant(s)	\$	1,359,775	
Supervisor/Director		111,238	
Deputy(ies)		408,574	
Secretary(ies)		325,626	
Temporary Personnel		8,578	
Longevity Pay		30,850	
Board and Committee Members Fees		11,483	
Communication		10,683	
Consultants		14,485	
Dues and Memberships		788	
Operating Lease Payments		8,214	
Maintenance and Repair Services - Office Equipment		2,512	
Postal Charges		3,976	
Travel		139	
Office Supplies		10,570	
Other Charges		610	
Motor Vehicles		78,981	
Total Development			2,387,082

Planning

Advertising	\$	656	
Consultants		10,683	
Dues and Memberships		1,220	
Evaluation and Testing		36,868	
Maintenance and Repair Services - Vehicles		811	
Gasoline		187	
Instructional Supplies and Materials		998	
In Service/Staff Development		519	
Total Planning			51,942

Building

Communication	\$	446	
Dues and Memberships		440	
Maintenance and Repair Services - Vehicles		6,857	
Gasoline		7,750	
Uniforms		1,582	
In Service/Staff Development		8,731	
Total Building			25,806

(Continued)

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

General Fund (Cont.)

General Government (Cont.)

Engineering

Board and Committee Members Fees	\$	3,461	
Consultants		6,000	
Dues and Memberships		1,420	
Maintenance and Repair Services - Vehicles		2,714	
Permits		3,460	
Gasoline		3,838	
Instructional Supplies and Materials		1,018	
Uniforms		562	
Other Supplies and Materials		500	
In Service/Staff Development		3,572	
Total Engineering			\$ 26,545

Codes Compliance

Advertising	\$	388	
Communication		948	
Consultants		1,500	
Maintenance and Repair Services - Vehicles		1,324	
Travel		6	
Gasoline		1,345	
Periodicals		135	
Uniforms		499	
In Service/Staff Development		2,576	
Total Codes Compliance			8,721

Geographical Information Systems

Supervisor/Director	\$	104,083	
Data Processing Personnel		586,459	
Secretary(ies)		34,528	
Part-time Personnel		11,504	
Longevity Pay		8,100	
Communication		112,567	
Dues and Memberships		1,388	
Licenses		300,265	
Maintenance and Repair Services - Vehicles		1,767	
Travel		166	
Other Contracted Services		10,696	
Gasoline		1,824	
Instructional Supplies and Materials		305	
Office Supplies		6,053	
Uniforms		291	
In Service/Staff Development		5,981	
Total Geographical Information Systems			1,185,977

County Buildings

Supervisor/Director	\$	96,530	
Deputy(ies)		72,656	
Foremen		60,553	

(Continued)

Exhibit K-8

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

General Fund (Cont.)

General Government (Cont.)

County Buildings (Cont.)

Mechanic(s)	\$	740,262	
Nightwatchmen		29,443	
Clerical Personnel		41,059	
Custodial Personnel		329,387	
Part-time Personnel		234,119	
Longevity Pay		14,000	
Overtime Pay		64,234	
Communication		42,966	
Contracts with Private Agencies		114,189	
Operating Lease Payments		1,377	
Maintenance and Repair Services - Buildings		621,299	
Maintenance and Repair Services - Vehicles		23,642	
Travel		1,724	
Custodial Supplies		80,226	
Electricity		637,568	
Gasoline		29,964	
Natural Gas		22,660	
Office Supplies		1,575	
Uniforms		15,093	
Water and Sewer		57,084	
In Service/Staff Development		11,867	
Other Charges		286	
Motor Vehicles		56,585	
Other Capital Outlay		37,800	
Total County Buildings			\$ 3,438,148

Other Facilities

Assistant(s)	\$	74,381	
Supervisor/Director		53,955	
Part-time Personnel		13,799	
Longevity Pay		1,700	
Communication		398	
Maintenance and Repair Services - Vehicles		1,897	
Gasoline		162	
Office Supplies		1,993	
Other Supplies and Materials		1,732	
Total Other Facilities			150,017

Preservation of Records

County Official/Administrative Officer	\$	53,310	
Assistant(s)		95,885	
Temporary Personnel		6,514	
Part-time Personnel		11,925	
Board and Committee Members Fees		25	
Communication		3,082	
Operating Lease Payments		2,046	
Licenses		2,931	

(Continued)

Exhibit K-8

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

General Fund (Cont.)

General Government (Cont.)

Preservation of Records (Cont.)

Maintenance and Repair Services - Office Equipment	\$	7,256	
Postal Charges		61	
Other Contracted Services		250	
Office Supplies		10,130	
Other Supplies and Materials		18,132	
In Service/Staff Development		603	
Total Preservation of Records			\$ 212,150

Risk Management

County Official/Administrative Officer	\$	91,208	
Assistant(s)		78,783	
Longevity Pay		1,200	
Communication		1,759	
Dues and Memberships		65	
Operating Lease Payments		921	
Postal Charges		1,000	
Travel		177	
Instructional Supplies and Materials		773	
Office Supplies		1,239	
Total Risk Management			177,125

Other Risk Management

Paraprofessionals	\$	78,666	
Clerical Personnel		202,772	
Longevity Pay		1,750	
Communication		1,230	
Operating Lease Payments		5,734	
Postal Charges		8,299	
Printing, Stationery, and Forms		4,150	
Travel		179	
Office Supplies		3,051	
In Service/Staff Development		149	
Total Other Risk Management			305,980

Finance

Accounting and Budgeting

County Official/Administrative Officer	\$	102,170	
Assistant(s)		67,414	
Accountants/Bookkeepers		376,594	
Purchasing Personnel		108,753	
Temporary Personnel		2,209	
Longevity Pay		6,800	
Overtime Pay		166	
Communication		2,471	
Operating Lease Payments		1,220	
Maintenance and Repair Services - Office Equipment		176,000	
Postal Charges		5,998	

(Continued)

Exhibit K-8

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

General Fund (Cont.)

Finance (Cont.)

Accounting and Budgeting (Cont.)

Printing, Stationery, and Forms	\$	4,102	
Travel		124	
Office Supplies		5,808	
In Service/Staff Development		6,269	
Other Charges		100	
Total Accounting and Budgeting			\$ 866,198

Property Assessor's Office

County Official/Administrative Officer	\$	114,275	
Deputy(ies)		1,149,125	
Salary Supplements		11,500	
Part-time Personnel		25,504	
Longevity Pay		15,800	
Overtime Pay		14,496	
Advertising		79	
Communication		1,473	
Consultants		187,750	
Data Processing Services		13,860	
Dues and Memberships		3,370	
Operating Lease Payments		21,407	
Maintenance and Repair Services - Office Equipment		16,516	
Maintenance and Repair Services - Vehicles		1,308	
Postal Charges		31,870	
Printing, Stationery, and Forms		4,254	
Travel		3,518	
Gasoline		1,725	
Office Supplies		13,998	
Periodicals		3,338	
Uniforms		401	
In Service/Staff Development		2,165	
Other Charges		6,612	
Total Property Assessor's Office			1,644,344

County Trustee's Office

County Official/Administrative Officer	\$	114,275	
Assistant(s)		267,818	
Part-time Personnel		41,167	
Longevity Pay		3,100	
Advertising		576	
Communication		1,261	
Data Processing Services		64,349	
Dues and Memberships		1,189	
Maintenance and Repair Services - Office Equipment		20,526	
Postal Charges		5,930	
Printing, Stationery, and Forms		9,550	
Travel		1,557	
In Service/Staff Development		2,982	
Other Charges		349	
Total County Trustee's Office			534,629

(Continued)

Exhibit K-8

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

General Fund (Cont.)

Finance (Cont.)

County Clerk's Office

County Official/Administrative Officer	\$	114,275	
Assistant(s)		685,267	
Part-time Personnel		49,984	
Longevity Pay		9,550	
Advertising		1,462	
Communication		331	
Dues and Memberships		914	
Operating Lease Payments		3,558	
Maintenance and Repair Services - Office Equipment		21,090	
Postal Charges		64,238	
Printing, Stationery, and Forms		7,714	
Office Equipment		47,189	
Total County Clerk's Office	\$		1,005,572

Other Finance

Duplicating Supplies	\$	39,428	
Data Processing Equipment		166,545	
Furniture and Fixtures		80,987	
Total Other Finance			286,960

Administration of Justice

Circuit Court

County Official/Administrative Officer	\$	114,275	
Deputy(ies)		1,161,107	
Part-time Personnel		30,911	
Longevity Pay		19,350	
Jury and Witness Expense		25,511	
Communication		3,630	
Dues and Memberships		964	
Operating Lease Payments		51,158	
Postal Charges		18,120	
Printing, Stationery, and Forms		9,689	
Travel		214	
Other Contracted Services		15,950	
Food Supplies		373	
Office Supplies		14,509	
Office Equipment		31,393	
Total Circuit Court			1,497,154

General Sessions Court

Judge(s)	\$	322,317	
Assistant(s)		175,926	
Probation Officer(s)		158,205	
Secretary(ies)		80,588	
Clerical Personnel		31,533	
Part-time Personnel		13,603	
Longevity Pay		4,400	

(Continued)

Exhibit K-8

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

General Fund (Cont.)

Administration of Justice (Cont.)

General Sessions Court (Cont.)

Overtime Pay	\$	322	
Communication		610	
Contracts with Government Agencies		251,932	
Dues and Memberships		1,489	
Evaluation and Testing		5,242	
Operating Lease Payments		2,393	
Maintenance and Repair Services - Office Equipment		278	
Postal Charges		1,299	
Printing, Stationery, and Forms		1,800	
Travel		541	
Other Contracted Services		3,785	
Office Supplies		4,867	
Periodicals		2,368	
In Service/Staff Development		575	
Other Charges		75	
Office Equipment		810	
Total General Sessions Court	\$		1,064,958

Drug Court

Drug Treatment	\$	102,393	
Total Drug Court			102,393

Chancery Court

County Official/Administrative Officer	\$	114,275	
Assistant(s)		278,697	
Part-time Personnel		14,915	
Longevity Pay		5,100	
Overtime Pay		746	
Communication		799	
Dues and Memberships		864	
Maintenance and Repair Services - Office Equipment		24,151	
Postal Charges		14,359	
Printing, Stationery, and Forms		4,236	
Office Supplies		5,746	
Periodicals		789	
Other Supplies and Materials		400	
In Service/Staff Development		410	
Total Chancery Court			465,487

Juvenile Court

County Official/Administrative Officer	\$	114,275	
Assistant(s)		293,079	
Part-time Personnel		13,068	
Longevity Pay		5,600	
Communication		1,140	
Dues and Memberships		729	
Operating Lease Payments		6,984	

(Continued)

Exhibit K-8

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

General Fund (Cont.)

Administration of Justice (Cont.)

Juvenile Court (Cont.)

Maintenance and Repair Services - Office Equipment	\$	1,147	
Postal Charges		4,000	
Printing, Stationery, and Forms		3,551	
Travel		24	
Other Contracted Services		9,139	
Office Supplies		1,086	
In Service/Staff Development		100	
Data Processing Equipment		7,379	
Total Juvenile Court			\$ 461,301

Judicial Commissioners

Assistant(s)	\$	238,801	
Part-time Personnel		23,104	
Longevity Pay		4,000	
Overtime Pay		1,629	
Dues and Memberships		825	
Operating Lease Payments		1,685	
Office Supplies		2,011	
Total Judicial Commissioners			272,055

Other Administration of Justice

County Official/Administrative Officer	\$	48,183	
Assistant(s)		150,593	
Part-time Personnel		30,547	
Total Other Administration of Justice			229,323

Victim Assistance Programs

Contributions	\$	87,667	
Total Victim Assistance Programs			87,667

Public Safety

Sheriff's Department

County Official/Administrative Officer	\$	125,694	
Deputy(ies)		6,802,671	
Accountants/Bookkeepers		64,570	
Salary Supplements		87,600	
Clerical Personnel		602,433	
Longevity Pay		78,400	
Overtime Pay		268,552	
Communication		16,294	
Contracts with Government Agencies		5,000	
Contracts with Private Agencies		109,875	
Evaluation and Testing		7,990	
Operating Lease Payments		7,381	
Maintenance and Repair Services - Vehicles		236,803	
Postal Charges		6,987	
Transportation - Other than Students		27,508	

(Continued)

Exhibit K-8

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

General Fund (Cont.)

Public Safety (Cont.)

Sheriff's Department (Cont.)

Travel	\$	2,332	
Data Processing Supplies		51,185	
Gasoline		248,078	
Law Enforcement Supplies		48,579	
Office Supplies		26,412	
Periodicals		1,230	
Tires and Tubes		56,291	
Uniforms		194,471	
Other Supplies and Materials		5,900	
In Service/Staff Development		142,878	
Other Charges		27,212	
Data Processing Equipment		60,261	
Law Enforcement Equipment		234,493	
Motor Vehicles		48,000	
Other Equipment		75,276	
Other Capital Outlay		40,570	
Total Sheriff's Department	\$		9,710,926

Traffic Control

Guards	\$	113,156	
Advertising		752	
Uniforms		2,136	
Total Traffic Control			116,044

Jail

Guards	\$	3,624,220	
Longevity Pay		15,150	
Overtime Pay		147,859	
Communication		19,444	
Evaluation and Testing		11,591	
Laundry Service		60,001	
Operating Lease Payments		10,576	
Maintenance and Repair Services - Buildings		162,225	
Maintenance and Repair Services - Equipment		21,558	
Maintenance and Repair Services - Vehicles		6,069	
Medical and Dental Services		1,102,913	
Postal Charges		214	
Drugs and Medical Supplies		7,777	
Electricity		238,008	
Food Supplies		555,230	
Gasoline		6,504	
Natural Gas		30,773	
Office Supplies		32,786	
Periodicals		70	
Prisoners Clothing		17,642	
Uniforms		58,053	
Water and Sewer		131,819	

(Continued)

Exhibit K-8

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

General Fund (Cont.)

Public Safety (Cont.)

Jail (Cont.)

Other Supplies and Materials	\$	43,505	
In Service/Staff Development		44,096	
Motor Vehicles		36,938	
Total Jail			\$ 6,385,021

Workhouse

Deputy(ies)	\$	88,716	
Longevity Pay		1,950	
Maintenance and Repair Services - Vehicles		5,491	
Gasoline		8,173	
Instructional Supplies and Materials		18,397	
Office Supplies		1,897	
Other Road Materials		3,894	
Uniforms		1,653	
Other Supplies and Materials		3,756	
Total Workhouse			133,927

Juvenile Services

Judge(s)	\$	161,158	
Assistant(s)		1,200,776	
Teachers		146,890	
Part-time Personnel		94,840	
Longevity Pay		13,250	
Overtime Pay		13,550	
Communication		5,724	
Contracts with Government Agencies		116,239	
Dues and Memberships		600	
Operating Lease Payments		6,648	
Legal Services		1,710	
Maintenance and Repair Services - Office Equipment		9,894	
Medical and Dental Services		1,194	
Postal Charges		2,272	
Printing, Stationery, and Forms		1,873	
Transportation - Other than Students		1,003	
Travel		6,976	
Other Contracted Services		7,521	
Food Supplies		13,692	
Instructional Supplies and Materials		380	
Office Supplies		7,333	
Other Supplies and Materials		37,834	
In Service/Staff Development		5,509	
Other Charges		436	
Motor Vehicles		39,176	
Total Juvenile Services			1,896,478

Fire Prevention and Control

Contracts with Government Agencies	\$	2,000	
Contributions		494,359	
Total Fire Prevention and Control			496,359

(Continued)

Exhibit K-8

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

General Fund (Cont.)

Public Safety (Cont.)

Other Emergency Management

In Service/Staff Development	\$ 10,908	
Total Other Emergency Management		\$ 10,908

County Coroner/Medical Examiner

Contracts with Private Agencies	\$ 80,280	
Medical and Dental Services	32,460	
Other Contracted Services	62,070	
Drugs and Medical Supplies	41,580	
Total County Coroner/Medical Examiner		216,390

Other Public Safety

County Official/Administrative Officer	\$ 97,219	
Assistant(s)	249,874	
Supervisor/Director	126,634	
Dispatchers/Radio Operators	728,759	
Secretary(ies)	86,263	
Part-time Personnel	19,777	
Longevity Pay	9,800	
Overtime Pay	98,167	
Advertising	403	
Communication	66,029	
Dues and Memberships	674	
Evaluation and Testing	9,113	
Operating Lease Payments	220,446	
Maintenance Agreements	105,574	
Maintenance and Repair Services - Equipment	54,191	
Maintenance and Repair Services - Office Equipment	1,801	
Maintenance and Repair Services - Vehicles	26,980	
Postal Charges	346	
Rentals	599	
Travel	1,497	
Other Contracted Services	110,299	
Electricity	85,662	
Gasoline	25,761	
Natural Gas	15,236	
Office Supplies	11,906	
Uniforms	18,718	
Water and Sewer	1,795	
Other Supplies and Materials	11,999	
In Service/Staff Development	20,843	
Land	200,000	
Other Equipment	475,721	
Total Other Public Safety		2,882,086

Public Health and Welfare

Local Health Center

Medical Personnel	\$ 186,035	
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(Continued)

Exhibit K-8

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

General Fund (Cont.)

Public Health and Welfare (Cont.)

Local Health Center (Cont.)

Secretary(ies)	\$	34,694	
Clerical Personnel		29,224	
Custodial Personnel		26,333	
Part-time Personnel		15,778	
Longevity Pay		5,750	
Board and Committee Members Fees		2,650	
Communication		9,815	
Contracts with Government Agencies		630,028	
Dues and Memberships		430	
Laundry Service		225	
Maintenance and Repair Services - Buildings		3,693	
Travel		2,934	
Drugs and Medical Supplies		8,854	
Food Supplies		671	
Instructional Supplies and Materials		11,807	
Office Supplies		1,072	
Utilities		26,205	
Liability Insurance		1,065	
Other Charges		82	
Total Local Health Center			\$ 997,345

Rabies and Animal Control

Assistant(s)	\$	55,723
Supervisor/Director		76,690
Paraprofessionals		138,765
Attendants		379,966
Custodial Personnel		28,580
Part-time Personnel		77,146
Longevity Pay		2,200
Overtime Pay		35,024
Communication		7,663
Contracts with Private Agencies		5,157
Operating Lease Payments		1,599
Maintenance and Repair Services - Buildings		3,480
Maintenance and Repair Services - Office Equipment		661
Maintenance and Repair Services - Vehicles		5,423
Postal Charges		475
Printing, Stationery, and Forms		3,484
Veterinary Services		11,586
Other Contracted Services		12,183
Animal Food and Supplies		39,565
Custodial Supplies		6,858
Drugs and Medical Supplies		144,598
Electricity		26,539
Gasoline		9,149
Instructional Supplies and Materials		173
Natural Gas		5,331

(Continued)

Exhibit K-8

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

General Fund (Cont.)

Public Health and Welfare (Cont.)

Rabies and Animal Control (Cont.)

Office Supplies	\$	7,301	
Uniforms		692	
Water and Sewer		6,778	
Other Supplies and Materials		30,376	
In Service/Staff Development		6,978	
Other Charges		330	
Other Capital Outlay		15,358	
Total Rabies and Animal Control			\$ 1,145,831

Ambulance/Emergency Medical Services

Contracts with Government Agencies	\$	1,943,624	
Total Ambulance/Emergency Medical Services			1,943,624

Appropriation to State

Contributions	\$	103,816	
Total Appropriation to State			103,816

General Welfare Assistance

Contributions	\$	17,617	
Total General Welfare Assistance			17,617

Aid to Dependent Children

Contributions	\$	10,518	
Total Aid to Dependent Children			10,518

Other Local Welfare Services

Pauper Burials	\$	600	
Total Other Local Welfare Services			600

Other Public Health and Welfare

Communication	\$	5,559	
Dues and Memberships		1,100	
Operating Lease Payments		7,461	
Maintenance and Repair Services - Vehicles		3,757	
Postal Charges		13	
Printing, Stationery, and Forms		2,615	
Travel		4,072	
Data Processing Supplies		1,920	
Gasoline		6,822	
Office Supplies		6,755	
Periodicals		134	
Uniforms		3,531	
Other Supplies and Materials		3,204	
Premiums on Corporate Surety Bonds		40	
In Service/Staff Development		2,174	
Total Other Public Health and Welfare			49,157

(Continued)

Exhibit K-8

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

General Fund (Cont.)

Social, Cultural, and Recreational Services

Adult Activities

Contributions	\$ 45,464	
Total Adult Activities		\$ 45,464

Senior Citizens Assistance

Contributions	\$ 88,530	
Total Senior Citizens Assistance		88,530

Libraries

County Official/Administrative Officer	\$ 77,688	
Librarians	1,166,884	
Temporary Personnel	10,476	
Part-time Personnel	235,513	
Longevity Pay	15,100	
Communication	7,950	
Consultants	48,904	
Contributions	98,115	
Data Processing Services	5,487	
Dues and Memberships	701	
Operating Lease Payments	10,773	
Maintenance and Repair Services - Office Equipment	4,762	
Postal Charges	2,763	
Printing, Stationery, and Forms	1,604	
Travel	288	
Other Contracted Services	21,480	
Data Processing Supplies	95,964	
Library Books/Media	236,874	
Office Supplies	8,286	
Periodicals	7,500	
Utilities	129,885	
Other Supplies and Materials	73,349	
In Service/Staff Development	1,854	
Total Libraries		2,262,200

Parks and Fair Boards

County Official/Administrative Officer	\$ 96,297	
Assistant(s)	2,143,376	
Supervisor/Director	423,756	
Mechanic(s)	39,044	
Clerical Personnel	292,956	
Custodial Personnel	203,726	
Maintenance Personnel	449,354	
Temporary Personnel	392,569	
Part-time Personnel	3,277,442	
Longevity Pay	35,700	
Overtime Pay	18,234	
Advertising	33,930	
Communication	77,826	

(Continued)

Exhibit K-8

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

General Fund (Cont.)

Social, Cultural, and Recreational Services (Cont.)

Parks and Fair Boards (Cont.)

Contracts with Private Agencies	\$	154,000	
Dues and Memberships		2,418	
Evaluation and Testing		3,588	
Maintenance and Repair Services - Buildings		345,199	
Maintenance and Repair Services - Equipment		95,641	
Maintenance and Repair Services - Office Equipment		38,681	
Maintenance and Repair Services - Vehicles		37,792	
Pest Control		1,770	
Postal Charges		8,548	
Printing, Stationery, and Forms		15,412	
Rentals		3,218	
Disposal Fees		27,454	
Permits		390	
Other Contracted Services		59,379	
Custodial Supplies		114,628	
Drugs and Medical Supplies		6,041	
Electricity		891,110	
Fertilizer, Lime, and Seed		49,599	
Food Supplies		5,712	
Fuel Oil		1,484	
Gasoline		66,822	
Instructional Supplies and Materials		155,586	
Natural Gas		133,480	
Office Supplies		25,102	
Periodicals		202	
Sand		186	
Uniforms		31,053	
Water and Sewer		186,327	
Clay		18,465	
Chemicals		74,489	
Other Supplies and Materials		194,419	
Refunds		50,860	
Surcharge		17,208	
Other Charges		131,708	
Motor Vehicles		22,341	
Other Capital Outlay		108,266	
Total Parks and Fair Boards			\$ 10,562,788

Other Social, Cultural, and Recreational

Supervisor/Director	\$	74,235
Foremen		46,834
Clerical Personnel		80,410
Cafeteria Personnel		64,714
Maintenance Personnel		270,331
Temporary Personnel		14,380
Longevity Pay		5,100
Overtime Pay		19,766

(Continued)

Exhibit K-8

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

General Fund (Cont.)

Social, Cultural, and Recreational Services (Cont.)

Other Social, Cultural, and Recreational (Cont.)

Communication	\$	10,624	
Dues and Memberships		868	
Operating Lease Payments		1,842	
Maintenance and Repair Services - Buildings		13,475	
Maintenance and Repair Services - Equipment		4,251	
Maintenance and Repair Services - Vehicles		664	
Rentals		11,116	
Travel		1,661	
Disposal Fees		130,440	
Other Contracted Services		5,765	
Custodial Supplies		14,152	
Electricity		170,277	
Food Supplies		61,970	
Gasoline		5,102	
Natural Gas		20,321	
Office Supplies		842	
Small Tools		2,013	
Tires and Tubes		642	
Uniforms		4,571	
Water and Sewer		25,388	
Other Supplies and Materials		51,715	
In Service/Staff Development		2,509	
Other Equipment		17,499	
Total Other Social, Cultural, and Recreational	\$		1,133,477

Agriculture and Natural Resources

Agricultural Extension Service

Assistant(s)	\$	86,230	
Salary Supplements		146,493	
Part-time Personnel		21,600	
Longevity Pay		1,236	
Board and Committee Members Fees		1,050	
Social Security		8,964	
Extension Service Medicare		1,228	
Pensions		21,197	
Medical Insurance		9,585	
Communication		6,049	
Dues and Memberships		595	
Janitorial Services		4,951	
Operating Lease Payments		2,216	
Maintenance and Repair Services - Equipment		1,519	
Maintenance and Repair Services - Vehicles		125	
Postal Charges		376	
Travel		1,669	
Gasoline		970	
Total Agricultural Extension Service			316,053

(Continued)

Exhibit K-8

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

General Fund (Cont.)

Agriculture and Natural Resources (Cont.)

Soil Conservation

Secretary(ies)	\$	44,741	
Longevity Pay		1,550	
Other Charges		5,263	
Total Soil Conservation			\$ 51,554

Other Operations

Public Transportation

Other Contracted Services	\$	176,042	
Total Public Transportation			176,042

Veterans' Services

Supervisor/Director	\$	35,782	
Dues and Memberships		399	
Travel		279	
Office Supplies		439	
Other Supplies and Materials		2,944	
Total Veterans' Services			39,843

Other Charges

Dues and Memberships	\$	53,771	
Building and Contents Insurance		130,670	
Excess Risk Insurance		684,114	
Trustee's Commission		1,056,617	
Workers' Compensation Insurance		56,689	
Liability Claims		1,094,325	
Total Other Charges			3,076,186

Employee Benefits

Social Security	\$	2,429,057	
Pensions		2,433,656	
Life Insurance		44,100	
Medical Insurance		8,320,000	
Disability Insurance		27,658	
Unemployment Compensation		10,553	
Local Retirement		150,000	
Employer Medicare		571,288	
Total Employee Benefits			13,986,312

Miscellaneous

Contracts with Private Agencies	\$	128,828	
Contributions		1,434,254	
Total Miscellaneous			1,563,082

Total General Fund \$ 79,567,799

(Continued)

Exhibit K-8

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

Solid Waste/Sanitation Fund

Public Health and Welfare

Sanitation Management

Supervisor/Director	\$	80,654	
Deputy(ies)		191,341	
Laborers		583,802	
Guards		497,614	
Clerical Personnel		101,673	
Longevity Pay		13,200	
Overtime Pay		61,746	
Advertising		2,841	
Communication		15,120	
Dues and Memberships		524	
Evaluation and Testing		805	
Maintenance and Repair Services - Buildings		22,927	
Maintenance and Repair Services - Equipment		141,678	
Maintenance and Repair Services - Office Equipment		1,870	
Maintenance and Repair Services - Vehicles		118,929	
Printing, Stationery, and Forms		362	
Rentals		652	
Travel		1,707	
Other Contracted Services		1,626,193	
Diesel Fuel		207,155	
Electricity		27,183	
Gasoline		11,282	
Lubricants		9,609	
Natural Gas		1,827	
Office Supplies		2,119	
Periodicals		187	
Tires and Tubes		57,636	
Uniforms		10,422	
Water and Sewer		2,666	
Other Supplies and Materials		26,172	
In Service/Staff Development		1,562	
Other Charges		52,493	
Land		175,000	
Total Sanitation Management			\$ 4,048,951

Other Operations

Other Charges

Building and Contents Insurance	\$	5,557	
Excess Risk Insurance		110,568	
Trustee's Commission		73,716	
Workers' Compensation Insurance		1,910	
Liability Claims		58,423	
Total Other Charges			250,174

Employee Benefits

Social Security	\$	91,351	
Pensions		70,884	

(Continued)

Exhibit K-8

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

Solid Waste/Sanitation Fund (Cont.)

Other Operations (Cont.)

Employee Benefits (Cont.)

Life Insurance	\$	1,350	
Medical Insurance		250,000	
Employer Medicare		21,365	
Total Employee Benefits			\$ 434,950

Total Solid Waste/Sanitation Fund \$ 4,734,075

Drug Control Fund

Public Safety

Drug Enforcement

Communication	\$	1,336	
Confidential Drug Enforcement Payments		15,000	
Maintenance and Repair Services - Vehicles		1,110	
Towing Services		175	
Other Supplies and Materials		19,456	
Trustee's Commission		524	
In Service/Staff Development		5,109	
Other Capital Outlay		8,640	
Total Drug Enforcement			\$ 51,350

Total Drug Control Fund 51,350

Constitutional Officers - Fees Fund

Public Safety

Sheriff's Department

Constitutional Officers' Operating Expenses	\$	100	
Total Sheriff's Department			\$ 100

Total Constitutional Officers - Fees Fund 100

Highway/Public Works Fund

Highways

Administration

County Official/Administrative Officer	\$	125,694	
Accountants/Bookkeepers		64,938	
Dispatchers/Radio Operators		56,722	
Secretary(ies)		46,966	
Longevity Pay		44,950	
Board and Committee Members Fees		6,450	
Advertising		53	
Communication		9,200	
Engineering Services		402,547	
Evaluation and Testing		2,045	
Operating Lease Payments		1,502	
Legal Services		30,653	
Legal Notices, Recording, and Court Costs		103	
Postal Charges		713	

(Continued)

Exhibit K-8

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

Highway/Public Works Fund (Cont.)

Highways (Cont.)

Administration (Cont.)

Electricity	\$	39,572	
Natural Gas		11,162	
Office Supplies		3,147	
Water and Sewer		10,137	
Other Charges		4,053	
Total Administration			\$ 860,607

Highway and Bridge Maintenance

Foremen	\$	174,497	
Equipment Operators		2,198,887	
Part-time Personnel		70,471	
Overtime Pay		89,204	
Contracts with Private Agencies		140,209	
Rentals		15,431	
Asphalt - Cold Mix		20,000	
Asphalt - Hot Mix		2,847,870	
Asphalt - Liquid		95,032	
Other Road Materials		141,236	
Pipe		106,267	
Road Signs		18,957	
Salt		280,864	
Uniforms		28,276	
Wood Products		2,664	
Other Charges		1,454	
Total Highway and Bridge Maintenance			6,231,319

Operation and Maintenance of Equipment

Foremen	\$	61,642	
Mechanic(s)		167,044	
Nightwatchmen		117,374	
Part-time Personnel		5,315	
Diesel Fuel		187,969	
Equipment Parts - Heavy		555,015	
Equipment and Machinery Parts		235	
Garage Supplies		37,258	
Gasoline		107,744	
Lubricants		44,054	
Tires and Tubes		110,208	
Total Operation and Maintenance of Equipment			1,393,858

Quarry Operations

Equipment Operators	\$	340,717	
Overtime Pay		18,907	
Explosive and Drilling Services		42,230	
Maintenance and Repair Services - Vehicles		100,750	
Electricity		38,047	
Other Supplies and Materials		4,152	
Total Quarry Operations			544,803

(Continued)

Exhibit K-8

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

Highway/Public Works Fund (Cont.)

Highways (Cont.)

Other Charges

Building and Contents Insurance	\$	10,184	
Excess Risk Insurance		239,657	
Trustee's Commission		123,321	
Workers' Compensation Insurance		4,204	
Liability Claims		193,118	
Total Other Charges			\$ 570,484

Employee Benefits

Social Security	\$	215,260	
Pensions		242,534	
Life Insurance		4,200	
Medical Insurance		780,000	
Disability Insurance		6,240	
Employer Medicare		50,347	
Total Employee Benefits			1,298,581

Capital Outlay

Bridge Construction	\$	110,516	
Highway Construction		42,586	
Highway Equipment		688,789	
Site Development		3,658	
Total Capital Outlay			845,549

Total Highway/Public Works Fund \$ 11,745,201

General Debt Service Fund

Principal on Debt

General Government

Principal on Bonds	\$	11,571,400	
Total General Government			\$ 11,571,400

Highways and Streets

Principal on Bonds	\$	183,600	
Total Highways and Streets			183,600

Education

Principal on Bonds	\$	10,700,000	
Total Education			10,700,000

Interest on Debt

General Government

Interest on Bonds	\$	5,115,024	
Total General Government			5,115,024

Highways and Streets

Interest on Bonds	\$	23,256	
Total Highways and Streets			23,256

(Continued)

Exhibit K-8

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

General Debt Service Fund (Cont.)

Interest on Debt (Cont.)

Education

Interest on Bonds	\$ 6,982,648	
Total Education		\$ 6,982,648

Other Debt Service

General Government

Fiscal Agent Charges	\$ 8,799	
Trustee's Commission	576,864	
Underwriter's Discount	43,270	
Other Debt Issuance Charges	563,171	
Other Debt Service	<u>9,631,096</u>	
Total General Government		10,823,200

Education

Underwriter's Discount	\$ 37,263	
Other Debt Issuance Charges	556,046	
Other Debt Service	<u>13,489,729</u>	
Total Education		<u>14,083,038</u>

Total General Debt Service Fund		\$ 59,482,166
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Rural Debt Service Fund

Principal on Debt

Education

Principal on Bonds	\$ 14,110,000	
Total Education		\$ 14,110,000

Interest on Debt

Education

Interest on Bonds	\$ 9,191,991	
Total Education		9,191,991

Other Debt Service

Education

Fiscal Agent Charges	\$ 4,367	
Trustee's Commission	309,455	
Underwriter's Discount	70,941	
Other Debt Issuance Charges	<u>656,703</u>	
Total Education		<u>1,041,466</u>

Total Rural Debt Service Fund		24,343,457
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General Capital Projects Fund

Capital Projects

General Administration Projects

Underwriter's Discount	\$ 24,934	
Other Debt Issuance Charges	44,040	
Building Improvements	559,948	

(Continued)

Exhibit K-8

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

General Capital Projects Fund (Cont.)

Capital Projects (Cont.)

General Administration Projects (Cont.)

Data Processing Equipment	\$	70,728	
Land		338	
Motor Vehicles		1,723	
Other Equipment		292,199	
Other Capital Outlay		166,138	
Total General Administration Projects			\$ 1,160,048

Public Safety Projects

Trustee's Commission	\$	3,920	
Building Construction		14,437,287	
Building Improvements		159,160	
Communication Equipment		65,884	
Data Processing Equipment		123,197	
Land		592,845	
Motor Vehicles		938,251	
Other Equipment		954,374	
Other Capital Outlay		2,149,376	
Total Public Safety Projects			19,424,294

Public Health and Welfare Projects

Land	\$	2,780,000	
Other Equipment		249,015	
Other Construction		18,183	
Other Capital Outlay		150,395	
Total Public Health and Welfare Projects			3,197,593

Social, Cultural, and Recreation Projects

Trustee's Commission	\$	7,142	
Building Construction		4,293,255	
Building Improvements		280,964	
Other Equipment		1,124	
Other Construction		156,986	
Other Capital Outlay		852,723	
Total Social, Cultural, and Recreation Projects			5,592,194

Other General Government Projects

Motor Vehicles	\$	6,145	
Total Other General Government Projects			6,145

Highway and Street Capital Projects

Trustee's Commission	\$	483	
Highway Construction		131,411	
Total Highway and Street Capital Projects			131,894

Education Capital Projects

Trustee's Commission	\$	167,384	
Underwriter's Discount		145,965	
Other Debt Issuance Charges		103,710	
Total Education Capital Projects			417,059

(Continued)

Exhibit K-8

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

<u>General Capital Projects Fund (Cont.)</u>		
<u>Capital Projects - Donated</u>		
Capital Projects Donated to School Department		
Contributions	\$ 32,559,347	
Total Capital Projects Donated to School Department		<u>\$ 32,559,347</u>
Total General Capital Projects Fund		<u>\$ 62,488,574</u>
Total Governmental Funds - Primary Government		<u><u>\$ 242,412,722</u></u>

Exhibit K-9

Williamson County, Tennessee
Schedule of Detailed Expenditures -
All Governmental Fund Types
Discretely Presented Williamson County School Department
For the Year Ended June 30, 2016

General Purpose School Fund

Instruction

Regular Instruction Program

Teachers	\$ 96,939,648	
Career Ladder Program	306,350	
Career Ladder Extended Contracts	115,588	
Homebound Teachers	176,986	
Educational Assistants	1,913,632	
Longevity Pay	32,800	
Other Salaries and Wages	547,305	
Certified Substitute Teachers	1,013,760	
Non-certified Substitute Teachers	1,838,036	
Social Security	6,112,434	
Pensions	8,842,964	
Life Insurance	88,535	
Medical Insurance	19,379,295	
Dental Insurance	1,016,000	
Unemployment Compensation	23,197	
Employer Medicare	1,440,917	
Maintenance and Repair Services - Equipment	75,625	
Other Contracted Services	1,830,532	
Instructional Supplies and Materials	1,230,511	
Textbooks	1,883,079	
Other Charges	140,682	
Regular Instruction Equipment	360,228	
Total Regular Instruction Program		\$ 145,308,104

Alternative Instruction Program

Teachers	\$ 306,517	
Career Ladder Program	2,000	
Educational Assistants	34,340	
Social Security	20,751	
Pensions	30,360	
Life Insurance	360	
Medical Insurance	76,000	
Dental Insurance	4,000	
Employer Medicare	4,853	
Other Supplies and Materials	3,724	
Other Equipment	15,250	
Total Alternative Instruction Program		498,155

Special Education Program

Teachers	\$ 16,894,681
Career Ladder Program	50,136
Educational Assistants	6,139,183
Speech Pathologist	2,046,895
Longevity Pay	57,850
Other Salaries and Wages	158,716
Social Security	1,489,524

(Continued)

Exhibit K-9

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

General Purpose School Fund (Cont.)

Instruction (Cont.)

Special Education Program (Cont.)

Pensions	\$	2,126,773	
Life Insurance		34,188	
Medical Insurance		7,714,030	
Dental Insurance		404,250	
Employer Medicare		350,402	
Contracts with Private Agencies		1,096,733	
Maintenance and Repair Services - Equipment		12,246	
Other Contracted Services		55,642	
Instructional Supplies and Materials		137,075	
Textbooks		36,739	
Special Education Equipment		119,100	
Total Special Education Program			\$ 38,924,163

Vocational Education Program

Teachers	\$	3,335,564	
Career Ladder Program		13,500	
Educational Assistants		410,598	
Longevity Pay		4,950	
Other Salaries and Wages		112,054	
Social Security		229,796	
Pensions		318,447	
Life Insurance		3,626	
Medical Insurance		780,680	
Dental Insurance		40,500	
Employer Medicare		53,743	
Maintenance and Repair Services - Equipment		14,177	
Other Contracted Services		14,413	
Instructional Supplies and Materials		176,883	
Other Supplies and Materials		220	
Other Charges		2,814	
Vocational Instruction Equipment		438,146	
Total Vocational Education Program			5,950,111

Student Body Education Program

Other Salaries and Wages	\$	68,808	
Certified Substitute Teachers		57,213	
In-service Training		13,276	
Other Contracted Services		1,870	
Instructional Supplies and Materials		529,315	
Library Books/Media		177,965	
Other Supplies and Materials		91,287	
In Service/Staff Development		159,141	
Fee Waivers		18,540	
Other Charges		95,141	
Regular Instruction Equipment		645,339	
Total Student Body Education Program			1,857,895

(Continued)

Exhibit K-9

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

General Purpose School Fund (Cont.)

Support Services

Attendance

Supervisor/Director	\$	78,639	
Longevity Pay		450	
Other Salaries and Wages		164,649	
Social Security		14,459	
Pensions		18,550	
Life Insurance		225	
Medical Insurance		47,500	
Dental Insurance		2,500	
Employer Medicare		3,382	
Other Contracted Services		20	
In Service/Staff Development		4,257	
Total Attendance			\$ 334,631

Health Services

Medical Personnel	\$	2,632,065	
Longevity Pay		11,900	
Other Salaries and Wages		98,342	
Social Security		159,998	
Pensions		221,762	
Life Insurance		2,980	
Medical Insurance		570,000	
Dental Insurance		30,500	
Employer Medicare		37,916	
Communication		1,080	
Travel		9,313	
Other Contracted Services		1,560	
Drugs and Medical Supplies		14,920	
Other Supplies and Materials		32,775	
In Service/Staff Development		4,984	
Health Equipment		9,685	
Total Health Services			3,839,780

Other Student Support

Career Ladder Program	\$	14,758	
Guidance Personnel		4,883,322	
Social Workers		286,420	
Secretary(ies)		313,655	
Longevity Pay		2,500	
Social Security		322,402	
Pensions		486,531	
Life Insurance		4,635	
Medical Insurance		1,007,000	
Dental Insurance		53,000	
Employer Medicare		75,908	
Contracts with Government Agencies		409,809	
Other Contracted Services		447,614	

(Continued)

Exhibit K-9

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

General Purpose School Fund (Cont.)

Support Services (Cont.)

Other Student Support (Cont.)

Other Supplies and Materials	\$ 89,633	
Regular Instruction Equipment	1,403	
Total Other Student Support		\$ 8,398,590

Regular Instruction Program

Supervisor/Director	\$ 473,287	
Career Ladder Program	28,425	
Librarians	2,535,317	
Secretary(ies)	300,304	
Clerical Personnel	657,918	
Longevity Pay	18,600	
Other Salaries and Wages	1,864,886	
In-service Training	40,530	
Social Security	349,450	
Pensions	509,341	
Life Insurance	5,625	
Medical Insurance	1,197,000	
Dental Insurance	63,000	
Employer Medicare	81,874	
Consultants	6,900	
Travel	22,846	
Other Contracted Services	91,457	
Other Supplies and Materials	54,824	
In Service/Staff Development	258,072	
Regular Instruction Equipment	35,262	
Total Regular Instruction Program		8,594,918

Special Education Program

Supervisor/Director	\$ 109,285	
Career Ladder Program	4,000	
Psychological Personnel	2,115,529	
Secretary(ies)	50,667	
Other Salaries and Wages	607,827	
In-service Training	81,862	
Social Security	178,447	
Pensions	265,300	
Life Insurance	2,070	
Medical Insurance	475,000	
Dental Insurance	25,000	
Employer Medicare	41,756	
Travel	70,498	
Other Contracted Services	344,900	
Other Supplies and Materials	202,288	
In Service/Staff Development	35,532	
Other Equipment	9,007	
Total Special Education Program		4,618,968

(Continued)

Exhibit K-9

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

General Purpose School Fund (Cont.)

Support Services (Cont.)

Vocational Education Program

Secretary(ies)	\$	22,962	
Longevity Pay		900	
Other Salaries and Wages		160,100	
Social Security		10,976	
Pensions		16,487	
Life Insurance		128	
Medical Insurance		23,750	
Dental Insurance		1,250	
Employer Medicare		2,567	
Travel		3,208	
Other Contracted Services		7,675	
Other Supplies and Materials		3,658	
In Service/Staff Development		4,252	
Total Vocational Education Program			\$ 257,913

Other Programs

On-behalf Payments to OPEB	\$	16,150	
Total Other Programs			16,150

Board of Education

Longevity Pay	\$	250	
Other Salaries and Wages		87,372	
Board and Committee Members Fees		72,100	
Social Security		8,931	
Pensions		6,101	
Life Insurance		45	
Medical Insurance		9,500	
Dental Insurance		500	
Employer Medicare		2,089	
Audit Services		50,315	
Dues and Memberships		50,883	
Legal Services		26,787	
Travel		170	
Other Contracted Services		42,875	
Other Supplies and Materials		6,931	
Liability Insurance		871,069	
Trustee's Commission		2,823,548	
Workers' Compensation Insurance		928,698	
In Service/Staff Development		5,376	
Criminal Investigation of Applicants - TBI		58,097	
Total Board of Education			5,051,637

Director of Schools

County Official/Administrative Officer	\$	256,885	
Assistant(s)		136,630	
Career Ladder Program		1,000	

(Continued)

Exhibit K-9

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

General Purpose School Fund (Cont.)

Support Services (Cont.)

Director of Schools (Cont.)

Secretary(ies)	\$	172,500	
Longevity Pay		3,400	
Other Salaries and Wages		188,045	
Social Security		36,708	
Pensions		52,868	
Life Insurance		1,084	
Medical Insurance		85,500	
Dental Insurance		4,500	
Employer Medicare		9,971	
Communication		420,709	
Travel		145	
Other Contracted Services		42,786	
Office Supplies		32,753	
Other Supplies and Materials		88,000	
In Service/Staff Development		14,667	
Total Director of Schools			\$ 1,548,151

Office of the Principal

Principals	\$	4,634,396	
Career Ladder Program		44,237	
Accountants/Bookkeepers		1,408,013	
Assistant Principals		6,177,374	
Secretary(ies)		1,687,143	
Longevity Pay		40,100	
Overtime Pay		248	
Social Security		828,019	
Pensions		1,171,315	
Life Insurance		11,746	
Medical Insurance		2,161,250	
Dental Insurance		113,750	
Employer Medicare		194,977	
Other Contracted Services		431,479	
Total Office of the Principal			18,904,047

Fiscal Services

Supervisor/Director	\$	122,831	
Accountants/Bookkeepers		521,245	
Purchasing Personnel		171,857	
Longevity Pay		9,250	
Overtime Pay		234	
Other Salaries and Wages		96,260	
Social Security		54,593	
Pensions		61,647	
Life Insurance		720	
Medical Insurance		152,000	
Dental Insurance		8,000	

(Continued)

Exhibit K-9

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

General Purpose School Fund (Cont.)

Support Services (Cont.)

Fiscal Services (Cont.)

Employer Medicare	\$	12,768	
Travel		256	
Other Contracted Services		87,481	
In Service/Staff Development		12,645	
Administration Equipment		73,986	
Total Fiscal Services			\$ 1,385,773

Human Services/Personnel

Supervisor/Director	\$	115,502	
Secretary(ies)		282,836	
Longevity Pay		1,900	
Overtime Pay		7,735	
Other Salaries and Wages		177,846	
Social Security		34,360	
Pensions		42,985	
Life Insurance		495	
Medical Insurance		114,000	
Dental Insurance		6,000	
Employer Medicare		8,036	
Travel		1,787	
Other Contracted Services		63,886	
Other Supplies and Materials		54,701	
In Service/Staff Development		14,285	
Administration Equipment		4,224	
Total Human Services/Personnel			930,578

Operation of Plant

Supervisor/Director	\$	111,286	
Secretary(ies)		28,540	
Custodial Personnel		168,436	
Longevity Pay		3,850	
Other Salaries and Wages		81,390	
Social Security		24,032	
Pensions		27,284	
Life Insurance		297	
Medical Insurance		66,500	
Dental Insurance		3,500	
Employer Medicare		5,620	
Janitorial Services		5,334,374	
Disposal Fees		132,382	
Other Contracted Services		78,461	
Electricity		6,219,408	
Natural Gas		309,950	
Water and Sewer		1,173,893	
Other Supplies and Materials		64,864	
Building and Contents Insurance		325,672	
Total Operation of Plant			14,159,739

(Continued)

Exhibit K-9

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

General Purpose School Fund (Cont.)

Support Services (Cont.)

Maintenance of Plant

Supervisor/Director	\$	89,997	
Secretary(ies)		80,235	
Maintenance Personnel		2,223,798	
Longevity Pay		27,800	
Overtime Pay		75,539	
Other Salaries and Wages		134,660	
Social Security		155,329	
Pensions		178,564	
Life Insurance		3,060	
Medical Insurance		665,100	
Dental Insurance		35,004	
Employer Medicare		36,583	
Maintenance and Repair Services - Buildings		435,507	
Maintenance and Repair Services - Equipment		283,027	
Travel		1,812	
Other Contracted Services		855,829	
General Construction Materials		1,099,087	
Other Supplies and Materials		10,494	
In Service/Staff Development		13,648	
Other Charges		35,573	
Plant Operation Equipment		316,779	
Total Maintenance of Plant			\$ 6,757,425

Transportation

Supervisor/Director	\$	89,998
Mechanic(s)		406,620
Bus Drivers		5,406,329
Clerical Personnel		59,030
Longevity Pay		112,100
Overtime Pay		201,607
Other Salaries and Wages		1,003,938
Social Security		423,567
Pensions		495,259
Life Insurance		14,670
Medical Insurance		3,192,000
Dental Insurance		168,000
Employer Medicare		99,700
Contracts with Parents		13,083
Contracts with Public Carriers		16,625
Maintenance and Repair Services - Vehicles		159,451
Matching Share		7,510
Travel		55
Other Contracted Services		60,253
Gasoline		924,478
Lubricants		44,069
Tires and Tubes		321,314

(Continued)

Exhibit K-9

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

General Purpose School Fund (Cont.)

Support Services (Cont.)

Transportation (Cont.)

Vehicle Parts	\$	490,300	
Other Supplies and Materials		33,574	
Vehicle and Equipment Insurance		151,931	
In Service/Staff Development		6,631	
Other Charges		46,703	
Transportation Equipment		1,311,549	
Total Transportation			\$ 15,260,344

Central and Other

Supervisor/Director	\$	200,903	
Data Processing Personnel		1,749,341	
Longevity Pay		17,450	
Overtime Pay		12,283	
Social Security		116,959	
Pensions		139,215	
Life Insurance		1,575	
Medical Insurance		332,500	
Dental Insurance		17,500	
Employer Medicare		27,353	
Travel		18,267	
Other Contracted Services		1,706,502	
Other Supplies and Materials		133,370	
In Service/Staff Development		5,960	
Data Processing Equipment		178,380	
Total Central and Other			4,657,558

Operation of Non-Instructional Services

Community Services

Supervisor/Director	\$	89,997	
Teachers		49,188	
Clerical Personnel		45,923	
Longevity Pay		2,450	
Overtime Pay		1,744	
Other Salaries and Wages		227,656	
Social Security		24,261	
Pensions		24,522	
Life Insurance		270	
Medical Insurance		57,000	
Dental Insurance		3,000	
Employer Medicare		5,674	
Travel		2,458	
Other Contracted Services		99,600	
Food Supplies		1,443	
Instructional Supplies and Materials		3,162	
Other Supplies and Materials		12,594	
In Service/Staff Development		8,836	
Other Equipment		9,999	
Total Community Services			669,777

(Continued)

Exhibit K-9

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

General Purpose School Fund (Cont.)

Operation of Non-Instructional Services (Cont.)

Early Childhood Education

Teachers	\$	468,975	
Career Ladder Program		1,000	
Educational Assistants		104,159	
In-service Training		232	
Social Security		34,257	
Pensions		42,473	
Life Insurance		495	
Medical Insurance		104,500	
Dental Insurance		5,500	
Employer Medicare		8,012	
Travel		720	
Other Contracted Services		900	
Instructional Supplies and Materials		5,972	
Other Supplies and Materials		19,550	
In Service/Staff Development		1,298	
Regular Instruction Equipment		7,894	
Total Early Childhood Education			\$ 805,937

Total General Purpose School Fund

\$ 288,730,344

School Federal Projects Fund

Instruction

Regular Instruction Program

Teachers	\$	898,337	
Educational Assistants		16,315	
Other Salaries and Wages		52,264	
Certified Substitute Teachers		4,745	
Social Security		55,194	
Pensions		83,800	
Life Insurance		745	
Medical Insurance		169,417	
Dental Insurance		8,917	
Employer Medicare		13,406	
Other Contracted Services		300	
Instructional Supplies and Materials		26,618	
Other Charges		10,194	
Total Regular Instruction Program			\$ 1,340,252

Special Education Program

Teachers	\$	36,000	
Educational Assistants		2,279,689	
Other Salaries and Wages		145,910	
Social Security		141,283	
Pensions		162,266	
Life Insurance		6,000	
Medical Insurance		1,364,839	

(Continued)

Exhibit K-9

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

School Federal Projects Fund (Cont.)

Instruction (Cont.)

Special Education Program (Cont.)

Dental Insurance	\$	71,839	
Employer Medicare		33,129	
Other Contracted Services		118,538	
Instructional Supplies and Materials		9,910	
Total Special Education Program			\$ 4,369,403

Vocational Education Program

Teachers	\$	90,386	
Clerical Personnel		17,221	
Social Security		6,607	
Pensions		9,097	
Life Insurance		78	
Medical Insurance		17,812	
Dental Insurance		938	
Employer Medicare		1,545	
Vocational Instruction Equipment		90,860	
Total Vocational Education Program			234,544

Support Services

Health Services

Medical Personnel	\$	528,216	
Social Security		30,893	
Pensions		44,409	
Life Insurance		376	
Medical Insurance		85,500	
Dental Insurance		4,500	
Employer Medicare		7,225	
Travel		3,921	
Total Health Services			705,040

Other Student Support

Secretary(ies)	\$	12,541	
Other Salaries and Wages		12,116	
Social Security		1,499	
Pensions		1,094	
Employer Medicare		350	
Travel		49,148	
In Service/Staff Development		9,268	
Other Charges		9,811	
Total Other Student Support			95,827

Regular Instruction Program

Secretary(ies)	\$	19,355	
Other Salaries and Wages		250,395	
In-service Training		28,993	
Social Security		17,712	

(Continued)

Exhibit K-9

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

School Federal Projects Fund (Cont.)

Support Services (Cont.)

Regular Instruction Program (Cont.)

Pensions	\$	26,361	
Life Insurance		164	
Medical Insurance		37,208	
Dental Insurance		1,958	
Employer Medicare		4,142	
Travel		1,474	
In Service/Staff Development		106,438	
Total Regular Instruction Program			\$ 494,200

Special Education Program

Psychological Personnel	\$	106,760	
Secretary(ies)		24,230	
Other Salaries and Wages		164,351	
Social Security		17,819	
Pensions		26,136	
Life Insurance		239	
Medical Insurance		47,500	
Dental Insurance		2,500	
Employer Medicare		4,167	
Travel		6,064	
Total Special Education Program			399,766

Vocational Education Program

Clerical Personnel	\$	5,741	
Social Security		351	
Pensions		398	
Life Insurance		5	
Medical Insurance		1,188	
Dental Insurance		62	
Employer Medicare		82	
In Service/Staff Development		2,160	
Total Vocational Education Program			9,987

Transportation

Other Supplies and Materials	\$	648	
Transportation Equipment		109,319	
Total Transportation			109,967

Total School Federal Projects Fund \$ 7,758,986

Central Cafeteria Fund

Operation of Non-Instructional Services

Food Service

Supervisor/Director	\$	89,997	
Clerical Personnel		64,561	
Cafeteria Personnel		3,118,969	

(Continued)

Exhibit K-9

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

Central Cafeteria Fund (Cont.)

Operation of Non-Instructional Services (Cont.)

Food Service (Cont.)

Longevity Pay	\$	43,550	
Overtime Pay		21,049	
Other Salaries and Wages		281,234	
Social Security		214,423	
Pensions		167,661	
Life Insurance		4,782	
Medical Insurance		1,007,000	
Dental Insurance		52,200	
Unemployment Compensation		32	
Employer Medicare		50,296	
Bank Charges		9,479	
Communication		3,256	
Maintenance and Repair Services - Equipment		5,900	
Transportation - Other than Students		24,473	
Travel		6,735	
Other Contracted Services		67,906	
Equipment and Machinery Parts		39,307	
Food Supplies		4,630,651	
Uniforms		15,848	
USDA - Commodities		587,105	
Other Supplies and Materials		557,922	
In Service/Staff Development		29,869	
Other Charges		676	
Food Service Equipment		485,535	
Total Food Service			\$ 11,580,416

Total Central Cafeteria Fund

\$ 11,580,416

Extended School Program Fund

Operation of Non-Instructional Services

Community Services

Accountants/Bookkeepers	\$	81,175
Secretary(ies)		73,567
Attendants		1,823,218
Longevity Pay		1,400
Overtime Pay		38,806
Other Salaries and Wages		859,848
Social Security		167,363
Pensions		113,836
Life Insurance		1,535
Medical Insurance		293,706
Dental Insurance		15,501
Unemployment Compensation		681
Employer Medicare		39,227
Bank Charges		26,488
Communication		9,135

(Continued)

Exhibit K-9

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

<u>Extended School Program Fund (Cont.)</u>		
<u>Operation of Non-Instructional Services (Cont.)</u>		
<u>Community Services (Cont.)</u>		
Consultants	\$	8,000
Maintenance and Repair Services - Equipment		125
Travel		14,087
Other Contracted Services		280,783
Food Supplies		133,633
Other Supplies and Materials		99,746
Refunds		3,200
In Service/Staff Development		27,518
Other Equipment		55,922
Total Community Services		<u>\$ 4,168,500</u>
Total Extended School Program Fund		\$ 4,168,500
<u>Education Capital Projects Fund</u>		
<u>Capital Projects</u>		
<u>Education Capital Projects</u>		
Architects	\$	938,948
Engineering Services		3,750
Other Contracted Services		43,085
Library Books/Media		1,149
T&I Construction Materials		68,430
Building Construction		33,025,502
Building Improvements		5,220,621
Data Processing Equipment		8,571,916
Furniture and Fixtures		517,932
Land		3,936,412
Motor Vehicles		126,778
Site Development		498,583
Other Capital Outlay		137,501
Total Education Capital Projects		<u>\$ 53,090,607</u>
Total Education Capital Projects Fund		<u>53,090,607</u>
Total Governmental Funds - Williamson County School Department		<u>\$ 365,328,853</u>

Williamson County, Tennessee
Schedule of Detailed Revenues and Expenses
Proprietary Fund
For the Year Ended June 30, 2016

	Governmental Activities - Internal Service Fund <hr/> Self - Insurance Fund <hr/>
<u>Revenues</u>	
<u>Charges for Current Services</u>	
<u>General Service Charges</u>	
Self-Insurance Premiums/Contributions	\$ 52,981,912
Other Employee Benefits Charges/Contributions	6,730,199
Total Charges for Current Services	<hr/> \$ 59,712,111 <hr/>
<u>Other Local Revenues</u>	
<u>Recurring Items</u>	
Retirees' Insurance Payments	\$ 1,492,520
Cobra Insurance Payments	83,342
Miscellaneous Refunds	3,984,550
Total Other Local Revenues	<hr/> \$ 5,560,412 <hr/>
Total Revenues	<hr/> <hr/> \$ 65,272,523 <hr/> <hr/>
<u>Expenses</u>	
<u>Other Operations</u>	
<u>Employee Benefits</u>	
Handling Charges and Administrative Costs	\$ 8,143,952
Life Insurance	216,018
Dental Insurance	3,461,264
Other Fringe Benefits	1,720,350
Medical Claims	39,209,664
Other Self-Insured Claims	11,982,457
Total Other General Government	<hr/> \$ 64,733,705 <hr/>
Total Expenses	<hr/> <hr/> \$ 64,733,705 <hr/> <hr/>

Exhibit K-11

Williamson County, Tennessee
Schedule of Detailed Receipts, Disbursements,
and Changes in Cash Balances - City Agency Funds
For the Year Ended June 30, 2016

	Cities - Sales Tax Fund	Cities - Property Tax Fund	Cities Adequate Facilities Tax Fund	Special School District Fund	Total
<u>Cash Receipts</u>					
<u>County Property Taxes</u>					
Current Property Taxes	\$ 0	\$ 0	\$ 0	\$ 9,799,061	\$ 9,799,061
Trustee's Collections - Prior Year	0	0	0	94,413	94,413
Circuit/Clerk & Master Collections - Prior Years	0	0	0	27,289	27,289
Interest and Penalty	0	0	0	19,060	19,060
Payments in-Lieu-of Taxes - Other	0	0	0	23,305	23,305
Local Option Sales Tax	51,450,021	0	0	4,410,537	55,860,558
Interstate Telecommunications Tax	0	0	0	1,336	1,336
<u>City/School District Property Taxes</u>					
Current Property Taxes	0	26,666,345	0	20,536,005	47,202,350
Trustee's Collections - Prior Year	0	310,329	0	203,077	513,406
Interest and Penalty	0	47,460	0	38,485	85,945
Pick-up Taxes	0	0	0	95,624	95,624
Marriage Licenses	0	0	0	777	777
Other Local Revenues	0	0	0	141	141
Mixed Drink Tax	0	0	0	89,059	89,059
Transfers In	0	0	2,643,761	1,147,399	3,791,160
Total Cash Receipts	\$ 51,450,021	\$ 27,024,134	\$ 2,643,761	\$ 36,485,568	\$ 117,603,484
<u>Cash Disbursements</u>					
Remittance of Revenues Collected	\$ 50,935,521	\$ 27,016,462	\$ 2,643,761	\$ 35,824,162	\$ 116,419,906
Trustee's Commission	514,500	12,133	0	661,499	1,188,132
Total Cash Disbursements	\$ 51,450,021	\$ 27,028,595	\$ 2,643,761	\$ 36,485,661	\$ 117,608,038
Excess of Cash Receipts Over (Under) Cash Disbursements	\$ 0	\$ (4,461)	\$ 0	\$ (93)	\$ (4,554)
Cash Balance, July 1, 2015	0	69,559	0	446,915	516,474
Cash Balance, June 30, 2016	\$ 0	\$ 65,098	\$ 0	\$ 446,822	\$ 511,920

SINGLE AUDIT SECTION



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

**Independent Auditor's Report on Internal Control Over Financial Reporting and
on Compliance and Other Matters Based on an Audit of Financial Statements
Performed in Accordance With *Government Auditing Standards***

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

To the County Mayor and Board of County Commissioners:

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Williamson County, Tennessee, as of and for the year ended June 30, 2016, and the related notes to the financial statements, which collectively comprise Williamson County's basic financial statements, and have issued our report thereon dated December 5, 2016. Our report includes a reference to other auditors who audited the financial statements of the discretely presented Williamson County Emergency Communications District and the discretely presented Williamson County Hospital District, as described in our report on Williamson County's financial statements. This report does not include the results of the other auditors testing of internal control over financial reporting or compliance and other matters that are reported on separately by those auditors.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered Williamson County's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of Williamson County's internal control. Accordingly, we do not express an opinion on the effectiveness of Williamson County's internal control.

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

or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

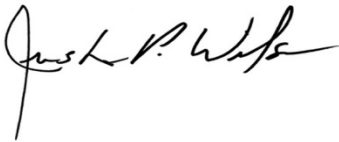
Compliance and Other Matters

As part of obtaining reasonable assurance about whether Williamson County's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the result of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering Williamson County's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Very truly yours,



Justin P. Wilson
Comptroller of the Treasury
Nashville, Tennessee

December 5, 2016

JPW/yu



STATE OF TENNESSEE
COMPTROLLER OF THE TREASURY
DEPARTMENT OF AUDIT
DIVISION OF LOCAL GOVERNMENT AUDIT
SUITE 1500
JAMES K. POLK STATE OFFICE BUILDING
NASHVILLE, TENNESSEE 37243-1402
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Independent Auditor's Report

Auditor's Report on Compliance for Each Major Federal Program; Report on Internal Control Over Compliance; and Report on the Schedule of Expenditures of Federal Awards Required by Uniform Guidance

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

To the County Mayor and Board of County Commissioners:

Report on Compliance for Each Major Federal Program

We have audited Williamson County's compliance with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on each of Williamson County's major federal programs for the year ended June 30, 2016. Williamson County's major federal programs are identified in the summary of auditor's results section of the accompanying Schedule of Findings and Questioned Costs.

Management's Responsibility

Management is responsible for compliance with the requirements of laws, regulations, contracts, and grants applicable to its federal programs.

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of Williamson County's major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. *Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements*

for Federal Awards (Uniform Guidance). Those standards and the Uniform Guidance require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about Williamson County's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for each major federal program. However, our audit does not provide a legal determination of Williamson County's compliance.

Opinion on Each Major Federal Program

In our opinion, Williamson County complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2016.

Report on Internal Control Over Compliance

Management of Williamson County is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered Williamson County's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of Williamson County's internal control over compliance.

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

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies. We did not identify any deficiencies in internal control over compliance that we

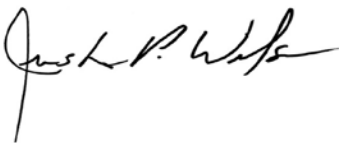
consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

Report on Schedule of Expenditures of Federal Awards Required by the Uniform Guidance

We have audited the financial statements of the governmental activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Williamson County, Tennessee, as of and for the year ended June 30, 2016, and the related notes to the financial statements, which collectively comprise Williamson County's basic financial statements. We issued our report thereon dated December 5, 2016, which contained unmodified opinions on those financial statements. Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the basic financial statements. The accompanying Schedule of Expenditures of Federal Awards is presented for purposes of additional analysis as required by the Uniform Guidance and is not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the Schedule of Expenditures of Federal Awards is fairly stated in all material respects in relation to the basic financial statements as a whole.

Very truly yours,



Justin P. Wilson
Comptroller of the Treasury
Nashville, Tennessee

December 5, 2016

JPW/yu

Williamson County, Tennessee
Schedule of Expenditures of Federal Awards and State Grants (1) (2)
For the Year Ended June 30, 2016

Federal/Pass-through Agency/State Grantor Program Title	Federal CFDA Number	Pass-through Entity Identifying Number	Expenditures
U.S. Department of Agriculture:			
Passed-through State Department of Agriculture:			
National School Lunch Program (Commodities - Noncash Assistance)	10.555	N/A	\$ 587,105 (4)
Passed-through State Department of Education:			
Child Nutrition Cluster:			
School Breakfast Program	10.553	N/A	286,924
National School Lunch Program	10.555	N/A	2,002,167 (4)
Child Nutrition Direct Certification Performance Rewards	10.589	N/A	18,000
Total U.S. Department of Agriculture			<u>\$ 2,894,196</u>
U.S. Department of Justice:			
Direct Programs:			
Federal Asset Forfeiture Program	16.U01	N/A	\$ 58,935
State Criminal Alien Assistance Program	16.606	N/A	6,989
Passed-through State Administrative Office of the Courts:			
Edward Byrne Memorial Justice Assistance Grant Program	16.738	(3)	7,633
Total U.S. Department of Justice			<u>\$ 73,557</u>
U.S. Department of Transportation:			
Passed-through State Department of Transportation:			
Highway Planning and Construction	20.205	(3)	\$ 177,337
Federal Transit - Formula Grants	20.507	(3)	110,419
Alcohol Open Container Requirements	20.607	(3)	83,961
National Priority Safety Programs	20.616	(3)	14,148
Interagency Hazardous Materials and Public Sector Training and Planning Grants	20.703	(3)	8,726
Total U.S. Department of Transportation			<u>\$ 394,591</u>
U.S. Institute of Museum and Library Services:			
Passed-through State Library and Archives:			
Grants to States	45.310	(3)	\$ 2,500
Total U.S. Institute of Museum and Library Services			<u>\$ 2,500</u>
U.S. Department of Education:			
Passed-through State Department of Education:			
Title I Grants to Local Educational Agencies	84.010	N/A	\$ 1,451,053
Special Education Cluster:			
Special Education - Grants to States	84.027	N/A	6,429,657
Special Education - Preschool Grants	84.173	N/A	64,786
Career and Technical Education - Basic Grants to States	84.048	N/A	320,644
Education for Homeless Children and Youth	84.196	N/A	15,777
English Language Acquisition State Grants	84.365	N/A	72,324
Improving Teacher Quality State Grants	84.367	N/A	354,018
Total U.S. Department of Education			<u>\$ 8,708,259</u>

(Continued)

Williamson County, Tennessee
 Schedule of Expenditures of Federal Awards and State Grants (1) (2) (Cont.)

Federal/Pass-through Agency/State Grantor Program Title	Federal CFDA Number	Pass-through Entity Identifying Number	Expenditures
U.S. Department of Health and Human Services:			
Direct Program:			
Substance Abuse and Mental Health Services - Projects of Regional and National Significance	93.243	N/A	\$ 208,965
Total U.S. Department of Health and Human Services			\$ 208,965
U.S. Department of Homeland Security:			
Passed-through State Department of Military:			
Emergency Management Performance Grants	97.042	(3)	\$ 53,850
Homeland Security Grant Program	97.067	(3)	80,117
Total U.S. Department of Homeland Security			\$ 133,967
Total Expenditures of Federal Awards			\$ 12,416,035

		Contract Number	
<u>State Grants</u>			
Lottery for Education Afterschool Program - State Department of Education	N/A	(3)	\$ 62,532
Energy Efficient Schools Initiative - State Department of Education	N/A	(3)	48,097
ACT Explore Testing - State Department of Education	N/A	(3)	69,762
Coordinated School Health - State Department of Education	N/A	(3)	154,181
Safe Schools Act Grant - State Department of Education	N/A	(3)	132,560
Early Childhood Education - State Department of Education	N/A	(3)	482,698
Community Intervention Services - State Department of Children's Services	N/A	(3)	135,246
Litter Grant - State Department of Transportation	N/A	(3)	64,479
Dental Services Grant - State Department of Health	N/A	(3)	175,800
Development and Coordination of Rural Health Services Grant - State Department of Health	N/A	(3)	876,885
Archives Development Grant - Tennessee Secretary of State	N/A	(3)	5,000
Clean Stream Grant - State Department of Agriculture	N/A	(3)	500
Total State Grants			\$ 2,207,740

CFDA - Catalog of Federal Domestic Assistance
 N/A - Not Applicable

- (1) Presented in conformity with generally accepted accounting principles using the modified accrual basis of accounting.
- (2) Williamson County elected not to use the 10% de minimus cost rate permitted in the Uniform Guidance.
- (3) Information not available.
- (4) Total for CFDA No. 10.555 is \$2,589,272.

SUBRECIPIENTS	Federal CFDA Number	Amount Provided to Subrecipient	Subrecipient
Highway Planning and Construction	20.205	\$ 177,337	The TMA Group
Federal Transit - Formula Grants	20.507	15,756	"

Williamson County, Tennessee
Summary Schedule of Prior-year Findings
For the Year Ended June 30, 2016

Government Auditing Standards require auditors to report the status of uncorrected findings from prior audits. In addition, OMB's Uniform Guidance requires auditees to report the status of all prior-year findings whether corrected or not. Presented below are financial statement findings along with their current status from the Annual Financial Report for Williamson County, Tennessee, for the year ended June 30, 2016.

Prior-year Financial Statement Findings

Fiscal Year	Page Number	Finding Number	Title of Finding	CFDA Number	Current Status
2015	241	2015-001	Duties Relating to the Automated Accounting Functions in the Office of Accounts and Budgets were not Segregated	N/A	Corrected
2015	241	2015-002	The Office of Juvenile Courts Clerk had Deficiencies in Computer System Backup Procedures	N/A	Corrected
2015	242	2015-003	The Office of Juvenile Courts Clerk's Court Software did not have Adequate Application Controls	N/A	Corrected
2015	242	2015-004	The Office of Juvenile Court Clerk had Multiple Employees Operating from the Same Cash Drawer	N/A	Corrected

Prior-year Federal Awards Findings

There were no prior-year federal award findings to report.

WILLIAMSON COUNTY, TENNESSEE

SCHEDULE OF FINDINGS AND QUESTIONED COSTS

For the Year Ended June 30, 2016

PART I, SUMMARY OF AUDITOR'S RESULTS

Financial Statements:

1. Our report on the financial statements of Williamson County is unmodified.
2. Internal Control Over Financial Reporting:
 - * Material weakness identified? **NO**
 - * Significant deficiency identified? **NONE REPORTED**
3. Noncompliance material to the financial statements noted? **NO**

Federal Awards:

4. Internal Control Over Major Federal Programs:
 - * Material weakness identified? **NO**
 - * Significant deficiency identified? **NONE REPORTED**
5. Type of report auditor issued on compliance for major programs: **UNMODIFIED**
6. Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200.516(a)? **NO**
7. Identification of Major Federal Programs:
 - * CFDA Numbers: 10.553 and 10.555 Nutrition Cluster: School Breakfast Program and National School Lunch Program
 - * CFDA Numbers: 84.010 Title I Grants to Local Educational Agencies
8. Dollar threshold used to distinguish between Type A and Type B Programs: **\$750,000**
9. Auditee qualified as low-risk auditee? **YES**

PART II, FINDINGS RELATING TO THE FINANCIAL STATEMENTS

There were no findings and recommendations as a result of our audit of the financial statements of Williamson County, Tennessee.

PART III, FINDINGS AND QUESTIONED COSTS FOR FEDERAL AWARDS

There were no findings and questioned costs related to federal awards for the year ended June 30, 2016.

**Williamson County, Tennessee
Management's Corrective Action Plan
For the Year Ended June 30, 2016**

The audit of Williamson County did not report any findings and recommendations. Therefore, no management responses are required by the auditee requirements within Title 2 U.S. *Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance).

BEST PRACTICE

Accounting literature describes a best practice as a recommended policy, procedure, or technique that aids management in improving financial performance. Historically, a best practice has consistently shown superior results over conventional methods.

The Division of Local Government Audit strongly believes that the item noted below is a best practice that should be adopted by the governing body as a means of significantly improving accountability and the quality of services provided to the citizens of Williamson County.

WILLIAMSON COUNTY SHOULD ADOPT A CENTRAL SYSTEM OF ACCOUNTING, BUDGETING, AND PURCHASING

Williamson County does not have a central system of accounting, budgeting, and purchasing. Sound business practices dictate that establishing a central system would significantly improve internal controls over the accounting, budgeting, and purchasing processes. The absence of a central system of accounting, budgeting, and purchasing has been a management decision by the County Commission resulting in decentralization and some duplication of effort. The Division of Local Government Audit strongly believes that the adoption of a central system of accounting, budgeting, and purchasing is a best practice that would significantly improve accountability and the quality of services provided to the citizens of Williamson County. Therefore, we recommend the adoption of the County Financial Management System of 1981 or a private act, which would provide for a central system of accounting, budgeting, and purchasing covering all county departments.