

ANNUAL FINANCIAL REPORT
MONROE COUNTY, TENNESSEE

FOR THE YEAR ENDED JUNE 30, 2017



DIVISION OF LOCAL GOVERNMENT AUDIT



**ANNUAL FINANCIAL REPORT
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FOR THE YEAR ENDED JUNE 30, 2017**

***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
Monroe County, Tennessee
For the Year Ended June 30, 2017

Scope

We have audited the basic financial statements of Monroe County as of and for the year ended June 30, 2017.

Results

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

Our audit resulted in one finding and recommendation, which we have reviewed with Monroe County management. Detailed findings, recommendations, and management's responses are included in the Single Audit section of this report.

Findings

The following is a summary of the audit finding:

OFFICE OF CIRCUIT AND GENERAL SESSIONS COURTS CLERK

- ◆ The office did not prepare adequate trial balances of the execution dockets.

INTRODUCTORY SECTION

Monroe County Officials
June 30, 2017

Officials

Tim Yates, County Mayor
Steve Teague, Road Superintendent
Tim Blankenship, Director of Schools
Marna Hull, Trustee
Marsha Raper, Assessor of Property
Larry Sloan, County Clerk
Martha Cook, Circuit and General Sessions Courts Clerk
Teresa Choate, Clerk and Master
Mildred Estes, Register of Deeds
Tommy Jones, Jr., Sheriff
Elizabeth Hicks, Director of Finance

Board of County Commissioners

Richard Kirkland, Chairman
Marty Allen
Bill Bivins
Harold Hawkins, Jr.
Wanda Alexander

Mitch Ingram
Bennie Moser
Bill Shadden
Roger Thomas
Paulette Summey

Board of Education

Janie Harrill, Chairman
Jo T. Cagle
Sharon Freeman
Faye Green
Sonya Lynn

Jason Miller
Marsha Standridge
Larry Stein
Dewitt Upton

Financial Management Committee

Marty Allen, Chairman
Tim Yates, County Mayor
Tim Blankenship, Director of Schools
Steve Teague, Road Superintendent

Roger Thomas
Mitch Ingram
Paulette Summey

Audit Committee

Doug Richesin
Jim Fairweather
Jeff Amburn

FINANCIAL SECTION



JUSTIN P. WILSON
Comptroller

JASON E. MUMPOWER
Chief of Staff

Independent Auditor's Report

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

To the County Mayor and Board of 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 Monroe County, Tennessee, as of and for the year ended June 30, 2017, 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 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, 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 Monroe County, Tennessee, as of June 30, 2017, and the respective changes in financial position and, where applicable, cash flows thereof and the respective budgetary comparison 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.

Other Matters

Required Supplementary Information

Management has omitted the management's discussion and analysis that accounting principles generally accepted in the United States of America require to be presented to supplement the basic financial statements. Such missing 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. Our opinion on the basic financial statements is not affected by this missing information.

Accounting principles generally accepted in the United States of America require that the schedule of changes in the county's net pension liability and related ratios, schedule of county contributions, schedule of school's proportionate share of the net pension liability, and schedule of funding progress - other postemployment benefits plans on pages 97-104 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 Monroe 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 Fund, combining and individual fund financial statements of the Monroe 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 schedule of expenditures of federal awards is presented for purposes of additional analysis as required by *Title 2 U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, and is also 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 Fund, combining and individual fund financial statements of the Monroe County School Department (a discretely presented component unit), miscellaneous schedules, and schedule of expenditures of federal awards 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 the combining and individual nonmajor fund financial statements, budgetary comparison schedules of nonmajor governmental funds and the General Debt Service Fund, combining and individual fund financial statements of the Monroe County School Department (a discretely presented component unit), miscellaneous schedules, and schedule of expenditures of federal awards are fairly stated in all material respects in relation to the basic financial statements as a whole.

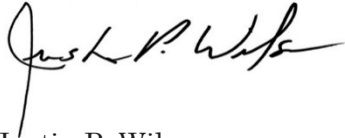
The introductory section has not been subjected to the auditing procedures applied in the audit of the basic financial statements, and accordingly, we do not express an opinion or provide any assurance on it.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated February 13, 2018, on our consideration of Monroe 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 solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of Monroe County's 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 Monroe County's internal control over financial reporting and compliance.

Very truly yours,



Justin P. Wilson
Comptroller of the Treasury
Nashville, Tennessee

February 13, 2018

JPW/yu

BASIC FINANCIAL STATEMENTS

Exhibit A

Monroe County, Tennessee
Statement of Net Position
June 30, 2017

	<u>Primary Government Governmental Activities</u>	<u>Component Unit Monroe County School Department</u>
<u>ASSETS</u>		
Cash	\$ 8,324	\$ 3,854
Equity in Pooled Cash and Investments	57,704,506	10,693,073
Accounts Receivable	1,600,818	63,814
Allowance for Uncollectibles	(294,135)	0
Due from Other Governments	844,079	1,026,795
Due from Component Unit	147,268	0
Property Taxes Receivable	16,253,322	5,550,954
Allowance for Uncollectible Property Taxes	(644,602)	(220,149)
Net Pension Asset - Agent Plan	303,578	147,302
Net Pension Asset - Teacher Retirement Plan	0	33,674
Capital Assets		
Assets Not Depreciated:		
Land	1,387,898	864,562
Construction in Progress	3,012,995	0
Assets Net of Accumulated Depreciation:		
Buildings and Improvements	4,601,997	43,613,832
Other Capital Assets	3,720,101	561,882
Infrastructure - Roads, Streets, and Bridges	90,043,135	0
Total Assets	<u>\$ 178,689,284</u>	<u>\$ 62,339,593</u>
<u>DEFERRED OUTFLOWS OF RESOURCES</u>		
Deferred Charge on Refunding	\$ 95,406	\$ 0
Pension Changes in Experience	180,658	215,747
Pension Changes in Investment Earnings	883,229	3,745,756
Pension Contributions after Measurement Date	446,404	1,824,789
Pension - Other Deferrals	0	564,101
Accumulated Decrease in Fair Value of Hedging Derivatives	2,012,077	0
Total Deferred Outflows of Resources	<u>\$ 3,617,774</u>	<u>\$ 6,350,393</u>
<u>LIABILITIES</u>		
Accounts Payable	\$ 446,862	\$ 57,654
Accrued Payroll	89,727	2,918,281
Payroll Deductions Payable	116,081	2,506,807
Contracts Payable	432,248	0
Retainage Payable	47,928	0
Accrued Interest Payable	242,216	0
Due to Primary Government	0	147,268
Due to Other Taxing Units	8,499	0
Derivative - Interest Rate Swap	2,220,173	0
Noncurrent Liabilities:		
Due Within One Year	2,562,512	0
Due in More Than One Year	84,103,048	10,044,414
Total Liabilities	<u>\$ 90,269,294</u>	<u>\$ 15,674,424</u>

(Continued)

Exhibit A

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

	<u>Primary Government Governmental Activities</u>	<u>Component Units Monroe County School Department</u>
<u>DEFERRED INFLOWS OF RESOURCES</u>		
Deferred Current Property Taxes	\$ 15,082,127	\$ 5,150,959
Pension Changes in Experience	662,817	3,916,450
Pension Other Deferrals	0	656,085
Unearned Revenues	213,677	0
Total Deferred Inflows of Resources	<u>\$ 15,958,621</u>	<u>\$ 9,723,494</u>
<u>NET POSITION</u>		
Net Investment in Capital Assets	\$ 66,645,251	\$ 45,040,276
Restricted for:		
General Government	134,111	0
Finance	29,874	0
Administration of Justice	78,904	0
Public Safety	186,787	0
Public Health and Welfare	1,175,980	0
Highways	1,594,264	0
Education	0	1,357,022
Debt Service	11,104,615	0
Capital Projects	34,993,187	0
Pensions	303,578	180,976
Unrestricted	<u>(40,167,408)</u>	<u>(3,286,206)</u>
Total Net Position	<u>\$ 76,079,143</u>	<u>\$ 43,292,068</u>

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

Exhibit B

Monroe County, Tennessee
Statement of Activities
For the Year Ended June 30, 2017

Functions/Programs	Expenses	Program Revenues			Net (Expense) Revenue and Changes in Net Position	
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Primary Government Total Governmental Activities	Component Unit Monroe County School Department
Primary Government:						
Governmental Activities:						
General Government	\$ 3,420,237	\$ 601,644	\$ 122,062	\$ 506,517	\$ (2,190,014)	\$ 0
Finance	1,799,689	1,131,800	1,170	0	(666,719)	0
Administration of Justice	2,299,492	886,600	11,250	0	(1,401,642)	0
Public Safety	7,728,348	975,461	275,301	14,500	(6,463,086)	0
Public Health and Welfare	5,226,783	3,140,910	573,642	0	(1,512,231)	0
Social, Cultural, and Recreational Services	324,100	0	10,000	0	(314,100)	0
Agriculture and Natural Resources	117,396	0	0	0	(117,396)	0
Highways	8,114,963	0	2,208,970	708,737	(5,197,256)	0
Education	179,034	0	147,268	42,493	10,727	0
Interest on Long-term Debt	1,708,818	0	0	0	(1,708,818)	0
Total Primary Government	<u>\$ 30,918,860</u>	<u>\$ 6,736,415</u>	<u>\$ 3,349,663</u>	<u>\$ 1,272,247</u>	<u>\$ (19,560,535)</u>	<u>\$ 0</u>
Component Unit:						
Monroe County School Department	\$ 46,716,331	\$ 907,837	\$ 6,436,630	\$ 0	\$ 0	\$ (39,371,864)
Total Component Unit	<u>\$ 46,716,331</u>	<u>\$ 907,837</u>	<u>\$ 6,436,630</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ (39,371,864)</u>

(Continued)

Exhibit B

Monroe County, Tennessee
Statement of Activities (Cont.)

Functions/Programs	Expenses	Program Revenues			Net (Expense) Revenue and Changes in Net Position	
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Primary	Component Unit
					Government	Monroe County School Department
				Total		
				Governmental	Activities	
General Revenues:						
Taxes:						
Property Taxes Levied for General Purposes				\$	9,991,652	\$ 5,121,595
Property Taxes Levied for Debt Service					3,464,524	0
Local Option Sales Taxes					750,285	3,911,603
Hotel/Motel Tax					191,681	0
Wheel Tax					977,191	0
Litigation Tax - General					70,012	0
Litigation Tax - Special Purpose					34,082	0
Litigation Tax - Jail, Workhouse, or Courthouse					171,553	0
Business Tax					219,677	125,615
Wholesale Beer Tax					84,303	0
Mixed Drink Tax					0	5,550
Interstate Telecommunications Tax					1,670	3,167
Mineral Severance Tax					22,893	0
Income Tax					0	37,312
Other Local Taxes					0	206
Grants and Contributions Not Restricted to Specific Programs					2,017,460	29,423,629
Unrestricted Investment Income					107,686	8
Sale of Equipment					214,558	32,245
Miscellaneous					0	198,748
Total General Revenues				\$	<u>18,319,227</u>	<u>\$ 38,859,678</u>
Change in Fair Value of Derivatives - Interest Rate Swap				\$	169,533	\$ 0
Change in Net Position				\$	(1,071,775)	\$ (512,186)
Net Position, July 1, 2016					<u>77,150,918</u>	<u>43,804,254</u>
Net Position, June 30, 2017				\$	<u>76,079,143</u>	<u>\$ 43,292,068</u>

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

Exhibit C-1

Monroe County, Tennessee
Balance Sheet
Governmental Funds
June 30, 2017

	Major Funds				Nonmajor Funds	Total Governmental Funds
	General	Highway / Public Works	General Debt Service	Other Capital Projects	Other Govern- mental Funds	
<u>ASSETS</u>						
Cash	\$ 6,372	\$ 0	\$ 0	\$ 0	\$ 1,952	\$ 8,324
Equity in Pooled Cash and Investments	6,247,987	1,627,773	11,061,339	30,760,425	6,042,547	55,740,071
Accounts Receivable	1,485,207	6,820	482	0	4,234	1,496,743
Allowance for Uncollectibles	(294,135)	0	0	0	0	(294,135)
Due from Other Governments	375,464	407,227	49,625	0	11,763	844,079
Due from Other Funds	1,754	15,357	0	0	0	17,111
Property Taxes Receivable	10,017,791	957,261	4,185,226	0	1,093,044	16,253,322
Allowance for Uncollectible Property Taxes	(397,302)	(37,965)	(165,985)	0	(43,350)	(644,602)
Total Assets	<u>\$ 17,443,138</u>	<u>\$ 2,976,473</u>	<u>\$ 15,130,687</u>	<u>\$ 30,760,425</u>	<u>\$ 7,110,190</u>	<u>\$ 73,420,913</u>
<u>LIABILITIES</u>						
Accounts Payable	\$ 226,251	\$ 41,917	\$ 0	\$ 0	\$ 45,089	\$ 313,257
Accrued Payroll	67,247	17,951	0	0	4,529	89,727
Payroll Deductions Payable	98,240	13,545	0	0	4,296	116,081
Contracts Payable	0	0	0	432,248	0	432,248
Retainage Payable	0	0	0	47,928	0	47,928
Due to Other Funds	13,720	0	0	0	3,391	17,111
Due to Other Taxing Units	8,499	0	0	0	0	8,499
Total Liabilities	<u>\$ 413,957</u>	<u>\$ 73,413</u>	<u>\$ 0</u>	<u>\$ 480,176</u>	<u>\$ 57,305</u>	<u>\$ 1,024,851</u>
<u>DEFERRED INFLOWS OF RESOURCES</u>						
Deferred Current Property Taxes	\$ 9,295,921	\$ 888,282	\$ 3,883,644	\$ 0	\$ 1,014,280	\$ 15,082,127
Deferred Delinquent Property Taxes	300,094	28,676	125,373	0	32,743	486,886

(Continued)

Exhibit C-1

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

	Major Funds				Nonmajor Funds	Total Governmental Funds
	General	Highway / Public Works	General Debt Service	Other Capital Projects	Other Govern- mental Funds	
DEFERRED INFLOWS OF RESOURCES (Cont.)						
Other Deferred/Unavailable Revenue	\$ 802,315	\$ 199,272	\$ 17,055	\$ 0	\$ 0	\$ 1,018,642
Total Deferred Inflows of Resources	\$ 10,398,330	\$ 1,116,230	\$ 4,026,072	\$ 0	\$ 1,047,023	\$ 16,587,655
FUND BALANCES						
Restricted:						
Restricted for General Government	\$ 133,111	\$ 0	\$ 0	\$ 0	\$ 0	\$ 133,111
Restricted for Finance	29,874	0	0	0	0	29,874
Restricted for Administration of Justice	78,904	0	0	0	0	78,904
Restricted for Public Safety	44,646	0	0	0	142,141	186,787
Restricted for Public Health and Welfare	0	0	0	0	1,143,237	1,143,237
Restricted for Highways/Public Works	0	1,539,267	0	0	0	1,539,267
Restricted for Debt Service	0	0	11,104,615	0	0	11,104,615
Restricted for Capital Projects	0	0	0	30,280,249	4,712,938	34,993,187
Restricted for Other Purposes	1,000	0	0	0	0	1,000
Committed:						
Committed for General Government	1,440,522	0	0	0	0	1,440,522
Committed for Public Safety	21,895	0	0	0	0	21,895
Committed for Other Operations	186,434	0	0	0	0	186,434
Committed for Capital Outlay	159,045	0	0	0	0	159,045
Committed for Other Purposes	124,556	0	0	0	0	124,556
Assigned:						
Assigned for General Government	4,884	0	0	0	0	4,884
Assigned for Finance	3,975	0	0	0	0	3,975
Assigned for Administration of Justice	42	0	0	0	0	42
Assigned for Public Safety	10,548	0	0	0	0	10,548

(Continued)

Exhibit C-1

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

	Major Funds				Nonmajor	Total
	General	Highway / Public Works	General Debt Service	Other Capital Projects	Funds Other Govern- mental Funds	
<u>FUND BALANCES (Cont.)</u>						
Assigned (Cont.):						
Assigned for Public Health and Welfare	\$ 33,890	\$ 0	\$ 0	\$ 0	\$ 7,546	\$ 41,436
Assigned for Other Operations	340	0	0	0	0	340
Assigned for Highways/Public Works	0	247,563	0	0	0	247,563
Unassigned	4,357,185	0	0	0	0	4,357,185
Total Fund Balances	<u>\$ 6,630,851</u>	<u>\$ 1,786,830</u>	<u>\$ 11,104,615</u>	<u>\$ 30,280,249</u>	<u>\$ 6,005,862</u>	<u>\$ 55,808,407</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 17,443,138</u>	<u>\$ 2,976,473</u>	<u>\$ 15,130,687</u>	<u>\$ 30,760,425</u>	<u>\$ 7,110,190</u>	<u>\$ 73,420,913</u>

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

Exhibit C-2

Monroe County, Tennessee
Reconciliation of the Balance Sheet of Governmental Funds to
the Statement of Net Position
June 30, 2017

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)		\$ 55,808,407
(1) Capital assets used in governmental activities are not financial resources and therefore are not reported in the governmental funds		
Add: land	\$ 1,387,898	
Add: construction in progress	3,012,995	
Add: buildings and improvements net of accumulated depreciation	4,601,997	
Add: infrastructure net of accumulated depreciation	90,043,135	
Add: other capital assets net of accumulated depreciation	<u>3,720,101</u>	102,766,126
(2) Internal service funds are used by management to charge the cost of employee health insurance to individual funds. The assets and liabilities of the internal service fund are included in governmental activities in the statement of net position.		1,721,228
(3) Long-term liabilities are not due and payable in the current period and therefore are not reported in the governmental funds.		
Less: bonds payable	\$ (25,072,968)	
Less: notes payable	(30,915,000)	
Less: other loans payable	(28,032,078)	
Less: capital lease payable	(1,061,794)	
Add: debt to be contributed by the School Department	147,268	
Add: deferred amount on refunding	95,406	
Less: unamortized premium on debt	(269,101)	
Less: compensated absences payable	(534,246)	
Less: landfill closure/postclosure care costs	(137,208)	
Less: other postemployment benefits liability	(420,238)	
Less: fair value of investment-type derivative – interest rate swap	(208,096)	
Less: accrued interest on bonds, and other loans	(242,216)	
Less: interest accreted on bonds	<u>(222,927)</u>	(86,873,198)
(4) 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	\$ 1,510,291	
Less: deferred inflows of resources related to pensions	<u>(662,817)</u>	847,474
(5) Net pension assets of the agent plan are not current financial resources and therefore are not reported in the governmental funds.		303,578
(6) Other long-term assets are not available to pay for current-period expenditures and therefore are deferred in the governmental funds.		<u>1,505,528</u>
Net position of governmental activities (Exhibit A)		<u>\$ 76,079,143</u>

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

Exhibit C-3

Monroe County, Tennessee
Statement of Revenues, Expenditures,
and Changes in Fund Balances
Governmental Funds
For the Year Ended June 30, 2017

	Major Funds				Nonmajor Funds	Total Governmental Funds
	General	Highway / Public Works	General Debt Service	Other Capital Projects	Other Govern- mental Funds	
<u>Revenues</u>						
Local Taxes	\$ 10,786,227	\$ 907,558	\$ 4,907,200	\$ 0	\$ 1,004,053	\$ 17,605,038
Licenses and Permits	156,364	0	0	0	0	156,364
Fines, Forfeitures, and Penalties	189,594	0	0	0	119,639	309,233
Charges for Current Services	3,172,006	243,398	0	0	31,260	3,446,664
Other Local Revenues	310,845	11,735	107,686	0	31,038	461,304
Fees Received From County Officials	2,028,370	0	0	0	0	2,028,370
State of Tennessee	1,349,443	2,955,577	31,527	0	75,974	4,412,521
Federal Government	574,497	0	0	0	0	574,497
Other Governments and Citizens Groups	276,780	0	42,493	0	0	319,273
Total Revenues	\$ 18,844,126	\$ 4,118,268	\$ 5,088,906	\$ 0	\$ 1,261,964	\$ 29,313,264
<u>Expenditures</u>						
Current:						
General Government	\$ 2,947,962	\$ 0	\$ 0	\$ 0	\$ 0	\$ 2,947,962
Finance	1,784,166	0	0	0	6,166	1,790,332
Administration of Justice	1,568,552	0	0	0	1,200	1,569,752
Public Safety	7,690,695	0	0	0	165,513	7,856,208
Public Health and Welfare	4,110,325	0	0	0	1,255,495	5,365,820
Social, Cultural, and Recreational Services	324,100	0	0	0	0	324,100
Agriculture and Natural Resources	124,321	0	0	0	0	124,321
Other Operations	1,346,279	0	0	0	0	1,346,279
Highways	0	4,268,417	0	0	131,435	4,399,852
Debt Service:						
Principal on Debt	0	0	1,847,220	0	0	1,847,220
Interest on Debt	0	0	1,640,963	0	0	1,640,963
Other Debt Service	0	0	529,276	154,575	31,250	715,101

(Continued)

Exhibit C-3

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

	Major Funds				Nonmajor Funds	Total Governmental Funds
	General	Highway / Public Works	General Debt Service	Other Capital Projects	Other Govern- mental Funds	
<u>Expenditures (Cont.)</u>						
Capital Projects	\$ 1,423	\$ 0	\$ 0	\$ 480,176	\$ 956,358	\$ 1,437,957
Capital Projects - Donated	0	0	0	0	179,034	179,034
Total Expenditures	\$ 19,897,823	\$ 4,268,417	\$ 4,017,459	\$ 634,751	\$ 2,726,451	\$ 31,544,901
<u>Excess (Deficiency) of Revenues Over Expenditures</u>						
	\$ (1,053,697)	\$ (150,149)	\$ 1,071,447	\$ (634,751)	\$ (1,464,487)	\$ (2,231,637)
<u>Other Financing Sources (Uses)</u>						
Notes Issued	\$ 0	\$ 0	\$ 0	\$ 30,915,000	\$ 0	\$ 30,915,000
Capital Leases Issued	915,548	155,749	0	0	321,741	1,393,038
Refunding Debt Issued	0	0	8,005,000	0	0	8,005,000
Premiums on Debt Sold	0	0	190,679	0	0	190,679
Transfers In	0	96,040	0	0	19,660	115,700
Transfers Out	(115,700)	0	0	0	0	(115,700)
Payments to Refunded Debt Escrow Agent	0	0	(8,056,562)	0	0	(8,056,562)
Total Other Financing Sources (Uses)	\$ 799,848	\$ 251,789	\$ 139,117	\$ 30,915,000	\$ 341,401	\$ 32,447,155
<u>Net Change in Fund Balances</u>						
Fund Balance, July 1, 2016	\$ 6,884,700	\$ 1,685,190	\$ 9,894,051	\$ 30,280,249	\$ (1,123,086)	\$ 25,592,889
Fund Balance, June 30, 2017	\$ 6,630,851	\$ 1,786,830	\$ 11,104,615	\$ 30,280,249	\$ 6,005,862	\$ 55,808,407

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

Exhibit C-4

Monroe 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, 2017

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)		\$ 30,215,518
(1) Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of these assets is allocated over their useful lives and reported as depreciation expense. The difference between capital outlays and depreciation is itemized as follows:		
Add: capital assets purchased in the current period	\$ 3,440,388	
Less: current-year depreciation expense	<u>(5,104,558)</u>	(1,664,170)
(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 assets disposed		(123,564)
(3) Revenues in the statement of activities that do not provide current financial resources are not reported in the funds.		
Add: deferred delinquent property taxes and other deferred June 30, 2017	\$ 1,505,528	
Less: deferred delinquent property taxes and other deferred June 30, 2016	<u>(1,164,944)</u>	340,584
(4) The issuance of long-term debt (e.g., bonds, notes, other loans, leases) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net 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 net effect of these differences in the treatment of long-term debt and related items:		
Add: principal payments on bonds	\$ 928,266	
Add: principal payments on other loans	887,188	
Add: principal payments on capital leases	331,244	
Add: principal amount of other loans refunded	7,950,000	
Less: change in premium on debt issuances	(175,341)	
Less: bond proceeds	(8,005,000)	
Less: note proceeds	(30,915,000)	
Less: capital lease proceeds	(1,393,038)	
Add: capital leases contributed to the School Department	179,034	
Less: contributions from the School Department for capital leases	(31,766)	
Less: change in deferred amount on refunding debt	<u>(10,551)</u>	(30,254,964)
(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	\$ (173,031)	
Change in accreted interest payable	222,289	
Change in compensated absences payable	(114,366)	
Change in other postemployment benefits liability	(58,171)	
Change in net pension liability/asset	(598,500)	
Change in deferred outflows related to pensions	673,584	
Change in deferred inflows related to pensions	117,398	
Change in landfill postclosure care costs	<u>10,739</u>	79,942
(6) Internal service funds are used by management to charge the cost of employee health benefits to individual funds. The net revenue (expense) of certain activities of the internal service fund is reported with governmental activities in the statement of activities.		165,346
(7) For interest rate swap agreements that are classified as investment derivatives, the change in fair market value is reflected in changes in net position for governmental activities.		<u>169,533</u>
Change in net position of governmental activities (Exhibit B)		<u>\$ (1,071,775)</u>

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

Exhibit C-5

Monroe County, Tennessee
Statement of Revenues, Expenditures, and Changes
in Fund Balance - Actual (Budgetary Basis) and Budget
General Fund
For the Year Ended June 30, 2017

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2016	Add: Encumbrances 6/30/2017	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
<u>Revenues</u>							
Local Taxes	\$ 10,786,227	\$ 0	\$ 0	\$ 10,786,227	\$ 11,055,032	\$ 11,055,032	\$ (268,805)
Licenses and Permits	156,364	0	0	156,364	134,500	134,500	21,864
Fines, Forfeitures, and Penalties	189,594	0	0	189,594	195,180	195,180	(5,586)
Charges for Current Services	3,172,006	0	0	3,172,006	3,745,652	4,197,796	(1,025,790)
Other Local Revenues	310,845	0	0	310,845	49,759	293,843	17,002
Fees Received From County Officials	2,028,370	0	0	2,028,370	2,140,000	2,140,000	(111,630)
State of Tennessee	1,349,443	0	0	1,349,443	2,062,724	1,552,824	(203,381)
Federal Government	574,497	0	0	574,497	25,548	645,548	(71,051)
Other Governments and Citizens Groups	276,780	0	0	276,780	246,400	246,400	30,380
Total Revenues	\$ 18,844,126	\$ 0	\$ 0	\$ 18,844,126	\$ 19,654,795	\$ 20,461,123	\$ (1,616,997)
<u>Expenditures</u>							
<u>General Government</u>							
County Commission	\$ 450,049	\$ 0	\$ 0	\$ 450,049	\$ 364,971	\$ 558,607	\$ 108,558
Board of Equalization	2,600	0	0	2,600	3,200	3,200	600
County Mayor/Executive	196,433	0	0	196,433	204,940	219,982	23,549
Personnel Office	186,219	0	782	187,001	220,440	221,397	34,396
County Attorney	64,559	0	0	64,559	75,000	75,000	10,441
Election Commission	292,086	0	80	292,166	501,188	343,348	51,182
Register of Deeds	387,244	0	0	387,244	380,719	390,397	3,153
Planning	66,974	0	0	66,974	90,830	91,013	24,039
Engineering	109,074	0	0	109,074	118,086	118,210	9,136
Codes Compliance	41,416	0	0	41,416	53,265	53,808	12,392
Geographical Information Systems	130,452	0	0	130,452	139,997	140,682	10,230
County Buildings	742,165	(13,637)	4,022	732,550	765,950	788,381	55,831
Other General Administration	261,446	0	0	261,446	259,560	269,560	8,114
Preservation of Records	17,245	0	0	17,245	20,298	20,298	3,053
<u>Finance</u>							
Accounting and Budgeting	594,532	(86)	456	594,902	614,122	614,535	19,633
Property Assessor's Office	292,734	0	914	293,648	332,444	340,374	46,726

(Continued)

Exhibit C-5

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

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2016	Add: Encumbrances 6/30/2017	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
<u>Expenditures (Cont.)</u>							
<u>Finance (Cont.)</u>							
Reappraisal Program	\$ 65,285	\$ 0	\$ 0	\$ 65,285	\$ 88,597	\$ 88,597	\$ 23,312
County Trustee's Office	325,460	0	0	325,460	350,924	357,816	32,356
County Clerk's Office	506,155	0	2,605	508,760	498,741	540,799	32,039
<u>Administration of Justice</u>							
Circuit Court	1,040,715	0	42	1,040,757	1,091,134	1,129,853	89,096
General Sessions Judge	236,825	0	0	236,825	258,900	261,285	24,460
Chancery Court	235,820	0	0	235,820	297,420	259,644	23,824
Probate Court	50,192	0	0	50,192	50,129	53,109	2,917
Other Administration of Justice	5,000	0	0	5,000	44,765	44,765	39,765
<u>Public Safety</u>							
Sheriff's Department	4,338,380	(1,463)	672	4,337,589	3,355,503	4,459,010	121,421
Administration of the Sexual Offender Registry	803	0	0	803	1,200	1,200	397
Jail	2,616,728	(19,447)	7,290	2,604,571	2,630,064	2,701,566	96,995
Juvenile Services	122,003	0	0	122,003	118,077	134,418	12,415
Commissary	7,290	(7,290)	0	0	0	0	0
Fire Prevention and Control	245,000	0	0	245,000	245,000	245,000	0
Rescue Squad	55,000	0	0	55,000	55,000	55,000	0
Other Emergency Management	59,741	0	0	59,741	66,512	66,512	6,771
County Coroner/Medical Examiner	63,950	0	0	63,950	90,600	90,600	26,650
Other Public Safety	181,800	0	0	181,800	172,000	181,800	0
<u>Public Health and Welfare</u>							
Local Health Center	98,511	(500)	140	98,151	98,212	109,212	11,061
Rabies and Animal Control	192,249	(6,559)	12,033	197,723	205,887	231,357	33,634
Ambulance/Emergency Medical Services	3,174,283	(40,832)	18,061	3,151,512	3,335,485	3,330,625	179,113
Maternal and Child Health Services	23,283	0	0	23,283	0	23,283	0
Dental Health Program	386,117	(3,083)	3,656	386,690	59,839	572,860	186,170
Alcohol and Drug Programs	9,323	0	0	9,323	9,323	9,323	0
Crippled Children Services	0	0	0	0	1,995	1,995	1,995
Other Local Health Services	217,700	0	0	217,700	337,236	314,002	96,302

(Continued)

Exhibit C-5

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

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2016	Add: Encumbrances 6/30/2017	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
<u>Expenditures (Cont.)</u>							
<u>Public Health and Welfare (Cont.)</u>							
General Welfare Assistance	\$ 8,859	\$ 0	\$ 0	\$ 8,859	\$ 0	\$ 8,859	\$ 0
<u>Social, Cultural, and Recreational Services</u>							
Senior Citizens Assistance	38,000	0	0	38,000	38,000	38,000	0
Libraries	121,250	0	0	121,250	122,191	122,717	1,467
Other Social, Cultural, and Recreational	164,850	0	0	164,850	164,850	164,850	0
<u>Agriculture and Natural Resources</u>							
Agricultural Extension Service	76,882	0	0	76,882	82,082	81,172	4,290
Soil Conservation	45,439	0	0	45,439	53,666	53,666	8,227
Flood Control	2,000	0	0	2,000	2,000	2,000	0
<u>Other Operations</u>							
Tourism	221,498	0	30	221,528	237,756	261,016	39,488
Industrial Development	804,570	0	310	804,880	988,103	869,499	64,619
Airport	244,103	(180)	0	243,923	325,545	408,742	164,819
Veterans' Services	47,794	0	0	47,794	55,728	50,918	3,124
Contributions to Other Agencies	7,486	0	0	7,486	12,000	12,000	4,514
Employee Benefits	20,828	0	0	20,828	43,765	33,540	12,712
<u>Capital Projects</u>							
Public Safety Projects	1,423	0	0	1,423	10,000	10,000	8,577
Total Expenditures	\$ 19,897,823	\$ (93,077)	\$ 51,093	\$ 19,855,839	\$ 19,743,239	\$ 21,629,402	\$ 1,773,563
Excess (Deficiency) of Revenues							
Over Expenditures	\$ (1,053,697)	\$ 93,077	\$ (51,093)	\$ (1,011,713)	\$ (88,444)	\$ (1,168,279)	\$ 156,566
<u>Other Financing Sources (Uses)</u>							
Capital Leases Issued	\$ 915,548	\$ 0	\$ 0	\$ 915,548	\$ 0	\$ 915,548	\$ 0
Insurance Recovery	0	0	0	0	0	49,123	(49,123)
Transfers Out	(115,700)	0	0	(115,700)	(123,040)	(123,040)	7,340
Total Other Financing Sources	\$ 799,848	\$ 0	\$ 0	\$ 799,848	\$ (123,040)	\$ 841,631	\$ (41,783)

(Continued)

Exhibit C-5

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

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2016	Add: Encumbrances 6/30/2017	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
Net Change in Fund Balance	\$ (253,849)	\$ 93,077	\$ (51,093)	\$ (211,865)	\$ (211,484)	\$ (326,648)	\$ 114,783
Fund Balance, July 1, 2016	6,884,700	(93,077)	0	6,791,623	4,808,743	4,808,743	1,982,880
Fund Balance, June 30, 2017	\$ 6,630,851	\$ 0	\$ (51,093)	\$ 6,579,758	\$ 4,597,259	\$ 4,482,095	\$ 2,097,663

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

Exhibit C-6

Monroe 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, 2017

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2016	Add: Encumbrances 6/30/2017	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
<u>Revenues</u>							
Local Taxes	\$ 907,558	\$ 0	\$ 0	\$ 907,558	\$ 958,803	\$ 958,803	\$ (51,245)
Charges for Current Services	243,398	0	0	243,398	200,285	200,285	43,113
Other Local Revenues	11,735	0	0	11,735	0	9,699	2,036
State of Tennessee	2,955,577	0	0	2,955,577	2,808,128	2,568,935	386,642
Federal Government	0	0	0	0	28,344	28,344	(28,344)
Total Revenues	\$ 4,118,268	\$ 0	\$ 0	\$ 4,118,268	\$ 3,995,560	\$ 3,766,066	\$ 352,202
<u>Expenditures</u>							
<u>Highways</u>							
Administration	\$ 239,118	\$ 0	\$ 0	\$ 239,118	\$ 245,639	\$ 246,794	\$ 7,676
Highway and Bridge Maintenance	2,149,005	(4,759)	67,050	2,211,296	2,468,068	2,464,347	253,051
Operation and Maintenance of Equipment	558,277	(7,248)	9,389	560,418	659,887	670,751	110,333
Other Charges	291,733	0	0	291,733	327,749	315,249	23,516
Employee Benefits	5,962	0	0	5,962	5,000	17,500	11,538
Capital Outlay	1,024,322	(70,700)	171,124	1,124,746	455,256	1,371,470	246,724
Total Expenditures	\$ 4,268,417	\$ (82,707)	\$ 247,563	\$ 4,433,273	\$ 4,161,599	\$ 5,086,111	\$ 652,838
Excess (Deficiency) of Revenues Over Expenditures	\$ (150,149)	\$ 82,707	\$ (247,563)	\$ (315,005)	\$ (166,039)	\$ (1,320,045)	\$ 1,005,040
<u>Other Financing Sources (Uses)</u>							
Capital Leases Issued	\$ 155,749	\$ 0	\$ 0	\$ 155,749	\$ 0	\$ 155,749	\$ 0
Transfers In	96,040	0	0	96,040	96,040	96,040	0
Total Other Financing Sources	\$ 251,789	\$ 0	\$ 0	\$ 251,789	\$ 96,040	\$ 251,789	\$ 0
Net Change in Fund Balance	\$ 101,640	\$ 82,707	\$ (247,563)	\$ (63,216)	\$ (69,999)	\$ (1,068,256)	\$ 1,005,040
Fund Balance, July 1, 2016	1,685,190	(82,707)	0	1,602,483	1,068,329	1,068,329	534,154
Fund Balance, June 30, 2017	\$ 1,786,830	\$ 0	\$ (247,563)	\$ 1,539,267	\$ 998,330	\$ 73	\$ 1,539,194

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

Exhibit D-1

Monroe County, Tennessee
Statement of Net Position
Proprietary Fund
June 30, 2017

	Governmental Activities - Internal Service Fund
	<u>Employee Health Insurance Fund</u>
<u>ASSETS</u>	
Current Assets:	
Equity in Pooled Cash and Investments	\$ 1,964,435
Accounts Receivable	<u>104,075</u>
Total Assets	<u>\$ 2,068,510</u>
<u>LIABILITIES</u>	
Current Liabilities:	
Accounts Payable	<u>\$ 133,605</u>
Total Liabilities	<u>\$ 133,605</u>
<u>DEFERRED INFLOWS OF RESOURCES</u>	
Unearned Revenue	<u>\$ 213,677</u>
Total Inflows of Resources	<u>\$ 213,677</u>
<u>NET POSITION</u>	
Unrestricted	<u>\$ 1,721,228</u>
Total Net Position	<u>\$ 1,721,228</u>

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

Exhibit D-2

Monroe County, Tennessee
Statement of Revenues, Expenses, and Changes
in Net Position
Proprietary Fund
For the Year Ended June 30, 2017

	Governmental Activities - Internal Service Fund <hr/> Employee Health Insurance Fund <hr/>
<u>Operating Revenues</u>	
Self-Insurance Premiums	\$ 2,451,233
Total Operating Revenues	<u>\$ 2,451,233</u>
<u>Operating Expenses</u>	
Fiscal Agent Charges	\$ 118,494
Medical Claims	1,828,644
Insurance Premiums	<u>338,749</u>
Total Operating Expenses	<u>\$ 2,285,887</u>
Operating Income (Loss)	<u>\$ 165,346</u>
Change in Net Position	\$ 165,346
Net Position, July 1, 2016	<u>1,555,882</u>
Net Position, June, 30, 2017	<u><u>\$ 1,721,228</u></u>

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

Exhibit D-3

Monroe County, Tennessee
Statement of Cash Flows
Proprietary Fund
For the Year Ended June 30, 2017

	Governmental Activities - Internal Service Fund
	<u>Employee Health Insurance Fund</u>
<u>Cash Flows from Operating Activities</u>	
Receipts for Self-Insurance Premiums	\$ 2,394,942
Payments to Fiscal Agents	(118,494)
Payments to Insurers	(338,749)
Stop-loss Recovery	189,675
Payments for Claims	(1,958,768)
Net Cash Provided By (Used In) Operating Activities	<u>\$ 168,606</u>
Increase (Decrease) in Cash	\$ 168,606
Cash, July 1, 2016	<u>1,795,829</u>
Cash, June 30, 2017	<u>\$ 1,964,435</u>
<u>Reconciliation of Operating Income (Loss)</u>	
<u>to Net Cash Provided By (Used In) Operating Activities</u>	
Operating Income (Loss)	\$ 165,346
Adjustments to Reconcile Net Operating Income (Loss)	
to Net Cash Provided By (Used In) Operating Activities:	
Changes in Assets and Liabilities:	
(Increase) Decrease in Current Receivables	(83,783)
Increase (Decrease) in Current Liabilities	59,551
Increase (Decrease) in Unearned Revenue	27,492
Net Cash Provided By (Used In) Operating Activities	<u>\$ 168,606</u>

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

Exhibit E

Monroe County, Tennessee
Statement of Fiduciary Assets and Liabilities
Fiduciary Funds
June 30, 2017

	<u>Agency Funds</u>
<u>ASSETS</u>	
Cash	\$ 1,561,756
Equity in Pooled Cash and Investments	1,552
Accounts Receivable	157
Due from Other Governments	585,987
Taxes Receivable	1,506,032
Allowance for Uncollectible Taxes	<u>(59,729)</u>
Total Assets	<u><u>\$ 3,595,755</u></u>
<u>LIABILITIES</u>	
Due to Other Taxing Units	\$ 2,033,999
Due to Litigants, Heirs, and Others	<u>1,561,756</u>
Total Liabilities	<u><u>\$ 3,595,755</u></u>

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

MONROE COUNTY, TENNESSEE
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MONROE COUNTY, TENNESSEE
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MONROE COUNTY, TENNESSEE
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended June 30, 2017

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Monroe 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 Monroe County:

A. Reporting Entity

Monroe County is a public municipal corporation governed by an elected ten-member board. As required by GAAP, these financial statements present Monroe County (the primary government) and its component units. Although required by GAAP, the financial statements of the Monroe County Emergency Communications District and the Monroe County Women's Wellness and Maternity Center, component units requiring discrete presentation, were excluded from this report due to materiality calculations; therefore, the effect of the omission did not affect the independent auditor's opinion thereon. 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 Monroe County School Department operates the public school system in the county, and the voters of Monroe 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 Monroe County Women's Wellness and Maternity Center was organized to provide prenatal care and counseling, as well as a lower cost option of delivery for citizens of the area, and the Monroe County Commission appoints its governing body. Monroe County has assisted the operations of the Women's Wellness and Maternity Center through the issuance of capital outlay notes for facility construction and improvements. The financial statements of the Monroe County Women's Wellness and Maternity Center were not material to the component units' opinion unit and therefore have been omitted from this report.

The Monroe County Emergency Communications District provides a simplified means of securing emergency services through a uniform emergency number for the residents of Monroe County, and the Monroe 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 financial statements of the Monroe County Emergency Communications District were not material to the component units' opinion unit and therefore have been omitted from this report.

The Monroe 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 Monroe County Women's Wellness and Maternity Center and the Monroe County Emergency Communications District can be obtained from their administrative offices at the following addresses:

Administrative Offices:

Monroe County Women's Wellness
and Maternity Center
P.O. Box 115
Madisonville, Tennessee 37354

Monroe County Emergency
Communications District
P.O. Box 869
Madisonville, Tennessee 37354

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 Monroe 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 Monroe 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.

Monroe County issues all debt for the discretely presented Monroe County School Department. Net debt issues totaling \$179,034 were contributed by the county to the School Department during the year ended June 30, 2017.

Separate financial statements are provided for governmental funds, proprietary funds (internal service), 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 Monroe 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. Monroe County only 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. Monroe 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 General Debt Service Fund for payments to be made early in the following year.

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

Proprietary fund and fiduciary fund financial statements are reported using the economic resources measurement focus, 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.

Monroe 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.

General Capital Projects Fund – This fund accounts for and reports the financial resources that are restricted, committed, or assigned to expenditure for capital outlays, including the acquisition or construction of capital facilities and other capital assets.

Additionally, Monroe County reports the following fund types:

Internal Service Fund – The Employee Insurance - Health Fund is used to account for the county's self-insured employee health program. Premiums charged to the various county funds and employee payroll deductions are placed in this fund to pay the claims of county employees.

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 Monroe County, and the city school system's share of educational revenues. 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 Monroe County School Department reports the following major governmental fund:

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

Additionally, the Monroe 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 or committed 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 employees' health insurance program. Operating revenues and expenses generally result from providing services in connection with the fund's principal ongoing operations. The principal operating revenues of the county's internal service fund are charges for services. 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.

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 Monroe 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 Fund. Monroe 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 cost 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. No investments required to be reported at fair value were held at the balance sheet date.

2. Receivables and Payables

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

All ambulance and property taxes receivables are shown with an allowance for uncollectibles. Ambulance receivables allowance for uncollectibles is based on historical collection data. The allowance for uncollectible property taxes is equal to 2.12 percent of the 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.

3. Capital Assets

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

Capital assets, which include property, plant, equipment, and infrastructure assets (e.g., roads, bridges, and similar items), are reported in the governmental column in the government-wide financial statements. Capital assets are defined by the government as assets with an initial, individual cost of \$5,000 or more and an estimated useful life 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 acquisition value at the date of donation.

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

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

Property, plant, equipment, and infrastructure of the primary government and the discretely presented School Department are

depreciated using the straight-line method over the following estimated useful lives:

<u>Assets</u>	<u>Years</u>
Buildings and Improvements	40
Other Capital Assets	5 - 20
Infrastructure	40

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. This separate financial statement element, deferred outflows of resources, represents 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 accumulated decrease in fair value of hedging derivatives, pension changes in experience, pension changes in investment earnings, pension changes in proportionate share of contributions, employer contributions made to the pension plan after the measurement date, and the deferred charge on refunding reported in the government-wide Statement of Net Position. A deferred charge on refunding results from the difference in the carrying value of refunded debt and its reacquisition price. This amount is deferred and amortized over the shorter of the life of the refunded or refunding debt.

In addition to liabilities, the Statement of Net Position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents 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 experience, pension changes in proportionate share of contributions, unearned revenue, 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 primary government's policy to permit employees to accumulate earned but unused vacation benefits. Vacation benefits granted through the discretely presented Monroe County School Department do not vest or accumulate and must be taken during the year or lost. There is no liability for unpaid accumulated sick leave since neither Monroe County nor the School Department has 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 primary government. 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, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities 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, 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.

As of June 30, 2017, Monroe County had \$48,951,086 in outstanding debt for capital purposes for the discretely presented Monroe County School Department. In accordance with state statutes, certain county school debt proceeds must be shared with other public school systems in the county (City of Sweetwater School System) based on an average daily attendance proration. This debt is a liability of Monroe County, but the capital assets acquired are reported in the financial statements of the School Department and the City of Sweetwater School System. Therefore, Monroe 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 except in the General Debt Service Fund. The General Debt Service Fund uses the least restrictive fund balance first. 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 and the Board of Education make assignments for the primary government and the School Department, respectively.

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 Monroe County’s participation in the Public Employee Retirement Plan of the Tennessee Consolidated Retirement System (TCRS), and additions to/deductions from Monroe 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 Monroe 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 Monroe 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 Monroe 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

Budgetary Information

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

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

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

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

At June 30, 2017, Monroe County and the Monroe County School Department reported the following significant encumbrances:

Funds	Description	Amount
Primary Government		
Major Funds:		
General	Building Repairs	\$ 4,022
"	Law Enforcement Equipment	4,199
"	Vehicle Repairs	4,711
"	Animal Control Services	11,388
"	Diesel Fuel	6,661
Highway/Public Works	Highway Equipment	47,500
"	Bridge Repair	168,359
"	Stone	19,550
School Department		
Major Fund:		
General Purpose School	Vehicle Parts	14,257

IV. DETAILED NOTES ON ALL FUNDS

A. Deposits and Investments

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

Deposits

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

For deposits with financial institutions that do not participate in the bank collateral pool, state statutes require that all deposits be collateralized with

collateral whose market value is equal to 105 percent of the uninsured amount of the deposits. The collateral must be placed by the depository bank in an escrow account in a second bank for the benefit of the county.

Investments

Legal Provisions. Counties are authorized to make direct investments in bonds, notes, or treasury bills of the U.S. government and obligations guaranteed by the U.S. government or any of its agencies; deposits at state and federal chartered banks and savings and loan 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.

The county had no pooled and nonpooled investments as of June 30, 2017.

B. Derivative Instruments

At June 30, 2017, Monroe County had the following derivative instruments outstanding:

Instrument	Type	Objective	Original Notional Amount	Effective Date	Maturity Date	Terms
\$6.255M Swap	Pay fixed interest rate swap	Variable to synthetic fixed rate swap	\$ 6,255,000	2-19-09	6-1-20	Pay 4.27% receive 63.1% of LIBOR
\$10.05M Swap	Pay fixed interest rate swap	Variable to synthetic fixed rate swap	10,050,000	2-19-09	6-1-33	Pay 3.68% receive 63% of LIBOR

The fair value balances and notional amounts of derivative instruments outstanding at June 30, 2017, classified by type, and the changes in fair value using a pay fixed rate, receive a percentage of LIBOR pricing model (Level 2 inputs of the GAAP fair value hierarchy) of the derivative instruments for the year then ended as reported in the 2017 financial statements are as follows:

Type	<u>Changes in Fair Value</u>		<u>Fair Value at June 30, 2017</u>		6-30-17 Notional
	Classification	Amount	Classification	Amount	Amount
Governmental Activities					
Investment Derivative:					
Pay fixed interest rate swaps:					
\$6.255M Swap	Investment	\$ 169,533	Debt	\$ (208,096)	\$ 3,405,000
	Earnings				
Cash Flow Hedge:					
\$10.05M Swap	Deferred	698,085	Debt	(2,012,077)	10,050,000
	Outflow				
Total		<u>\$ 867,618</u>		<u>\$(2,220,173)</u>	<u>\$ 13,455,000</u>

Derivative Swap Agreement Detail

\$6.255M Swap:

Under its loan agreement, the Public Building Authority of Sevier County, Tennessee, at the request of the county, has entered into an interest rate swap agreement for all of the outstanding Local Government Improvement Bonds, Series IV-A-4.

Objective of the interest rate swap. To protect against the potential of rising interest rates and to balance its mixture of variable and fixed rate debt, the county requested the authority, on its behalf, to enter into an interest rate swap in connection with its \$6.255 million Series IV-A-4 variable-rate bonds. The intention of the swap was to effectively change the county's variable interest rate on the bonds to a synthetic fixed rate. The Series IV-A-4 bonds have since been refunded with a portion of the proceeds of the Series E-7-A bonds and the interest rate swap is now associated with the Series E-7-A bonds.

Terms. Under the swap, the authority pays the counterparty a fixed payment of 4.27 percent and receives a variable payment computed as 63.1 percent of the five-year London Interbank Offered Rate (LIBOR). The swap had a notional amount of \$6.255 million and the associated variable-rate bond had a \$6.255 million principal amount. At no time will the notional amount on interest rate swap agreement exceed the outstanding principal of the Series E-7-A Bonds. The bonds' variable-rates have historically approximated the Securities Industry and Financial Markets Association™ (the "SIFMA"). The bonds and the related swap agreement mature on June 1, 2020. As of June 30, 2017, rates were as follows:

	<u>Terms</u>	<u>Rates</u>
Interest rate swap:		
Fixed payment to counterparty	Fixed	4.27%
Variable payment from counterparty	% of LIBOR	<u>-1.24%</u>
Net interest rate swap payments		3.03%
Variable-rate bond coupon payments		<u>0.91%</u>
Synthetic interest rate on bonds		<u><u>3.94%</u></u>

Fair value. As of June 30, 2017, the swap had a negative fair value of \$208,096. The negative fair value of the swap may be countered by reductions in total interest payments required under the variable-rate bond, creating lower synthetic rates. Because the rates on the government’s variable-rate bonds adjust to changing interest rates, the bonds do not have a corresponding fair value increase. The fair value model calculates future cash flows by projecting forward rates, and then discounts those cash flows at their present value.

Credit risk. As of June 30, 2017, the county was not exposed to credit risk because the swap had a negative fair value. However, should interest rates change and the fair value of the swap becomes positive, the county would be exposed to credit risk in the amount of the swap agreement’s fair value. The swap counterparty, Morgan Keegan Financial Products (“MKFP”) was rated “Baa2/BBB” by Moody’s and Standard and Poor’s as of June 30, 2017, with its Credit Support Provider, Deutsche Bank, rated Baa2/A-/A- by Moody’s, Standard & Poor’s and Fitch, respectively.

Basis risk. As noted above, the swap exposes the county to basis risk should the rate on the bonds increase to above 63.1 percent of LIBOR, thus increasing the synthetic rate on the bonds. If a change occurs that results in the rate on the bonds to be below 63.1 percent of LIBOR, then the synthetic rate on the bonds will decrease.

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

Swap payments and associated debt. As of June 30, 2017, debt service requirements of the variable-rate debt and net swap payments, assuming current

interest rates remain the same, for their term were as follows. As rates vary, variable-rate bond interest payments and net swap payments will vary.

Fiscal Year Ending June 30	Variable Rate Bonds		Net Interest Rate Swap Payment	Total
	Principal	Interest		
2018	\$ 795,000	\$ 30,986	\$ 103,325	\$ 929,311
2019	1,270,000	23,751	79,201	1,372,952
2020	1,340,000	12,194	40,662	1,392,856
Total	\$ 3,405,000	\$ 66,931	\$ 223,188	\$ 3,695,119

\$10.05M Swap:

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

Objective of the interest rate swap. To protect against the potential of rising interest rates and to balance its mixture of variable and fixed rate debt, the county requested the authority, on its behalf, to enter into an interest rate swap in connection with its \$10.05 million Series V-C-2 variable-rate bonds. The intention of the swap was to effectively change the county's variable interest rate on the bonds to a synthetic fixed rate. The Series V-C-2 bonds have since been refunded with a portion of the proceeds of the Series E-7-A bonds and the interest rate swap is now associated with the Series E-7-A bonds.

Terms. Under the swap, the authority pays the counterparty a fixed payment of 3.684 percent and receives a variable payment computed as 63 percent of the five-year London Interbank Offered Rate (LIBOR). The swap had a notional amount of \$10.05 million and the associated variable-rate bond had a \$10.05 million principal amount. At no time will the notional amount on the interest rate swap agreement exceed the outstanding principal of the Series E-7-A Bonds. The bonds' variable-rates have historically approximated the Securities Industry and Financial Markets Association™ (SIFMA). The bonds and the related swap agreement mature on June 1, 2033. As of June 30, 2017, rates were as follows:

	<u>Terms</u>	<u>Rates</u>
Interest rate swap:		
Fixed payment to counterparty	Fixed	3.68%
Variable payment from counterparty	% of LIBOR	<u>-1.23%</u>
Net interest rate swap payments		2.45%
Variable-rate bond coupon payments		<u>0.91%</u>
Synthetic interest rate on bonds		<u><u>3.36%</u></u>

Fair value. As of June 30, 2017, the swap had a negative fair value of \$2,012,077. The negative fair value of the swap may be countered by reductions in total interest payments required under the variable-rate bond, creating lower synthetic rates. Because the rates on the government’s variable-rate bonds adjust to changing interest rates, the bonds do not have a corresponding fair value increase. The fair value model calculates future cash flows by projecting forward rates, and then discounts those cash flows at their present value.

Credit risk. As of June 30, 2017, the county was not exposed to credit risk because the swap had a negative fair value. However, should interest rates change and the fair value of the swap becomes positive, the county would be exposed to credit risk in the amount of the derivative’s fair value. In order to mitigate the potential for credit risk, the authority, on behalf of the county, entered into the interest rate swap agreement with Depfa Bank, who was rated “A+” by Standard and Poor’s, AA- by Fitch Ratings and “Aa3” by Moody’s Investor Service at the time the interest rate swap agreement was entered into. If Depfa’s credit rating is downgraded, the counterparty is required to post collateral with a third-party custodian. As of June 30, 2017, Depfa’s credit rating had been downgraded and was rated “NR/A-” by Moody’s and Standard and Poor’s, respectively. The counterparty has posted all collateral requirements with a third-party custodian.

Basis risk. As noted above, the swap exposes the county to basis risk should the rate on the bonds increase to above 63 percent of LIBOR, thus increasing the synthetic rate on the bonds. If a change occurs that results in the rate on the bonds to be below 63 percent of LIBOR, then the synthetic rate on the bonds will decrease.

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

the swap has a positive fair value at termination, the counterparty would be liable to the authority for a payment equal to the swap's fair value.

Swap payments and associated debt. As of June 30, 2017, debt service requirements of the variable-rate debt and net swap payments, assuming current interest rates remain the same, for their term were as follows. As rates vary, variable-rate bond interest payments and net swap payments will vary.

Fiscal Year Ending June 30	Variable Rate Bonds		Net Interest	Total
	Principal	Interest	Rate Swap Payment	
2018	\$ 0	\$ 91,455	\$ 246,271	337,726
2019	0	91,455	246,271	337,726
2020	0	91,455	246,271	337,726
2021	0	91,455	246,271	337,726
2022	0	91,455	246,271	337,726
2023-2027	3,400,000	412,685	1,111,284	4,923,969
2028-2032	5,400,000	208,845	562,381	6,171,226
2033	1,250,000	11,375	30,631	1,292,006
Total	\$ 10,050,000	\$ 1,090,180	\$ 2,935,651	14,075,831

C. Capital Assets

Capital assets activity for the year ended June 30, 2017, was as follows:

Primary Government

Governmental Activities:

	Balance		Balance	
	7-1-16	Increases	Decreases	6-30-17
Capital Assets Not Depreciated:				
Land	\$ 1,387,898	\$ 0	\$ 0	\$ 1,387,898
Construction in Progress	1,739,250	1,688,277	(414,532)	3,012,995
Total Capital Assets Not Depreciated	\$ 3,127,148	\$ 1,688,277	\$ (414,532)	\$ 4,400,893
Capital Assets Depreciated:				
Buildings and Improvements	\$ 9,157,208	\$ 0	\$ 0	\$ 9,157,208
Roads and Bridges	170,061,577	414,532	0	170,476,109
Other Capital Assets	9,077,149	1,752,111	(248,563)	10,580,697
Total Capital Assets Depreciated	\$ 188,295,934	\$ 2,166,643	\$ (248,563)	\$ 190,214,014
Less: Accumulated Depreciation For:				
Buildings and Improvements	\$ 4,355,242	\$ 199,969	\$ 0	\$ 4,555,211
Roads and Bridges	76,180,569	4,252,405	0	80,432,974
Other Capital Assets	6,333,411	652,184	(124,999)	6,860,596
Total Accumulated Depreciation	\$ 86,869,222	\$ 5,104,558	\$ (124,999)	\$ 91,848,781
Total Capital Assets Depreciated, Net	\$ 101,426,712	\$ (2,937,915)	\$ (123,564)	\$ 98,365,233
Governmental Activities Capital Assets, Net	\$ 104,553,860	\$ (1,249,638)	\$ (538,096)	\$ 102,766,126

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

Governmental Activities:

General Government	\$ 266,963
Finance	5,067
Public Safety	274,696
Public Health and Welfare	206,104
Highways	4,351,728
Total Depreciation Expense - Governmental Activities	\$ 5,104,558

Discretely Presented Monroe County School Department

Governmental Activities:

	Balance 7-1-16	Increases	Balance 6-30-17
Capital Assets Not Depreciated:			
Land	\$ 864,562	\$ 0	\$ 864,562
Total Capital Assets Not Depreciated	<u>\$ 864,562</u>	<u>\$ 0</u>	<u>\$ 864,562</u>
Capital Assets Depreciated:			
Buildings and Improvements	\$ 74,008,799	\$ 0	\$ 74,008,799
Other Capital Assets	2,068,300	200,444	2,268,744
Total Capital Assets Depreciated	<u>\$ 76,077,099</u>	<u>\$ 200,444</u>	<u>\$ 76,277,543</u>
Less: Accumulated Depreciation For:			
Buildings and Improvements	\$ 28,685,156	\$ 1,709,811	\$ 30,394,967
Other Capital Assets	1,610,141	96,721	1,706,862
Total Accumulated Depreciation	<u>\$ 30,295,297</u>	<u>\$ 1,806,532</u>	<u>\$ 32,101,829</u>
Total Capital Assets Depreciated, Net	<u>\$ 45,781,802</u>	<u>\$ (1,606,088)</u>	<u>\$ 44,175,714</u>
Governmental Activities Capital Assets, Net	<u>\$ 46,646,364</u>	<u>\$ (1,606,088)</u>	<u>\$ 45,040,276</u>

There were no decreases in capital assets to report for the year ended June 30, 2017.

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

Governmental Activities:

Instruction	\$ 1,678
Support Services	1,789,769
Operation of Non-instructional Services	<u>15,085</u>
Total Depreciation Expense - Governmental Activities	<u>\$ 1,806,532</u>

D. Construction Commitments

At June 30, 2017, the Other General Capital Projects Fund had uncompleted contracts for engineering services of \$432,248 for the new justice center. Funding has been received for these future expenditures.

E. Interfund Receivables, Payables, and Transfers

The composition of interfund balances as of June 30, 2017, was as follows:

Due to/from Other Funds:

<u>Receivable Fund</u>	<u>Payable Fund</u>	<u>Amount</u>
Primary Government:		
General	Nonmajor governmental	\$ 1,754
Highway/Public Works	General	13,720
"	Nonmajor governmental	1,637

These balances resulted from the time lag between the dates that interfund goods and services are provided or reimbursable expenditures occur and payments between funds are made.

Due to/from Primary Government and Component Unit:

<u>Receivable</u>	<u>Payable</u>	<u>Amount</u>
Primary Government:		Component Unit:
Governmental Activities	School Department: Governmental Activities	\$ 147,268

The Due to Primary Government consists of the balance of capital leases issued for the School Department. The School Department has agreed to contribute funds annually to retire the debt. This long-term debt obligation is reflected in the governmental activities on the Statement of Net Position.

Interfund Transfers:

Interfund transfers for the year ended June 30, 2017, consisted of the following amounts:

Primary Government

Transfers Out	Transfers In		Purpose
	Highway/ Public Works Fund	Nonmajor govern- mental fund	
General Fund	\$ 96,040	\$ 0	Equipment
"	0	19,660	Operations
Total	<u>\$ 96,040</u>	<u>\$ 19,660</u>	

Discretely Presented Rhea County School Department

Transfers Out	Transfers In		Purpose
	Nonmajor Govern- mental Fund		
General Purpose School Fund	\$	200,000	Operations

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. The \$200,000 transfer above was a one-time transfer from the General Purpose School Fund to the School Federal Projects Fund to provide cash to cover potential deficits caused by the time lag between expenditures from reimbursable federal programs and the receipt of the federal reimbursements.

F. Capital Leases

On September 20, 2016, Monroe County entered into a five-year lease-purchase agreement for an excavator and skid loader. The terms of the agreement require total lease payments of \$67,553 plus interest of 2.89 percent. Title to the equipment transfers to Monroe County at the end of the lease period. The lease payments are made from the General Debt Service Fund through contributions from the School Department's General Purpose School Fund.

On February 10, 2017, Monroe County entered into a four-year lease-purchase agreement for three vehicles. The terms of the agreement require total lease payments of \$82,632 plus interest of 4.65 percent. Title to the equipment transfers to Monroe County at the end of the lease period. The lease payments are made from the Solid Waste/Sanitation Fund.

On March 23, 2017, Monroe County entered into a four-year lease-purchase agreement for two vehicles. The terms of the agreement require total lease payments of \$60,075 plus interest of 4.65 percent. Title to the equipment transfers to Monroe County at the end of the lease period. The lease payments are made from the Solid Waste/Sanitation Fund.

On June 26, 2017, Monroe County entered into four separate, four-year lease-purchase agreements for four vehicles. The terms of the agreement require total lease payments of \$111,481 plus interest of 4.65 percent. Title to the equipment transfers to Monroe County at the end of the lease period. The lease payments are made from the General Debt Service Fund through contributions from the School Department's General Purpose School Fund.

On June 30, 2017, Monroe County entered into three separate, three-year lease-purchase agreements for six vehicles. The terms of the agreement require total lease payments of \$155,749 plus interest of 4.65 percent. Title to the equipment transfers to Monroe County at the end of the lease period. The lease payments are made from the Highway/Public Works Fund.

On June 30, 2017, Monroe County entered into two separate, three-year lease-purchase agreements for 20 vehicles. The terms of the agreement require total lease payments of \$835,076 plus interest of 4.65 percent. Title to the equipment transfers to Monroe County at the end of the lease period. The lease payments are made from the General Fund.

On June 30, 2017, Monroe County entered into three separate, four-year lease-purchase agreements for three vehicles. The terms of the agreement require total lease payments of \$80,472 plus interest of 4.65 percent. Title to the equipment transfers to Monroe County at the end of the lease period. The lease payments are made from the General Fund.

The assets acquired through capital leases are as follows:

Asset	Governmental Activities
Machinery and Equipment	\$ 1,393,038
Less: Accumulated Depreciation	<u>(58,456)</u>
Total Book Value	<u>\$ 1,334,582</u>

Future minimum lease payments and the net present value of these minimum lease payments as of June 30, 2017, were as follows:

Year Ending June 30	Governmental Funds
2018	\$ 359,988
2019	359,986
2020	359,986
2021	56,305
2022	5,046
Total Minimum Lease Payments	\$ 1,141,311
Less: Amount Representing Interest	<u>(79,517)</u>
Present Value of Minimum Lease Payments	<u>\$ 1,061,794</u>

G. Long-term Obligations

Primary Government

General Obligation Bonds, Notes, and Other Loans

Monroe County issues general obligation bonds and other loans 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 and other loans have been issued to refund other general obligation bonds and loans. Capital outlay notes are also issued to fund capital facilities and other capital outlay purchases, such as equipment, and bond anticipation notes are issued to fund capital projects in anticipation of future bond issues.

General obligation bonds, notes, and other loans are direct obligations and pledge the full faith and credit of the government. General obligation bonds, notes, and other loans outstanding were issued for original terms of up to 30 years for bonds and other loans and two years for notes. Repayment terms are generally structured with increasing amounts of principal maturing as interest requirements decrease over the term of the debt. All bonds, notes, and other loans included in long-term debt as of June 30, 2017, will be retired from the General Debt Service Fund.

General obligation bonds, notes, and other loans outstanding as of June 30, 2017, for governmental activities are as follows:

Type	Interest Rate	Final Maturity	Original Amount of Issue	Balance 6-30-17
General Obligation Bonds	4.05 to 5 %	6-1-38	\$ 9,850,000	\$ 9,850,000
General Obligation (CAB) Bonds	4.6 to 4.95	4-1-18	999,236	157,968
Accreted Interest on (CAB) Bonds	4.6 to 4.95	4-1-18	N/A	222,927
General Obligation Refunding Bonds	2.0 to 3.0	6-1-35	15,815,000	15,065,000
Capital Outlay Notes	1.2	6-15-19	30,915,000	30,915,000
Other Loans - Variable Rate - Public Improvement and Refunding	Variable	6-1-39	31,965,000	27,995,000
Other Loan - Fixed Rate	0	8-20-22	71,820	37,078
Capital Leases	2.89 to 4.65	6-30-21	1,393,038	1,061,794

During the 1998-99 year, Monroe County issued Capital Appreciation Bonds (CABs) totaling \$999,236. These bonds accrete interest that is paid at bond maturity. Maturity dates for these bonds ranged from 2014 through 2018. As of June 30, 2017, approximately \$222,927 of unpaid interest had accreted on the bonds.

In prior years, Monroe County entered into variable rate loan agreements with Public Building Authorities (PBAs) to finance capital projects for the county and the discretely presented Monroe County School Department. During the 2008-09 year, Monroe County issued a loan agreement (Series E-7-A) to refund all outstanding PBA loan agreements and to provide funds for capital projects. The loan is repayable at an interest rate that is a tax-exempt variable rate determined by the remarketing agent daily or weekly, depending on the particular program. In addition, the county pays various other fees (trustee, letter of credit, administrative, and debt remarketing) in connection with this loan. The following table summarizes loan agreements outstanding at June 30, 2017, including interest rates and other loan fees:

Description	Original Amount of Loan Agreement	Outstanding Principal 6-30-17	Interest Type	Interest Rate as of 6-30-17	Other Fees on Variable Rate Debt
<u>Blount County Public Building Authority</u>					
Series E-7-A (Public Improvement and Refunding) (1)	\$ 31,965,000	\$ 27,995,000	Variable	.91%	1.03%
<u>Ft. Loudoun Electric Cooperative</u>					
Interest Free Loan	71,820	<u>37,078</u>	N/A	0	N/A
Total		<u>\$ 28,032,078</u>			

(1) A portion of this issue refunded other issues for which outstanding interest rate swap agreements exist (Series IV-A-4 and Series V-C-2). See Note IV.B., Derivative Instruments.

On June 15, 2017, Monroe County issued a General Obligation Bond Anticipation Note for construction of a Justice Center. It is anticipated that this note will be retired by June 15, 2019, with bond proceeds.

The annual requirements to amortize all general obligation bonds, notes, and other loans outstanding as of June 30, 2017, including interest payments and other loan fees, are presented in the following tables. Interest payments and other fees are estimated for the variable rate loan based on rates in effect at June 30, 2017.

Year Ending June 30	Bonds		
	Principal	Interest	Total
2018	\$ 742,968	\$ 1,022,770	\$ 1,765,738
2019	590,000	769,037	1,359,037
2020	590,000	757,238	1,347,238
2021	1,015,000	745,437	1,760,437
2022	1,005,000	720,638	1,725,638
2023-2027	5,770,000	3,189,112	8,959,112
2028-2032	5,905,000	2,387,750	8,292,750
2033-2037	7,755,000	1,351,550	9,106,550
2038	1,700,000	73,100	1,773,100
Total	<u>\$ 25,072,968</u>	<u>\$ 11,016,632</u>	<u>\$ 36,089,600</u>

Year Ending June 30	Notes		
	Principal	Interest	Total
2018	\$ 0	\$ 370,980	\$ 370,980
2019	30,915,000	370,980	31,285,980
Total	\$ 30,915,000	\$ 741,960	\$ 31,656,960

Year Ending June 30	Other Loans			
	Principal	Interest (1)	Other Fees	Total
2018	\$ 982,188	\$ 604,151	\$ 288,353	\$ 1,874,692
2019	1,467,188	571,190	278,310	2,316,688
2020	1,542,188	519,423	263,272	2,324,883
2021	1,092,188	464,853	247,461	1,804,502
2022	1,162,188	454,979	236,286	1,853,453
2023-2027	6,041,138	1,996,687	1,002,412	9,040,237
2028-2032	7,480,000	1,145,448	660,086	9,285,534
2033-2037	6,330,000	292,387	296,285	6,918,672
2038-2039	1,935,000	21,248	24,051	1,980,299
Total	\$ 28,032,078	\$ 6,070,366	\$ 3,296,516	\$ 37,398,960

(1) Includes net interest rate swap payments discussed in Note IV.B., Derivative Instruments.

There is \$11,104,615 available in the General Debt Service Fund to service long-term debt. Bonded debt per capita totaled \$563, based on the 2010 federal census. Total debt per capita, including bonds, notes, other loans, capital leases, and unamortized debt premiums, totaled \$1,917, based on the 2010 federal census.

The School Department is currently contributing funds to service some of the debt issued on its behalf by the primary government as noted in the table below. This debt is reflected in the government-wide financial statements as Due to the Primary Government in the financial statements of the School Department and as Due from Component Units in the financial statements of the primary government.

Description of Indebtedness	Outstanding 6-30-17
<u>Capital Leases</u>	
<u>Contributions from the General Purpose School Fund</u>	
Vehicles	\$ 89,185
Excavator and Skid Loader	58,083
Total	<u>\$ 147,268</u>

Changes in Long-term Obligations

Long-term obligations activity for the year ended June 30, 2017, was as follows:

Governmental Activities:

	Bonds	Accreted Interest on CAB Bonds	Notes	Other Loans
Balance, July 1, 2016	\$ 17,996,234	\$ 445,216	\$ 0	\$ 36,869,266
Additions	8,005,000	0	30,915,000	0
Reductions	(928,266)	(222,289)	0	(887,188)
Debt Refunded	0	0	0	(7,950,000)
Balance, June 30, 2017	<u>\$ 25,072,968</u>	<u>\$ 222,927</u>	<u>\$ 30,915,000</u>	<u>\$ 28,032,078</u>
Balance Due Within One Year	<u>\$ 742,968</u>	<u>\$ 222,927</u>	<u>\$ 0</u>	<u>\$ 982,188</u>
	Capital Leases	Landfill Postclosure Care Costs	Other Post- employment Benefits	Comp- ensated Absences
Balance, July 1, 2016	\$ 0	\$ 147,947	\$ 362,067	\$ 419,880
Additions	1,393,038	1,761	60,946	442,958
Reductions	(331,244)	(12,500)	(2,775)	(328,592)
Balance, June 30, 2017	<u>\$ 1,061,794</u>	<u>\$ 137,208</u>	<u>\$ 420,238</u>	<u>\$ 534,246</u>
Balance Due Within One Year	<u>\$ 334,806</u>	<u>\$ 12,500</u>	<u>\$ 0</u>	<u>\$ 267,123</u>

Analysis of Noncurrent Liabilities Presented on Exhibit A:

Total Noncurrent Liabilities, June 30, 2017	\$ 86,396,459
Add: Unamortized Premium on Debt	269,101
Less: Balance Due Within One Year	<u>(2,562,512)</u>
Noncurrent Liabilities - Due in More Than One Year - Exhibit A	<u>\$ 84,103,048</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 cost will be paid from the Solid Waste/Sanitation Fund.

Current Refunding

On September 14, 2016, Monroe County refunded other loans with a separate general obligation bond issue. The county issued \$8,005,000 of general obligation refunding bonds to provide resources to retire the other loans, and as a result, 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 14 years will be reduced by \$292,406, and an economic gain (difference between the present value of the debt service payments of the refunded other loans and refunding bonds) of \$261,607 was obtained.

Discretely Presented Monroe County School Department

Changes in Long-term Obligations

Long-term obligations activity for the discretely presented Monroe County School Department for the year ended June 30, 2017, was as follows:

Governmental Activities:

	Other Postemployment Benefits	Net Pension Liability (Asset) Teacher Legacy Plan
Balance, July 1, 2016	\$ 6,487,821	\$ 194,960
Additions	1,314,023	4,319,927
Reductions	(723,521)	(1,548,796)
Balance, June 30, 2017	<u>\$ 7,078,323</u>	<u>\$ 2,966,091</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, 2017	\$ 10,044,414
Less: Balance Due Within One Year	<u>0</u>
Noncurrent Liabilities - Due in More Than One Year - Exhibit A	<u>\$ 10,044,414</u>

Other postemployment benefits and net pension liabilities will be paid from the employing funds, primarily the General Purpose School and School Federal Projects funds.

H. On-Behalf Payments

Discretely Presented Monroe County School Department

The State of Tennessee pays health insurance premiums for retired teachers on-behalf of the Monroe County School Department. These payments are made by the state to the Local Education Group Insurance Plan and the Medicare Supplement Plan. Both of these plans are administered by the State of Tennessee and reported in the state's Comprehensive Annual Financial Report. Payments by the state to the Local Education Group Insurance Plan and the Medicare Supplement Plan for the year ended June 30, 2017, were \$138,932 and \$38,688, respectively. The School Department has recognized these on-behalf payments as revenues and expenditures in the General Purpose School Fund.

I. Industrial Development

Monroe County entered into a contract with the Tennessee Valley Authority (TVA) for industrial development property. Under this contract, Monroe County has been awarded a warranty deed for approximately 145 acres of land to be used for industrial purposes. As Monroe County sells this property, one-half of the sale proceeds are to be paid to TVA; however, Monroe County may reduce its obligation to TVA by the value of certain road and shoreline maintenance services and police services the county provides to TVA.

V. OTHER INFORMATION

A. Risk Management

The county and the discretely presented Monroe County School Department are exposed to various risks related to general liability, property, casualty, workers' compensation, health, and accident.

Monroe County has established the Employee Health Insurance Fund for risks associated with the county employees' health insurance plan. The Employee Health 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 \$75,000 for each employee. The county has obtained a stop/loss commercial insurance policy to cover claims beyond this liability.

All full-time employees of the primary government are eligible to participate in the health program. Retirees are not allowed to participate in the health program. A premium charge for the health program is allocated to each fund that accounts for full-time 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. That reserve was \$1,721,228 at June 30, 2017. Liabilities of this fund are reported when it is probable that a loss has occurred and the amount of the loss can be reasonably estimated. The Employee Health Insurance Fund establishes claims liabilities based on

estimates of the ultimate cost of claims that have been reported but not settled, and of claims that have been incurred but not reported. Claims liabilities include specific, incremental claims adjustment expenditures/expenses, if any. In addition, estimated recoveries, if any, on settled claims have been deducted from the liability for unpaid claims. The process used to compute claims liabilities does not necessarily result in an exact amount. Changes in the balance of claims liabilities during the past two fiscal years are as follows:

Employee Insurance - Health Fund

	Beginning of Fiscal Year Liability	Current-year Claims and Estimates	Payments - Net of Stop-Loss Recovery	Liability Balance at Fiscal Year-end
2015-2016	\$ 76,942	\$ 1,755,589	\$ (1,758,477)	\$ 74,054
2016-2017	74,054	1,828,644	(1,769,093)	133,605

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

The county and the School Department decided it was more economically feasible to join a public entity risk pool as opposed to purchasing commercial insurance for general liability, property, casualty, and workers’ compensation coverage. The county and the School Department joined the Tennessee Risk Management Trust (TN-RMT), which is a public entity risk pool created under the auspices of the Tennessee Governmental Tort Liability Act to provide governmental insurance coverage. The county and the School Department pay annual premiums to the TN-RMT for its general liability, property, casualty, and workers’ compensation insurance coverage. The creation of TN-RMT provides for it to be self-sustaining through member premiums.

B. Accounting Changes

Provisions of Governmental Accounting Standards Board (GASB) Statement No. 74, *Financial Reporting for Postemployment Benefit Plans Other Than Pension Plans*; Statement No. 77, *Tax Abatement Disclosures*; Statement No. 78, *Pensions Provided through Certain Multiple-Employer Defined Benefit Pension Plans*; Statement No. 80, *Blending Requirements for Certain Component Units*; and Statement No. 82, *Pension Issues an amendment of*

GASB Statements No. 67, No. 68, and No. 73, became effective for the year ended June 30, 2017.

GASB Statement No. 74, establishes accounting and reporting requirements for postemployment benefits other than pensions (other postemployment benefits or OPEB), which are included in the general purpose external financial reports of state and local governmental OPEB plans. This statement replaces GASB Statements No. 43 and No. 57. It also includes requirements for defined contribution OPEB plans that replace the requirements in Statements No. 25, No. 43, and No. 50. The scope of this statement includes OPEB plans, both defined benefit and defined contribution, administered through trusts meeting the necessary criteria as well as reporting assets accumulated through OPEB plans that are not administered through trusts that meet the specified criteria.

GASB Statement No. 77, establishes reporting requirements for tax abatements. This standard requires the disclosure of information about the nature and magnitude of tax abatement agreements entered into by state and local governments that reduce the government's tax revenues.

GASB Statement No. 78, amends Statement No. 68 to exclude certain pensions provided to employees of state or local governments through a cost-sharing multiple-employer pension plans that are not state or local plans and meet specific other criteria. This statement establishes recognition, measurement, and reporting criteria for these plans.

GASB Statement No. 80, amends the blending requirements of paragraph 53 of Statement No. 14. This standard adds additional blending criterion, which requires blending of a component unit incorporated as a not-for-profit corporation in which the primary government is the sole corporate member.

GASB Statement No. 82 amends Statements No. 67, No. 68, and No. 73. This standard establishes covered payroll as the payroll on which contributions to a pension plan are based in the Required Supplementary Information. In addition, this standard clarifies that employer paid member contributions should be considered plan member contributions for purposes of applying Statement No. 67, and employee contributions for the purposes of applying Statement No. 68. This standard further states that an employer's expense and expenditures for employer paid member contributions should be recognized in the period for which the contribution is assessed and classified in the same manner that the employer classifies similar compensation other than pensions (for example, as salaries and wages or as fringe benefits).

C. Contingent Liabilities

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

Monroe County issued a State of Tennessee revolving loan agreement for the benefit of the Tellico Area Service System (TASS) joint venture. The loan is being retired from revenues of TASS and is not reflected on the financial statements of the county. Monroe County would become liable for the loan agreement in the event of default by TASS. As of June 30, 2017, future principal and interest requirements for which the county is contingently liable were \$2,851,963 and \$292,119, respectively, for the State of Tennessee revolving loan.

D. Landfill Postclosure Care Costs

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

State and federal laws and regulations require the county to place a final cover on its 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. Monroe County closed its sanitary landfill in 1999. The \$137,208 reported as postclosure care liability at June 30, 2017, represents amounts based on what it would cost to perform all postclosure care in 2017. Actual costs may be higher due to inflation, changes in technology, or changes in regulations.

E. Joint Ventures

The Tellico Area Services System (TASS), a regional water, sewer, and solid waste system, is jointly owned by Monroe and Loudon counties. TASS comprises the County Boards of Public Utilities of each of the counties. Monroe County has control over budgeting and financing the joint venture only to the extent of representation by its County Board of Public Utility. As noted above, Monroe County is contingently liable for debt issued by the county on behalf of this joint venture.

The Tenth Judicial District Drug Task Force (DTF) is a joint venture formed by an interlocal agreement between the district attorney general of the Tenth Judicial District; Monroe, Bradley, McMinn, and Polk 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. Monroe County made no contributions to the DTF for the year ended June 30, 2017.

Monroe County does not have an equity interest in the above-noted joint ventures. Complete financial statements for TASS and the DTF can be obtained from their administrative offices at the following addresses:

Administrative Offices:

Tellico Area Services System
P.O. Box 277
Vonore, Tennessee 37885-0277

District Attorney General
Tenth Judicial District
P.O. Box 647
Athens, Tennessee 37371-0647

F. Jointly Governed Organizations

Monroe County, in conjunction with Bradley, McMinn, and Polk counties, participates in the Southeast Tennessee Community Corrections Program, which provides alternative sentencing for selected nonviolent offenders. The program's 20-member board comprises the county mayors and the sheriffs of each of the four counties, the district attorney, and one member from a nonprofit organization. The remaining ten members are appointed by the board from the private sector. The program is funded by the Tennessee Department of Correction, and the county does not retain any ongoing financial interest or responsibility for the program.

Blount County, Loudon County, Monroe County, and various city school systems jointly govern the Little Tennessee Valley Educational Cooperative. The cooperative was established pursuant to an agreement between the participating governments and is governed by a board of control consisting of the director of schools of each participating government, one representative appointed by the county commission or city council of each participating government, and one member appointed by the Board of Education of each participating government. The cooperative was organized in order to combine resources to provide services for special education programs such as the Birth-to-Three program for handicapped children, a child development program for language and behaviorally delayed older students, and an occupational and physical therapy program, as well as psychological services. The cooperative provides educational services on a contractual basis to the various school systems. The systems may, but are not required to contract for these services.

G. Retirement Commitments

1. Tennessee Consolidated Retirement System (TCRS)

Primary Government

General Information About the Pension Plan

Plan Description. Employees of Monroe County and non-certified employees of the discretely presented Monroe 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 comprised 67.33 percent, the non-certified employees of the discretely presented School Department comprised 32.67 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 vest 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. 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, 2016, the following employees were covered by the benefit terms:

Inactive Employees or Beneficiaries Currently Receiving Benefits	238
Inactive Employees Entitled to But Not Yet Receiving Benefits	350
Active Employees	454
Total	1,042

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 salary. Monroe 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, 2017, the employer contribution for Monroe County was \$658,612 based on a rate of 4.5 percent of covered payroll. By law, employer contributions are required to be paid. The TCRS may intercept Monroe County’s state shared taxes if required employer contributions are not remitted. The employer’s actuarially determined contributions (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)

Monroe County’s net pension liability (asset) was measured as of June 30, 2016, 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, 2016, 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, 2016, 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 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 Monroe 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, 2015	\$ 36,684,641	\$ 38,045,241	\$ (1,360,600)
Changes for the year:			
Service Cost	\$ 1,202,322	\$ 0	\$ 1,202,322
Interest	2,781,134	0	2,781,134
Differences Between Expected and Actual Experience	(488,694)	0	(488,694)
Contributions-Employer	0	911,140	(911,140)
Contributions-Employees	0	698,994	(698,994)
Net Investment Income	0	1,008,740	(1,008,740)
Benefit Payments, Including Refunds of Employee Contributions	(1,610,341)	(1,610,341)	0
Administrative Expense	0	(33,832)	33,832
Other Changes	0	0	0
Net Changes	\$ 1,884,421	\$ 974,701	\$ 909,720
Balance, June 30, 2016	\$ 38,569,062	\$ 39,019,942	\$ (450,880)

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

		Total Pension Liability	Plan Fiduciary Net Position	Net Pension Liability (Asset)
Primary Government	67.33%	\$ 25,968,549	\$ 26,272,127	\$ (303,578)
School Department	32.67%	12,600,513	12,747,815	(147,302)
Total		\$ 38,569,062	\$ 39,019,942	\$ (450,880)

Sensitivity of the Net Pension Liability (Asset) to Changes in the Discount Rate. The following presents the net pension liability (asset) of Monroe 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:

Monroe County	1% Decrease 6.5%	Current Discount Rate 7.5%	1% Increase 8.5%
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Net Pension Liability \$ 4,632,693 \$ (450,880) \$ (4,648,028)

Pension Expense (Income) and Deferred Outflows of Resources and Deferred Inflows of Resources to Pensions

Pension Expense. For the year ended June 30, 2017, Monroe County recognized pension expense of \$383,784.

Deferred Outflows of Resources and Deferred Inflows of Resources. For the year ended June 30, 2017, Monroe 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
Difference Between Expected and Actual Experience	\$ 268,318	\$ 984,431
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	1,311,791	0
Contributions Subsequent to the Measurement Date of June 30, 2016 (1)	658,612	N/A
Total	\$ 2,238,721	\$ 984,431

- (1) The amount shown above for “Contributions Subsequent to the Measurement Date of June 30, 2016,” 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	\$ 1,510,291	\$ 662,817
School Department	<u>728,430</u>	<u>321,614</u>
Total	<u>\$ 2,238,721</u>	<u>\$ 984,431</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 <u>June 30</u>	<u>Amount</u>
2018	\$ (82,393)
2019	(82,393)
2020	487,606
2021	354,305
2022	(81,449)
Thereafter	0

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

Discretely Presented Monroe County School Department

Non-certified Employees

General Information About the Pension Plan

Plan Description. As noted above under the primary government, employees of Monroe County and non-certified employees of the discretely presented Monroe 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 67.33 percent and the non-certified employees of the discretely presented School Department comprise 32.67 percent of the plan based on contribution data.

Certified Employees

Teacher Retirement Plan

General Information About the Pension Plan

Plan Description. Teachers of the Monroe 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 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. 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, 2017, to the Teacher Retirement Plan were \$83,219, 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, 2017, the Monroe County School Department reported an asset of \$33,674 for its proportionate share of the net pension asset. The net pension asset was measured as of June 30, 2016, and the total pension liability used to calculate the net pension asset was determined by an actuarial valuation as of that date. The Monroe County School Department's proportion of the net pension asset was based on the Monroe 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, 2016, the Monroe County School Department's proportion was .323468 percent. The revised proportion measured at June 30, 2015, was .321270 percent.

Pension Expense. For the year ended June 30, 2017, the Monroe County School Department recognized pension expense of \$28,187.

Deferred Outflows of Resources and Deferred Inflows of Resources. For the year ended June 30, 2017, the Monroe County School Department reported deferred outflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference Between Expected and Actual Experience	\$ 3,263	\$ 3,883
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	5,513	0
Changes in Proportion of Net Pension Liability (Asset)	0	62
LEA's Contributions Subsequent to the Measurement Date of June 30, 2016	<u>83,219</u>	<u>0</u>
Total	<u>\$ 91,995</u>	<u>\$ 3,945</u>

The Monroe County School Department's employer contributions of \$83,219, 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, 2018. 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
2018	\$ 1,358
2019	1,358
2020	1,358
2021	1,095
2022	(86)
Thereafter	(250)

Actuarial Assumptions. The total pension liability in the June 30, 2016, 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, 2016, 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 Real Estate	4.61	8
	0.98	29
	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 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 Monroe 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 Monroe 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	\$ 15,901	\$ (33,674)	\$ (70,201)

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 Monroe 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 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. 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 Legacy Pension Plan, benefit terms and conditions, including COLAs 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 are required to contribute five percent of their salaries. 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 Monroe County School Department for the year ended June 30, 2017, to the Teacher Legacy Pension Plan were \$1,529,362, 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 Liability (Assets). At June 30, 2017, the Monroe County School Department reported a liability of \$2,966,091 for its proportionate share of the net pension liability (asset). The net pension liability (asset) was measured as of June 30, 2016, and the total pension liability used to calculate the net pension liability (asset) was determined by an actuarial valuation as of that date. The Monroe County School Department's proportion of the net pension liability (asset) was based on the Monroe 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, 2016, the Monroe County School Department's proportion was .474617 percent. The proportion measured at June 30, 2015, was .475940 percent.

Pension Expense. For the year ended June 30, 2017, the Monroe County School Department recognized pension expense of \$327,073.

Deferred Outflows of Resources and Deferred Inflows of Resources. For the year ended June 30, 2017, the Monroe 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
Difference Between Expected and Actual Experience	\$ 124,824	\$ 3,590,953
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	3,311,680	0
Changes in Proportion and Differences Between LEA's Contributions and Proportionate Share of Contributions	0	656,023
Changes in Proportion of Net Pension Liability (Asset)	564,101	0
LEA's Contributions Subsequent to the Measurement Date of June 30, 2016	<u>1,529,362</u>	<u>N/A</u>
Total	<u>\$ 5,529,967</u>	<u>\$ 4,246,976</u>

The Monroe County School Department's employer contributions of \$1,529,362 reported as pension related deferred outflows of resources subsequent to the measurement date, will be recognized as an increase in net pension asset in the year ending June 30, 2018. 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
2018	\$ (577,483)
2019	(577,483)
2020	1,011,128
2021	133,478
2022	(236,012)
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, 2016, 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 adjustments 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 Real Estate	4.61	8
Short-term Securities	0.98	29
	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 Monroe 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 Monroe 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 \$ 16,287,314 \$ 2,966,091 \$ (8,068,610)

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

Payable to the Pension Plan

At June 30, 2017, the Monroe County School Department reported a payable of \$230,520 for the outstanding amount of contributions to the pension plan required at the year ended June 30, 2017.

2. Deferred Compensation

Teachers hired after July 1, 2014, by the discretely presented Monroe County School Department are required to participate in a hybrid pension plan (Teacher Retirement Plan) administered by the Tennessee Consolidated Retirement System. The Teacher Retirement 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 Monroe 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 Monroe County School Department contributed \$104,024 to the 401(k) portion of the pension plan on-behalf of the plan participants.

H. Other Postemployment Benefits (OPEB)

Postemployment Healthcare Plan

Plan Description

Monroe County and the Monroe County School Department participate in the state-administered Medicare Supplement Plan. In addition, the School Department participates in the state-administered Local Education Group Insurance Plan for healthcare benefits. For accounting purposes, the plans are agent multiple-employer defined benefit OPEB plans. Benefits are established and amended by an insurance committee created by Section 8-27-302, *Tennessee Code Annotated (TCA)*, for local education employees and Section 8-

27-701, TCA, for the Medicare Supplement. Prior to reaching the age of 65, all members have the option of choosing between the standard or partnership preferred provider organization (PPO) plan for health care benefits. Subsequent to age 65, members who are also in the state's retirement system may participate in a state-administered Medicare Supplement Plan that does not include pharmacy. The plans are reported in the State of Tennessee Comprehensive Annual Financial Report (CAFR). The CAFR is available on the state's website at <https://www.tn.gov/finance/fa/fa-accounting-financial/fa-accfin-cafr.html>.

Funding Policy

The premium requirements of plan members are established and may be amended by the insurance committee. The plans are self-insured and financed on a pay-as-you-go basis with the risk shared equally among the participants. Claims liabilities of the plan are periodically computed using actuarial and statistical techniques to establish premium rates. The employers in each plan develop a contribution policy in terms of subsidizing active employees or retired employees' premiums since the committee is not prescriptive on that issue. The state does not provide a subsidy for local government participants; however, the state does provide a partial subsidy to Local Education Agency pre-65 teachers and a full subsidy based on years of service for post-65 teachers in the Medicare Supplement Plan. The required contribution rate for teachers ranges from zero to 45 percent based on the years of service. During the year ended June 30, 2017, the discretely presented Monroe County School Department contributed \$723,521 for postemployment benefits, and the primary government contributed \$2,775.

Annual OPEB Cost and Net OPEB Obligation

	<u>Medicare Supplement Plans</u>		Local
	<u>Primary Government</u>	<u>School Department</u>	<u>Education Group Plan</u>
ARC	\$ 61,000	\$ 129,000	\$ 1,186,000
Interest on the NOPEBO	13,578	33,084	210,209
Adjustment to the ARC	(13,632)	(33,217)	(211,053)
Annual OPEB cost	\$ 60,946	\$ 128,867	\$ 1,185,156
Amount of contribution	(2,775)	(10,350)	(713,171)
Increase/decrease in NOPEBO	\$ 58,171	\$ 118,517	\$ 471,985
Net OPEB obligation, 7-1-16	362,067	882,243	5,605,578
Net OPEB obligation, 6-30-17	\$ 420,238	\$ 1,000,760	\$ 6,077,563

Fiscal Year Ended	Plans	Annual OPEB Cost	Percentage of Annual OPEB Cost Contributed	Net OPEB Obligation at Fiscal Year-end
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Primary Government

6-30-15	Medicare Supplement	\$ 26,290	8 %	\$ 305,251
6-30-16	"	58,954	4	362,067
6-30-17	"	60,946	5	420,238

School Department

6-30-15	Medicare Supplement	112,683	8	766,722
6-30-16	"	124,885	7	882,243
6-30-17	"	128,867	8	1,000,760
6-30-15	Local Education Group	1,114,716	54	5,087,060
6-30-16	"	1,146,234	55	5,605,578
6-30-17	"	1,185,156	60	6,077,563

Funded Status and Funding Progress

The Funded status of the plan as of July 1, 2015, was as follows:

	<u>Medicare Supplement Plans</u>		Local
	Primary Government	School Department	Education Group Plan
Actuarial valuation date	7-1-15	7-1-15	7-1-15
Actuarial accrued liability (AAL)	\$ 577,000	\$ 1,732,000	\$ 10,315,000
Actuarial value of plan assets	\$ 0	\$ 0	\$ 0
Unfunded actuarial accrued liability (UAAL)	\$ 577,000	\$ 1,732,000	\$ 10,315,000
Actuarial value of assets as a % of the AAL	0%	0%	0%
Covered payroll (active plan members)	N/A	N/A	\$ 24,719,269
UAAL as a % of covered payroll	N/A	N/A	42%

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 Local Government Plan and the Local Education 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 in fiscal year 2017, and then be reduced by decrements to an ultimate rate of 4.645 percent by fiscal year 2050. Both rates include 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 35-year period beginning with July 1, 2007. Payroll is assumed to grow at a rate of three percent.

I. Office of Central Accounting, Budgeting, and Purchasing

Monroe County operates under provisions of the County Financial Management System of 1981. This act provides for a central system of accounting, budgeting, and purchasing for all county departments. The act also provides for the creation of a Finance Department operated under the direction of the finance director.

J. Purchasing Laws

The County Financial Management System of 1981 provides for the finance director or a deputy appointed by her to serve as the county purchasing agent. The finance director serves as the purchasing agent for Monroe County. All purchase orders are issued by the Finance Department. The Financial Management Committee established a policy that purchases exceeding \$10,000 for the County Mayor's Office and the Monroe County School Department are to be made on a competitive bid basis. Purchasing procedures for the Highway Department are also governed by provisions of the Uniform Road Law, Section 54-7-113, *Tennessee Code Annotated*. Competitive bids are also required on highway purchases exceeding \$10,000.

K. Subsequent Events

On July 28, 2017, Monroe County issued \$9,850,000 in general obligation refunding bonds.

On August 10, 2017, Monroe County issued a capital lease totaling \$47,404 for ambulance service equipment.

On September 13, 2017, Monroe County issued a capital lease totaling \$324,269 for two dump trucks for the Highway Department.

On December 19, 2017, Monroe County issued a capital lease totaling \$254,548 for two ambulances.

**REQUIRED SUPPLEMENTARY
INFORMATION**

Exhibit F-1

Monroe 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	2016
Total Pension Liability			
Service Cost	\$ 1,107,534	\$ 1,114,133	\$ 1,202,322
Interest	2,495,328	2,580,285	2,781,134
Differences Between Actual and Expected Experience	(1,154,371)	402,476	(488,694)
Benefit Payments, Including Refunds of Employee Contributions	(1,240,797)	(1,403,849)	(1,610,341)
Net Change in Total Pension Liability	\$ 1,207,694	\$ 2,693,045	\$ 1,884,421
Total Pension Liability, Beginning	32,783,902	33,991,596	36,684,641
Total Pension Liability, Ending (a)	\$ 33,991,596	\$ 36,684,641	\$ 38,569,062
Plan Fiduciary Net Position			
Contributions - Employer	\$ 867,537	\$ 884,358	\$ 911,140
Contributions - Employee	657,563	678,593	698,994
Net Investment Income	5,207,555	1,134,720	1,008,740
Benefit Payments, Including Refunds of Employee Contributions	(1,240,797)	(1,403,849)	(1,610,341)
Administrative Expense	(18,010)	(23,396)	(33,832)
Net Change in Plan Fiduciary Net Position	\$ 5,473,848	\$ 1,270,426	\$ 974,701
Plan Fiduciary Net Position, Beginning	31,300,967	36,774,815	38,045,241
Plan Fiduciary Net Position, Ending (b)	\$ 36,774,815	\$ 38,045,241	\$ 39,019,942
Net Pension Liability (Asset), Ending (a - b)	\$ (2,783,219)	\$ (1,360,600)	\$ (450,880)
Plan Fiduciary Net Position as a Percentage of Total Pension Liability	108.19%	103.71%	101.17%
Covered Payroll	\$ 13,065,224	\$ 13,565,312	\$ 13,997,097
Net Pension Liability (Asset) as a Percentage of Covered Payroll	(21.3%)	(10.03%)	(3.22%)

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

Monroe 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

	2014	2015	2016	2017
Actuarially Determined Contribution	\$ 867,537	\$ 884,358	\$ 911,140	\$ 658,612
Less Contributions in Relation to the Actuarially Determined Contribution	(867,537)	(884,358)	(911,140)	(658,612)
Contribution Deficiency (Excess)	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
Covered Payroll	\$ 13,065,224	\$ 13,565,312	\$ 13,997,097	\$ 14,633,227
Contributions as a Percentage of Covered Payroll	6.64%	6.52%	6.51%	4.50%

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

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

	<u>2015</u>	<u>2016</u>	<u>2017</u>
Contractually Required Contribution	\$ 27,263	\$ 56,931	\$ 83,219
Less Contributions in Relation to the Contractually Required Contribution	<u>(27,263)</u>	<u>(56,931)</u>	<u>(83,219)</u>
Contribution Deficiency (Excess)	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
Covered Payroll	\$ 681,586	\$ 1,423,268	\$ 2,080,484
Contributions as a Percentage of Covered Payroll	4.00%	4.00%	4.00%

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

Exhibit F-4

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

	2014	2015	2016	2017
Contractually Required Contribution	\$ 1,429,001	\$ 1,610,641	\$ 1,548,796	\$ 1,529,362
Less Contributions in Relation to the Contractually Required Contribution	(1,429,001)	(1,610,641)	(1,548,796)	(1,529,362)
Contribution Deficiency (Excess)	\$ 0	\$ 0	\$ 0	\$ 0
Covered Payroll	\$ 16,092,355	\$ 17,816,806	\$ 17,132,694	\$ 16,923,789
Contributions as a Percentage of Covered Payroll	8.88%	9.04%	9.04%	9.04%

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

Exhibit F-5

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

	<u>2016</u>	<u>2017</u>
School Department's Proportion of the Net Pension Liability/Asset	0.321270%	0.323468%
School Department's Proportionate Share of the Net Pension Liability (Asset)	\$ (13,197)	\$ (33,674)
Covered Payroll	\$ 681,586	\$ 1,423,268
School Department's Proportionate Share of the Net Pension Liability (Asset) as a Percentage of its Covered Payroll	(1.94%)	(2.37%)
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	127.46%	121.88%

* 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

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

	<u>2015</u>	<u>2016</u>	<u>2017</u>
School Department's Proportion of the Net Pension Liability/Asset	0.409997%	0.475940%	0.474617%
School Department's Proportionate Share of the Net Pension Liability (Asset)	\$ (66,623)	\$ 194,961	\$ 2,966,091
Covered Payroll	\$ 16,092,355	\$ 17,816,806	\$ 17,132,694
School Department's Proportionate Share of the Net Pension Liability (Asset) as a Percentage of its Covered Payroll	(41.40%)	1.09%	17.31%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	100.08%	99.81%	97.14%

* 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

Monroe County, Tennessee
Schedule of Funding Progress – Other Postemployment Benefits Plans
Primary Government and Discretely Presented Monroe County School Department
June 30, 2017

(Dollar amounts in thousands)

Plans	Actuarial Valuation Date	Actuarial Value of Plan Assets (a)	Actuarial Accrued Liability (AAL) Projected Unit Credit (b)	Unfunded AAL (UAAL) (b)-(a)	Funded Ratio (a/b)	Covered Payroll (c)	UAAL as a Percentage of Covered Payroll ((b-a)/c)
<u>PRIMARY GOVERNMENT</u>							
Medicare Supplement	7-1-11	\$ 0	\$ 595	\$ 595	0 %	\$ N/A	N/A %
"	7-1-13	0	215	215	0	N/A	N/A
"	7-1-15	0	577	577	0	N/A	N/A
<u>DISCRETELY PRESENTED MONROE COUNTY SCHOOL DEPARTMENT</u>							
Local Education Group	7-1-11	0	9,321	9,321	0	23,889	39
"	7-1-13	0	9,543	9,543	0	24,870	38
"	7-1-15	0	10,315	10,315	0	24,719	42
Medicare Supplement	7-1-11	0	1,690	1,690	0	N/A	N/A
"	7-1-13	0	1,569	1,569	0	N/A	N/A
"	7-1-15	0	1,732	1,732	0	N/A	N/A

MONROE COUNTY, TENNESSEE
NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION
For the Year Ended June 30, 2017

TENNESSEE CONSOLIDATED RETIREMENT SYSTEM

Valuation Date: Actuarially determined contribution rates for 2017 were calculated based on the July 1, 2015, 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	Varies by Year
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 involving 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.

Capital Projects Fund

Capital Projects Funds are used to account for and report financial resources that are restricted, committed, or assigned to expenditure for capital outlays, including the acquisition or construction of capital facilities and other capital assets.

General Capital Projects Fund – The General Capital Projects Fund is used to account for expenditures associated with the construction of a new Justice Center.

Exhibit G-1

Monroe County, Tennessee
Combining Balance Sheet
Nonmajor Governmental Funds
June 30, 2017

	Special Revenue Funds				Capital	Total Nonmajor Governmental Funds
	Solid Waste / Sanitation	Drug Control	Constitu - tional Officers - Fees	Total	General Capital Projects	
<u>ASSETS</u>						
Cash	\$ 210	\$ 0	\$ 1,742	\$ 1,952	\$ 0	\$ 1,952
Equity in Pooled Cash and Investments	1,185,210	144,399	0	1,329,609	4,712,938	6,042,547
Accounts Receivable	4,222	0	12	4,234	0	4,234
Due from Other Governments	11,763	0	0	11,763	0	11,763
Property Taxes Receivable	1,093,044	0	0	1,093,044	0	1,093,044
Allowance for Uncollectible Property Taxes	(43,350)	0	0	(43,350)	0	(43,350)
Total Assets	<u>\$ 2,251,099</u>	<u>\$ 144,399</u>	<u>\$ 1,754</u>	<u>\$ 2,397,252</u>	<u>\$ 4,712,938</u>	<u>\$ 7,110,190</u>
<u>LIABILITIES</u>						
Accounts Payable	\$ 44,089	\$ 1,000	\$ 0	\$ 45,089	\$ 0	\$ 45,089
Accrued Payroll	4,529	0	0	4,529	0	4,529
Payroll Deductions Payable	3,506	790	0	4,296	0	4,296
Due to Other Funds	1,169	468	1,754	3,391	0	3,391
Total Liabilities	<u>\$ 53,293</u>	<u>\$ 2,258</u>	<u>\$ 1,754</u>	<u>\$ 57,305</u>	<u>\$ 0</u>	<u>\$ 57,305</u>
<u>DEFERRED INFLOWS OF RESOURCES</u>						
Deferred Current Property Taxes	\$ 1,014,280	\$ 0	\$ 0	\$ 1,014,280	\$ 0	\$ 1,014,280
Deferred Delinquent Property Taxes	32,743	0	0	32,743	0	32,743
Total Deferred Inflows of Resources	<u>\$ 1,047,023</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 1,047,023</u>	<u>\$ 0</u>	<u>\$ 1,047,023</u>

(Continued)

Exhibit G-1

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

	Special Revenue Funds			Capital Projects Fund	Total Nonmajor Governmental Funds
	Solid Waste / Sanitation	Drug Control	Constitu - tional Officers - Fees	General Capital Projects	
			Total		
<u>FUND BALANCES</u>					
Restricted:					
Restricted for Public Safety	\$ 0	\$ 142,141	\$ 0	\$ 0	\$ 142,141
Restricted for Public Health and Welfare	1,143,237	0	0	0	1,143,237
Restricted for Capital Projects	0	0	0	4,712,938	4,712,938
Assigned:					
Assigned for Public Health and Welfare	7,546	0	0	0	7,546
Total Fund Balances	<u>\$ 1,150,783</u>	<u>\$ 142,141</u>	<u>\$ 0</u>	<u>\$ 4,712,938</u>	<u>\$ 6,005,862</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 2,251,099</u>	<u>\$ 144,399</u>	<u>\$ 1,754</u>	<u>\$ 4,712,938</u>	<u>\$ 7,110,190</u>

Exhibit G-2

Monroe County, Tennessee
Combining Statement of Revenues, Expenditures,
and Changes in Fund Balances
Nonmajor Governmental Funds
For the Year Ended June 30, 2017

	Special Revenue Funds				Capital Projects Funds
	Solid Waste / Sanitation	Drug Control	Constitu - tional - Officers - Fees	Total	General Capital Projects
<u>Revenues</u>					
Local Taxes	\$ 1,004,053	\$ 0	\$ 0	\$ 1,004,053	\$ 0
Fines, Forfeitures, and Penalties	0	119,639	0	119,639	0
Charges for Current Services	23,894	0	7,366	31,260	0
Other Local Revenues	31,038	0	0	31,038	0
State of Tennessee	75,974	0	0	75,974	0
Total Revenues	<u>\$ 1,134,959</u>	<u>\$ 119,639</u>	<u>\$ 7,366</u>	<u>\$ 1,261,964</u>	<u>\$ 0</u>
<u>Expenditures</u>					
Current:					
Finance	\$ 0	\$ 0	\$ 6,166	\$ 6,166	\$ 0
Administration of Justice	0	0	1,200	1,200	0
Public Safety	0	165,513	0	165,513	0
Public Health and Welfare	1,255,495	0	0	1,255,495	0
Highways	131,435	0	0	131,435	0
Debt Service:					
Other Debt Service	0	0	0	0	31,250
Capital Projects	0	0	0	0	956,358
Capital Projects - Donated	0	0	0	0	0
Total Expenditures	<u>\$ 1,386,930</u>	<u>\$ 165,513</u>	<u>\$ 7,366</u>	<u>\$ 1,559,809</u>	<u>\$ 987,608</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ (251,971)</u>	<u>\$ (45,874)</u>	<u>\$ 0</u>	<u>\$ (297,845)</u>	<u>\$ (987,608)</u>

(Continued)

Exhibit G-2

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

	Special Revenue Funds				Capital Projects Funds
	Solid Waste / Sanitation	Drug Control	Constitu - tional Officers - Fees	Total	General Capital Projects
<u>Other Financing Sources (Uses)</u>					
Capital Leases Issued	\$ 142,707	\$ 0	\$ 0	\$ 142,707	\$ 0
Transfers In	19,660	0	0	19,660	0
Total Other Financing Sources (Uses)	<u>\$ 162,367</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 162,367</u>	<u>\$ 0</u>
Net Change in Fund Balances	\$ (89,604)	\$ (45,874)	\$ 0	\$ (135,478)	\$ (987,608)
Fund Balance, July 1, 2016	<u>1,240,387</u>	<u>188,015</u>	<u>0</u>	<u>1,428,402</u>	<u>5,700,546</u>
Fund Balance, June 30, 2017	<u>\$ 1,150,783</u>	<u>\$ 142,141</u>	<u>\$ 0</u>	<u>\$ 1,292,924</u>	<u>\$ 4,712,938</u>

(Continued)

Exhibit G-2

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

	<u>Capital Projects Funds (Cont.)</u>		Total Nonmajor Governmental Funds
	Education Capital Projects	Total	
<u>Revenues</u>			
Local Taxes	\$ 0	\$ 0	\$ 1,004,053
Fines, Forfeitures, and Penalties	0	0	119,639
Charges for Current Services	0	0	31,260
Other Local Revenues	0	0	31,038
State of Tennessee	0	0	75,974
Total Revenues	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 1,261,964</u>
<u>Expenditures</u>			
Current:			
Finance	\$ 0	\$ 0	\$ 6,166
Administration of Justice	0	0	1,200
Public Safety	0	0	165,513
Public Health and Welfare	0	0	1,255,495
Highways	0	0	131,435
Debt Service:			
Other Debt Service	0	31,250	31,250
Capital Projects	0	956,358	956,358
Capital Projects - Donated	179,034	179,034	179,034
Total Expenditures	<u>\$ 179,034</u>	<u>\$ 1,166,642</u>	<u>\$ 2,726,451</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ (179,034)</u>	<u>\$ (1,166,642)</u>	<u>\$ (1,464,487)</u>

(Continued)

Exhibit G-2

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

	<u>Capital Projects Funds (Cont.)</u>		Total
	Education Capital Projects	Total	Nonmajor Governmental Funds
<u>Other Financing Sources (Uses)</u>			
Capital Leases Issued	\$ 179,034	\$ 179,034	\$ 321,741
Transfers In	0	0	19,660
Total Other Financing Sources (Uses)	<u>\$ 179,034</u>	<u>\$ 179,034</u>	<u>\$ 341,401</u>
Net Change in Fund Balances	\$ 0	\$ (987,608)	\$ (1,123,086)
Fund Balance, July 1, 2016	0	5,700,546	7,128,948
Fund Balance, June 30, 2017	<u>\$ 0</u>	<u>\$ 4,712,938</u>	<u>\$ 6,005,862</u>

Exhibit G-3

Monroe 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, 2017

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2016	Add: Encumbrances 6/30/2017	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
<u>Revenues</u>							
Local Taxes	\$ 1,004,053	\$ 0	\$ 0	\$ 1,004,053	\$ 1,129,258	\$ 1,129,258	\$ (125,205)
Charges for Current Services	23,894	0	0	23,894	20,800	20,800	3,094
Other Local Revenues	31,038	0	0	31,038	18,805	18,805	12,233
State of Tennessee	75,974	0	0	75,974	65,000	65,000	10,974
Total Revenues	\$ 1,134,959	\$ 0	\$ 0	\$ 1,134,959	\$ 1,233,863	\$ 1,233,863	\$ (98,904)
<u>Expenditures</u>							
<u>Public Health and Welfare</u>							
Sanitation Education/Information	\$ 549,881	\$ 0	\$ 1,201	\$ 551,082	\$ 669,021	\$ 675,084	\$ 124,002
Convenience Centers	693,114	(3,586)	6,345	695,873	743,042	879,328	183,455
Postclosure Care Costs	12,500	0	0	12,500	25,000	25,000	12,500
<u>Highways</u>							
Litter and Trash Collection	131,435	0	0	131,435	141,219	141,577	10,142
Total Expenditures	\$ 1,386,930	\$ (3,586)	\$ 7,546	\$ 1,390,890	\$ 1,578,282	\$ 1,720,989	\$ 330,099
Excess (Deficiency) of Revenues Over Expenditures	\$ (251,971)	\$ 3,586	\$ (7,546)	\$ (255,931)	\$ (344,419)	\$ (487,126)	\$ 231,195
<u>Other Financing Sources (Uses)</u>							
Capital Leases Issued	\$ 142,707	\$ 0	\$ 0	\$ 142,707	\$ 0	\$ 142,707	\$ 0
Transfers In	19,660	0	0	19,660	27,000	27,000	(7,340)
Total Other Financing Sources	\$ 162,367	\$ 0	\$ 0	\$ 162,367	\$ 27,000	\$ 169,707	\$ (7,340)
Net Change in Fund Balance	\$ (89,604)	\$ 3,586	\$ (7,546)	\$ (93,564)	\$ (317,419)	\$ (317,419)	\$ 223,855
Fund Balance, July 1, 2016	1,240,387	(3,586)	0	1,236,801	847,959	847,959	388,842
Fund Balance, June 30, 2017	\$ 1,150,783	\$ 0	\$ (7,546)	\$ 1,143,237	\$ 530,540	\$ 530,540	\$ 612,697

Exhibit G-4

Monroe County, Tennessee
Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Actual and Budget
Drug Control Fund
For the Year Ended June 30, 2017

	Actual	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
		Original	Final	
<u>Revenues</u>				
Fines, Forfeitures, and Penalties	\$ 119,639	\$ 188,240	\$ 188,240	\$ (68,601)
Other Local Revenues	0	12,000	12,000	(12,000)
Total Revenues	<u>\$ 119,639</u>	<u>\$ 200,240</u>	<u>\$ 200,240</u>	<u>\$ (80,601)</u>
<u>Expenditures</u>				
<u>Public Safety</u>				
Drug Enforcement	\$ 165,513	\$ 200,242	\$ 214,263	\$ 48,750
Total Expenditures	<u>\$ 165,513</u>	<u>\$ 200,242</u>	<u>\$ 214,263</u>	<u>\$ 48,750</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ (45,874)</u>	<u>\$ (2)</u>	<u>\$ (14,023)</u>	<u>\$ (31,851)</u>
Net Change in Fund Balance	\$ (45,874)	\$ (2)	\$ (14,023)	\$ (31,851)
Fund Balance, July 1, 2016	188,015	254,834	254,834	(66,819)
Fund Balance, June 30, 2017	<u>\$ 142,141</u>	<u>\$ 254,832</u>	<u>\$ 240,811</u>	<u>\$ (98,670)</u>

Major Governmental Fund

General Debt Service Fund

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

Exhibit H

Monroe County, Tennessee
Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Actual and Budget
General Debt Service Fund
For the Year Ended June 30, 2017

	Actual	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
		Original	Final	
<u>Revenues</u>				
Local Taxes	\$ 4,907,200	\$ 4,491,044	\$ 4,491,044	\$ 416,156
Other Local Revenues	107,686	0	0	107,686
State of Tennessee	31,527	0	0	31,527
Other Governments and Citizens Groups	42,493	7,188	42,494	(1)
Total Revenues	<u>\$ 5,088,906</u>	<u>\$ 4,498,232</u>	<u>\$ 4,533,538</u>	<u>\$ 555,368</u>
<u>Expenditures</u>				
<u>Principal on Debt</u>				
General Government	\$ 1,815,454	\$ 1,725,454	\$ 1,815,454	\$ 0
Education	31,766	0	31,766	0
<u>Interest on Debt</u>				
General Government	1,637,423	2,292,846	1,786,882	149,459
Education	3,540	0	3,540	0
<u>Other Debt Service</u>				
General Government	390,160	0	400,483	10,323
Education	139,116	0	139,116	0
Total Expenditures	<u>\$ 4,017,459</u>	<u>\$ 4,018,300</u>	<u>\$ 4,177,241</u>	<u>\$ 159,782</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ 1,071,447</u>	<u>\$ 479,932</u>	<u>\$ 356,297</u>	<u>\$ 715,150</u>
<u>Other Financing Sources (Uses)</u>				
Refunding Debt Issued	\$ 8,005,000	\$ 0	\$ 8,005,000	\$ 0
Premiums on Debt Sold	190,679	0	190,679	0
Payments to Refunded Debt Escrow Agent	(8,056,562)	0	(8,056,562)	0
Total Other Financing Sources	<u>\$ 139,117</u>	<u>\$ 0</u>	<u>\$ 139,117</u>	<u>\$ 0</u>
Net Change in Fund Balance	\$ 1,210,564	\$ 479,932	\$ 495,414	\$ 715,150
Fund Balance, July 1, 2016	<u>9,894,051</u>	<u>9,162,445</u>	<u>9,162,445</u>	<u>731,606</u>
Fund Balance, June 30, 2017	<u>\$ 11,104,615</u>	<u>\$ 9,642,377</u>	<u>\$ 9,657,859</u>	<u>\$ 1,446,756</u>

Fiduciary Funds

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

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

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

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

Exhibit I-1

Monroe County, Tennessee
Combining Statement of Fiduciary Assets and Liabilities
Fiduciary Funds
June 30, 2017

	Agency Funds			Total
	Cities - Sales Tax	City School ADA -	Constitu- tional Officers - Agency	
<u>ASSETS</u>				
Cash	\$ 0	\$ 0	\$ 1,561,756	\$ 1,561,756
Equity in Pooled Cash and Investments	0	1,552	0	1,552
Accounts Receivable	0	157	0	157
Due from Other Governments	383,024	202,963	0	585,987
Property Taxes Receivable	0	1,506,032	0	1,506,032
Allowance for Uncollectible Property Taxes	0	(59,729)	0	(59,729)
Total Assets	<u>\$ 383,024</u>	<u>\$ 1,650,975</u>	<u>\$ 1,561,756</u>	<u>\$ 3,595,755</u>
<u>LIABILITIES</u>				
Due to Other Taxing Units	\$ 383,024	\$ 1,650,975	\$ 0	\$ 2,033,999
Due to Litigants, Heirs, and Others	0	0	1,561,756	1,561,756
Total Liabilities	<u>\$ 383,024</u>	<u>\$ 1,650,975</u>	<u>\$ 1,561,756</u>	<u>\$ 3,595,755</u>

Exhibit I-2

Monroe County, Tennessee
Combining Statement of Changes in Assets and
Liabilities - All Agency Funds
For the Year Ended June 30, 2017

	Beginning Balance	Additions	Deductions	Ending Balance
<u>Cities - Sales Tax Fund</u>				
<u>Assets</u>				
Equity in Pooled Cash and Investments	\$ 0	\$ 4,183,157	\$ 4,183,157	\$ 0
Due from Other Governments	703,156	383,024	703,156	383,024
Total Assets	<u>\$ 703,156</u>	<u>\$ 4,566,181</u>	<u>\$ 4,886,313</u>	<u>\$ 383,024</u>
<u>Liabilities</u>				
Due to Other Taxing Units	<u>\$ 703,156</u>	<u>\$ 4,566,181</u>	<u>\$ 4,886,313</u>	<u>\$ 383,024</u>
Total Liabilities	<u>\$ 703,156</u>	<u>\$ 4,566,181</u>	<u>\$ 4,886,313</u>	<u>\$ 383,024</u>
<u>City School ADA - Sweetwater Fund</u>				
<u>Assets</u>				
Equity in Pooled Cash and Investments	\$ 92	\$ 2,584,922	\$ 2,583,462	\$ 1,552
Accounts Receivable	157	157	157	157
Due from Other Governments	201,600	202,963	201,600	202,963
Taxes Receivable	1,437,006	1,506,032	1,437,006	1,506,032
Allowance for Uncollectible Taxes	(53,622)	(59,729)	(53,622)	(59,729)
Total Assets	<u>\$ 1,585,233</u>	<u>\$ 4,234,345</u>	<u>\$ 4,168,603</u>	<u>\$ 1,650,975</u>
<u>Liabilities</u>				
Due to Other Taxing Units	<u>\$ 1,585,233</u>	<u>\$ 4,234,345</u>	<u>\$ 4,168,603</u>	<u>\$ 1,650,975</u>
Total Liabilities	<u>\$ 1,585,233</u>	<u>\$ 4,234,345</u>	<u>\$ 4,168,603</u>	<u>\$ 1,650,975</u>
<u>Constitutional Officers - Agency Fund</u>				
<u>Assets</u>				
Cash	<u>\$ 1,963,590</u>	<u>\$ 7,970,394</u>	<u>\$ 8,372,228</u>	<u>\$ 1,561,756</u>
Total Assets	<u>\$ 1,963,590</u>	<u>\$ 7,970,394</u>	<u>\$ 8,372,228</u>	<u>\$ 1,561,756</u>
<u>Liabilities</u>				
Due to Litigants, Heirs, and Others	<u>\$ 1,963,590</u>	<u>\$ 7,970,394</u>	<u>\$ 8,372,228</u>	<u>\$ 1,561,756</u>
Total Liabilities	<u>\$ 1,963,590</u>	<u>\$ 7,970,394</u>	<u>\$ 8,372,228</u>	<u>\$ 1,561,756</u>

(Continued)

Exhibit I-2

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

	Beginning Balance	Additions	Deductions	Ending Balance
<u>Totals - All Agency Funds</u>				
<u>Assets</u>				
Cash	\$ 1,963,590	\$ 7,970,394	\$ 8,372,228	\$ 1,561,756
Equity in Pooled Cash and Investments	92	6,768,079	6,766,619	1,552
Accounts Receivable	157	157	157	157
Due from Other Governments	904,756	585,987	904,756	585,987
Taxes Receivable	1,437,006	1,506,032	1,437,006	1,506,032
Allowance for Uncollectible Taxes	(53,622)	(59,729)	(53,622)	(59,729)
Total Assets	\$ 4,251,979	\$ 16,770,920	\$ 17,427,144	\$ 3,595,755
<u>Liabilities</u>				
Due to Other Taxing Units	\$ 2,288,389	\$ 8,800,526	\$ 9,054,916	\$ 2,033,999
Due to Litigants, Heirs, and Others	1,963,590	7,970,394	8,372,228	1,561,756
Total Liabilities	\$ 4,251,979	\$ 16,770,920	\$ 17,427,144	\$ 3,595,755

Monroe County School Department

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

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.

Exhibit J-1

Monroe County, Tennessee
Statement of Activities
Discretely Presented Monroe County School Department
For the Year Ended June 30, 2017

Functions/Programs	Expenses	Program Revenues		Net (Expense)
		Charges for Services	Operating Grants and Contributions	Revenue and Changes in Net Position
				Total Governmental Activities
Governmental Activities:				
Instruction	\$ 25,560,953	\$ 24,195	\$ 4,025,583	\$ (21,511,175)
Support Services	17,861,192	100	0	(17,861,092)
Operation of Non-instructional Services	3,294,186	883,542	2,411,047	403
Total Governmental Activities	\$ 46,716,331	\$ 907,837	\$ 6,436,630	\$ (39,371,864)
General Revenues:				
Taxes:				
Property Taxes Levied for General Purposes				\$ 5,121,595
Local Option Sales Taxes				3,911,603
Business Tax				125,615
Mixed Drink Tax				5,550
Interstate Telecommunications Tax				3,167
Income Tax				37,312
Other Local Taxes				206
Grants and Contributions Not Restricted for Specific Programs				29,423,629
Unrestricted Investment Income				8
Sale of Equipment				32,245
Miscellaneous				198,748
Total General Revenues				\$ 38,859,678
Change in Net Position				\$ (512,186)
Net Position, July 1, 2016				43,804,254
Net Position, June 30, 2017				\$ 43,292,068

Exhibit J-2

Monroe County, Tennessee
Balance Sheet - Governmental Funds
Discretely Presented Monroe County School Department
June 30, 2017

	<u>Major Fund</u>	<u>Nonmajor</u> <u>Funds</u>	
	<u>General</u>	<u>Other</u>	<u>Total</u>
	<u>Purpose</u>	<u>Govern-</u>	<u>Governmental</u>
	<u>School</u>	<u>mental</u>	<u>Funds</u>
		<u>Funds</u>	<u>Funds</u>
<u>ASSETS</u>			
Cash	\$ 0	\$ 3,854	\$ 3,854
Equity in Pooled Cash and Investments	8,850,741	1,842,332	10,693,073
Accounts Receivable	62,809	1,005	63,814
Due from Other Governments	841,192	185,603	1,026,795
Property Taxes Receivable	5,550,954	0	5,550,954
Allowance for Uncollectible Property Taxes	(220,149)	0	(220,149)
Total Assets	<u>\$ 15,085,547</u>	<u>\$ 2,032,794</u>	<u>\$ 17,118,341</u>
<u>LIABILITIES</u>			
Accounts Payable	\$ 44,898	\$ 12,756	\$ 57,654
Accrued Payroll	2,747,068	171,213	2,918,281
Payroll Deductions Payable	2,320,112	186,695	2,506,807
Total Liabilities	<u>\$ 5,112,078</u>	<u>\$ 370,664</u>	<u>\$ 5,482,742</u>
<u>DEFERRED INFLOWS OF RESOURCES</u>			
Deferred Current Property Taxes	\$ 5,150,959	\$ 0	\$ 5,150,959
Deferred Delinquent Property Taxes	166,285	0	166,285
Other Deferred/Unavailable Revenue	380,317	0	380,317
Total Deferred Inflows of Resources	<u>\$ 5,697,561</u>	<u>\$ 0</u>	<u>\$ 5,697,561</u>
<u>FUND BALANCES</u>			
Restricted:			
Restricted for Education	\$ 22,117	\$ 1,334,905	\$ 1,357,022
Committed:			
Committed for Education	0	327,225	327,225
Assigned:			
Assigned for Education	39,176	0	39,176
Unassigned	4,214,615	0	4,214,615
Total Fund Balances	<u>\$ 4,275,908</u>	<u>\$ 1,662,130</u>	<u>\$ 5,938,038</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 15,085,547</u>	<u>\$ 2,032,794</u>	<u>\$ 17,118,341</u>

Exhibit J-3

Monroe County, Tennessee
Reconciliation of the Balance Sheet of Governmental Funds to
the Statement of Net Position
Discretely Presented Monroe County School Department
June 30, 2017

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)		\$	5,938,038
(1) Capital assets used in governmental activities are not financial resources and therefore are not reported in the governmental funds.			
Add: land	\$	864,562	
Add: buildings and improvements net of accumulated depreciation		43,613,832	
Add: other capital assets net of accumulated depreciation		<u>561,882</u>	45,040,276
(2) Long-term liabilities are not due and payable in the current period and therefore are not reported in the governmental funds.			
Less: contributions due to primary government for capital leases	\$	(147,268)	
Less: other postemployment benefits liability		(7,078,323)	
Less: net pension liability - teacher legacy plan		<u>(2,966,091)</u>	(10,191,682)
(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	\$	6,350,393	
Less: deferred inflows of resources related to pensions		<u>(4,572,535)</u>	1,777,858
(4) Net pension assets are not current financial resources and therefore are not reported in the governmental funds.			
Add: net pension assets - agent plan	\$	147,302	
Add: net pension assets - teacher retirement plan		<u>33,674</u>	180,976
(5) Other long-term assets are not available to pay for current-period expenditures and therefore are deferred in the governmental funds.			<u>546,602</u>
Net position of governmental activities (Exhibit A)		\$	<u><u>43,292,068</u></u>

Exhibit J-4

Monroe County, Tennessee
Statement of Revenues, Expenditures,
and Changes in Fund Balances -
Governmental Funds
Discretely Presented Monroe County School Department
For the Year Ended June 30, 2017

	<u>Major Fund</u>	<u>Nonmajor</u> <u>Funds</u>	
	General Purpose School	Other Govern- mental Funds	Total Governmental Funds
<u>Revenues</u>			
Local Taxes	\$ 9,146,944	\$ 0	\$ 9,146,944
Licenses and Permits	2,928	0	2,928
Charges for Current Services	266,169	617,373	883,542
Other Local Revenues	250,759	4,537	255,296
State of Tennessee	30,165,760	27,017	30,192,777
Federal Government	193,191	5,487,517	5,680,708
Other Governments and Citizens Groups	179,034	0	179,034
Total Revenues	<u>\$ 40,204,785</u>	<u>\$ 6,136,444</u>	<u>\$ 46,341,229</u>
<u>Expenditures</u>			
Current:			
Instruction	\$ 23,900,126	\$ 2,324,903	\$ 26,225,029
Support Services	15,606,935	777,769	16,384,704
Operation of Non-Instructional Services	769,063	2,510,038	3,279,101
Total Expenditures	<u>\$ 40,276,124</u>	<u>\$ 5,612,710</u>	<u>\$ 45,888,834</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ (71,339)</u>	<u>\$ 523,734</u>	<u>\$ 452,395</u>
<u>Other Financing Sources (Uses)</u>			
Transfers In	\$ 0	\$ 200,000	\$ 200,000
Transfers Out	(200,000)	0	(200,000)
Total Other Financing Sources (Uses)	<u>\$ (200,000)</u>	<u>\$ 200,000</u>	<u>\$ 0</u>
Net Change in Fund Balances	\$ (271,339)	\$ 723,734	\$ 452,395
Fund Balance, July 1, 2016	<u>4,547,247</u>	<u>938,396</u>	<u>5,485,643</u>
Fund Balance, June 30, 2017	<u>\$ 4,275,908</u>	<u>\$ 1,662,130</u>	<u>\$ 5,938,038</u>

Exhibit J-5

Monroe County, Tennessee
Reconciliation of the Statement of Revenues, Expenditures, and
Changes in Fund Balances of Governmental Funds to the
Statement of Activities
Discretely Presented Monroe County School Department
For the Year Ended June 30, 2017

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)		\$	452,395
(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	\$	200,444	
Less: current-year depreciation expense		<u>(1,806,532)</u>	(1,606,088)
(2) Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.			
Add: deferred delinquent property taxes and other deferred June 30, 2017	\$	546,602	
Less: deferred delinquent property taxes and other deferred June 30, 2016		<u>(504,652)</u>	41,950
(3) The contributions of long-term debt (e.g., notes, bonds, leases) by the primary government provide current financial resources to governmental funds, while the contributions by the School Department of the principal of long-term debt consume the current financial resources of governmental funds. Neither transaction, however, has any effect on net position.			
Less: capital lease proceeds contributed from primary government	\$	(179,034)	
Add: principal contributions on leases to primary government		<u>31,766</u>	(147,268)
(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 other posemployment benefits liability	\$	(590,502)	
Change in net pension liability- teacher legacy plan		(2,771,131)	
Change in net pension asset - agent plan		(311,220)	
Change in net pension asset - teacher retirement plan		20,477	
Change in deferred outflows related to pensions		3,471,111	
Change in deferred inflows related to pensions		<u>928,090</u>	<u>746,825</u>
Change in net position of governmental activities (Exhibit B)			<u>\$ (512,186)</u>

Exhibit J-6

Monroe County, Tennessee
Combining Balance Sheet - Nonmajor Governmental Funds
Discretely Presented Monroe County School Department
June 30, 2017

	<u>Special Revenue Funds</u>		<u>Total</u>
	<u>School</u>	<u>Central</u>	<u>Nonmajor</u>
	<u>Federal</u>	<u>Cafeteria</u>	<u>Governmental</u>
	<u>Projects</u>		<u>Funds</u>
<u>ASSETS</u>			
Cash	\$ 0	\$ 3,854	\$ 3,854
Equity in Pooled Cash and Investments	596,209	1,246,123	1,842,332
Accounts Receivable	0	1,005	1,005
Due from Other Governments	49,938	135,665	185,603
Total Assets	<u>\$ 646,147</u>	<u>\$ 1,386,647</u>	<u>\$ 2,032,794</u>
<u>LIABILITIES</u>			
Accounts Payable	\$ 1,493	\$ 11,263	\$ 12,756
Accrued Payroll	142,401	28,812	171,213
Payroll Deductions Payable	168,824	17,871	186,695
Total Liabilities	<u>\$ 312,718</u>	<u>\$ 57,946</u>	<u>\$ 370,664</u>
<u>FUND BALANCES</u>			
Restricted:			
Restricted for Education	\$ 6,204	\$ 1,328,701	\$ 1,334,905
Committed:			
Committed for Education	327,225	0	327,225
Total Fund Balances	<u>\$ 333,429</u>	<u>\$ 1,328,701</u>	<u>\$ 1,662,130</u>
Total Liabilities and Fund Balances	<u>\$ 646,147</u>	<u>\$ 1,386,647</u>	<u>\$ 2,032,794</u>

Exhibit J-7

Monroe County, Tennessee
Combining Statement of Revenues, Expenditures,
and Changes in Fund Balances -
Nonmajor Governmental Funds
Discretely Presented Monroe County School Department
For the Year Ended June 30, 2017

	<u>Special Revenue Funds</u>		Total
	School Federal Projects	Central Cafeteria	Nonmajor Governmental Funds
<u>Revenues</u>			
Charges for Current Services	\$ 0	\$ 617,373	\$ 617,373
Other Local Revenues	0	4,537	4,537
State of Tennessee	0	27,017	27,017
Federal Government	3,103,487	2,384,030	5,487,517
Total Revenues	<u>\$ 3,103,487</u>	<u>\$ 3,032,957</u>	<u>\$ 6,136,444</u>
<u>Expenditures</u>			
Current:			
Instruction	\$ 2,324,903	\$ 0	\$ 2,324,903
Support Services	777,769	0	777,769
Operation of Non-Instructional Services	0	2,510,038	2,510,038
Total Expenditures	<u>\$ 3,102,672</u>	<u>\$ 2,510,038</u>	<u>\$ 5,612,710</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ 815</u>	<u>\$ 522,919</u>	<u>\$ 523,734</u>
<u>Other Financing Sources (Uses)</u>			
Transfers In	\$ 200,000	\$ 0	\$ 200,000
Total Other Financing Sources (Uses)	<u>\$ 200,000</u>	<u>\$ 0</u>	<u>\$ 200,000</u>
Net Change in Fund Balances	\$ 200,815	\$ 522,919	\$ 723,734
Fund Balance, July 1, 2016	<u>132,614</u>	<u>805,782</u>	<u>938,396</u>
Fund Balance, June 30, 2017	<u>\$ 333,429</u>	<u>\$ 1,328,701</u>	<u>\$ 1,662,130</u>

Exhibit J-8

Monroe County, Tennessee
Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Actual (Budgetary Basis) and Budget
Discretely Presented Monroe County School Department
General Purpose School Fund
For the Year Ended June 30, 2017

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2016	Add: Encumbrances 6/30/2017	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
<u>Revenues</u>							
Local Taxes	\$ 9,146,944	\$ 0	\$ 0	\$ 9,146,944	\$ 9,549,221	\$ 10,066,706	\$ (919,762)
Licenses and Permits	2,928	0	0	2,928	3,000	3,000	(72)
Charges for Current Services	266,169	0	0	266,169	317,000	317,000	(50,831)
Other Local Revenues	250,759	0	0	250,759	317,100	352,266	(101,507)
State of Tennessee	30,165,760	0	0	30,165,760	29,899,227	30,170,032	(4,272)
Federal Government	193,191	0	0	193,191	116,000	309,191	(116,000)
Other Governments and Citizens Groups	179,034	0	0	179,034	0	179,034	0
Total Revenues	\$ 40,204,785	\$ 0	\$ 0	\$ 40,204,785	\$ 40,201,548	\$ 41,397,229	\$ (1,192,444)
<u>Expenditures</u>							
<u>Instruction</u>							
Regular Instruction Program	\$ 18,656,984	\$ 0	\$ 0	\$ 18,656,984	\$ 18,281,997	\$ 18,740,973	\$ 83,989
Alternative Instruction Program	65,592	0	0	65,592	68,115	68,115	2,523
Special Education Program	3,544,503	0	0	3,544,503	3,442,662	3,596,747	52,244
Career and Technical Education Program	1,633,047	0	0	1,633,047	1,773,519	1,772,519	139,472
<u>Support Services</u>							
Attendance	60,856	0	0	60,856	59,901	60,901	45
Health Services	1,102,898	(30)	7,566	1,110,434	1,180,289	1,202,961	92,527
Other Student Support	995,745	0	0	995,745	1,010,129	1,028,293	32,548
Regular Instruction Program	1,098,471	0	0	1,098,471	1,171,341	1,171,341	72,870
Special Education Program	563,159	0	0	563,159	543,733	582,839	19,680
Career and Technical Education Program	1,217	0	0	1,217	1,743	1,743	526
Technology	688,383	0	0	688,383	0	734,049	45,666
Other Programs	177,620	0	0	177,620	734,049	177,620	0
Board of Education	701,226	0	0	701,226	776,521	776,596	75,370
Director of Schools	324,408	0	60	324,468	344,423	347,423	22,955
Office of the Principal	2,088,692	0	0	2,088,692	2,157,019	2,157,019	68,327
Operation of Plant	3,369,938	(2,813)	831	3,367,956	3,437,835	3,471,731	103,775
Maintenance of Plant	2,173,276	(11,203)	12,483	2,174,556	1,520,926	2,637,211	462,655

(Continued)

Exhibit J-8

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

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2016	Add: Encumbrances 6/30/2017	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
<u>Expenditures (Cont.)</u>							
<u>Support Services (Cont.)</u>							
Transportation	\$ 2,261,046	\$ (2,336)	\$ 14,617	\$ 2,273,327	\$ 2,544,188	\$ 2,519,037	\$ 245,710
<u>Operation of Non-Instructional Services</u>							
Food Service	413,727	0	0	413,727	389,439	415,740	2,013
Community Services	44,712	0	0	44,712	44,712	44,712	0
Early Childhood Education	310,624	0	1,629	312,253	352,472	352,472	40,219
Total Expenditures	\$ 40,276,124	\$ (16,382)	\$ 37,186	\$ 40,296,928	\$ 39,835,013	\$ 41,860,042	\$ 1,563,114
Excess (Deficiency) of Revenues Over Expenditures	\$ (71,339)	\$ 16,382	\$ (37,186)	\$ (92,143)	\$ 366,535	\$ (462,813)	\$ 370,670
<u>Other Financing Sources (Uses)</u>							
Insurance Recovery	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 73,841	\$ (73,841)
Transfers In	0	0	0	0	200,000	200,000	(200,000)
Transfers Out	(200,000)	0	0	(200,000)	(200,000)	(200,000)	0
Total Other Financing Sources	\$ (200,000)	\$ 0	\$ 0	\$ (200,000)	\$ 0	\$ 73,841	\$ (273,841)
Net Change in Fund Balance	\$ (271,339)	\$ 16,382	\$ (37,186)	\$ (292,143)	\$ 366,535	\$ (388,972)	\$ 96,829
Fund Balance, July 1, 2016	4,547,247	(16,382)	0	4,530,865	2,389,106	2,389,106	2,141,759
Fund Balance, June 30, 2017	\$ 4,275,908	\$ 0	\$ (37,186)	\$ 4,238,722	\$ 2,755,641	\$ 2,000,134	\$ 2,238,588

Exhibit J-9

Monroe County, Tennessee
Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Actual (Budgetary Basis) and Budget
Discretely Presented Monroe County School Department
School Federal Projects Fund
For the Year Ended June 30, 2017

	Actual (GAAP Basis)	Add: Encumbrances 6/30/2017	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
				Original	Final	
<u>Revenues</u>						
Federal Government	\$ 3,103,487	\$ 0	\$ 3,103,487	\$ 2,846,293	\$ 4,018,340	\$ (914,853)
Total Revenues	\$ 3,103,487	\$ 0	\$ 3,103,487	\$ 2,846,293	\$ 4,018,340	\$ (914,853)
<u>Expenditures</u>						
<u>Instruction</u>						
Regular Instruction Program	\$ 1,161,204	\$ 4,622	\$ 1,165,826	\$ 1,154,136	\$ 1,648,721	\$ 482,895
Special Education Program	1,052,147	0	1,052,147	898,394	1,100,192	48,045
Career and Technical Education Program	111,552	0	111,552	98,416	111,557	5
<u>Support Services</u>						
Other Student Support	89,626	0	89,626	130,329	134,478	44,852
Regular Instruction Program	515,634	1,022	516,656	628,160	824,078	307,422
Special Education Program	164,524	0	164,524	228,726	196,162	31,638
Career and Technical Education Program	7,285	0	7,285	10,557	7,285	0
Transportation	700	0	700	0	700	0
Total Expenditures	\$ 3,102,672	\$ 5,644	\$ 3,108,316	\$ 3,148,718	\$ 4,023,173	\$ 914,857
Excess (Deficiency) of Revenues Over Expenditures	\$ 815	\$ (5,644)	\$ (4,829)	\$ (302,425)	\$ (4,833)	\$ 4
<u>Other Financing Sources (Uses)</u>						
Transfers In	\$ 200,000	\$ 0	\$ 200,000	\$ 502,424	\$ 200,000	\$ 0
Transfers Out	0	0	0	(200,000)	(200,000)	200,000
Total Other Financing Sources	\$ 200,000	\$ 0	\$ 200,000	\$ 302,424	\$ 0	\$ 200,000
Net Change in Fund Balance	\$ 200,815	\$ (5,644)	\$ 195,171	\$ (1)	\$ (4,833)	\$ 200,004
Fund Balance, July 1, 2016	132,614	0	132,614	130,012	130,012	2,602
Fund Balance, June 30, 2017	\$ 333,429	\$ (5,644)	\$ 327,785	\$ 130,011	\$ 125,179	\$ 202,606

Exhibit J-10

Monroe County, Tennessee
Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Actual (Budgetary Basis) and Budget
Discretely Presented Monroe County School Department
Central Cafeteria Fund
For the Year Ended June 30, 2017

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2016	Add: Encumbrances 6/30/2017	Actual Revenues/ Expenditures/ (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
<u>Revenues</u>							
Charges for Current Services	\$ 617,373	\$ 0	\$ 0	\$ 617,373	\$ 618,864	\$ 618,864	\$ (1,491)
Other Local Revenues	4,537	0	0	4,537	505	1,276	3,261
State of Tennessee	27,017	0	0	27,017	27,875	27,875	(858)
Federal Government	2,384,030	0	0	2,384,030	2,280,856	2,280,856	103,174
Total Revenues	\$ 3,032,957	\$ 0	\$ 0	\$ 3,032,957	\$ 2,928,100	\$ 2,928,871	\$ 104,086
<u>Expenditures</u>							
<u>Operation of Non-Instructional Services</u>							
Food Service	\$ 2,510,038	\$ (47,708)	\$ 50,554	\$ 2,512,884	\$ 2,928,100	\$ 2,928,871	\$ 415,987
Total Expenditures	\$ 2,510,038	\$ (47,708)	\$ 50,554	\$ 2,512,884	\$ 2,928,100	\$ 2,928,871	\$ 415,987
Excess (Deficiency) of Revenues Over Expenditures	\$ 522,919	\$ 47,708	\$ (50,554)	\$ 520,073	\$ 0	\$ 0	\$ 520,073
Net Change in Fund Balance	\$ 522,919	\$ 47,708	\$ (50,554)	\$ 520,073	\$ 0	\$ 0	\$ 520,073
Fund Balance, July 1, 2016	805,782	(47,708)	0	758,074	333,314	333,314	424,760
Fund Balance, June 30, 2017	\$ 1,328,701	\$ 0	\$ (50,554)	\$ 1,278,147	\$ 333,314	\$ 333,314	\$ 944,833

MISCELLANEOUS SCHEDULES

Exhibit K-1

Monroe County, Tennessee
Schedule of Changes in Long-term Bonds, Notes, Other Loans, and Capital Leases
 For the Year Ended June 30, 2017

Description of Indebtedness	Original Amount of Issue	Interest Rate	Date of Issue	Last Maturity Date	Outstanding 7-1-16	Issued During Period	Debt Refunded During Period	Paid and/or Matured During Period	Outstanding 6-30-17
BONDS PAYABLE									
<u>Payable through General Debt Service Fund</u>									
Public Improvement, Series 1999 (CAB)	(2) \$ 999,236	4.6 to 4.95 %	4-1-1999	4-1-18	\$ 346,234	0 \$	0 \$	188,266	\$ 157,968
General Obligation School Bonds, Series 2008	9,850,000	4.05 to 5	4-15-08	6-1-38	9,850,000	0	0	0	9,850,000
General Obligation School Refunding Bonds, Series 2015	7,810,000	2.0 to 3.0	11-24-15	6-1-35	7,800,000	0	0	145,000	7,655,000
General Obligation School Refunding Bonds, Series 2016	8,005,000	2.0	9-14-16	6-1-31	0	8,005,000	0	595,000	7,410,000
Total Bonds Payable					<u>\$ 17,996,234</u>	<u>\$ 8,005,000</u>	<u>\$ 0</u>	<u>\$ 928,266</u>	<u>\$ 25,072,968</u>
NOTES PAYABLE									
<u>Payable through General Debt Service Fund</u>									
General Obligation Bond Anticipation Note, Series 2017	30,915,000	1.2	6-15-17	6-15-19	\$ 0	\$ 30,915,000	\$ 0	\$ 0	\$ 30,915,000
Total Notes Payable					<u>\$ 0</u>	<u>\$ 30,915,000</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 30,915,000</u>
OTHER LOANS PAYABLE									
<u>Payable through General Debt Service Fund</u>									
Public Improvement and Refunding, Series E-7-A	31,965,000	Variable	(1) 2-19-09	6-1-39	\$ 28,875,000	\$ 0	\$ 0	880,000	\$ 27,995,000
Local Government Loan Program, Series 2011	8,300,000	2.45	10-27-11	9-14-16	6,225,000	0	6,225,000	0	0
Local Government Loan Program, Series 2012	2,300,000	2.45	5-1-12	9-14-16	1,725,000	0	1,725,000	0	0
Fort Loudoun Electric Cooperative Interest-Free Loan	71,820	0	9-13-12	8-20-22	44,266	0	0	7,188	37,078
Total Other Loans Payable					<u>\$ 36,869,266</u>	<u>\$ 0</u>	<u>\$ 7,950,000</u>	<u>\$ 887,188</u>	<u>\$ 28,032,078</u>

(Continued)

Exhibit K-1

Monroe County, Tennessee
Schedule of Changes in Long-term Bonds, Notes, Other Loans, and Capital Leases (Continued)

Description of Indebtedness	Original Amount of Issue	Interest Rate	Date of Issue	Last Maturity Date	Outstanding 7-1-16	Issued During Period	Debt Refunded During Period	Paid and/or Matured During Period	Outstanding 6-30-17
<u>CAPITAL LEASES PAYABLE</u>									
<u>Payable through General Fund</u>									
18 Sheriff's Vehicles - Dodge Chargers AWD	\$ 741,734	4.65 %	6-30-17	6-30-20	\$ 0	\$ 741,734	\$ 0	\$ 185,434	\$ 556,300
Two Sheriff's Vehicles - 2017 Ram Crew Cab SSV	93,342	4.65	6-30-17	6-30-20	0	93,342	0	23,336	70,006
Sheriff Vehicle - 2017 Dodge Journey	18,156	4.65	6-30-17	6-30-21	0	18,156	0	3,631	14,525
Sheriff Vehicle	34,312	4.65	6-30-17	6-30-21	0	34,312	0	6,862	27,450
Maintenance Vehicle - 2017 Ram Crew Cab SSV	28,004	4.65	6-30-17	6-30-21	0	28,004	0	5,601	22,403
Total Payable through General Fund					\$ 0	\$ 915,548	\$ 0	\$ 224,864	\$ 690,684
<u>Payable through Solid Waste/Sanitation Fund</u>									
Three 2017 Dodge Ram 1500s	82,632	4.65	2-10-17	2-10-21	\$ 0	\$ 82,632	\$ 0	\$ 20,658	\$ 61,974
Two 2017 Dodge Ram 1500s	60,075	4.65	3-23-17	3-23-21	0	60,075	0	15,019	45,056
Total Payable through Solid Waste/Sanitation Fund					\$ 0	\$ 142,707	\$ 0	\$ 35,677	\$ 107,030
<u>Payable through Highway/Public Works Fund</u>									
Three 2017 Dodge Ram 1500s	66,582	4.65	6-30-17	6-30-20	\$ 0	\$ 66,582	\$ 0	\$ 16,645	\$ 49,937
2017 Dodge Ram 2500	29,298	4.65	6-30-17	6-30-20	0	29,298	0	7,325	21,973
Two 2017 Dodge Ram 1500s	59,869	4.65	6-30-17	6-30-20	0	59,869	0	14,967	44,902
Total Payable through Highway/Public Works Fund					\$ 0	\$ 155,749	\$ 0	\$ 38,937	\$ 116,812
<u>Contributions Due by the School Department from the General Purpose School Fund to the General Debt Service Fund</u>									
Caterpillar Excavator and Skid Loader	67,553	2.89	9-20-16	9-20-21	\$ 0	\$ 67,553	\$ 0	\$ 9,470	\$ 58,083
2017 Dodge Grand Caravan	21,915	4.65	6-26-17	6-26-21	0	21,915	0	4,383	17,532
2017 Dodge Ram 2500	36,906	4.65	6-26-17	6-26-21	0	36,906	0	7,381	29,525
2017 Dodge Ram 2500 Crew Cab	32,315	4.65	6-26-17	6-26-21	0	32,315	0	6,463	25,852
2017 Jeep Renegade	20,345	4.65	6-26-17	6-26-21	0	20,345	0	4,069	16,276
Total Contributions Due by the School Department from the General Purpose School Fund to the General Debt Service Fund					\$ 0	\$ 179,034	\$ 0	\$ 31,766	\$ 147,268
Total Capital Leases Payable					\$ 0	\$ 1,393,038	\$ 0	\$ 331,244	\$ 1,061,794

(1) This loan agreement included refunding of outstanding principal of \$6,000,000 on Series IV-A-4 and \$10,050,000 on Series V-C-2, which were swapped from variable to a synthetic fixed rate by execution of swap agreements during the years ended June 30, 2005, and 2007, respectively. The swap agreements have been retained.

(2) These (CAB) bonds accrete interest that is paid at bond maturity. At June 30, 2017, approximately \$222,927 of interest has accreted on these bonds.

Exhibit K-2

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

Year Ending June 30	Bonds		
	Principal	Interest	Total
2018	\$ 742,968	\$ 1,022,770	\$ 1,765,738
2019	590,000	769,037	1,359,037
2020	590,000	757,238	1,347,238
2021	1,015,000	745,437	1,760,437
2022	1,005,000	720,638	1,725,638
2023	1,065,000	696,037	1,761,037
2024	1,160,000	669,488	1,829,488
2025	1,195,000	639,537	1,834,537
2026	1,140,000	607,775	1,747,775
2027	1,210,000	576,275	1,786,275
2028	1,175,000	544,713	1,719,713
2029	1,235,000	512,925	1,747,925
2030	1,175,000	478,662	1,653,662
2031	1,415,000	446,150	1,861,150
2032	905,000	405,300	1,310,300
2033	920,000	374,700	1,294,700
2034	1,810,000	343,500	2,153,500
2035	1,825,000	277,200	2,102,200
2036	1,500,000	209,950	1,709,950
2037	1,700,000	146,200	1,846,200
2038	1,700,000	73,100	1,773,100
Total	\$ 25,072,968	\$ 11,016,632	\$ 36,089,600

Year Ending June 30	Notes		
	Principal	Interest	Total
2018	\$ 0	\$ 370,980	\$ 370,980
2019	30,915,000	370,980	31,285,980
Total	\$ 30,915,000	\$ 741,960	\$ 31,656,960

(Continued)

Exhibit K-2

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

Year Ending June 30	Other Loans			Total
	Principal	Interest	Other Fees	
2018	\$ 982,188	\$ 604,151	\$ 288,353	\$ 1,874,692
2019	1,467,188	571,190	278,310	2,316,688
2020	1,542,188	519,423	263,272	2,324,883
2021	1,092,188	464,853	247,461	1,804,502
2022	1,162,188	454,979	236,286	1,853,453
2023	1,156,138	444,469	224,389	1,824,996
2024	1,130,000	433,958	212,492	1,776,450
2025	1,150,000	404,075	200,854	1,754,929
2026	1,295,000	374,010	189,008	1,858,018
2027	1,310,000	340,175	175,669	1,825,844
2028	1,420,000	306,204	162,176	1,888,380
2029	1,445,000	268,783	147,550	1,861,333
2030	1,590,000	231,133	132,666	1,953,799
2031	1,445,000	189,714	116,289	1,751,003
2032	1,580,000	149,614	101,405	1,831,019
2033	1,645,000	105,837	85,131	1,835,968
2034	865,000	60,242	68,187	993,429
2035	960,000	52,371	59,278	1,071,649
2036	1,465,000	43,634	49,389	1,558,023
2037	1,395,000	30,303	34,300	1,459,603
2038	1,535,000	17,608	19,931	1,572,539
2039	400,000	3,640	4,120	407,760
Total	<u>\$ 28,032,078</u>	<u>\$ 6,070,366</u>	<u>\$ 3,296,516</u>	<u>\$ 37,398,960</u>

Year Ending June 30	Capital Leases		
	Principal	Interest	Total
2018	\$ 334,806	\$ 25,182	\$ 359,988
2019	335,186	24,800	359,986
2020	335,579	24,407	359,986
2021	52,602	3,703	56,305
2022	3,621	1,425	5,046
Total	<u>\$ 1,061,794</u>	<u>\$ 79,517</u>	<u>\$ 1,141,311</u>

Monroe County, Tennessee
Schedule of Transfers
Primary Government and Discretely Presented Monroe County School Department
For the Year Ended June 30, 2017

<u>From Fund</u>	<u>To Fund</u>	<u>Purpose</u>	<u>Amount</u>
<u>PRIMARY GOVERNMENT</u>			
General	Highway/Public Works	Equipment	\$ 96,040
"	Solid Waste/Sanitation	Operations	<u>19,660</u>
Total Transfers			<u>\$ 115,700</u>
<u>DISCRETELY PRESENTED MONROE COUNTY SCHOOL DEPARTMENT</u>			
General Purpose School	School Federal Projects	Operations	<u>\$ 200,000</u>
Total Transfers Discretely Presented Monroe County School Department			<u>\$ 200,000</u>

Exhibit K-4

Monroe County, Tennessee
Schedule of Salaries and Official Bonds of Principal Officials
Primary Government and Discretely Presented Monroe County School Department
For the Year Ended June 30, 2017

Official	Authorization for Salary	Salary Paid During Period	Bond	Surety
County Mayor	Section 8-24-102, <i>TCA</i> and County Commission	\$ 88,245	\$ 100,000	Ohio Casualty Insurance Company
Road Superintendent	Section 8-24-102, <i>TCA</i>	78,859	100,000	"
Director of Schools	State Board of Education and County Board of Education	99,222 (1)	150,000	RLI Insurance Company
Trustee	Section 8-24-102, <i>TCA</i>	71,690	1,677,494	Ohio Casualty Insurance Company
Assessor of Property:				
Michael Shadden (July 1, 2016 through August 31, 2016)	Section 8-24-102, <i>TCA</i> and County Commission	11,948 (2)	50,000	"
Marsha Raper (September 1, 2016 through June 30, 2017)	Section 8-24-102, <i>TCA</i> County Commission	59,742	50,000	"
Director of Finance	Section 8-24-102, <i>TCA</i>	78,806 (3)	100,000	RLI Insurance Company
County Clerk	Section 8-24-102, <i>TCA</i>	71,690	100,000	Ohio Casualty Insurance Company
Circuit and General Sessions Courts Clerk	Section 8-24-102, <i>TCA</i>	71,690	100,000	"
Clerk and Master	Section 8-24-102, <i>TCA</i>	71,690 (4)	150,000	RLI Insurance Company
Register of Deeds	Section 8-24-102, <i>TCA</i>	71,690	100,000	Ohio Casualty Insurance Company
Sheriff	Section 8-24-102, <i>TCA</i> , and County Commission	84,042 (5)	100,000	"
Employee Blanket Bond Coverage:				
Monroe County and Monroe County School Department:				
Public Employee Dishonesty			400,000	Tennessee Risk Management Trust

- (1) Does not includes a chief executive officer training supplement of \$1,000.
- (2) Does not include a salary supplement of \$1,170.
- (3) Does not include longevity of \$508.
- (4) Does not include special commissioner fees of \$1,200.
- (5) Includes a \$5,183 supplement for serving as a workhouse superintendent. Does not include a law enforcement training supplement of \$600.

Exhibit K-5

Monroe County, Tennessee
Schedule of Detailed Revenues -
All Governmental Fund Types
For the Year Ended June 30, 2017

	Special Revenue Funds				
	General	Solid Waste / Sanitation	Drug Control	Constitu - tional Officers - Fees	Highway / Public Works
<u>Local Taxes</u>					
<u>County Property Taxes</u>					
Current Property Tax	\$ 7,825,925	\$ 853,968	\$ 0	\$ 0	\$ 746,023
Trustee's Collections - Prior Year	192,467	21,114	0	0	18,337
Circuit Clerk/Clerk and Master Collections - Prior Years	163,597	17,912	0	0	15,628
Interest and Penalty	42,826	4,828	0	0	4,068
Payments in-Lieu-of Taxes - T.V.A.	27,064	2,969	0	0	2,584
Payments in-Lieu-of Taxes - Local Utilities	923,467	100,769	0	0	88,307
Payments in-Lieu-of Taxes - Other	175,460	259	0	0	226
<u>County Local Option Taxes</u>					
Local Option Sales Tax	758,360	0	0	0	0
Hotel/Motel Tax	171,966	0	0	0	0
Wheel Tax	0	0	0	0	0
Litigation Tax - General	34,302	0	0	0	0
Litigation Tax - Special Purpose	34,082	0	0	0	0
Litigation Tax - Jail, Workhouse, or Courthouse	171,553	0	0	0	0
Business Tax	162,316	0	0	0	7,550
Mixed Drink Tax	6,460	0	0	0	0
Mineral Severance Tax	0	0	0	0	22,893
<u>Statutory Local Taxes</u>					
Bank Excise Tax	19,217	2,110	0	0	1,834
Wholesale Beer Tax	76,035	0	0	0	0
Interstate Telecommunications Tax	1,130	124	0	0	108
Total Local Taxes	\$ 10,786,227	\$ 1,004,053	\$ 0	\$ 0	\$ 907,558

(Continued)

Exhibit K-5

Monroe 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	\$ 50,998	\$ 0	\$ 0	\$ 0	\$ 0
Cable TV Franchise	88,960	0	0	0	0
<u>Permits</u>					
Building Permits	16,406	0	0	0	0
Total Licenses and Permits	<u>\$ 156,364</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
<u>Fines, Forfeitures, and Penalties</u>					
<u>Circuit Court</u>					
Fines	\$ 13,767	\$ 0	\$ 0	\$ 0	\$ 0
Officers Costs	19,016	0	0	0	0
Jail Fees	6,005	0	0	0	0
DUI Treatment Fines	855	0	0	0	0
Data Entry Fee - Circuit Court	2,815	0	0	0	0
Courtroom Security Fee	156	0	0	0	0
<u>General Sessions Court</u>					
Fines	34,768	0	0	0	0
Officers Costs	55,899	0	0	0	0
Jail Fees	26,751	0	0	0	0
DUI Treatment Fines	7,880	0	0	0	0
Data Entry Fee - General Sessions Court	12,359	0	0	0	0
Courtroom Security Fee	836	0	0	0	0
<u>Chancery Court</u>					
Officers Costs	4,174	0	0	0	0
<u>Other Courts - In-county</u>					
Fines	400	0	0	0	0
Drug Control Fines	611	0	14,798	0	0

(Continued)

Exhibit K-5

Monroe 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>Judicial District Drug Program</u>					
Courtroom Security Fee	\$ 179	\$ 0	\$ 0	\$ 0	\$ 0
<u>Other Fines, Forfeitures, and Penalties</u>					
Proceeds from Confiscated Property	0	0	104,841	0	0
Other Fines, Forfeitures, and Penalties	3,123	0	0	0	0
Total Fines, Forfeitures, and Penalties	\$ 189,594	\$ 0	\$ 119,639	\$ 0	\$ 0
<u>Charges for Current Services</u>					
<u>General Service Charges</u>					
Tipping Fees	\$ 0	\$ 23,894	\$ 0	\$ 0	\$ 0
Patient Charges	2,387,169	0	0	0	0
Other General Service Charges	404,864	0	0	0	243,398
<u>Fees</u>					
Airport Fees	225,199	0	0	0	0
Copy Fees	1,730	0	0	0	0
Archives and Records Management Fee	846	0	0	0	0
Telephone Commissions	64,977	0	0	0	0
Vending Machine Collections	80	0	0	0	0
Tourism Fees	57,139	0	0	0	0
Constitutional Officers' Fees and Commissions	0	0	0	6,166	0
Special Commissioner Fees/Special Master Fees	0	0	0	1,200	0
Data Processing Fee - Register	14,850	0	0	0	0
Data Processing Fee - Sheriff	4,590	0	0	0	0
Sexual Offender Registration Fee - Sheriff	6,350	0	0	0	0
Data Processing Fee - County Clerk	4,212	0	0	0	0
Total Charges for Current Services	\$ 3,172,006	\$ 23,894	\$ 0	\$ 7,366	\$ 243,398

(Continued)

Exhibit K-5

Monroe 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>Other Local Revenues</u>					
<u>Recurring Items</u>					
Investment Income	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Lease/Rentals	6,025	0	0	0	0
Sale of Materials and Supplies	338	0	0	0	0
Commissary Sales	77,098	0	0	0	0
Sale of Recycled Materials	0	30,587	0	0	0
Miscellaneous Refunds	13,850	451	0	0	2,036
<u>Nonrecurring Items</u>					
Sale of Equipment	12,659	0	0	0	9,699
Sale of Property	192,200	0	0	0	0
Contributions and Gifts	8,075	0	0	0	0
<u>Other Local Revenues</u>					
Other Local Revenues	600	0	0	0	0
Total Other Local Revenues	<u>\$ 310,845</u>	<u>\$ 31,038</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 11,735</u>
<u>Fees Received From County Officials</u>					
<u>Fees In-Lieu-of Salary</u>					
County Clerk	\$ 447,860	\$ 0	\$ 0	\$ 0	\$ 0
Circuit Court Clerk	270,382	0	0	0	0
General Sessions Court Clerk	233,838	0	0	0	0
Clerk and Master	176,788	0	0	0	0
Register	186,785	0	0	0	0
Sheriff	44,532	0	0	0	0
Trustee	668,185	0	0	0	0
Total Fees Received From County Officials	<u>\$ 2,028,370</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>

(Continued)

Exhibit K-5

Monroe 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>State of Tennessee</u>					
<u>General Government Grants</u>					
Juvenile Services Program	\$ 11,250	\$ 0	\$ 0	\$ 0	\$ 0
Airport Maintenance Program	7,817	0	0	0	0
State Reappraisal Grant	1,170	0	0	0	0
Solid Waste Grants	0	28,143	0	0	0
Other General Government Grants	5,000	0	0	0	0
<u>Public Safety Grants</u>					
Law Enforcement Training Programs	25,800	0	0	0	0
<u>Health and Welfare Grants</u>					
Other Health and Welfare Grants	10,000	0	0	0	0
<u>Public Works Grants</u>					
Bridge Program	0	0	0	0	580,165
State Aid Program	0	0	0	0	128,572
Litter Program	0	39,594	0	0	0
<u>State Education Funds</u>					
Other State Education Funds	10,000	0	0	0	0
<u>Other State Revenues</u>					
Income Tax	75,489	8,237	0	0	7,219
Beer Tax	18,415	0	0	0	0
Vehicle Certificate of Title Fees	8,743	0	0	0	0
Alcoholic Beverage Tax	99,431	0	0	0	0
State Revenue Sharing - T.V.A.	150,000	0	0	0	21,000
Contracted Prisoner Boarding	672,993	0	0	0	0
Gasoline and Motor Fuel Tax	0	0	0	0	2,186,499
Petroleum Special Tax	0	0	0	0	32,122
Registrar's Salary Supplement	15,164	0	0	0	0

(Continued)

Exhibit K-5

Monroe 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 Grants	\$ 235,384	\$ 0	\$ 0	\$ 0	\$ 0
Other State Revenues	2,787	0	0	0	0
Total State of Tennessee	<u>\$ 1,349,443</u>	<u>\$ 75,974</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 2,955,577</u>
<u>Federal Government</u>					
<u>Federal Through State</u>					
Community Development	\$ 490,625	\$ 0	\$ 0	\$ 0	\$ 0
Homeland Security Grants	14,500	0	0	0	0
Other Federal through State	2,914	0	0	0	0
<u>Direct Federal Revenue</u>					
Forest Service	7,902	0	0	0	0
Other Direct Federal Revenue	58,556	0	0	0	0
Total Federal Government	<u>\$ 574,497</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
<u>Other Governments and Citizens Groups</u>					
<u>Other Governments</u>					
Contributions	\$ 267,585	\$ 0	\$ 0	\$ 0	\$ 0
<u>Citizens Groups</u>					
Donations	9,195	0	0	0	0
Total Other Governments and Citizens Groups	<u>\$ 276,780</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
Total	<u>\$ 18,844,126</u>	<u>\$ 1,134,959</u>	<u>\$ 119,639</u>	<u>\$ 7,366</u>	<u>\$ 4,118,268</u>

(Continued)

Exhibit K-5

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

	<u>Debt Service</u> <u>Fund</u>	
	General	Total
	Debt	
	Service	
<u>Local Taxes</u>		
<u>County Property Taxes</u>		
Current Property Tax	\$ 3,268,405	\$ 12,694,321
Trustee's Collections - Prior Year	80,351	312,269
Circuit Clerk/Clerk and Master Collections - Prior Years	68,327	265,464
Interest and Penalty	17,908	69,630
Payments in-Lieu-of Taxes - T.V.A.	11,304	43,921
Payments in-Lieu-of Taxes - Local Utilities	385,673	1,498,216
Payments in-Lieu-of Taxes - Other	986	176,931
<u>County Local Option Taxes</u>		
Local Option Sales Tax	0	758,360
Hotel/Motel Tax	0	171,966
Wheel Tax	977,191	977,191
Litigation Tax - General	35,710	70,012
Litigation Tax - Special Purpose	0	34,082
Litigation Tax - Jail, Workhouse, or Courthouse	0	171,553
Business Tax	52,847	222,713
Mixed Drink Tax	0	6,460
Mineral Severance Tax	0	22,893
<u>Statutory Local Taxes</u>		
Bank Excise Tax	8,026	31,187
Wholesale Beer Tax	0	76,035
Interstate Telecommunications Tax	472	1,834
Total Local Taxes	<u>\$ 4,907,200</u>	<u>\$ 17,605,038</u>

(Continued)

Exhibit K-5

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

	<u>Debt Service</u> <u>Fund</u> General Debt Service	Total
<u>Licenses and Permits</u>		
<u>Licenses</u>		
Animal Vaccination	\$ 0	\$ 50,998
Cable TV Franchise	0	88,960
<u>Permits</u>		
Building Permits	0	16,406
Total Licenses and Permits	<u>\$ 0</u>	<u>\$ 156,364</u>
<u>Fines, Forfeitures, and Penalties</u>		
<u>Circuit Court</u>		
Fines	\$ 0	\$ 13,767
Officers Costs	0	19,016
Jail Fees	0	6,005
DUI Treatment Fines	0	855
Data Entry Fee - Circuit Court	0	2,815
Courtroom Security Fee	0	156
<u>General Sessions Court</u>		
Fines	0	34,768
Officers Costs	0	55,899
Jail Fees	0	26,751
DUI Treatment Fines	0	7,880
Data Entry Fee - General Sessions Court	0	12,359
Courtroom Security Fee	0	836
<u>Chancery Court</u>		
Officers Costs	0	4,174
<u>Other Courts - In-county</u>		
Fines	0	400
Drug Control Fines	0	15,409

(Continued)

Exhibit K-5

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

	Debt Service Fund	
	General	
	Debt	
	Service	Total
<u>Fines, Forfeitures, and Penalties (Cont.)</u>		
<u>Judicial District Drug Program</u>		
Courtroom Security Fee	\$ 0	\$ 179
<u>Other Fines, Forfeitures, and Penalties</u>		
Proceeds from Confiscated Property	0	104,841
Other Fines, Forfeitures, and Penalties	0	3,123
Total Fines, Forfeitures, and Penalties	\$ 0	\$ 309,233
<u>Charges for Current Services</u>		
<u>General Service Charges</u>		
Tipping Fees	\$ 0	\$ 23,894
Patient Charges	0	2,387,169
Other General Service Charges	0	648,262
<u>Fees</u>		
Airport Fees	0	225,199
Copy Fees	0	1,730
Archives and Records Management Fee	0	846
Telephone Commissions	0	64,977
Vending Machine Collections	0	80
Tourism Fees	0	57,139
Constitutional Officers' Fees and Commissions	0	6,166
Special Commissioner Fees/Special Master Fees	0	1,200
Data Processing Fee - Register	0	14,850
Data Processing Fee - Sheriff	0	4,590
Sexual Offender Registration Fee - Sheriff	0	6,350
Data Processing Fee - County Clerk	0	4,212
Total Charges for Current Services	\$ 0	\$ 3,446,664

(Continued)

Exhibit K-5

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

	Debt Service Fund	
	General	
	Debt	
	Service	Total
<u>Other Local Revenues</u>		
<u>Recurring Items</u>		
Investment Income	\$ 107,686	\$ 107,686
Lease/Rentals	0	6,025
Sale of Materials and Supplies	0	338
Commissary Sales	0	77,098
Sale of Recycled Materials	0	30,587
Miscellaneous Refunds	0	16,337
<u>Nonrecurring Items</u>		
Sale of Equipment	0	22,358
Sale of Property	0	192,200
Contributions and Gifts	0	8,075
<u>Other Local Revenues</u>		
Other Local Revenues	0	600
Total Other Local Revenues	<u>\$ 107,686</u>	<u>\$ 461,304</u>
<u>Fees Received From County Officials</u>		
<u>Fees In-Lieu-of Salary</u>		
County Clerk	\$ 0	\$ 447,860
Circuit Court Clerk	0	270,382
General Sessions Court Clerk	0	233,838
Clerk and Master	0	176,788
Register	0	186,785
Sheriff	0	44,532
Trustee	0	668,185
Total Fees Received From County Officials	<u>\$ 0</u>	<u>\$ 2,028,370</u>

(Continued)

Exhibit K-5

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

	<u>Debt Service</u> <u>Fund</u> General Debt Service	<u>Total</u>
<u>State of Tennessee</u>		
<u>General Government Grants</u>		
Juvenile Services Program	\$ 0	\$ 11,250
Airport Maintenance Program	0	7,817
State Reappraisal Grant	0	1,170
Solid Waste Grants	0	28,143
Other General Government Grants	0	5,000
<u>Public Safety Grants</u>		
Law Enforcement Training Programs	0	25,800
<u>Health and Welfare Grants</u>		
Other Health and Welfare Grants	0	10,000
<u>Public Works Grants</u>		
Bridge Program	0	580,165
State Aid Program	0	128,572
Litter Program	0	39,594
<u>State Education Funds</u>		
Other State Education Funds	0	10,000
<u>Other State Revenues</u>		
Income Tax	31,527	122,472
Beer Tax	0	18,415
Vehicle Certificate of Title Fees	0	8,743
Alcoholic Beverage Tax	0	99,431
State Revenue Sharing - T.V.A.	0	171,000
Contracted Prisoner Boarding	0	672,993
Gasoline and Motor Fuel Tax	0	2,186,499
Petroleum Special Tax	0	32,122
Registrar's Salary Supplement	0	15,164

(Continued)

Exhibit K-5

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

	<u>Debt Service</u> <u>Fund</u> General Debt Service	Total
<u>State of Tennessee (Cont.)</u>		
<u>Other State Revenues (Cont.)</u>		
Other State Grants	\$ 0	\$ 235,384
Other State Revenues	0	2,787
Total State of Tennessee	<u>\$ 31,527</u>	<u>\$ 4,412,521</u>
<u>Federal Government</u>		
<u>Federal Through State</u>		
Community Development	\$ 0	\$ 490,625
Homeland Security Grants	0	14,500
Other Federal through State	0	2,914
<u>Direct Federal Revenue</u>		
Forest Service	0	7,902
Other Direct Federal Revenue	0	58,556
Total Federal Government	<u>\$ 0</u>	<u>\$ 574,497</u>
<u>Other Governments and Citizens Groups</u>		
<u>Other Governments</u>		
Contributions	\$ 42,493	\$ 310,078
<u>Citizens Groups</u>		
Donations	0	9,195
Total Other Governments and Citizens Groups	<u>\$ 42,493</u>	<u>\$ 319,273</u>
Total	<u>\$ 5,088,906</u>	<u>\$ 29,313,264</u>

Exhibit K-6

Monroe County, Tennessee
Schedule of Detailed Revenues -
All Governmental Fund Types
Discretely Presented Monroe County School Department
For the Year Ended June 30, 2017

	General Purpose School	Special Revenue Funds		Total
		School Federal Projects	Central Cafeteria	
<u>Local Taxes</u>				
<u>County Property Taxes</u>				
Current Property Tax	\$ 4,349,064	\$ 0	\$ 0	\$ 4,349,064
Trustee's Collections - Prior Year	106,578	0	0	106,578
Circuit Clerk/Clerk and Master Collections - Prior Years	90,744	0	0	90,744
Interest and Penalty	23,985	0	0	23,985
Payments in-Lieu-of Taxes - T.V.A.	14,991	0	0	14,991
Payments in-Lieu-of Taxes - Local Utilities	511,584	0	0	511,584
Payments in-Lieu-of Taxes - Other	1,310	0	0	1,310
<u>County Local Option Taxes</u>				
Local Option Sales Tax	3,905,485	0	0	3,905,485
Business Tax	123,719	0	0	123,719
Mixed Drink Tax	5,095	0	0	5,095
Other County Local Option Taxes	206	0	0	206
<u>Statutory Local Taxes</u>				
Bank Excise Tax	10,641	0	0	10,641
Interstate Telecommunications Tax	3,542	0	0	3,542
Total Local Taxes	<u>\$ 9,146,944</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 9,146,944</u>
<u>Licenses and Permits</u>				
<u>Licenses</u>				
Marriage Licenses	\$ 2,928	\$ 0	\$ 0	\$ 2,928
Total Licenses and Permits	<u>\$ 2,928</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 2,928</u>

(Continued)

Exhibit K-6

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

	General Purpose School	Special Revenue Funds		Total
		School Federal Projects	Central Cafeteria	
<u>Charges for Current Services</u>				
<u>Fees</u>				
Vending Machine Collections	\$ 0	\$ 0	\$ 107	\$ 107
<u>Education Charges</u>				
Lunch Payments - Children	0	0	345,031	345,031
Lunch Payments - Adults	0	0	91,712	91,712
Income from Breakfast	0	0	106,193	106,193
Transportation - Other State Systems	209,105	0	0	209,105
School Based Health Services - FFS	31,458	0	0	31,458
Receipts from Individual Schools	25,606	0	74,330	99,936
Total Charges for Current Services	<u>\$ 266,169</u>	<u>\$ 0</u>	<u>\$ 617,373</u>	<u>\$ 883,542</u>
<u>Other Local Revenues</u>				
<u>Recurring Items</u>				
Investment Income	\$ 0	\$ 0	\$ 8	\$ 8
Lease/Rentals	100	0	0	100
E-Rate Funding	24,195	0	0	24,195
Miscellaneous Refunds	473	0	0	473
<u>Nonrecurring Items</u>				
Sale of Equipment	27,716	0	4,529	32,245
<u>Other Local Revenues</u>				
Other Local Revenues	198,275	0	0	198,275
Total Other Local Revenues	<u>\$ 250,759</u>	<u>\$ 0</u>	<u>\$ 4,537</u>	<u>\$ 255,296</u>

(Continued)

Exhibit K-6

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

	General Purpose School	Special Revenue Funds		Total
		School Federal Projects	Central Cafeteria	
<u>State of Tennessee</u>				
<u>General Government Grants</u>				
On-behalf Contributions for OPEB	\$ 177,620	\$ 0	\$ 0	\$ 177,620
<u>State Education Funds</u>				
Basic Education Program	27,786,000	0	0	27,786,000
Early Childhood Education	294,398	0	0	294,398
School Food Service	0	0	27,017	27,017
Other State Education Funds	419,173	0	0	419,173
Career Ladder Program	132,112	0	0	132,112
<u>Other State Revenues</u>				
Income Tax	41,786	0	0	41,786
State Revenue Sharing - T.V.A.	1,314,671	0	0	1,314,671
Total State of Tennessee	\$ 30,165,760	\$ 0	\$ 27,017	\$ 30,192,777
<u>Federal Government</u>				
<u>Federal Through State</u>				
USDA School Lunch Program	\$ 0	\$ 0	\$ 1,420,958	\$ 1,420,958
USDA - Commodities	0	0	173,764	173,764
Breakfast	0	0	552,283	552,283
USDA - Other	0	0	237,025	237,025
Vocational Education - Basic Grants to States	0	131,050	0	131,050
Title I Grants to Local Education Agencies	0	1,531,890	0	1,531,890
Special Education - Grants to States	193,191	1,188,927	0	1,382,118
Special Education Preschool Grants	0	28,337	0	28,337
Rural Education	0	65,988	0	65,988
Eisenhower Professional Development State Grants	0	137,955	0	137,955

(Continued)

Exhibit K-6

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

	General Purpose School	Special Revenue Funds		Total
		School Federal Projects	Central Cafeteria	
<u>Federal Government (Cont.)</u>				
<u>Federal Through State (Cont.)</u>				
Other Federal through State	\$ 0	\$ 19,340	\$ 0	\$ 19,340
Total Federal Government	\$ 193,191	\$ 3,103,487	\$ 2,384,030	\$ 5,680,708
<u>Other Governments and Citizens Groups</u>				
<u>Other Governments</u>				
Contributions	\$ 179,034	\$ 0	\$ 0	\$ 179,034
Total Other Governments and Citizens Groups	\$ 179,034	\$ 0	\$ 0	\$ 179,034
Total	\$ 40,204,785	\$ 3,103,487	\$ 3,032,957	\$ 46,341,229

Exhibit K-7

Monroe County, Tennessee
Schedule of Detailed Expenditures -
All Governmental Fund Types
For the Year Ended June 30, 2017

General Fund

General Government

County Commission

Secretary to Board	\$	2,789	
Board and Committee Members Fees		52,999	
Social Security		3,313	
Pensions		127	
Employee and Dependent Insurance		852	
Life Insurance		5	
Employer Medicare		807	
Communication		4,000	
Consultants		22,354	
Contracts with Private Agencies		17,045	
Dues and Memberships		4,692	
Postal Charges		71	
Building and Contents Insurance		53,500	
Indirect Cost		2,465	
Judgments		125,000	
Liability Insurance		8,700	
Workers' Compensation Insurance		1,000	
Tax Relief Program		132,338	
Other Charges		17,992	
Total County Commission			\$ 450,049

Board of Equalization

Board and Committee Members Fees	\$	2,600	
Total Board of Equalization			2,600

County Mayor/Executive

County Official/Administrative Officer	\$	88,245	
Assistant(s)		30,532	
Deputy(ies)		27,258	
Social Security		8,525	
Pensions		6,630	
Employee and Dependent Insurance		20,712	
Life Insurance		166	
Employer Medicare		1,994	
Communication		5,812	
Dues and Memberships		2,300	
Postal Charges		376	
Travel		1,214	
Office Supplies		1,111	
Workers' Compensation Insurance		1,000	
Other Charges		119	
Office Equipment		439	
Total County Mayor/Executive			196,433

Personnel Office

Secretary(ies)	\$	122,563	
Longevity Pay		2,500	

(Continued)

Exhibit K-7

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

General Fund (Cont.)

General Government (Cont.)

Personnel Office (Cont.)

Social Security	\$	6,941	
Pensions		5,472	
Employee and Dependent Insurance		34,453	
Life Insurance		217	
Employer Medicare		1,623	
Consultants		1,217	
Dues and Memberships		190	
Operating Lease Payments		4,036	
Maintenance Agreements		625	
Travel		944	
Other Contracted Services		75	
Other Charges		4,291	
Office Equipment		1,072	
Total Personnel Office	\$		186,219

County Attorney

Legal Services	\$	64,559	
Total County Attorney			64,559

Election Commission

County Official/Administrative Officer	\$	64,521	
Assistant(s)		32,325	
Deputy(ies)		31,384	
Election Commission		18,015	
Election Workers		43,915	
Social Security		10,427	
Pensions		5,822	
Employee and Dependent Insurance		29,755	
Life Insurance		171	
Employer Medicare		2,505	
Communication		4,801	
Data Processing Services		597	
Operating Lease Payments		1,500	
Legal Notices, Recording, and Court Costs		3,614	
Maintenance Agreements		22,263	
Maintenance and Repair Services - Office Equipment		225	
Postal Charges		5,194	
Travel		9,377	
Data Processing Supplies		1,157	
Fuel Oil		37	
Office Supplies		2,771	
Workers' Compensation Insurance		1,000	
Other Equipment		710	
Total Election Commission			292,086

Register of Deeds

County Official/Administrative Officer	\$	71,690	
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(Continued)

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

General Fund (Cont.)

General Government (Cont.)

Register of Deeds (Cont.)

Assistant(s)	\$	35,670	
Deputy(ies)		121,418	
Part-time Personnel		12,789	
Longevity Pay		11,300	
Social Security		15,340	
Pensions		10,899	
Employee and Dependent Insurance		51,407	
Life Insurance		342	
Employer Medicare		3,588	
Communication		4,243	
Dues and Memberships		924	
Operating Lease Payments		4,756	
Maintenance Agreements		24,913	
Postal Charges		490	
Travel		385	
Office Supplies		3,546	
Workers' Compensation Insurance		1,000	
Office Equipment		12,544	
Total Register of Deeds			\$ 387,244

Planning

Supervisor/Director	\$	44,758	
Board and Committee Members Fees		1,900	
Social Security		2,890	
Pensions		2,032	
Employee and Dependent Insurance		7,762	
Life Insurance		57	
Employer Medicare		677	
Communication		1,131	
Dues and Memberships		359	
Legal Notices, Recording, and Court Costs		64	
Maintenance Agreements		1,300	
Postal Charges		31	
Travel		1,458	
Office Supplies		123	
Workers' Compensation Insurance		1,000	
Office Equipment		1,432	
Total Planning			66,974

Engineering

Supervisor/Director	\$	51,942	
Social Security		3,160	
Pensions		2,358	
Employee and Dependent Insurance		7,703	
Life Insurance		57	
Employer Medicare		739	
Communication		3,809	

(Continued)

Exhibit K-7

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

General Fund (Cont.)

General Government (Cont.)

Engineering (Cont.)

Licenses	\$	13,422	
Maintenance Agreements		15,226	
Equipment and Machinery Parts		8,900	
Office Supplies		296	
Office Equipment		1,462	
Total Engineering			\$ 109,074

Codes Compliance

County Official/Administrative Officer	\$	15,300	
Clerical Personnel		2,349	
Part-time Personnel		13,739	
Social Security		1,842	
Pensions		801	
Employee and Dependent Insurance		3,938	
Life Insurance		19	
Employer Medicare		431	
Maintenance Agreements		864	
Office Supplies		148	
Workers' Compensation Insurance		704	
Office Equipment		1,281	
Total Codes Compliance			41,416

Geographical Information Systems

Supervisor/Director	\$	44,777	
Clerical Personnel		29,542	
Longevity Pay		2,500	
Social Security		4,262	
Pensions		3,487	
Employee and Dependent Insurance		18,242	
Life Insurance		114	
Employer Medicare		997	
Communication		1,639	
Licenses		920	
Maintenance Agreements		10,400	
Gasoline		225	
Office Supplies		945	
Workers' Compensation Insurance		1,000	
Other Charges		324	
Office Equipment		11,078	
Total Geographical Information Systems			130,452

County Buildings

Assistant(s)	\$	63,989	
Supervisor/Director		35,859	
Attendants		23,963	
Custodial Personnel		19,079	
Longevity Pay		583	

(Continued)

Exhibit K-7

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

General Fund (Cont.)

General Government (Cont.)

County Buildings (Cont.)

Overtime Pay	\$	10,491	
Other Salaries and Wages		23,963	
Social Security		9,765	
Pensions		7,911	
Employee and Dependent Insurance		50,429	
Life Insurance		337	
Employer Medicare		2,284	
Communication		6,754	
Maintenance Agreements		14,868	
Maintenance and Repair Services - Buildings		206,086	
Custodial Supplies		10,097	
Electricity		109,226	
Natural Gas		15,829	
Water and Sewer		10,443	
Other Supplies and Materials		1,708	
Workers' Compensation Insurance		5,000	
Other Charges		76,897	
Principal on Capital Leases		5,601	
Interest on Capital Leases		531	
Maintenance Equipment		2,468	
Motor Vehicles		28,004	
Total County Buildings			\$ 742,165

Other General Administration

Operating Lease Payments	\$	2,182	
Maintenance Agreements		1,203	
Duplicating Supplies		700	
Gasoline		9,614	
Trustee's Commission		246,547	
Other Charges		1,200	
Total Other General Administration			261,446

Preservation of Records

Supervisor/Director	\$	12,794	
Social Security		793	
Employer Medicare		186	
Communication		222	
Maintenance Agreements		648	
Postal Charges		68	
Other Supplies and Materials		1,944	
Other Charges		590	
Total Preservation of Records			17,245

Finance

Accounting and Budgeting

County Official/Administrative Officer	\$	78,806	
Assistant(s)		64,182	

(Continued)

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

General Fund (Cont.)

Finance (Cont.)

Accounting and Budgeting (Cont.)

Accountants/Bookkeepers	\$	224,071	
Longevity Pay		1,708	
Social Security		20,520	
Pensions		16,439	
Employee and Dependent Insurance		97,201	
Life Insurance		505	
Employer Medicare		4,799	
Communication		15,961	
Data Processing Services		14,855	
Operating Lease Payments		1,008	
Maintenance Agreements		863	
Postal Charges		5,886	
Travel		8,728	
Office Supplies		11,761	
Workers' Compensation Insurance		5,000	
Other Charges		11,260	
Administration Equipment		326	
Office Equipment		10,653	
Total Accounting and Budgeting	\$		594,532

Property Assessor's Office

County Official/Administrative Officer	\$	71,690	
Deputy(ies)		36,799	
Salary Supplements		1,170	
Secretary(ies)		18,427	
Clerical Personnel		59,771	
Longevity Pay		3,500	
Social Security		11,138	
Pensions		8,287	
Employee and Dependent Insurance		42,770	
Life Insurance		252	
Employer Medicare		2,605	
Communication		4,342	
Data Processing Services		16,248	
Dues and Memberships		100	
Operating Lease Payments		1,500	
Maintenance Agreements		1,034	
Maintenance and Repair Services - Vehicles		228	
Postal Charges		2,588	
Printing, Stationery, and Forms		257	
Travel		1,612	
Gasoline		1,272	
Office Supplies		2,953	
Tires and Tubes		620	
Workers' Compensation Insurance		1,000	
Other Charges		1,285	
Office Equipment		1,286	
Total Property Assessor's Office			292,734

(Continued)

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

General Fund (Cont.)

Finance (Cont.)

Reappraisal Program

Clerical Personnel	\$	26,291	
Part-time Personnel		19,276	
Social Security		2,609	
Pensions		977	
Employee and Dependent Insurance		6,319	
Life Insurance		48	
Employer Medicare		662	
Data Processing Services		5,527	
Office Supplies		1,817	
Workers' Compensation Insurance		1,000	
Other Charges		50	
Office Equipment		709	
Total Reappraisal Program			\$ 65,285

County Trustee's Office

County Official/Administrative Officer	\$	71,690	
Assistant(s)		33,246	
Deputy(ies)		82,494	
Part-time Personnel		11,316	
Longevity Pay		1,733	
Social Security		11,537	
Pensions		8,588	
Employee and Dependent Insurance		49,560	
Life Insurance		285	
Employer Medicare		2,698	
Communication		3,784	
Dues and Memberships		899	
Operating Lease Payments		1,511	
Legal Notices, Recording, and Court Costs		401	
Maintenance Agreements		678	
Postal Charges		4,157	
Travel		1,767	
Other Contracted Services		22,184	
Office Supplies		1,984	
Workers' Compensation Insurance		1,000	
Other Charges		1,587	
Office Equipment		1,570	
Other Capital Outlay		10,791	
Total County Trustee's Office			325,460

County Clerk's Office

County Official/Administrative Officer	\$	71,690
Assistant(s)		35,700
Deputy(ies)		209,157
Part-time Personnel		12,119
Longevity Pay		3,900
Overtime Pay		5,245

(Continued)

Exhibit K-7

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

General Fund (Cont.)

Finance (Cont.)

County Clerk's Office (Cont.)

Social Security	\$	19,633	
Pensions		14,627	
Employee and Dependent Insurance		81,472	
Life Insurance		551	
Employer Medicare		4,698	
Communication		6,727	
Dues and Memberships		689	
Operating Lease Payments		1,908	
Legal Notices, Recording, and Court Costs		241	
Maintenance Agreements		887	
Maintenance and Repair Services - Office Equipment		19,219	
Postal Charges		8,096	
Travel		1,860	
Office Supplies		5,811	
Workers' Compensation Insurance		1,000	
Office Equipment		925	
Total County Clerk's Office			\$ 506,155

Administration of Justice

Circuit Court

County Official/Administrative Officer	\$	71,690	
Assistant(s)		34,170	
Deputy(ies)		516,505	
Part-time Personnel		33,612	
Longevity Pay		17,300	
Other Salaries and Wages		7,200	
Board and Committee Members Fees		700	
Jury and Witness Expense		20,543	
Social Security		39,954	
Pensions		28,941	
Employee and Dependent Insurance		162,488	
Life Insurance		1,043	
Employer Medicare		9,464	
Communication		13,384	
Operating Lease Payments		4,010	
Legal Notices, Recording, and Court Costs		216	
Maintenance Agreements		12,743	
Maintenance and Repair Services - Office Equipment		150	
Postal Charges		6,499	
Printing, Stationery, and Forms		6,240	
Travel		4,694	
Office Supplies		18,286	
Workers' Compensation Insurance		1,500	
Other Charges		24,154	
Office Equipment		5,229	
Total Circuit Court			1,040,715

(Continued)

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

General Fund (Cont.)

Administration of Justice (Cont.)

General Sessions Judge

Judge(s)	\$	153,106	
Secretary(ies)		33,026	
Longevity Pay		1,900	
Social Security		9,478	
Pensions		8,537	
Employee and Dependent Insurance		15,207	
Life Insurance		114	
Employer Medicare		2,688	
Communication		5,362	
Dues and Memberships		500	
Operating Lease Payments		983	
Maintenance Agreements		1,097	
Postal Charges		147	
Travel		614	
Library Books/Media		1,356	
Office Supplies		1,521	
Workers' Compensation Insurance		1,000	
Other Charges		189	
Total General Sessions Judge			\$ 236,825

Chancery Court

County Official/Administrative Officer	\$	71,690	
Deputy(ies)		79,938	
Part-time Personnel		4,467	
Longevity Pay		3,700	
Jury and Witness Expense		135	
Social Security		10,092	
Pensions		7,633	
Employee and Dependent Insurance		28,784	
Life Insurance		228	
Employer Medicare		2,360	
Communication		7,351	
Dues and Memberships		1,159	
Maintenance Agreements		3,956	
Postal Charges		3,000	
Office Supplies		7,969	
Workers' Compensation Insurance		1,000	
Office Equipment		2,358	
Total Chancery Court			235,820

Probate Court

Deputy(ies)	\$	31,439	
Longevity Pay		2,400	
Social Security		1,729	
Pensions		1,536	
Employee and Dependent Insurance		10,480	
Life Insurance		57	

(Continued)

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

General Fund (Cont.)

Administration of Justice (Cont.)

Probate Court (Cont.)

Employer Medicare	\$	404	
Postal Charges		400	
Office Supplies		946	
Office Equipment		801	
Total Probate Court			\$ 50,192

Other Administration of Justice

Legal Notices, Recording, and Court Costs	\$	5,000	
Total Other Administration of Justice			5,000

Public Safety

Sheriff's Department

County Official/Administrative Officer	\$	84,042
Assistant(s)		48,745
Supervisor/Director		78,216
Deputy(ies)		444,654
Investigator(s)		248,142
Captain(s)		258,894
Sergeant(s)		163,968
Accountants/Bookkeepers		33,940
Mechanic(s)		38,634
Secretary(ies)		29,452
Clerical Personnel		57,407
Part-time Personnel		22,227
School Resource Officer		248,866
Longevity Pay		19,283
Overtime Pay		119,599
Other Salaries and Wages		113,155
In-service Training		25,800
Social Security		120,402
Pensions		87,615
Employee and Dependent Insurance		437,754
Life Insurance		2,556
Employer Medicare		28,159
Communication		32,817
Dues and Memberships		4,960
Operating Lease Payments		3,948
Maintenance Agreements		5,182
Maintenance and Repair Services - Equipment		2,955
Maintenance and Repair Services - Vehicles		737
Postal Charges		3,255
Travel		13,864
Tuition		10,247
Animal Food and Supplies		116
Equipment Parts - Light		1,000
Garage Supplies		1,967
Gasoline		120,291

(Continued)

Exhibit K-7

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

General Fund (Cont.)

Public Safety (Cont.)

Sheriff's Department (Cont.)

Lubricants	\$	3,257	
Office Supplies		8,149	
Small Tools		845	
Tires and Tubes		16,703	
Uniforms		31,066	
Vehicle Parts		24,213	
Workers' Compensation Insurance		60,826	
Other Charges		23,800	
Principal on Capital Leases		219,263	
Interest on Capital Leases		15,770	
Communication Equipment		10,426	
Law Enforcement Equipment		98,966	
Motor Vehicles		896,642	
Office Equipment		15,605	
Total Sheriff's Department			\$ 4,338,380

Administration of the Sexual Offender Registry

Other Charges	\$	803	
Total Administration of the Sexual Offender Registry			803

Jail

Assistant(s)	\$	48,745
Lieutenant(s)		107,763
Sergeant(s)		180,053
Accountants/Bookkeepers		90,741
Guards		586,183
Cafeteria Personnel		42,644
Part-time Personnel		195,459
Longevity Pay		7,800
Overtime Pay		65,688
Social Security		79,748
Pensions		46,565
Employee and Dependent Insurance		237,203
Life Insurance		1,682
Employer Medicare		18,652
Communication		2,165
Maintenance and Repair Services - Buildings		1,317
Maintenance and Repair Services - Equipment		7,120
Travel		6,279
Custodial Supplies		18,169
Drugs and Medical Supplies		318,739
Electricity		65,840
Food Preparation Supplies		2,353
Food Supplies		267,997
Natural Gas		19,004
Office Supplies		2,974
Prisoners Clothing		5,958

(Continued)

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

General Fund (Cont.)

Public Safety (Cont.)

Jail (Cont.)

Uniforms	\$	17,048	
Water and Sewer		62,812	
Workers' Compensation Insurance		40,162	
Other Charges		31,796	
Building Improvements		5,109	
Law Enforcement Equipment		3,322	
Motor Vehicles		24,995	
Office Equipment		1,661	
Other Equipment		2,982	
Total Jail			\$ 2,616,728

Juvenile Services

Supervisor/Director	\$	39,868	
Youth Service Officer(s)		33,004	
Longevity Pay		2,200	
Social Security		4,062	
Pensions		3,408	
Employee and Dependent Insurance		22,643	
Life Insurance		114	
Employer Medicare		950	
Communication		1,428	
Dues and Memberships		702	
Travel		2,008	
Other Contracted Services		5,207	
Office Supplies		1,011	
Other Charges		5,398	
Total Juvenile Services			122,003

Commissary

Food Supplies	\$	6,711	
Office Supplies		579	
Total Commissary			7,290

Fire Prevention and Control

Contributions	\$	5,000	
Liability Insurance		9,400	
Vehicle and Equipment Insurance		62,100	
Workers' Compensation Insurance		23,500	
Other Charges		145,000	
Total Fire Prevention and Control			245,000

Rescue Squad

Contributions	\$	55,000	
Total Rescue Squad			55,000

Other Emergency Management

Other Salaries and Wages	\$	18,149	
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(Continued)

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

General Fund (Cont.)

Public Safety (Cont.)

Other Emergency Management (Cont.)

Social Security	\$	1,125	
Employer Medicare		263	
Communication		17,933	
Maintenance and Repair Services - Office Equipment		15	
Maintenance and Repair Services - Vehicles		1,715	
Postal Charges		17	
Office Supplies		4,463	
Uniforms		1,390	
Other Supplies and Materials		30	
Other Charges		14,641	
Total Other Emergency Management			\$ 59,741

County Coroner/Medical Examiner

Supervisor/Director	\$	9,000	
Pauper Burials		1,700	
Other Charges		53,250	
Total County Coroner/Medical Examiner			63,950

Other Public Safety

Contributions	\$	181,800	
Total Other Public Safety			181,800

Public Health and Welfare

Local Health Center

Communication	\$	9,324	
Dues and Memberships		400	
Operating Lease Payments		2,158	
Maintenance Agreements		3,378	
Postal Charges		2,876	
Other Contracted Services		12,158	
Drugs and Medical Supplies		267	
Office Supplies		6,940	
Periodicals		59	
Other Charges		60,351	
Office Equipment		600	
Total Local Health Center			98,511

Rabies and Animal Control

Assistant(s)	\$	24,422	
Supervisor/Director		30,913	
Part-time Personnel		32,666	
Social Security		4,543	
Pensions		3,019	
Employee and Dependent Insurance		18,656	
Life Insurance		122	
Employer Medicare		1,062	
Communication		5,268	

(Continued)

Exhibit K-7

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

General Fund (Cont.)

Public Health and Welfare (Cont.)

Rabies and Animal Control (Cont.)

Licenses	\$	620	
Maintenance and Repair Services - Vehicles		152	
Rentals		8,400	
Travel		736	
Veterinary Services		45,824	
Custodial Supplies		2,018	
Electricity		8,339	
Gasoline		912	
Natural Gas		778	
Office Supplies		1,271	
Water and Sewer		433	
Workers' Compensation Insurance		1,000	
Other Charges		1,095	
Total Rabies and Animal Control			\$ 192,249

Ambulance/Emergency Medical Services

Supervisor/Director	\$	56,810
Paraprofessionals		1,734,562
Secretary(ies)		59,965
Longevity Pay		22,783
Social Security		111,843
Pensions		82,727
Employee and Dependent Insurance		338,241
Life Insurance		2,076
Employer Medicare		26,157
Communication		20,636
Contracts with Private Agencies		3,240
Evaluation and Testing		247
Operating Lease Payments		1,500
Licenses		3,000
Maintenance Agreements		1,733
Maintenance and Repair Services - Vehicles		48,875
Postal Charges		28
Travel		1,172
Tuition		8,766
Other Contracted Services		134,011
Custodial Supplies		532
Diesel Fuel		64,095
Drugs and Medical Supplies		115,410
Electricity		7,195
Natural Gas		1,488
Office Supplies		1,124
Tires and Tubes		7,202
Uniforms		12,165
Water and Sewer		1,090
Refunds		6,757
Workers' Compensation Insurance		137,114

(Continued)

Exhibit K-7

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

General Fund (Cont.)Public Health and Welfare (Cont.)Ambulance/Emergency Medical Services (Cont.)

Other Charges	\$	8,980	
Communication Equipment		2,557	
Motor Vehicles		135,763	
Health Equipment		14,439	
Total Ambulance/Emergency Medical Services	\$		3,174,283

Maternal and Child Health Services

Other Charges	\$	23,283	
Total Maternal and Child Health Services			23,283

Dental Health Program

Assistant(s)	\$	61,329	
Deputy(ies)		26,528	
Medical Personnel		53,960	
Clerical Personnel		23,163	
Longevity Pay		1,500	
Other Salaries and Wages		97,041	
Social Security		15,467	
Pensions		6,535	
Employee and Dependent Insurance		32,393	
Life Insurance		238	
Employer Medicare		3,617	
Communication		4,092	
Maintenance and Repair Services - Equipment		743	
Postal Charges		1,274	
Travel		97	
Other Contracted Services		500	
Drugs and Medical Supplies		44,411	
Gasoline		92	
Office Supplies		4,054	
Other Supplies and Materials		1,572	
Liability Insurance		4,337	
Workers' Compensation Insurance		100	
In Service/Staff Development		412	
Other Charges		379	
Office Equipment		1,023	
Health Equipment		1,260	
Total Dental Health Program			386,117

Alcohol and Drug Programs

Other Charges	\$	9,323	
Total Alcohol and Drug Programs			9,323

Other Local Health Services

Assistant(s)	\$	22,832	
Deputy(ies)		34,019	
Teachers		31,769	

(Continued)

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

General Fund (Cont.)

Public Health and Welfare (Cont.)

Other Local Health Services (Cont.)

Guidance Personnel	\$	13,026	
Secretary(ies)		23,675	
Attendants		25,090	
Longevity Pay		3,000	
Social Security		9,024	
Pensions		4,734	
Employee and Dependent Insurance		36,453	
Life Insurance		209	
Employer Medicare		2,111	
Travel		10,257	
Liability Insurance		501	
Workers' Compensation Insurance		1,000	
Total Other Local Health Services			\$ 217,700

General Welfare Assistance

Social Workers	\$	3,988	
Longevity Pay		2,500	
Social Security		461	
Pensions		222	
Employee and Dependent Insurance		1,570	
Life Insurance		10	
Employer Medicare		108	
Total General Welfare Assistance			8,859

Social, Cultural, and Recreational Services

Senior Citizens Assistance

Contributions	\$	30,000	
Other Contracted Services		8,000	
Total Senior Citizens Assistance			38,000

Libraries

Contributions	\$	113,374	
Maintenance Agreements		7,876	
Total Libraries			121,250

Other Social, Cultural, and Recreational

Contributions	\$	164,850	
Total Other Social, Cultural, and Recreational			164,850

Agriculture and Natural Resources

Agricultural Extension Service

County Official/Administrative Officer	\$	14,146	
Assistant(s)		15,704	
Supervisor/Director		12,892	
Clerical Personnel		5,135	
Other Salaries and Wages		10,058	
Social Security		3,445	

(Continued)

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

General Fund (Cont.)

Agriculture and Natural Resources (Cont.)

Agricultural Extension Service (Cont.)

Pensions	\$	10,026	
Employer Medicare		806	
Communication		1,450	
Operating Lease Payments		694	
Maintenance Agreements		431	
Travel		1,199	
Office Supplies		896	
Total Agricultural Extension Service			\$ 76,882

Soil Conservation

Secretary(ies)	\$	23,091	
Other Salaries and Wages		9,845	
Social Security		2,033	
Pensions		707	
Employee and Dependent Insurance		5,086	
Life Insurance		38	
Employer Medicare		476	
Contributions		2,042	
Dues and Memberships		715	
Office Supplies		150	
Workers' Compensation Insurance		500	
Other Charges		756	
Total Soil Conservation			45,439

Flood Control

Contributions	\$	2,000	
Total Flood Control			2,000

Other Operations

Tourism

Supervisor/Director	\$	45,516	
Custodial Personnel		2,385	
Part-time Personnel		39,104	
Social Security		4,749	
Pensions		2,066	
Employee and Dependent Insurance		10,840	
Life Insurance		57	
Employer Medicare		1,216	
Advertising		39,778	
Communication		8,633	
Dues and Memberships		2,169	
Operating Lease Payments		1,470	
Maintenance Agreements		2,173	
Maintenance and Repair Services - Vehicles		110	
Postal Charges		1,856	
Travel		18,907	
Custodial Supplies		1,185	

(Continued)

Exhibit K-7

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

General Fund (Cont.)

Other Operations (Cont.)

Tourism (Cont.)

Electricity	\$	3,409	
Office Supplies		4,237	
Water and Sewer		2,283	
Other Supplies and Materials		25,965	
Workers' Compensation Insurance		1,000	
Other Charges		2,390	
Total Tourism			\$ 221,498

Industrial Development

Supervisor/Director	\$	75,766	
Secretary(ies)		32,304	
Longevity Pay		1,200	
Social Security		6,644	
Pensions		4,783	
Employee and Dependent Insurance		19,635	
Life Insurance		114	
Employer Medicare		1,732	
Advertising		4,732	
Communication		2,989	
Consultants		6,822	
Dues and Memberships		2,740	
Legal Services		7,912	
Maintenance and Repair Services - Equipment		321	
Maintenance and Repair Services - Vehicles		335	
Postal Charges		154	
Travel		8,285	
Gasoline		1,631	
Office Supplies		4,483	
Workers' Compensation Insurance		1,000	
Other Charges		618,810	
Office Equipment		2,178	
Total Industrial Development			804,570

Airport

Supervisor/Director	\$	31,518	
Longevity Pay		575	
Social Security		1,950	
Pensions		1,457	
Employee and Dependent Insurance		5,276	
Life Insurance		39	
Employer Medicare		456	
Communication		6,307	
Maintenance Agreements		1,359	
Maintenance and Repair Services - Equipment		2,130	
Travel		357	
Other Contracted Services		12,965	
Electricity		14,886	

(Continued)

Exhibit K-7

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

General Fund (Cont.)

Other Operations (Cont.)

Airport (Cont.)

Gasoline	\$	134,574	
Water and Sewer		519	
Other Supplies and Materials		14,751	
Liability Insurance		1,724	
Other Charges		13,260	
Total Airport			\$ 244,103

Veterans' Services

Supervisor/Director	\$	34,944	
Social Security		2,131	
Pensions		1,322	
Employee and Dependent Insurance		7,013	
Life Insurance		52	
Employer Medicare		498	
Contracts with Private Agencies		399	
Travel		951	
Office Supplies		484	
Total Veterans' Services			47,794

Contributions to Other Agencies

Contributions	\$	7,486	
Total Contributions to Other Agencies			7,486

Employee Benefits

Employee and Dependent Insurance	\$	2,775	
Unemployment Compensation		18,053	
Total Employee Benefits			20,828

Capital Projects

Public Safety Projects

Other Charges	\$	1,423	
Total Public Safety Projects			1,423

Total General Fund \$ 19,897,823

Solid Waste/Sanitation Fund

Public Health and Welfare

Sanitation Education/Information

Supervisor/Director	\$	45,900	
Laborers		49,091	
Clerical Personnel		28,140	
Part-time Personnel		9,102	
Longevity Pay		3,883	
Social Security		7,933	
Pensions		5,803	
Employee and Dependent Insurance		36,014	
Life Insurance		200	

(Continued)

Exhibit K-7

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

Solid Waste/Sanitation Fund (Cont.)

Public Health and Welfare (Cont.)

Sanitation Education/Information (Cont.)

Unemployment Compensation	\$	1,925	
Employer Medicare		1,855	
Advertising		360	
Communication		6,329	
Contracts with Private Agencies		296,025	
Dues and Memberships		861	
Operating Lease Payments		1,651	
Maintenance and Repair Services - Equipment		4,280	
Travel		397	
Gasoline		13,805	
Office Supplies		1,199	
Tires and Tubes		955	
Utilities		6,007	
Other Supplies and Materials		1,757	
Trustee's Commission		19,672	
Other Charges		3,934	
Office Equipment		2,803	
Total Sanitation Education/Information			\$ 549,881

Convenience Centers

Attendants	\$	109,304	
Part-time Personnel		51,248	
Longevity Pay		5,383	
Social Security		9,821	
Pensions		4,777	
Employee and Dependent Insurance		22,725	
Life Insurance		228	
Employer Medicare		2,349	
Communication		1,546	
Maintenance and Repair Services - Equipment		16,649	
Other Contracted Services		219,113	
Crushed Stone		582	
Pipe - Concrete		2,390	
Small Tools		674	
Utilities		4,149	
Other Supplies and Materials		7,666	
Building and Contents Insurance		58,000	
Liability Insurance		10,500	
Workers' Compensation Insurance		10,000	
Other Charges		6,761	
Motor Vehicles		148,507	
Office Equipment		742	
Total Convenience Centers			693,114

Postclosure Care Costs

Testing	\$	12,500	
Total Postclosure Care Costs			12,500

(Continued)

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

Solid Waste/Sanitation Fund (Cont.)

Highways

Litter and Trash Collection

Laborers	\$	59,377	
Social Security		3,602	
Pensions		2,736	
Employee and Dependent Insurance		15,366	
Life Insurance		114	
Employer Medicare		843	
Contracts with Other Public Agencies		11,200	
Principal on Capital Leases		35,677	
Interest on Capital Leases		2,520	
Total Litter and Trash Collection			\$ 131,435

Total Solid Waste/Sanitation Fund \$ 1,386,930

Drug Control Fund

Public Safety

Drug Enforcement

Deputy(ies)	\$	80,383	
Longevity Pay		1,400	
Social Security		4,646	
Pensions		3,713	
Employee and Dependent Insurance		21,053	
Life Insurance		114	
Employer Medicare		1,087	
Communication		3,372	
Confidential Drug Enforcement Payments		16,000	
Dues and Memberships		1,210	
Travel		771	
Tuition		2,360	
Veterinary Services		1,338	
Animal Food and Supplies		916	
Gasoline		10,044	
Office Supplies		30	
Other Supplies and Materials		146	
Trustee's Commission		129	
Other Charges		2,834	
Law Enforcement Equipment		13,448	
Office Equipment		519	
Total Drug Enforcement			\$ 165,513

Total Drug Control Fund 165,513

Constitutional Officers - Fees Fund

Finance

County Trustee's Office

Constitutional Officers' Operating Expenses	\$	6,166	
Total County Trustee's Office			\$ 6,166

(Continued)

Exhibit K-7

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

Constitutional Officers - Fees Fund (Cont.)

Administration of Justice

Chancery Court

Special Commissioner Fees/Special Master Fees	\$	1,200	
Total Chancery Court			\$ 1,200

Total Constitutional Officers - Fees Fund \$ 7,366

Highway/Public Works Fund

Highways

Administration

County Official/Administrative Officer	\$	78,859	
Accountants/Bookkeepers		32,430	
Secretary(ies)		32,430	
Longevity Pay		1,783	
Social Security		8,328	
Pensions		6,606	
Employee and Dependent Insurance		29,755	
Life Insurance		171	
Employer Medicare		1,948	
Communication		9,079	
Dues and Memberships		3,419	
Legal Services		1,574	
Legal Notices, Recording, and Court Costs		334	
Maintenance and Repair Services - Office Equipment		2,472	
Postal Charges		207	
Travel		1,043	
Other Contracted Services		2,555	
Electricity		16,637	
Office Supplies		1,924	
Water and Sewer		5,951	
Other Charges		1,613	
Total Administration			\$ 239,118

Highway and Bridge Maintenance

Foremen	\$	41,110	
Laborers		721,555	
Part-time Personnel		59,622	
Longevity Pay		12,933	
Overtime Pay		18,290	
Social Security		50,595	
Pensions		36,032	
Employee and Dependent Insurance		213,188	
Life Insurance		1,430	
Employer Medicare		11,833	
Engineering Services		8,481	
Other Contracted Services		7,608	
Asphalt - Hot Mix		524,832	
Asphalt - Liquid		158,999	
Crushed Stone		152,238	

(Continued)

Exhibit K-7

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

Highway/Public Works Fund (Cont.)Highways (Cont.)Highway and Bridge Maintenance (Cont.)

Other Road Materials	\$	12,951	
Pipe - Metal		52,350	
Road Signs		16,690	
Salt		37,087	
Uniforms		11,181	
Total Highway and Bridge Maintenance			\$ 2,149,005

Operation and Maintenance of Equipment

Foremen	\$	41,110	
Mechanic(s)		35,272	
Longevity Pay		583	
Social Security		4,246	
Pensions		3,527	
Employee and Dependent Insurance		21,076	
Life Insurance		114	
Employer Medicare		998	
Diesel Fuel		96,048	
Equipment and Machinery Parts		111,734	
Garage Supplies		9,872	
Gasoline		181,566	
Lubricants		9,244	
Tires and Tubes		37,216	
Other Supplies and Materials		5,671	
Total Operation and Maintenance of Equipment			558,277

Other Charges

Building and Contents Insurance	\$	188,089	
Liability Insurance		1,839	
Trustee's Commission		41,805	
Workers' Compensation Insurance		60,000	
Total Other Charges			291,733

Employee Benefits

Unemployment Compensation	\$	5,962	
Total Employee Benefits			5,962

Capital Outlay

Principal on Capital Leases	\$	38,937	
Interest on Capital Leases		2,750	
Bridge Construction		243,262	
Communication Equipment		1,439	
Highway Equipment		183,524	
Motor Vehicles		155,749	
Site Development		10,245	
State Aid Projects		388,416	
Total Capital Outlay			1,024,322

Total Highway/Public Works Fund \$ 4,268,417

(Continued)

Exhibit K-7

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

General Debt Service Fund

Principal on Debt

General Government

Principal on Bonds	\$ 928,266	
Principal on Other Loans	887,188	
Total General Government		\$ 1,815,454

Education

Principal on Capital Leases	\$ 31,766	
Total Education		31,766

Interest on Debt

General Government

Interest on Bonds	\$ 1,011,465	
Interest on Other Loans	625,958	
Total General Government		1,637,423

Education

Interest on Capital Leases	\$ 3,540	
Total Education		3,540

Other Debt Service

General Government

Trustee's Commission	\$ 84,677	
Other Debt Service	305,483	
Total General Government		390,160

Education

Underwriter's Discount	\$ 54,345	
Other Debt Issuance Charges	84,771	
Total Education		139,116

Total General Debt Service Fund \$ 4,017,459

General Capital Projects Fund

Other Debt Service

General Government

Other Debt Issuance Charges	\$ 31,250	
Total General Government		\$ 31,250

Capital Projects

Public Safety Projects

Engineering Services	\$ 722,819	
Data Processing Equipment	233,539	
Total Public Safety Projects		956,358

Total General Capital Projects Fund 987,608

(Continued)

Exhibit K-7

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

<u>Education Capital Projects Fund</u>			
<u>Capital Projects - Donated</u>			
<u>Capital Projects Donated to School Department</u>			
Contributions	\$	179,034	
Total Capital Projects Donated to School Department			\$ 179,034
Total Education Capital Projects Fund			\$ 179,034
<u>Other Capital Projects #1 Fund</u>			
<u>Other Debt Service</u>			
<u>General Government</u>			
Underwriter's Discount	\$	154,575	
Total General Government			\$ 154,575
<u>Capital Projects</u>			
<u>Public Safety Projects</u>			
Building Construction	\$	480,176	
Total Public Safety Projects			480,176
Total Other Capital Projects #1 Fund			634,751
Total Governmental Funds - Primary Government			\$ 31,544,901

Exhibit K-8

Monroe County, Tennessee
Schedule of Detailed Expenditures -
All Governmental Fund Types
Discretely Presented Monroe County School Department
For the Year Ended June 30, 2017

General Purpose School Fund

Instruction

Regular Instruction Program

Teachers	\$ 12,203,639	
Career Ladder Program	81,153	
Career Ladder Extended Contracts	27,864	
Homebound Teachers	60,000	
Educational Assistants	595,145	
Other Salaries and Wages	232,674	
Certified Substitute Teachers	12,523	
Non-certified Substitute Teachers	140,690	
Social Security	778,421	
Pensions	1,124,519	
Employee and Dependent Insurance	3,924	
Life Insurance	16,268	
Medical Insurance	2,905,213	
Employer Medicare	186,109	
Other Contracted Services	9,060	
Instructional Supplies and Materials	117,674	
Textbooks - Bound	57,328	
Other Supplies and Materials	44,268	
Fee Waivers	51,512	
Other Charges	9,000	
Total Regular Instruction Program		\$ 18,656,984

Alternative Instruction Program

Teachers	\$ 46,345	
Educational Assistants	10,583	
Social Security	3,580	
Pensions	4,190	
Life Insurance	57	
Employer Medicare	837	
Total Alternative Instruction Program		65,592

Special Education Program

Teachers	\$ 1,465,465
Career Ladder Program	9,000
Homebound Teachers	14,988
Educational Assistants	468,502
Speech Pathologist	149,661
Other Salaries and Wages	84,445
Certified Substitute Teachers	1,050
Non-certified Substitute Teachers	61,642
Social Security	132,123
Pensions	161,054
Life Insurance	3,164
Medical Insurance	549,114
Employer Medicare	30,945
Contracts with Other Public Agencies	220,558

(Continued)

Exhibit K-8

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

General Purpose School Fund (Cont.)

Instruction (Cont.)

Special Education Program (Cont.)

Contracts with Private Agencies	\$	116,878	
Operating Lease Payments		1,308	
Other Contracted Services		1,591	
Instructional Supplies and Materials		14,878	
Other Supplies and Materials		9,907	
Special Education Equipment		48,230	
Total Special Education Program			\$ 3,544,503

Career and Technical Education Program

Teachers	\$	1,093,028	
Career Ladder Program		6,000	
Longevity Pay		500	
Other Salaries and Wages		30,298	
Certified Substitute Teachers		550	
Non-certified Substitute Teachers		12,825	
Social Security		68,703	
Pensions		101,135	
Life Insurance		1,424	
Medical Insurance		264,983	
Employer Medicare		15,954	
Instructional Supplies and Materials		37,647	
Total Career and Technical Education Program			1,633,047

Support Services

Attendance

Supervisor/Director	\$	47,410	
Social Security		2,939	
Pensions		4,286	
Life Insurance		46	
Medical Insurance		5,394	
Employer Medicare		687	
Other Supplies and Materials		94	
Total Attendance			60,856

Health Services

Supervisor/Director	\$	47,476	
Data Processing Personnel		10,746	
Social Workers		49,385	
Medical Personnel		70,000	
Paraprofessionals		457,295	
Clerical Personnel		70,453	
Educational Assistants		10,562	
Longevity Pay		300	
Other Salaries and Wages		43,804	
Social Security		44,346	
Pensions		31,420	

(Continued)

Exhibit K-8

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

General Purpose School Fund (Cont.)

Support Services (Cont.)

Health Services (Cont.)

Life Insurance	\$	1,141	
Medical Insurance		187,399	
Employer Medicare		10,295	
Operating Lease Payments		2,231	
Maintenance and Repair Services - Equipment		2,231	
Travel		2,863	
Other Contracted Services		10,675	
Drugs and Medical Supplies		90	
Other Supplies and Materials		31,869	
In Service/Staff Development		6,870	
Other Charges		7,896	
Health Equipment		3,551	
Total Health Services			\$ 1,102,898

Other Student Support

Career Ladder Program	\$	2,500	
Guidance Personnel		487,059	
School Resource Officer		171,752	
Longevity Pay		1,850	
Social Security		39,970	
Pensions		51,706	
Life Insurance		846	
Medical Insurance		127,442	
Employer Medicare		9,347	
Other Fringe Benefits		193	
Evaluation and Testing		16,988	
Other Contracted Services		78,206	
Workers' Compensation Insurance		6,196	
In Service/Staff Development		1,690	
Total Other Student Support			995,745

Regular Instruction Program

Supervisor/Director	\$	223,938	
Career Ladder Program		7,000	
Librarians		556,338	
Other Salaries and Wages		21,060	
Social Security		42,219	
Pensions		67,783	
Life Insurance		838	
Medical Insurance		148,577	
Employer Medicare		11,190	
Travel		5,586	
Library Books/Media		13,942	
Total Regular Instruction Program			1,098,471

(Continued)

Exhibit K-8

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

General Purpose School Fund (Cont.)

Support Services (Cont.)

Special Education Program

Supervisor/Director	\$	78,093	
Career Ladder Program		1,500	
Psychological Personnel		121,312	
Assessment Personnel		110,606	
Secretary(ies)		27,908	
Longevity Pay		500	
Other Salaries and Wages		36,249	
Social Security		22,618	
Pensions		31,644	
Life Insurance		342	
Medical Insurance		58,387	
Employer Medicare		5,290	
Operating Lease Payments		2,028	
Maintenance and Repair Services - Equipment		1,217	
Travel		9,898	
Other Contracted Services		11,908	
Other Supplies and Materials		5,902	
In Service/Staff Development		37,757	
Total Special Education Program			\$ 563,159

Career and Technical Education Program

Career Ladder Program	\$	1,200	
Employer Medicare		17	
Total Career and Technical Education Program			1,217

Technology

Supervisor/Director	\$	63,376	
Instructional Computer Personnel		47,428	
Other Salaries and Wages		103,227	
Social Security		13,134	
Pensions		12,447	
Life Insurance		285	
Medical Insurance		27,179	
Employer Medicare		3,072	
Communication		45,273	
Data Processing Services		20,550	
Dues and Memberships		30	
Maintenance and Repair Services - Equipment		171,762	
Internet Connectivity		140,638	
Travel		2,200	
Library Books/Media		27,782	
Other Equipment		10,000	
Total Technology			688,383

Other Programs

On-behalf Payments to OPEB	\$	177,620	
Total Other Programs			177,620

(Continued)

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

General Purpose School Fund (Cont.)

Support Services (Cont.)

Board of Education

Secretary to Board	\$	4,500	
Board and Committee Members Fees		39,500	
Social Security		1,887	
Pensions		197	
Life Insurance		342	
Unemployment Compensation		18,570	
Employer Medicare		632	
Other Fringe Benefits		116,736	
Audit Services		20,875	
Dues and Memberships		11,280	
Legal Services		24,334	
Travel		14,802	
Other Supplies and Materials		1,059	
Premiums on Corporate Surety Bonds		1,418	
Trustee's Commission		201,518	
Workers' Compensation Insurance		238,617	
In Service/Staff Development		1,390	
Other Charges		3,569	
Total Board of Education			\$ 701,226

Director of Schools

County Official/Administrative Officer	\$	99,222	
Career Ladder Program		1,000	
Secretary(ies)		39,762	
Clerical Personnel		57,009	
Longevity Pay		1,400	
Social Security		11,673	
Pensions		13,240	
Life Insurance		200	
Medical Insurance		43,843	
Employer Medicare		2,785	
Communication		25,632	
Dues and Memberships		9,432	
Operating Lease Payments		7,267	
Maintenance and Repair Services - Equipment		3,155	
Postal Charges		2,386	
Travel		1,894	
Other Contracted Services		505	
Office Supplies		2,001	
Other Charges		2,002	
Total Director of Schools			324,408

Office of the Principal

Principals	\$	851,278	
Career Ladder Program		7,654	
Assistant Principals		351,119	

(Continued)

Exhibit K-8

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

General Purpose School Fund (Cont.)

Support Services (Cont.)

Office of the Principal (Cont.)

Secretary(ies)	\$	281,428	
Longevity Pay		3,640	
Social Security		86,682	
Pensions		119,228	
Employee and Dependent Insurance		504	
Life Insurance		1,754	
Medical Insurance		312,611	
Employer Medicare		20,774	
Communication		36,604	
Operating Lease Payments		12,672	
Maintenance and Repair Services - Equipment		2,744	
Total Office of the Principal	\$		2,088,692

Operation of Plant

Custodial Personnel	\$	767,599	
Longevity Pay		6,880	
Overtime Pay		121	
Other Salaries and Wages		23,553	
Social Security		47,314	
Pensions		31,655	
Life Insurance		1,482	
Medical Insurance		243,535	
Employer Medicare		11,179	
Other Contracted Services		133,535	
Custodial Supplies		175,855	
Electricity		1,206,710	
Natural Gas		175,355	
Water and Sewer		175,011	
Building and Contents Insurance		369,140	
Plant Operation Equipment		1,014	
Total Operation of Plant			3,369,938

Maintenance of Plant

Supervisor/Director	\$	47,224	
Secretary(ies)		26,716	
Maintenance Personnel		296,888	
Longevity Pay		2,350	
Overtime Pay		221	
Social Security		22,686	
Pensions		16,795	
Life Insurance		605	
Medical Insurance		81,922	
Employer Medicare		5,305	
Communication		3,475	
Maintenance and Repair Services - Buildings		1,009,432	
Maintenance and Repair Services - Equipment		213,704	

(Continued)

Exhibit K-8

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

General Purpose School Fund (Cont.)

Support Services (Cont.)

Maintenance of Plant (Cont.)

Maintenance and Repair Services - Vehicles	\$	9,339	
Travel		4,540	
Other Contracted Services		10,947	
Gasoline		32,091	
Office Supplies		326	
Other Supplies and Materials		148,965	
Debt Service Contribution to Primary Government		35,306	
Other Debt Service		6	
Maintenance Equipment		92,952	
Motor Vehicles		111,481	
Total Maintenance of Plant			\$ 2,173,276

Transportation

Supervisor/Director	\$	79,106	
Career Ladder Program		500	
Mechanic(s)		34,518	
Clerical Personnel		28,136	
Longevity Pay		800	
Social Security		8,601	
Pensions		10,041	
Life Insurance		170	
Medical Insurance		17,885	
Employer Medicare		2,011	
Communication		3,057	
Contracts with Vehicle Owners		1,969,446	
Maintenance and Repair Services - Vehicles		40,694	
Printing, Stationery, and Forms		2,535	
Other Contracted Services		13,985	
Diesel Fuel		13,849	
Other Supplies and Materials		23,704	
In Service/Staff Development		650	
Other Charges		4,159	
Transportation Equipment		7,199	
Total Transportation			2,261,046

Operation of Non-Instructional Services

Food Service

Supervisor/Director	\$	48,000	
Social Security		2,956	
Pensions		4,339	
Employee and Dependent Insurance		986	
Life Insurance		46	
Medical Insurance		330,484	
Employer Medicare		691	
Communication		473	
Payments to Schools - Lunch		25,045	
Travel		707	
Total Food Service			413,727

(Continued)

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

General Purpose School Fund (Cont.)

Operation of Non-Instructional Services (Cont.)

Community Services

Supervisor/Director	\$	26,483	
Longevity Pay		300	
Social Security		1,438	
Pensions		1,207	
Life Insurance		57	
Medical Insurance		14,891	
Employer Medicare		336	
Total Community Services			\$ 44,712

Early Childhood Education

Supervisor/Director	\$	11,852	
Teachers		146,663	
Educational Assistants		69,794	
Non-certified Substitute Teachers		2,000	
Social Security		13,852	
Pensions		16,545	
Life Insurance		353	
Medical Insurance		30,164	
Employer Medicare		3,242	
Travel		1,550	
Instructional Supplies and Materials		10,168	
In Service/Staff Development		4,441	
Total Early Childhood Education			310,624

Total General Purpose School Fund \$ 40,276,124

School Federal Projects Fund

Instruction

Regular Instruction Program

Supervisor/Director	\$	800	
Teachers		272,764	
Educational Assistants		411,750	
Non-certified Substitute Teachers		13,404	
Social Security		40,812	
Pensions		36,043	
Life Insurance		1,182	
Medical Insurance		160,603	
Employer Medicare		9,743	
Other Contracted Services		106,751	
Instructional Supplies and Materials		27,808	
Other Charges		2,489	
Regular Instruction Equipment		77,055	
Total Regular Instruction Program			\$ 1,161,204

Special Education Program

Teachers	\$	228,407	
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(Continued)

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

School Federal Projects Fund (Cont.)

Instruction (Cont.)

Special Education Program (Cont.)

Educational Assistants	\$	470,980	
Social Security		41,159	
Pensions		37,848	
Employee and Dependent Insurance		765	
Life Insurance		1,465	
Medical Insurance		229,367	
Employer Medicare		9,626	
Other Contracted Services		20,756	
Instructional Supplies and Materials		10,889	
Special Education Equipment		885	
Total Special Education Program			\$ 1,052,147

Career and Technical Education Program

Other Supplies and Materials	\$	10,000	
Vocational Instruction Equipment		101,552	
Total Career and Technical Education Program			111,552

Support Services

Other Student Support

Guidance Personnel	\$	34,105	
Other Salaries and Wages		507	
Social Security		2,095	
Pensions		3,196	
Life Insurance		43	
Medical Insurance		8,485	
Employer Medicare		490	
Travel		4,572	
Other Contracted Services		7,850	
Other Supplies and Materials		3,150	
In Service/Staff Development		15,207	
Other Charges		9,926	
Total Other Student Support			89,626

Regular Instruction Program

Supervisor/Director	\$	65,118	
Secretary(ies)		33,862	
Longevity Pay		500	
Other Salaries and Wages		249,505	
Social Security		19,284	
Pensions		27,034	
Life Insurance		259	
Medical Insurance		46,601	
Employer Medicare		4,827	
Operating Lease Payments		6,995	
Travel		2,359	
Other Supplies and Materials		11,227	

(Continued)

Exhibit K-8

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

School Federal Projects Fund (Cont.)

Support Services (Cont.)

Regular Instruction Program (Cont.)

In Service/Staff Development	\$	45,308	
Other Equipment		2,755	
Total Regular Instruction Program			\$ 515,634

Special Education Program

Psychological Personnel	\$	84,274	
Clerical Personnel		24,914	
Longevity Pay		60	
Social Security		5,057	
Pensions		6,449	
Life Insurance		114	
Medical Insurance		18,034	
Employer Medicare		1,552	
Other Supplies and Materials		13,379	
In Service/Staff Development		10,691	
Total Special Education Program			164,524

Career and Technical Education Program

Supervisor/Director	\$	4,276	
Employer Medicare		62	
Travel		649	
In Service/Staff Development		2,298	
Total Career and Technical Education Program			7,285

Transportation

Other Contracted Services	\$	700	
Total Transportation			700

Total School Federal Projects Fund \$ 3,102,672

Central Cafeteria Fund

Operation of Non-Instructional Services

Food Service

Clerical Personnel	\$	60,025	
Cafeteria Personnel		705,996	
Longevity Pay		11,410	
Other Salaries and Wages		71,440	
Social Security		49,014	
Pensions		27,439	
Life Insurance		1,939	
Employer Medicare		12,023	
Communication		8,934	
Maintenance and Repair Services - Equipment		11,428	
Other Contracted Services		5,460	
Food Supplies		1,253,705	
USDA - Commodities		173,764	

(Continued)

Exhibit K-8

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

Central Cafeteria Fund (Cont.)

Operation of Non-Instructional Services (Cont.)

Food Service (Cont.)

Other Supplies and Materials	\$ 108,579	
In Service/Staff Development	1,232	
Other Charges	169	
Food Service Equipment	<u>7,481</u>	
Total Food Service		<u>\$ 2,510,038</u>

Total Central Cafeteria Fund \$ 2,510,038

Total Governmental Funds - Monroe County School Department \$ 45,888,834

Exhibit K-9

Monroe County, Tennessee
Schedule of Detailed Receipts, Disbursements,
and Changes in Cash Balances - City Agency Funds
For the Year Ended June 30, 2017

	Cities - Sales Tax Fund	City School ADA - Sweetwater Fund	Total
<u>Cash Receipts</u>			
Current Property Taxes	\$ 0	\$ 1,172,488	\$ 1,172,488
Trustee's Collections - Prior Years	0	31,915	31,915
Circuit/Clerk and Master Collections - Prior Years	0	24,357	24,357
Interest and Penalty	0	6,387	6,387
Payments in-Lieu-of Taxes - T.V.A.	0	4,311	4,311
Payments in-Lieu-of Taxes - Local Utilities	0	138,796	138,796
Payments in-Lieu-of Taxes - Other	0	181	181
Local Option Sales Tax	4,183,157	1,056,061	5,239,218
Business Tax	0	31,127	31,127
Other Local Option Taxes	0	73	73
Bank Excise Tax	0	2,887	2,887
Interstate Telecommunications Tax	0	1,052	1,052
Marriage Licenses	0	796	796
Income Tax	0	13,233	13,233
Mixed Drink Tax	0	1,258	1,258
State Revenue Sharing - T.V.A.	0	100,000	100,000
Total Cash Receipts	<u>\$ 4,183,157</u>	<u>\$ 2,584,922</u>	<u>\$ 6,768,079</u>
<u>Cash Disbursements</u>			
Remittance of Revenues Collected	\$ 4,141,325	\$ 2,545,366	\$ 6,686,691
Trustee's Commission	41,832	38,096	79,928
Total Cash Disbursements	<u>\$ 4,183,157</u>	<u>\$ 2,583,462</u>	<u>\$ 6,766,619</u>
Excess of Cash Receipts Over (Under) Cash Disbursements	\$ 0	\$ 1,460	\$ 1,460
Cash Balance, July 1, 2016	0	92	92
Cash Balance, June 30, 2017	<u>\$ 0</u>	<u>\$ 1,552</u>	<u>\$ 1,552</u>

SINGLE AUDIT SECTION



JUSTIN P. WILSON
Comptroller

JASON E. MUMPOWER
Chief of Staff

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*

Monroe County Mayor and
Board of County Commissioners
Monroe 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 Monroe County, Tennessee, as of and for the year ended June 30, 2017, and the related notes to the financial statements, which collectively comprise Monroe County's basic financial statements, and have issued our report thereon dated February 13, 2018.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered Monroe 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 Monroe County's internal control. Accordingly, we do not express an opinion on the effectiveness of Monroe 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 and therefore, material weaknesses or significant deficiencies may exist that were not identified. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. We did identify a certain deficiency in internal control, described in the accompanying Schedule of Findings and Questioned Costs, that we consider to be a significant deficiency: 2017-001.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether Monroe 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*.

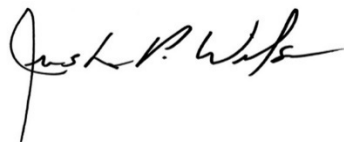
Monroe County's Response to the Finding

Monroe County's response to the finding identified in our audit is described in the accompanying Schedule of Findings and Questioned Costs. Monroe County's response was not subjected to the auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on it.

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 Monroe 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

February 13, 2018

JPW/yu



JUSTIN P. WILSON
Comptroller

JASON E. MUMPOWER
Chief of Staff

Independent Auditor's Report on Compliance for Each Major Program and on Internal Control Over Compliance and on the Schedule of Expenditures of Federal Awards Required by the Uniform Guidance

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

To the County Mayor and Board of County Commissioners:

Report on Compliance for Each Major Federal Program

We have audited Monroe 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 Monroe County's major federal programs for the year ended June 30, 2017. Monroe 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 Monroe 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 Monroe 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 Monroe County's compliance.

Opinion on Each Major Federal Program

In our opinion, Monroe 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, 2017.

Report on Internal Control Over Compliance

Management of Monroe 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 Monroe 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 Monroe 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.

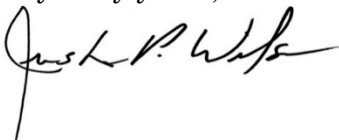
Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies. We did not identify any 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 Monroe County, Tennessee, as of and for the year ended June 30, 2017, and the related notes to the financial statements, which collectively comprise Monroe County's basic financial statements. We issued our report thereon dated February 13, 2018, 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

February 13, 2018

JPW/yu

Monroe County, Tennessee, and the Monroe County School Department
Schedule of Expenditures of Federal Awards and State Grants (1) (2)
For the Year-Ended June 30, 2017

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:			
Child Nutrition Cluster (4):			
National School Lunch Program (Commodities - Noncash Assistance)	10.555	N/A	\$ 173,764 (5)
Passed-through State Department of Education:			
Child Nutrition Cluster (4):			
School Breakfast Program	10.553	N/A	552,283
National School Lunch Program	10.555	N/A	1,657,983 (5)
Total U.S. Department of Agriculture			\$ 2,384,030
U.S. Department of Defense:			
Passed-through State Department of General Services:			
Section 1033 Excess Property Program (Noncash Assistance)	12.U01	N/A	\$ 66,911 (6)
Total U.S. Department of Defense			\$ 66,911
U.S. Department of Housing and Urban Development:			
Passed-through State Department of Economic and Community Development:			
Community Development Block Grants/State's Program and Non-Entitlement Grants in Hawaii	14.228	(3)	\$ 490,625
Total U.S. Department of Housing and Urban Development			\$ 490,625
U.S. Department of Transportation:			
Passed-through State Department of Transportation:			
Alcohol Open Container Requirements	20.607	Z-17-THS245	\$ 2,914
Total U.S. Department of Transportation			\$ 2,914
U.S. Department of Education:			
Passed-through State Department of Education:			
Title 1 Grants to Local Educational Agencies	84.010	N/A	\$ 1,531,072
Special Education Cluster (4):			
Special Education - Grants to States	84.027	N/A	1,383,106
Special Education - Preschool Grants	84.173	N/A	28,337
Career and Technical Education - Basic Grants to States	84.048	N/A	131,026
Rural Education	84.358	N/A	65,988
Improving Teacher Quality State Grants	84.367	N/A	137,445
Total U.S. Department of Education			\$ 3,276,974
U.S. Department of Health and Human Services:			
Passed-through State Department of Health:			
Child Care and Development Block Grant	93.575	(3)	\$ 14,718
Total U.S. Department of Health and Human Services			\$ 14,718
U.S. Department of Homeland Security:			
Passed-through State Department of Military:			
Disaster Grants - (Public Assistance)	97.036	(3)	\$ 10,000
Homeland Security Grant Program	97.067	(3)	14,500
Total U.S. Department of Homeland Security			\$ 24,500
Total Expenditures of Federal Grants			\$ 6,260,672

(Continued)

Monroe County, Tennessee, and the Monroe County School Department
Schedule of Expenditures of Federal Awards and State Grants (1) (2) (Cont.)

Federal/Pass-Through Agency/State Grantor Program Title	Federal CFDA Number	Contract Number	Expenditures
State Grants			
Juvenile Services Program - State Children's Services Commission	N/A	(3)	\$ 11,250
Litter Program - State Department of Transportation	N/A	(3)	39,594
Airport Maintenance - State Department of Transportation	N/A	(3)	7,817
Airport Improvement Program (State Portion) - State Department of Transportation	N/A	(3)	1,135
Reappraisal Grant - Comptroller of the Treasury	N/A	(3)	1,170
Early Childhood Education - Lottery - State Department of Education	N/A	(3)	294,398
Coordinated School Health - State Department of Education	N/A	(3)	160,000
Safe Schools Act - State Department of Education	N/A	(3)	29,340
ConnecTN - State Department of Education	N/A	(3)	14,317
Family Resource Center - State Department of Education	N/A	(3)	30,293
Archives Development Grant - State Archives and Library Agency	N/A	(3)	1,325
Waste Tire Grant - State Department of Environment and Conservation	N/A	(3)	28,143
Law Enforcement Training - State Department of Safety	N/A	(3)	25,800
Vacation Guide - State Department of Tourist Development	N/A	(3)	5,000
Three Star Grant - State Department of Economic and Community Development	N/A	(3)	10,000
Tobacco Settlement Funds - State Department of Health	N/A	(3)	16,060
Access to Health an Healthy Active Built Environments - State Department of Health	N/A	(3)	10,000
Project Diabetes Initiative Services - State Department of Health	N/A	(3)	14,536
Local Health Services - State Department of Health	N/A	(3)	216,864
Total State Grants			<u>\$ 917,042</u>

CFDA = Catalog of Federal Domestic Assistance

N/A = Not Applicable

- (1) Presented in conformity with generally accepted accounting principles using the modified accrual basis of accounting.
- (2) Monroe County elected not to use the 10% de minimus cost rate permitted in the Uniform Guidance.
- (3) Information not available.
- (4) Child Nutrition Cluster total \$2,384,030; Special Education Cluster total \$1,411,443.
- (5) Total for CFDA No. 10.555 is \$1,831,747.
- (6) During the year ended June 30, 2017, Monroe County received excess military equipment from the U.S. Department of Military valued at \$66,911.

Monroe County, Tennessee
Summary Schedule of Prior-year Findings
For the Year Ended June 30, 2017

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 Monroe County, Tennessee, for the year ended June 30, 2017.

Prior-year Financial Statement Findings

Fiscal Year	Page Number	Finding Number	Title of Finding	CFDA Number	Current Status
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OFFICE OF CIRCUIT AND GENERAL SESSIONS COURTS CLERK

2016	191	2016-001	The office did not prepare adequate trial balances of the execution dockets	N/A	Not Corrected - See Explanation on Corrective Action Plan
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OFFICE OF SHERIFF

2016	192	2016-002	Deficiencies existed in the maintenance of the commissary accounting records	N/A	Corrected
2016	193	2016-003	The office did not deposit some funds within three days of collection	N/A	Corrected

OFFICE OF ASSESSOR OF PROPERTY

2016	194	2016-004	The assessor did not maintain an adequate program of sales verification	N/A	Corrected
2016	194	2016-005	The office had deficiencies concerning rollback assessments	N/A	Corrected
2016	195	2016-006	The assessor did not adequately maintain assessment maps	N/A	Corrected

Prior-year Federal Awards Findings

There were no prior-year federal award findings to report.

MONROE COUNTY, TENNESSEE

SCHEDULE OF FINDINGS AND QUESTIONED COSTS

For the Year Ended June 30, 2017

PART I, SUMMARY OF AUDITOR'S RESULTS

Financial Statements:

1. Our report on the financial statements of Monroe County is unmodified.
2. Internal Control Over Financial Reporting:
 - * Material weakness identified? **NO**
 - * Significant deficiency identified? **YES**
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 Number: 84.010 Title I Grants to Local Education 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

A finding and recommendation, as a result of our audit, are presented below. We reviewed this finding and recommendation with management to provide an opportunity for their response. The written response for the finding is paraphrased and presented following the finding and recommendation. Management's corrective action plans, whether related to the financial statements or federal awards, are presented separately in the Management's Corrective Action Plan in the Single Audit Section of this report. Findings relating specifically to the audit of federal awards, if any, are separately presented under Part III, Findings and Questioned Costs for Federal Awards.

OFFICE OF CIRCUIT AND GENERAL SESSIONS COURTS CLERK

FINDING 2017-001

THE OFFICE DID NOT PREPARE ADEQUATE TRIAL BALANCES OF THE EXECUTION DOCKETS

(Internal Control – Significant Deficiency Under *Government Auditing Standards*)

The Office of Circuit and General Sessions Courts Clerk did not provide adequate trial balances of execution docket cause balances as required by Section 18-2-103, *Tennessee Code Annotated*. The office began using a new court computer application in August 2013 that did not have the capability to generate a docket trial balance. At June 30, 2017, the circuit and general sessions courts clerk was able to generate listings of undisbursed receipt items. However, these listings did not reconcile with general ledger accounts for either of the courts. Also, information relating to short-term investment account activity and cash bonds was not reflected in these reports. This deficiency was in part attributable to the failure of management to ensure that the software vendor designed the system with proper computer application controls and reporting as required by state statute. The failure to accurately reconcile execution docket trial balances with the general ledger application in a timely manner could lead to inaccurate accounting records and increases the risk of misappropriation of funds. Also, this finding is the result of management not correcting the finding noted in the prior-year audit report.

RECOMMENDATION

Management should ensure the software vendor has designed the system with proper computer application controls and reporting. An accurate execution docket trial balance should be maintained for each court. This execution docket trial balance should be reconciled with general ledger accounts, and any differences should be investigated.

MANAGEMENT'S RESPONSE – CIRCUIT AND GENERAL SESSIONS COURTS CLERK

I concur with this finding.

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, 2017.

Monroe County, Tennessee
Management's Corrective Action Plan
For the Year Ended June 30, 2017

We reviewed the financial statement and federal award findings and recommendations with management to provide an opportunity for their response as 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). Management's corrective action plans for all financial statement findings and federal award findings are presented in this section and have been indexed below. The corrective action plans were prepared by management and have been presented as they were submitted.

Finding Number	Title of Finding	Corrective Action Plan Page Number
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OFFICE OF CIRCUIT AND GENERAL SESSIONS COURTS CLERK

2017-001	The office did not prepare adequate trial balances of the execution dockets	206
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Martha M. Cook
CLERK OF THE GENERAL SESSIONS, COURT

310 Tellico Street S. • Suite 1
Madisonville, Tennessee 37354

Sessions (423) 442-9537
Fax (423) 420-9091

Corrective Action Plan

**FINDING: THE OFFICE DID NOT PREPARE ADEQUATE TRIAL
BALANCES OF THE EXECUTION DOCKETS**

Response and Corrective Action Plan Prepared by:
Marth M Cook, Circuit Court Clerk

Person Responsible for Implementing the Corrective Action:
Martha M Cook, Circuit Court Clerk

Anticipated Completion Date of Corrective Action:
2018

Repeat Finding:
Yes

Reason Corrective Action was Not Taken in the Prior Year:
Software provider of the court system working in final testing to complete the Docket Trial Balance

Planned Corrective Action:
Will stay in contact with software vendor to insure they will complete the design system with proper computer application controls and reporting so that both General Sessions and Circuit Courts will have a Docket Trial Balance. ICON is in final testing of the Docket Trial Balance. Upon completion of testing, ICON will meet the requirements for compliance with TCA 18-2-103.

Signature: *Martha Cook by Becky Peels, Adm. Assist.*
Martha Cook, Circuit and General Sessions Courts Clerk