
**ANNUAL FINANCIAL REPORT
WILLIAMSON COUNTY, TENNESSEE**



FOR THE YEAR ENDED JUNE 30, 2007



ANNUAL FINANCIAL REPORT
WILLIAMSON COUNTY, TENNESSEE
FOR THE YEAR ENDED JUNE 30, 2007

DEPARTMENT OF AUDIT
JOHN G. MORGAN
Comptroller of the Treasury

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

JAMES R. ARNETTE
Director

JEFF BAILEY, CPA, CGFM, CFE
Audit Manager

RACHELLE CABADING, CFE
Auditor 4

KATIE ARMSTRONG, CPA, CFE
ROBIN BATES, CPA, CFE
WENDY HEATH, CFE
State Auditors

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

WILLIAMSON COUNTY, TENNESSEE

TABLE OF CONTENTS

	Exhibit	Page(s)
Audit Highlights		1
<u>INTRODUCTORY SECTION</u>		3
Williamson County Officials		5
<u>FINANCIAL SECTION</u>		7
Independent Auditor's Report		9-11
Management's Discussion and Analysis		13-26
BASIC FINANCIAL STATEMENTS:		27
Government-wide Financial Statements:		
Statement of Net Assets	A	29-30
Statement of Activities	B	31-32
Fund Financial Statements:		
Governmental Funds:		
Balance Sheet	C-1	33-34
Reconciliation of the Balance Sheet of Governmental Funds to the Statement of Net Assets	C-2	35
Statement of Revenues, Expenditures, and Changes in Fund Balances	C-3	36-37
Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances of Governmental Funds to the Statement of Activities	C-4	38
Proprietary Funds:		
Statement of Net Assets	D-1	39
Statement of Revenues, Expenses, and Changes in Net Assets	D-2	40
Statement of Cash Flows	D-3	41-42
Fiduciary Funds:		
Statement of Fiduciary Assets and Liabilities	E	43
Notes to the Financial Statements		45-96
REQUIRED SUPPLEMENTARY INFORMATION:		97
Schedules of Revenues, Expenditures, and Changes in Fund Balances – Actual (Budgetary Basis) and Budget:		
General Fund	F-1	99-102
Highway/Public Works Fund	F-2	103
Schedule of Funding Progress – Pension Plan	F-3	104
Notes to the Required Supplementary Information		105

	Exhibit	Page(s)
COMBINING AND INDIVIDUAL FUND FINANCIAL STATEMENTS AND SCHEDULES:		107
Nonmajor Governmental Funds:		109
Combining Balance Sheet	G-1	111
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances	G-2	112
Schedules of Revenues, Expenditures, and Changes in Fund Balances – Actual (Budgetary Basis) and Budget:		
Solid Waste/Sanitation Fund	G-3	113
Drug Control Fund	G-4	114
Major Governmental Funds:		115
Schedules of Revenues, Expenditures, and Changes in Fund Balances – Actual and Budget:		
General Debt Service Fund	H-1	117
Rural Debt Service Fund	H-2	118
Fiduciary Funds:		119
Combining Statement of Fiduciary Assets and Liabilities	I-1	121
Combining Statement of Changes in Assets and Liabilities – All Agency Funds	I-2	122-123
Component Unit:		
Discretely Presented Williamson County School Department:		125
Statement of Activities	J-1	127
Balance Sheet – Governmental Funds	J-2	128
Reconciliation of the Balance Sheet of Governmental Funds to the Statement of Net Assets	J-3	129
Statement of Revenues, Expenditures, and Changes in Fund Balances – Governmental Funds	J-4	130
Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances of Governmental Funds to the Statement of Activities	J-5	131
Combining Balance Sheet – Nonmajor Governmental Funds	J-6	132
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances – Nonmajor Governmental Funds	J-7	133
Schedules of Revenues, Expenditures, and Changes in Fund Balances – Actual (Budgetary Basis) and Budget:		
General Purpose School Fund	J-8	134-135
School Federal Projects Fund	J-9	136
Central Cafeteria Fund	J-10	137
Extended School Program Fund	J-11	138
Miscellaneous Schedules:		139
Schedule of Changes in Long-term Notes, Other Loans, and Bonds	K-1	141-142
Schedule of Bond and Interest Requirements by Year	K-2	143
Schedule of Investments	K-3	144

	Exhibit	Page(s)
Schedule of Notes Receivable	K-4	145
Schedule of Transfers – Primary Government and Discretely Presented Williamson County School Department	K-5	146
Schedule of Salaries and Official Bonds of Principal Officials – Primary Government and Discretely Presented Williamson County School Department	K-6	147
Schedule of Detailed Revenues – All Governmental Fund Types	K-7	148-157
Schedule of Detailed Revenues – All Governmental Fund Types – Discretely Presented Williamson County School Department	K-8	158-160
Schedule of Detailed Expenditures – All Governmental Fund Types	K-9	161-194
Schedule of Detailed Expenditures – All Governmental Fund Types – Discretely Presented Williamson County School Department	K-10	195-211
Schedule of Detailed Revenues and Expenses – Solid Waste Disposal Fund (Enterprise Fund)	K-11	212-214
Schedule of Detailed Receipts, Disbursements, and Changes in Cash Balances – City Agency Funds	K-12	215
 <u>SINGLE AUDIT SECTION</u>		 217
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 <u>Government Auditing Standards</u>		219-221
Auditor’s Report on Compliance With Requirements Applicable to Each Major Program and Internal Control Over Compliance in Accordance With <u>OMB Circular A-133</u>		223-225
Schedule of Expenditures of Federal Awards and State Grants		227-228
Schedule of Audit Findings Not Corrected		229
Schedule of Findings and Questioned Costs		231-236
Auditee Reporting Responsibilities		237

Audit Highlights

Annual Financial Report
Williamson County, Tennessee
For the Year Ended June 30, 2007

Scope

We have audited the basic financial statements of Williamson County as of and for the year ended June 30, 2007.

Results

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

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

Findings

The following are summaries of the audit findings:

PARKS AND RECREATION DEPARTMENT

- ◆ Duties were not segregated adequately in the Parks and Recreation Department, funds were not adequately safeguarded, and receipt books were not consecutively numbered.
-

LIBRARY DEPARTMENT

- ◆ Library collections were not properly safeguarded.
-

OFFICE OF COUNTY CLERK

- ◆ Access to the office through a rear door was not properly secured.
-

OTHER FINDINGS

- ◆ An employee of the District Attorney General's Office falsified travel claims totaling \$3,928.
- ◆ Duties were not segregated adequately in the Offices of County Clerk, Juvenile Court Clerk, and Register.

INTRODUCTORY SECTION

Williamson County Officials
June 30, 2007

Officials

Rogers Anderson, County Mayor
Eddie Hood, Highway Superintendent
Rebecca Sharber, Ed.D, Director of Schools
Walter Davis, Trustee
Dennis Anglin, Assessor of Property
Elaine Anderson, County Clerk
Debbie McMillan Barrett, Circuit and General Sessions Courts Clerk
Elaine Beeler, Clerk and Master
Brenda Hyden, Juvenile Court Clerk
Sadie Wade, Register
Ricky Headley, Sheriff
David Coleman, Director of Accounts and Budgets

Board of County Commissioners

Houston Naron, Jr., Chairman	Cheryl Wilson	Jack Walton
Reba Greer	Lewis Green, Jr.	Mary Brockman
Ricky Jones	Tom Bain	Ernie Williams
Betsy Hester	Arlene Cooke	Bob Barnwell
John Hancock	Jeff Ford	Mary Mills
Clyde Lynch	Bert Chalfant	Russell Little
Judy Hayes	Jason Para	Steve Smith
Tommy Little	Greg Davis	Doug Langston

Board of Education

Gary Anderson, Chairman	Edward Bailey	Barry Watkins
D'Wayne Greer	Terry Leve	Bill Peach
Janice Mills	Sina Miller	Mark Gregory
Ralph Ringstaff	Pat Anderson	James Bond

Highway Commission

Rogers Anderson, Chairman	Dick Fowlkes
Renis Baker	Charlie Bennett
Stan Tyson	

Budget Committee

Clyde Lynch, Chairman	Arlene Cooke
Rogers Anderson, County Mayor	Ernie Williams
Tom Bain	

FINANCIAL SECTION



**STATE OF TENNESSEE
COMPTROLLER OF THE TREASURY
DEPARTMENT OF AUDIT
DIVISION OF COUNTY AUDIT
SUITE 1500
JAMES K. POLK STATE OFFICE BUILDING
NASHVILLE, TENNESSEE 37243-0269
PHONE (615) 401-7841**

INDEPENDENT AUDITOR'S REPORT

December 5, 2007

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

To the County Mayor and Board of County Commissioners:

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Williamson County, Tennessee, as of and for the year ended June 30, 2007, which collectively comprise Williamson County's basic financial statements as listed in the table of contents. These financial statements are the responsibility of Williamson County's management. Our responsibility is to express opinions on these financial statements based on our audit. We did not audit the discretely presented Williamson County Hospital District's financial statements, which represent 29 percent and 34 percent, respectively, of the assets and revenues of the aggregate discretely presented component units, and we did not audit the discretely presented Williamson County Emergency Communications District's financial statements, which represent .3 percent and .4 percent, respectively, of the assets and revenues of the aggregate discretely presented component units, as of June 30, 2007, and for the year then ended. Those financial statements were audited by other auditors, whose reports have been furnished to us, and our opinion on the financial statements insofar as it relates to the amounts included for the discretely presented Williamson County Hospital District and the discretely presented Williamson County Emergency Communications District is based solely on the reports of the other auditors.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the auditing standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain

reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit and the reports of other auditors provide a reasonable basis for our opinions.

In our opinion, based on our audit and the reports of other auditors, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Williamson County, Tennessee, as of June 30, 2007, and the respective changes in financial position and cash flows, where applicable, thereof for the year then ended, in conformity with accounting principles generally accepted in the United States of America.

In accordance with Government Auditing Standards, we have also issued our report dated December 5, 2007, on our consideration of Williamson County's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with Government Auditing Standards and should be considered in assessing the results of our audit.

The management's discussion and analysis on pages 13 through 26 and budgetary comparison and pension information on pages 99 through 105 are not required parts of the basic financial statements but are supplementary information required by accounting principles generally accepted in the United States of America. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise Williamson County's basic financial statements. The introductory section, combining and individual nonmajor fund financial statements, budgetary comparison schedules of nonmajor governmental funds and the General Debt Service and Rural Debt Service Funds, combining and individual fund financial statements of the Williamson County School Department (a discretely presented component unit), and miscellaneous schedules are presented for purposes of additional analysis and are not required parts of the basic financial statements. The combining and individual nonmajor fund financial statements, budgetary comparison schedules of nonmajor governmental funds and the General Debt Service and Rural Debt Service Funds, combining and individual fund financial statements of the Williamson County School Department (a discretely presented component unit), and the miscellaneous schedules have been subjected

to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, are fairly stated in all material respects in relation to the basic financial statements taken as a whole. The introductory section has not been subjected to the auditing procedures applied in the audit of the basic financial statements, and accordingly, we express no opinion on it.

Very truly yours,

A handwritten signature in cursive script that reads "John G. Morgan". The signature is written in black ink and includes a long horizontal flourish at the end.

John G. Morgan
Comptroller of the Treasury

JGM/sb

Management's Discussion and Analysis

As management of Williamson County, Tennessee, we offer readers of Williamson County's financial statements this narrative overview and analysis of the financial activities of Williamson County, Tennessee, for the fiscal year ended June 30, 2007. This discussion and analysis focuses on the primary government only and does not include discussion of discretely presented component units.

Financial Highlights

- The liabilities of Williamson County exceeded its assets at the close of the fiscal year by \$130,659,926 (net assets). Of this amount, \$269,185,267 is debt that is attributable to the Williamson County School Department.
- The government's total net assets decreased by \$30,393,089.
- At June 30, 2007, Williamson County's governmental funds reported combined ending fund balances of \$89,483,798, an increase of \$16,882,817 in comparison with the prior year.
- At June 30, 2007, unreserved fund balance for the General Fund was \$27,379,169, or 51 percent of total General Fund expenditures.
- Williamson County's total debt had a net increase of \$50.5 million during the current fiscal year, of which \$20.4 million of debt service payments were made, \$26.8 million of debt was refunded, and \$97.7 million of new debt was issued for refunding debt, school construction projects, public works projects, and equipment acquisition.

Overview of the Financial Statements

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

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

The statement of net assets presents information on all of Williamson County's assets and liabilities, with the difference between the two reported as net assets. Over time, increases or decreases in net assets may serve as a useful indicator of whether the financial position of Williamson County is improving or deteriorating.

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

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

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

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

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

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

Williamson County maintains ten individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the General Fund, Highway/Public Works Fund, General Debt Service Fund, Rural Debt Service Fund, and the General Capital Projects Fund all of which are considered to be major funds. Data from the other five governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these nonmajor governmental funds is provided in the form of combining statements elsewhere in this report.

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

The basic governmental fund financial statements can be found on Exhibits C-1 through C-4 of this report.

Proprietary funds. Williamson County maintains two different types of proprietary funds. Enterprise funds are used to report the same functions presented as business-type activities in the government-wide financial statements. Williamson County used an enterprise fund (Solid Waste Disposal Fund) to account for the operations of the county landfill. As of June 30, 2007, the Solid Waste Disposal Fund (enterprise fund) was closed into the Solid Waste/Sanitation Fund (special revenue fund). Because of this change, the Solid Waste Disposal Fund's residual net assets will be included in the governmental activities not business-type activities in the government-wide statement of net assets. However, because there were operations within the Solid Waste Disposal Fund through fiscal year end, these operations will be included in the business-type activities in the government-wide statement of activities. Internal service funds are an accounting device used to accumulate and allocate costs internally among the county's various functions. The county uses an internal service fund (Self-Insurance Fund) to account for the county's and School Department's self-insured health programs. Because this service predominantly benefits governmental rather than business-type functions, it has been included within governmental activities in the government-wide financial statements.

Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. The proprietary fund financial statements provide separate information for the Solid Waste Disposal Fund and the Internal Service Fund. Because the Solid Waste Disposal Fund was closed into the Solid Waste Sanitation Fund, it will not be included in the proprietary fund statement of net assets but because of operations through fiscal year end, the Solid Waste Disposal Fund business-type activities are included on all other proprietary fund financial statements. The basic proprietary fund financial statements can be found on Exhibits D-1 through D-3 of this report.

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

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

Notes to the financial statements. The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found on pages 45 through 96 of this report.

Other information. In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information concerning Williamson County's General Fund and major special revenue funds' budgetary statements (the General Fund and the Highway/Public Works Fund). Required supplementary information can be found after the basic financial statements section of this report.

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

Government-wide Financial Analysis

As noted earlier, net assets may serve over time as a useful indicator of a government's financial position. In the case of Williamson County, liabilities exceeded assets by \$130,659,926 at the close of the fiscal year. The Constitution for the State of Tennessee allows only the local legislative body authorization to issue debt. Therefore, when the Williamson County Board of Education requires additional money to fund school construction and equipment, the related debt must be issued by the county. As of June 30, 2007, the county had outstanding debt totaling \$269,185,267 for capital purposes for the Williamson County Board of Education, but the capital assets are reported in the financial statements of the Williamson County Board of Education. As a result, the county has incurred the related liability without a corresponding increase in the county's capital assets, thereby significantly decreasing its unrestricted net assets. Allocation of school debt to the Williamson County Board of Education would result in Williamson County having net assets of \$138,525,341 at June 30, 2007.

The largest portion of Williamson County Government's net assets (\$53,581,080) reflects its investment in capital assets (e.g., land, buildings, machinery, and equipment) less any related debt used to acquire those assets that is still outstanding.

Williamson County's net assets were restated through a prior-period adjustment by \$4,310,681 within the government-wide financial statements to reflect the close of the Solid Waste Disposal Fund (enterprise fund) into the Solid Waste/Sanitation Fund (special revenue fund). Williamson County uses capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although Williamson County's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay the debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

WILLIAMSON COUNTY'S Net Assets

	2007	2006
	Governmental Activities	Governmental Activities
Current and Other Assets	\$ 179,634,630	\$ 154,154,639
Capital Assets	172,989,186	162,844,573
Total Assets	\$ 352,623,816	\$ 316,999,212
Long-term Liabilities Outstanding	\$ 409,525,982	\$ 350,369,388
Other Liabilities	73,757,760	64,203,236
Total Liabilities	\$ 483,283,742	\$ 414,572,624
Net Assets:		
Invested in Capital Assets, Net of Related Debt	\$ 53,581,080	\$ 50,034,145
Restricted	49,774,892	50,992,633
Unrestricted	(234,015,898)	(198,600,190)
Total Net Assets	\$ (130,659,926)	\$ (97,573,412)

An additional portion of Williamson County's net assets (\$49,774,892) represents resources that are subject to external restrictions on how they may be used. The restricted net assets are made up of capital projects, debt service, highways, all of the nonmajor funds, and other county general reserves or designations not accounted for in unrestricted net assets.

Governmental activities. Governmental activities decreased Williamson County's net assets by \$28,775,833. Elements of this decrease are noted in the table below:

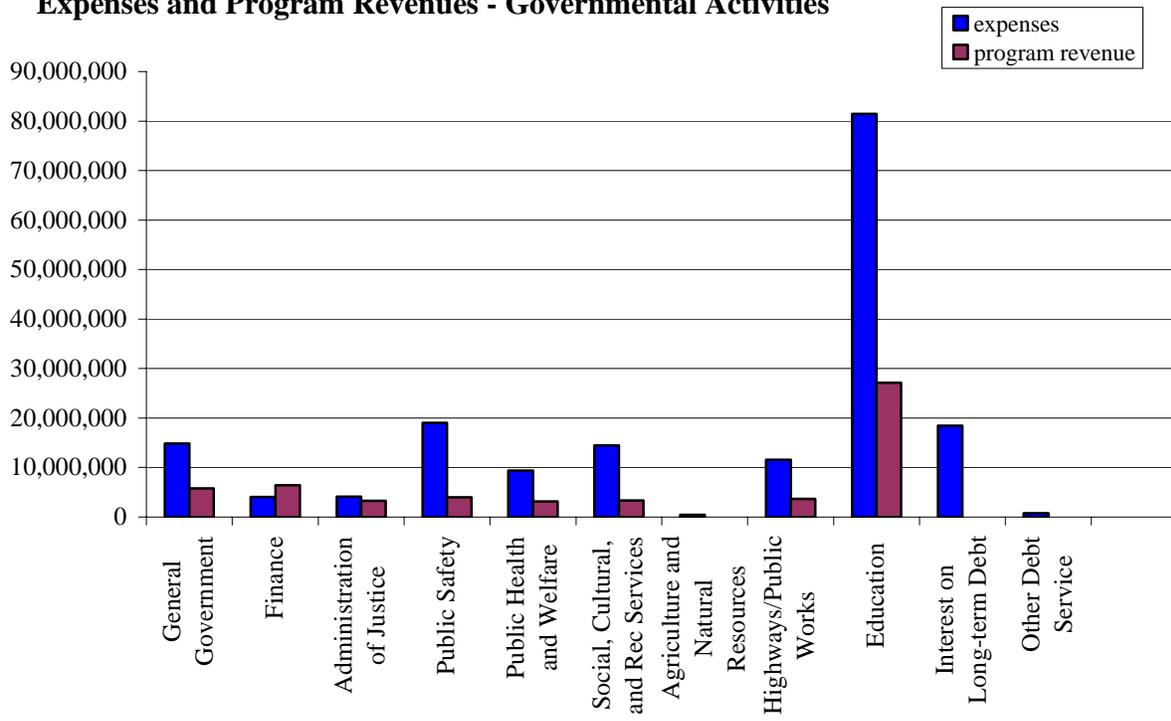
WILLIAMSON COUNTY'S Changes in Net Assets

	2007 Governmental Activities	2007 Business-type Activities	Total
Revenues:			
Program Revenues:			
Charges for Services	\$ 47,530,372	\$ 1,817,887	\$ 49,348,259
Operating Grants and Contributions	6,951,866	576,316	7,528,182
Capital Grants and Contributions	2,269,351	0	2,269,351
Total Program Revenues	\$ 56,751,589	\$ 2,394,203	\$ 59,145,792
General Revenues:			
Property Taxes Levied for			
General Purposes	\$ 33,614,921	\$ 0	\$ 33,614,921
Property Taxes Levied for Debt Service	26,838,215	0	26,838,215
Local Option Sales Taxes	1,058,746	0	1,058,746
Other Local Taxes	18,239,039	0	18,239,039
Grants and Contributions Not			
Restricted to Specific Programs	6,361,623	0	6,361,623
Unrestricted Investment Earnings	5,983,522	102,406	6,085,928
Gain from Sale of Capital Assets	0	0	0
Miscellaneous	836,080	134,598	970,678
Total General Revenues	\$ 92,932,146	\$ 237,004	\$ 93,169,150
Total Revenues	\$ 149,683,735	\$ 2,631,207	\$ 152,314,942
Expenses:			
Governmental Activities:			
General Government	\$ 14,873,257	\$ 0	\$ 14,873,257
Finance	4,072,157	0	4,072,157
Administration of Justice	4,126,006	0	4,126,006
Public Safety	18,998,559	0	18,998,559
Public Health and Welfare	9,406,648	0	9,406,648
Social, Cultural, and			
Recreational Services	14,434,041	0	14,434,041
Agriculture and Natural Resources	461,157	0	461,157
Highway/Public Works	11,600,633	0	11,600,633
Education	81,276,467	0	81,276,467
Interest on Long-term Debt	18,421,869	0	18,421,869
Other Debt Service	788,774	0	788,774
Solid Waste Disposal	0	4,248,463	4,248,463
Total Expenses	\$ 178,459,568	\$ 4,248,463	\$ 182,708,031
Change in Net Assets	\$ (28,775,833)	\$ (1,617,256)	\$ (30,393,089)
Prior Period Adjustment	(4,310,681)	4,310,681	0
Net Assets, July 1	(97,573,412)	(2,693,425)	(100,266,837)
Net Assets, June 30	\$ (130,659,926)	\$ 0	\$ (130,659,926)

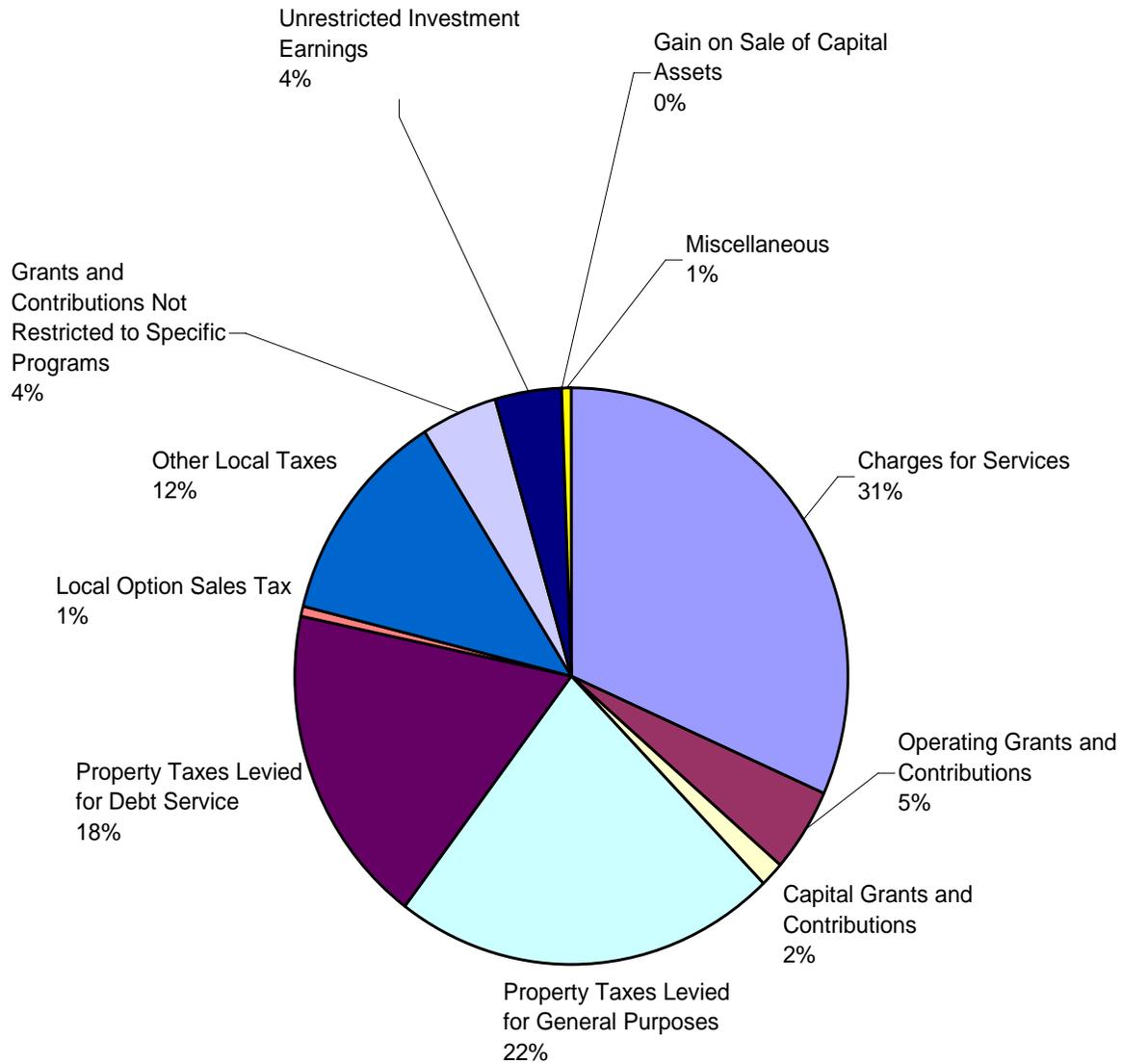
WILLIAMSON COUNTY'S Changes in Net Assets

	2006 Governmental Activities	2006 Business-type Activities	Total
Revenues:			
Program Revenues:			
Charges for Services	\$ 43,244,970	\$ 1,721,922	\$ 44,966,892
Operating Grants and Contributions	4,671,840	594,172	5,266,012
Capital Grants and Contributions	956,282	0	956,282
Total Program Revenues	<u>\$ 48,873,092</u>	<u>\$ 2,316,094</u>	<u>\$ 51,189,186</u>
General Revenues:			
Property taxes Levied for			
General Purposes	\$ 31,483,706	\$ 0	\$ 31,483,706
Property Taxes Levied for Debt Service	26,805,061	0	26,805,061
Local Option Sales Taxes	1,105,166	0	1,105,166
Other Local Taxes	18,474,036	0	18,474,036
Grants and Contributions Not			
Restricted to Specific Programs	4,448,278	0	4,448,278
Unrestricted Investment Earnings	3,317,503	31,382	3,348,885
Gain from Sale of Capital Assets	14,218	0	14,218
Miscellaneous	663,372	58,156	721,528
Total General Revenues	<u>\$ 86,311,340</u>	<u>\$ 89,538</u>	<u>\$ 86,400,878</u>
Total Revenues	<u>\$ 135,184,432</u>	<u>\$ 2,405,632</u>	<u>\$ 137,590,064</u>
Expenses:			
Governmental Activities:			
General Government	\$ 9,851,260	\$ 0	\$ 9,851,260
Finance	4,056,503	0	4,056,503
Administration of Justice	3,607,222	0	3,607,222
Public Safety	17,967,700	0	17,967,700
Public Health and Welfare	8,184,589	0	8,184,589
Social, Cultural, and			
Recreational Services	11,911,603	0	11,911,603
Agriculture and Natural Resources	441,638	0	441,638
Highway/Public Works	9,194,228	0	9,194,228
Education	30,656,447	0	30,656,447
Interest on Long-term Debt	17,691,923	0	17,691,923
Other Debt Service	596,923	0	596,923
Solid Waste Disposal	0	3,024,900	3,024,900
Total Expenses	<u>\$ 114,160,036</u>	<u>\$ 3,024,900</u>	<u>\$ 117,184,936</u>
Change in Net Assets	\$ 21,024,396	\$ (619,268)	\$ 20,405,128
Prior Period Adjustment	0	0	0
Net Assets, July 1	<u>(118,597,808)</u>	<u>(2,074,157)</u>	<u>(120,671,965)</u>
Net Assets, June 30	<u>\$ (97,573,412)</u>	<u>\$ (2,693,425)</u>	<u>\$ (100,266,837)</u>

Expenses and Program Revenues - Governmental Activities



Revenues by Source - Governmental Activities



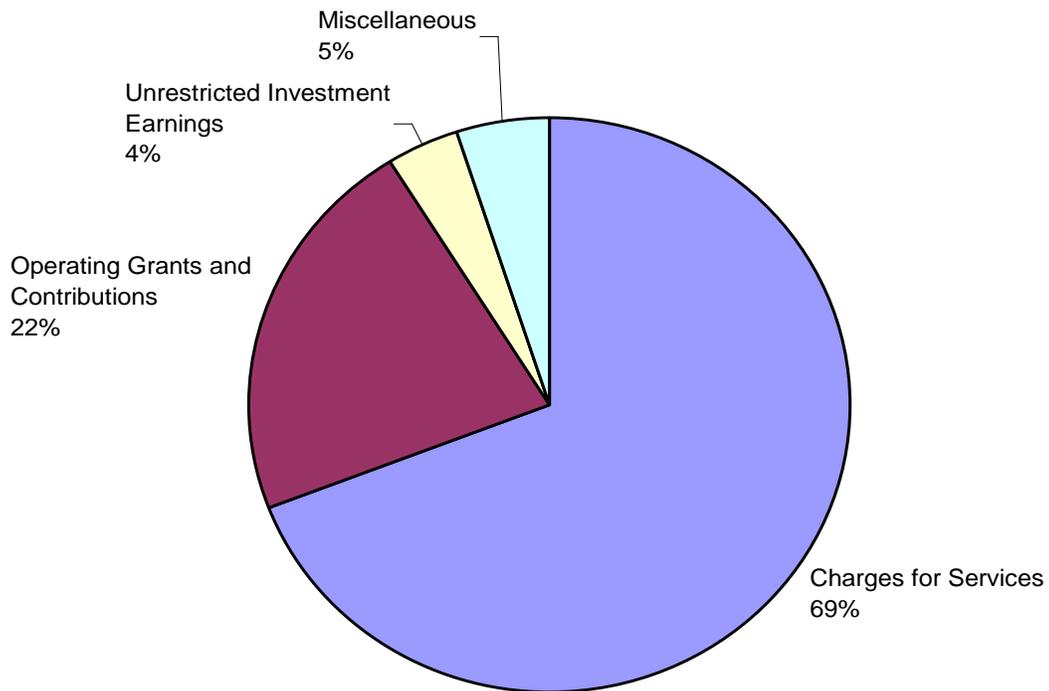
Business-type activities. Business-type activities decreased Williamson County’s net assets by \$1,617,256. This decrease resulted from a decrease in operating revenues and an increase in expenditures.

Expenses and Program Revenues – Business-type Activities



Revenue by Source – Business-type Activities

Revenues by Source - Governmental Activities



Financial Analysis of the Government’s Funds

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

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

As of the end of the current fiscal year, Williamson County’s governmental funds reported combined ending fund balances of \$89,483,798, an increase of \$16,882,817 in comparison with the prior year. Approximately 72 percent of this total amount (\$63,969,179) constitutes unreserved fund balance, which is available for spending at the government’s discretion. The remainder of fund balance is reserved or designated to indicate that it is not available for new spending because it has already been committed.

The General Fund is the chief operating fund of Williamson County. At the end of the current fiscal year, unreserved fund balance of the General Fund was \$27,379,169, while total fund balance was \$29,060,952. As a measure of the General Fund’s liquidity, it may be useful to compare both unreserved fund balance and total fund balance to total fund expenditures. Unreserved fund balance represents 51 percent of total General Fund expenditures, while total fund balance represents 54 percent of that same amount.

The fund balance of the General Fund increased \$5,066,504 from the prior year. One factor of the increase is Williamson County budgets for a 92 percent collection rate of property taxes while the county had actual collections of 97.6 percent collected during the current year. Another factor was actual expenditures were eight percent less than budgeted expenditures.

The fund balance of the Highway/Public Works Fund decreased \$4,792,160 during the current fiscal year. The main factor of the decrease was due to a one-time transfer of funds from unreserved fund balance to the General Capital Projects Fund for the purchase of land and the construction of new Highway Department facilities.

The fund balance of the General Debt Service Fund increased \$4,573,231 from the prior year.

The fund balance of the Rural Debt Service Fund increased \$367,836 from the prior year.

The fund balance of the General Capital Projects Fund increased \$9,959,668 from the prior year due to an increase in ongoing projects. The two main factors in this increase are the transfer of \$6.5 million from Highway/Public Works Fund unreserved fund balance for the purchase of land and construction of new Highway Department facilities and the transfer of \$1.8 million of capital funds from the Solid Waste Disposal Fund closure.

Proprietary funds. Williamson County’s proprietary funds provide the same type of information found in the government-wide financial statements, but in more detail.

General and Highway/Public Works Funds Budgetary Highlights

Differences between the original budget and the final amended budget for General Fund expenditures equaled 2.4 percent of the original budget.

During the year, appropriations between the original and final amended budget for the Highway/Public Works Fund increased 10.6 percent.

Capital Assets and Debt Administration

Capital assets. Williamson County's investment in capital assets for its governmental and business-type activities as of June 30, 2007, totaled \$172,989,186 (net of accumulated depreciation). This investment in capital assets includes land, buildings and improvements, machinery and equipment, park facilities, roads, highways, and bridges. The total increase in Williamson County's investment in capital assets for the current fiscal year was \$7,532,077. Net assets were restated \$4,310,681 from the prior year because the Solid Waste Disposal Fund (enterprise fund) was closed into the Solid Waste/Sanitation Fund (special revenue fund). Construction in progress totaling \$6,946,532 reflects Williamson County's various ongoing construction and renovation projects for the parks and recreation department facilities, agriculture exposition facilities, administrative complex, and the historic courthouse. There are also capital improvements to the emergency communications radio system and the property assessor appraisal software.

Williamson County's Capital Assets

As of June 30
(net of depreciation)

	2006 Governmental Activities	2006 Business-type Activities	Total
Land	\$ 41,778,110	\$ 334,150	\$ 42,112,260
Construction in Progress	1,268,969	0	1,268,969
Buildings and Improvements	74,009,868	346,322	74,356,190
Other Capital Assets	17,959,185	1,932,064	19,891,249
Infrastructure	27,828,441	0	27,828,441
Total	\$ 162,844,573	\$ 2,612,536	\$ 165,457,109
	2007 Governmental Activities		
Land	\$ 43,953,167		
Construction in Progress	6,946,532		
Buildings and Improvements	75,057,577		
Other Capital Assets	20,198,443		
Infrastructure	26,833,467		
Total	\$ 172,989,186		

Long-term debt. At the end of the current fiscal year, Williamson County had total bonded debt outstanding of \$384,780,000, notes payable of \$10,573,616, and other loans payable of \$1,985,000. All debt is backed by the full faith and credit of the county. Of the amount outstanding for governmental activities, \$269,185,167 reflects the balance of borrowings for education capital projects for the Williamson County Board of Education. Because the Solid Waste Disposal Fund (enterprise fund) was closed into the Solid Waste/Sanitation Fund (special revenue fund) the debt will be reflected within the governmental activities.

Williamson County's Outstanding Debt
As of June 30

	2006 Governmental Activities	2006 Business-type Activities	Total																				
Bonds Payable	\$ 318,395,000	\$ 5,210,000	\$ 323,605,000																				
Notes Payable	12,045,370	0	12,045,370																				
Other Loans Payable	11,236,616	0	11,236,616																				
Total	\$ 341,676,986	\$ 5,210,000	\$ 346,886,986																				
<table style="width: 100%; border-collapse: collapse;"> <thead> <tr> <th style="width: 35%;"></th> <th style="width: 20%; text-align: center;">2007 Governmental Activities</th> <th colspan="2"></th> </tr> </thead> <tbody> <tr> <td>Bonds Payable</td> <td style="text-align: right;">\$ 384,780,000</td> <td colspan="2"></td> </tr> <tr> <td>Notes Payable</td> <td style="text-align: right;">1,985,000</td> <td colspan="2"></td> </tr> <tr> <td>Other Loans Payable</td> <td style="text-align: right;">10,573,616</td> <td colspan="2"></td> </tr> <tr> <td>Total</td> <td style="text-align: right;">\$ 397,338,616</td> <td colspan="2"></td> </tr> </tbody> </table>					2007 Governmental Activities			Bonds Payable	\$ 384,780,000			Notes Payable	1,985,000			Other Loans Payable	10,573,616			Total	\$ 397,338,616		
	2007 Governmental Activities																						
Bonds Payable	\$ 384,780,000																						
Notes Payable	1,985,000																						
Other Loans Payable	10,573,616																						
Total	\$ 397,338,616																						

For the fiscal year ended June 30, 2007, the county's total debt increased by \$50.5 million. Debt service payments of \$20.4 million were made; \$26.8 million of debt was refunded, and \$97.7 million of new debt was issued for refunding debt, school construction projects, public works projects, and equipment acquisition.

- The new debt issues for Williamson County are comprised of the following:
 - a) An advance refunding of general obligation bonds for various projects with a separate general obligation bond issue for \$16.8 million.
 - b) General obligation bond issues of \$59.9 million for various school construction projects, of which \$9.4 million was used to refund two existing capital outlay notes.
 - c) General obligation bond issues of \$21 million for public works projects and equipment acquisitions.

The county maintains an Aa1 bond rating from Moody's for general and rural obligation debt.

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

Economic Factors and Next Year's Budgets and Rates

- The unemployment rate for the county as of 2007 was 3.7 percent, which is a slight increase from the 2006 rate of 3.6 percent. This compares favorably to the state's average unemployment rate of four percent and the national average rate of 4.6 percent.
- The occupancy rate of the government's central business district for the past three years was 88.3 percent for 2005, 94.2 percent for 2006, and 94 percent for 2007.
- Inflationary trends in the region compare favorably to national indices.
- Assessed value of property within the county is in excess of \$6.5 billion with an anticipated growth rate of five percent for 2007-2008.

All of these factors were considered in preparing the county's budget for the 2008 fiscal year.

Requests for Information

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

BASIC FINANCIAL STATEMENTS

Exhibit A

Williamson County, Tennessee
Statement of Net Assets
June 30, 2007

	Primary Government Governmental Activities	Component Units		
		Williamson County School Department	Williamson County Hospital District	Emergency Communications District
<u>ASSETS</u>				
Cash	\$ 11,350	\$ 87,392	\$ 853,533	\$ 1,131,463
Cash with Paying Agent	150,000	0	0	0
Equity in Pooled Cash and Investments	99,124,395	46,037,044	0	0
Accounts Receivable	314,966	115,116	28,510,011	100,299
Allowance for Uncollectibles	0	0	(7,791,742)	0
Property Taxes Receivable	67,504,979	70,704,712	0	0
Allowance for Uncollectible Property Taxes	(523,029)	(541,709)	0	0
Due from Other Governments	3,998,114	9,729,993	0	38,154
Prepaid Items	0	0	326,442	0
Notes Receivable - Long-term	103,980	0	0	0
Cash Shortage	3,438	0	0	0
Deferred Charges - Debt Issuance Costs	2,151,812	0	277,118	0
Inventories	0	0	1,650,889	0
Investment in Joint Venture	6,794,625	0	0	0
Other Receivable	0	0	3,319,375	0
Restricted Assets:				
Customer Deposits	0	0	838,726	0
Bond Reserves	0	0	32,956,743	0
Capital Assets:				
Assets Not Depreciated:				
Land	43,953,167	21,187,952	6,513,813	0
Construction in Progress	6,946,532	31,397,524	2,807,820	0
Assets Net of Accumulated Depreciation:				
Buildings and Improvements	75,057,577	221,471,096	0	0
Other Capital Assets	20,198,443	12,104,501	99,540,410	643,086
Infrastructure	26,833,467	0	0	0
Total Assets	\$ 352,623,816	\$ 412,293,621	\$ 169,803,138	\$ 1,913,002

(Continued)

Exhibit A

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

	Primary Government Governmental Activities	Component Units		
		Williamson County School Department	Williamson County Hospital District	Emergency Communications District
<u>LIABILITIES</u>				
Accounts Payable	\$ 719,288	\$ 451,972	\$ 5,110,270	\$ 47,137
Accrued Payroll	0	5,377,506	4,278,978	0
Payroll Deductions Payable	0	50	0	0
Contracts Payable	1,182,124	2,445,889	0	0
Retainage Payable	131,347	247,091	0	0
Accrued Interest Payable	4,862,183	0	261,500	0
Due to State of Tennessee	2,768	0	0	0
Other Accrued Expenses	0	0	2,055,620	0
Estimated Amounts Due to Third-party Payors	0	0	360,000	0
Customer Deposits Payable	835,795	0	0	0
Deferred Revenue - Current Property Taxes	66,024,255	69,172,518	0	0
Other Current Liabilities	0	7,221	0	0
Noncurrent Liabilities:				
Due Within One Year	29,929,853	457,956	3,981,719	0
Due in More Than One Year (net of deferred amount on refunding and unamortized premium on debt)	379,596,129	771,967	42,378,582	0
Total Liabilities	<u>\$ 483,283,742</u>	<u>\$ 78,932,170</u>	<u>\$ 58,426,669</u>	<u>\$ 47,137</u>
<u>NET ASSETS</u>				
Invested in Capital Assets, Net of Related Debt	\$ 53,581,080	\$ 0	\$ 62,501,742	\$ 601,059
Invested in Capital Assets Restricted for:	0	286,161,073	0	0
Capital Projects	11,741,256	16,849,265	0	0
Debt Service	27,538,395	0	0	0
Highway	8,019,266	0	0	0
Central Cafeteria	0	1,601,356	0	0
Other Purposes	2,475,975	914,079	875,520	0
Unrestricted	(234,015,898)	27,835,678	47,999,207	1,264,806
Total Net Assets (Deficit)	<u>\$ (130,659,926)</u>	<u>\$ 333,361,451</u>	<u>\$ 111,376,469</u>	<u>\$ 1,865,865</u>

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

Exhibit B

Williamson County, Tennessee
Statement of Activities
For the Year Ended June 30, 2007

Functions/Programs	Expenses	Program Revenues			Net (Expense) Revenue and Changes in Net Assets			Component Units		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Primary Government		Total	Williamson County School Department	Williamson County Hospital District	Emergency Communications District
					Governmental Activities	Business-type Activities				
Primary Government:										
Governmental Activities:										
General Government	\$ 14,873,257	\$ 5,010,201	\$ 353,248	\$ 411,250	\$ (9,098,558)	\$ 0	\$ (9,098,558)	\$ 0	\$ 0	\$ 0
Finance	4,072,157	6,379,592	39,735	0	2,347,170	0	2,347,170	0	0	0
Administration of Justice	4,126,006	3,293,234	0	0	(832,772)	0	(832,772)	0	0	0
Public Safety	18,998,559	1,726,616	1,112,782	1,123,122	(15,036,039)	0	(15,036,039)	0	0	0
Public Health and Welfare	9,406,648	544,774	2,607,574	0	(6,254,300)	0	(6,254,300)	0	0	0
Social, Cultural, and Recreational Services	14,434,041	3,315,259	12,000	0	(11,106,782)	0	(11,106,782)	0	0	0
Agriculture and Natural Resources	461,157	0	0	0	(461,157)	0	(461,157)	0	0	0
Highway/Public Works	11,600,633	110,594	2,826,527	734,979	(7,928,533)	0	(7,928,533)	0	0	0
Education	81,276,467	27,150,102	0	0	(54,126,365)	0	(54,126,365)	0	0	0
Interest on Long-term Debt	18,421,869	0	0	0	(18,421,869)	0	(18,421,869)	0	0	0
Other Debt Service	788,774	0	0	0	(788,774)	0	(788,774)	0	0	0
Total Governmental Activities	\$ 178,459,568	\$ 47,530,372	\$ 6,951,866	\$ 2,269,351	\$ (121,707,979)	\$ 0	\$ (121,707,979)	\$ 0	\$ 0	\$ 0
Business-type Activities:										
Solid Waste Disposal	\$ 4,248,463	\$ 1,817,887	\$ 576,316	\$ 0	\$ 0	\$ (1,854,260)	\$ (1,854,260)	\$ 0	\$ 0	\$ 0
Total Business-type Activities	\$ 4,248,463	\$ 1,817,887	\$ 576,316	\$ 0	\$ 0	\$ (1,854,260)	\$ (1,854,260)	\$ 0	\$ 0	\$ 0
Total Primary Government	\$ 182,708,031	\$ 49,348,259	\$ 7,528,182	\$ 2,269,351	\$ (121,707,979)	\$ (1,854,260)	\$ (123,562,239)	\$ 0	\$ 0	\$ 0
Component Units:										
Williamson County School Department	\$ 211,595,324	\$ 8,476,813	\$ 10,341,995	\$ 53,386,582	\$ 0	\$ 0	\$ 0	\$ (139,389,934)	\$ 0	\$ 0
Williamson County Hospital District	122,143,146	127,597,721	0	182,634	0	0	0	0	5,637,209	0
Emergency Communications District	1,208,312	1,317,545	0	15,046	0	0	0	0	0	124,279
Total Component Units	\$ 334,946,782	\$ 137,392,079	\$ 10,341,995	\$ 53,584,262	\$ 0	\$ 0	\$ 0	\$ (139,389,934)	\$ 5,637,209	\$ 124,279

(Continued)

Exhibit B

Williamson County, Tennessee
Statement of Activities (Cont.)

Functions/Programs	Expenses	Program Revenues			Net (Expense) Revenue and Changes in Net Assets					
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Primary Government			Component Units		
					Governmental Activities	Business-type Activities	Total	Williamson County School Department	Williamson County Hospital District	Emergency Communications District
General Revenues:										
Taxes:										
Property Taxes Levied for General Purposes		\$ 33,614,921	\$ 0	\$ 33,614,921	\$ 68,222,139	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Property Taxes Levied for Debt Service		26,838,215	0	26,838,215	0	0	0	0	0	0
Local Option Sales Taxes		1,058,746	0	1,058,746	33,371,948	0	0	0	0	0
Other Local Taxes		18,239,039	0	18,239,039	17,246	0	0	0	0	0
Grants and Contributions Not Restricted to Specific Programs		6,361,623	0	6,361,623	76,930,858	0	0	0	0	0
Unrestricted Investment Income		5,983,522	102,406	6,085,928	1,945,355	2,268,719			36,264	
Miscellaneous		836,080	134,598	970,678	623,102	936,350			0	
Total General Revenues		\$ 92,932,146	\$ 237,004	\$ 93,169,150	\$ 181,110,648	\$ 3,205,069	\$ 0	\$ 0	\$ 36,264	\$ 0
Transfers		\$ (4,310,681)	\$ 4,310,681	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Change in Net Assets		\$ (33,086,514)	\$ 2,693,425	\$ (30,393,089)	\$ 41,720,714	\$ 8,842,278	\$ 0	\$ 0	\$ 160,543	\$ 0
Net Assets, July 1, 2006		(97,573,412)	(2,693,425)	(100,266,837)	291,640,737	102,534,191			1,705,322	
Net Assets, June 30, 2007		\$ (130,659,926)	\$ 0	\$ (130,659,926)	\$ 333,361,451	\$ 111,376,469	\$ 0	\$ 0	\$ 1,865,865	\$ 0

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

Exhibit C-1

Williamson County, Tennessee
 Balance Sheet
 Governmental Funds
 June 30, 2007

	Major Funds					Nonmajor Funds	Total Govern- mental Funds
	General	Highway / Public Works	General Debt Service	Rural Debt Service	General Capital Projects	Other Govern- mental Funds	
ASSETS							
Cash	\$ 10,650	\$ 0	\$ 0	\$ 0	\$ 0	\$ 700	\$ 11,350
Equity in Pooled Cash and Investments	27,198,023	7,954,359	21,002,032	5,411,082	25,791,690	2,387,069	89,744,255
Accounts Receivable	200,000	0	42,284	0	0	72,682	314,966
Due from Other Governments	2,969,504	563,646	0	0	250,395	214,569	3,998,114
Property Taxes Receivable	32,654,514	795,088	22,612,390	8,876,213	0	2,566,774	67,504,979
Allowance for Uncollectible Property Taxes	(246,200)	(15,385)	(160,790)	(76,002)	0	(24,652)	(523,029)
Cash Shortage	0	0	0	0	0	3,438	3,438
Notes Receivable - Long-term	0	0	0	0	103,980	0	103,980
Total Assets	\$ 62,786,491	\$ 9,297,708	\$ 43,495,916	\$ 14,211,293	\$ 26,146,065	\$ 5,220,580	\$ 161,158,053
LIABILITIES AND FUND BALANCES							
Liabilities							
Accounts Payable	\$ 104,906	\$ 342,620	\$ 0	\$ 0	\$ 248,407	\$ 23,355	\$ 719,288
Contracts Payable	0	0	0	0	1,182,124	0	1,182,124
Retainage Payable	0	0	0	0	131,347	0	131,347
Claims and Judgements Payable	126,948	25,600	0	0	0	22,100	174,648
Due to State of Tennessee	2,768	0	0	0	0	0	2,768
Current Liabilities Payable from Restricted Assets:							
Customer Deposits Payable	0	0	0	0	835,795	0	835,795
Deferred Revenue - Current Property Taxes	31,969,744	734,950	22,183,088	8,648,054	0	2,488,419	66,024,255
Deferred Revenue - Delinquent Property Taxes	366,044	42,339	224,108	131,020	0	47,328	810,839
Other Deferred Revenues	1,155,129	255,156	0	0	250,395	132,511	1,793,191
Total Liabilities	\$ 33,725,539	\$ 1,400,665	\$ 22,407,196	\$ 8,779,074	\$ 2,648,068	\$ 2,713,713	\$ 71,674,255
Fund Balances							
Reserved for Encumbrances	\$ 1,019,122	\$ 203,211	\$ 0	\$ 0	\$ 8,609,386	\$ 131,628	\$ 9,963,347
Reserved for Alcohol and Drug Treatment	44,155	0	0	0	0	0	44,155
Reserved for Litigation Tax - Jail, Workhouse, or Courthouse	250,761	0	0	0	0	0	250,761
Reserved for Drug Court	20,960	0	0	0	0	0	20,960
Reserved for Sexual Offender Registration	4,300	0	0	0	0	0	4,300

(Continued)

Exhibit C-1

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

	Major Funds					Nonmajor Funds	Total Govern- mental Funds
	General	Highway / Public Works	General Debt Service	Rural Debt Service	General Capital Projects	Other Govern- mental Funds	
<u>LIABILITIES AND FUND BALANCES (Cont.)</u>							
<u>Fund Balances (Cont.)</u>							
Reserved for Courtroom Security	\$ 7,189	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 7,189
Reserved for Victims Assistance Programs	2,599	0	0	0	0	0	2,599
Reserved for Computer System - Register	220,043	0	0	0	0	0	220,043
Reserved for Automation Purposes - Circuit Court	5,804	0	0	0	0	0	5,804
Reserved for Automation Purposes - Criminal Court	37,255	0	0	0	0	0	37,255
Reserved for Automation Purposes - General Sessions Court	20,092	0	0	0	0	0	20,092
Reserved for Automation Purposes - Juvenile Court	7,921	0	0	0	0	0	7,921
Reserved for Automation Purposes - Chancery Court	15,854	0	0	0	0	0	15,854
Reserved for Automation Purposes - Sheriff	25,728	0	0	0	0	0	25,728
Reserved for Long-term Notes Receivable	0	0	0	0	103,980	0	103,980
Reserved for Other General Purposes	0	0	0	0	14,784,631	0	14,784,631
Unreserved, Reported In:							
General Fund	27,379,169	0	0	0	0	0	27,379,169
Special Revenue Funds	0	7,693,832	0	0	0	2,375,239	10,069,071
Debt Service Funds	0	0	21,088,720	5,432,219	0	0	26,520,939
Total Fund Balances	\$ 29,060,952	\$ 7,897,043	\$ 21,088,720	\$ 5,432,219	\$ 23,497,997	\$ 2,506,867	\$ 89,483,798
Total Liabilities and Fund Balances	\$ 62,786,491	\$ 9,297,708	\$ 43,495,916	\$ 14,211,293	\$ 26,146,065	\$ 5,220,580	\$ 161,158,053

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

Exhibit C-2

Williamson County, Tennessee
Reconciliation of the Balance Sheet of Governmental Funds to
the Statement of Net Assets
June 30, 2007

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

Total fund balances - balance sheet - governmental funds (Exhibit C-1)		\$ 89,483,798
(1) Capital assets used in governmental activities are not financial resources and therefore are not reported in the governmental funds.		
Add: land	\$ 43,953,167	
Add: construction in progress	6,946,532	
Add: infrastructure net of accumulated depreciation	26,833,467	
Add: buildings and improvements net of accumulated depreciation	75,057,577	
Add: other capital assets net of accumulated depreciation	<u>20,198,443</u>	172,989,186
(2) Investment in joint venture used in governmental activities is not a financial resource and therefore is not reported in governmental funds.		6,794,625
(3) Other long-term assets are not available to pay for current-period expenditures and therefore are deferred in the governmental funds.		2,604,030
(4) Internal service funds are used by management to charge the cost of liability and workers' compensation insurance and employee dental benefits to individual funds. The assets and liabilities are included in governmental activities in the statement of net assets.		4,118,400
(5) Debt issuance costs are expensed when paid in the governmental funds. The unamortized portion of these charges is reflected on the statement of net assets.		2,151,812
(6) Interest costs of long-term debt are expensed when due in the governmental funds. Interest costs incurred as of the balance sheet date are accrued in the statement of net assets.		(4,862,183)
(7) Long-term liabilities are not due and payable in the current period and therefore are not reported in the governmental funds.		
Less: notes payable	\$ (1,985,000)	
Add: deferred amount on refunded debt	5,524,511	
Less: unamortized debt premiums	(9,724,632)	
Less: bonds payable	(384,780,000)	
Less: other loans payable	(10,573,616)	
Less: closure/postclosure care costs	(873,392)	
Less: compensated absences payable	<u>(1,527,465)</u>	<u>(403,939,594)</u>
Net assets of governmental activities (Exhibit A)		<u>\$ (130,659,926)</u>

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

Exhibit C-3

Williamson County, Tennessee
Statement of Revenues, Expenditures,
and Changes in Fund Balances
Governmental Funds
For the Year Ended June 30, 2007

	Major Funds					Nonmajor Funds	Total Governmental Funds
	General	Highway / Public Works	General Debt Service	Rural Debt Service	General Capital Projects	Other Govern- mental Funds	
Revenues							
Local Taxes	\$ 35,028,182	\$ 7,924,444	\$ 18,693,595	\$ 8,176,626	\$ 8,936,267	\$ 3,459,420	\$ 82,218,534
Licenses and Permits	1,558,793	0	0	0	0	0	1,558,793
Fines, Forfeitures, and Penalties	531,562	0	0	0	0	365,576	897,138
Charges for Current Services	4,536,828	0	0	0	0	44,044	4,580,872
Other Local Revenues	2,402,841	761,554	3,391,719	510,397	260,114	88,040	7,414,665
Fees Received from County Officials	11,100,925	0	0	0	0	0	11,100,925
State of Tennessee	3,955,377	3,519,292	0	0	0	24,569	7,499,238
Federal Government	1,637,559	48,866	0	0	1,265,700	0	2,952,125
Other Governments and Citizens Groups	347,530	215,793	762,831	805,727	735,589	1,150	2,868,620
Total Revenues	\$ 61,099,597	\$ 12,469,949	\$ 22,848,145	\$ 9,492,750	\$ 11,197,670	\$ 3,982,799	\$ 121,090,910
Expenditures							
Current:							
General Government	\$ 8,569,042	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 8,569,042
Finance	3,160,957	0	0	0	0	0	3,160,957
Administration of Justice	2,922,964	0	0	0	0	209,651	3,132,615
Public Safety	13,274,029	0	0	0	0	104,872	13,378,901
Public Health and Welfare	4,477,386	0	0	0	0	2,154,736	6,632,122
Social, Cultural, and Recreational Services	9,194,418	0	0	0	0	0	9,194,418
Agriculture and Natural Resources	355,952	0	0	0	0	0	355,952
Other Operations	12,157,614	0	0	0	0	334,378	12,491,992
Highways	0	11,062,109	0	0	0	0	11,062,109
Debt Service:							
Principal on Debt	0	0	12,983,000	7,185,000	0	0	20,168,000
Interest on Debt	0	0	11,285,860	5,757,457	0	0	17,043,317
Other Debt Service	0	0	606,317	182,457	0	0	788,774
Capital Projects	0	0	0	0	16,822,774	0	16,822,774
Capital Projects - Donated	0	0	0	0	53,236,583	0	53,236,583
Total Expenditures	\$ 54,112,362	\$ 11,062,109	\$ 24,875,177	\$ 13,124,914	\$ 70,059,357	\$ 2,803,637	\$ 176,037,556
Excess (Deficiency) of Revenues Over Expenditures	\$ 6,987,235	\$ 1,407,840	\$ (2,027,032)	\$ (3,632,164)	\$ (58,861,687)	\$ 1,179,162	\$ (54,946,646)

(Continued)

Exhibit C-3

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

	Major Funds					Nonmajor Funds	Total Governmental Funds
	General	Highway / Public Works	General Debt Service	Rural Debt Service	General Capital Projects	Other Govern- mental Funds	
<u>Other Financing Sources (Uses)</u>							
Bonds Issued	\$ 0	\$ 0	\$ 0	\$ 0	\$ 70,179,630	\$ 0	\$ 70,179,630
Refunding Debt Issued	0	0	18,425,370	7,325,000	0	0	25,750,370
Premiums on Debt Issued	0	0	1,704,303	0	1,018,674	0	2,722,977
Transfers In	76,124	300,000	8,007,651	4,000,000	10,846,515	531,824	23,762,114
Transfers Out	(1,996,855)	(6,500,000)	(1,550,000)	0	(13,223,464)	(3,248)	(23,273,567)
Payments to Refunded Debt Escrow Agent	0	0	(19,987,061)	(7,325,000)	0	0	(27,312,061)
Total Other Financing Sources (Uses)	\$ (1,920,731)	\$ (6,200,000)	\$ 6,600,263	\$ 4,000,000	\$ 68,821,355	\$ 528,576	\$ 71,829,463
Net Change in Fund Balances	\$ 5,066,504	\$ (4,792,160)	\$ 4,573,231	\$ 367,836	\$ 9,959,668	\$ 1,707,738	\$ 16,882,817
Fund Balance, July 1, 2006	23,994,448	12,689,203	16,515,489	5,064,383	13,538,329	799,129	72,600,981
Fund Balance, June 30, 2007	\$ 29,060,952	\$ 7,897,043	\$ 21,088,720	\$ 5,432,219	\$ 23,497,997	\$ 2,506,867	\$ 89,483,798

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

Exhibit C-4

Williamson County, Tennessee
Reconciliation of the Statement of Revenues, Expenditures, and
Changes in Fund Balances of Governmental Funds to the
Statement of Activities
For the Year Ended June 30, 2007

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

Net change in fund balances - total governmental funds (Exhibit C-3)		\$ 16,882,817
(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	\$ 15,066,494	
Less: current year depreciation expense	<u>(6,452,489)</u>	8,614,005
(2) The net effect of various miscellaneous transactions involving capital assets (sales, trade-ins, and donations) is to decrease net assets.		(1,081,928)
(3) Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.		
Add: deferred delinquent property taxes and other deferred June 30, 2007	\$ 2,604,030	
Less: deferred delinquent property taxes and other deferred June 30, 2006	<u>(2,733,438)</u>	(129,408)
(4) The issuance of long-term debt (e.g., notes, bonds) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net assets.		
Less: debt issued	\$ (95,930,000)	
Add: payment to refunding debt escrow agent	26,410,370	
Add: principal payments on notes	625,000	
Add: principal payments on other loans	663,000	
Add: principal payments on bonds	<u>18,880,000</u>	(49,351,630)
(5) Governmental funds report the effect of issuance costs, premiums, discounts, and similar items related to long-term debt issuance when the debt is first issued, whereas these amounts are deferred and amortized in the statement of activities. This adjustment reflects debt issuance cost expensed during the year recorded in the statement of activities.		
Add: amortization of debt issuance premiums	\$ 738,543	
Add: debt issuance cost on debt issued during year	491,046	
Add: deferred amount on refunding debt issued during year	775,639	
Add: change in unamortized premium as a result of refunding debt	159,892	
Less: deferred charges on refunding debt amortized during the year	(1,094,639)	
Less: debt issuance cost amortized during the year	(167,843)	
Less: premiums on debt issued during year	(2,722,977)	
Less: change in unamortized debt issuance costs as a result of refunding debt	<u>(33,840)</u>	(1,854,179)
(6) 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	\$ (754,086)	
Change in closure/postclosure care costs	(289,894)	
Change in compensated absences	<u>(75,054)</u>	(1,119,034)
(7) Internal service funds are used by management to charge the cost of liability and workers' compensation insurance and employee dental benefits to individual funds. The net expense of certain activities of the internal service funds is reported with governmental activities in the statement of activities.		<u>(736,476)</u>
Change in net assets of governmental activities (Exhibit B)		<u>\$ (28,775,833)</u>

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

Exhibit D-1

Williamson County, Tennessee
Statement of Net Assets
Proprietary Fund
June 30, 2007

Governmental
 Activities -
 Internal
 Service
 Fund

 Self -
 Insurance
 Fund

ASSETS

Current Assets:

Cash with Paying Agents	\$ 150,000
Equity in Pooled Cash and Investments	<u>9,380,140</u>
Total Assets	<u>\$ 9,530,140</u>

LIABILITIES

Current Liabilities:

Claims and Judgments Payable	<u>\$ 5,411,740</u>
Total Liabilities	<u>\$ 5,411,740</u>

NET ASSETS

Unrestricted	<u>\$ 4,118,400</u>
Net Assets	<u><u>\$ 4,118,400</u></u>

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

Exhibit D-2

Williamson County, Tennessee
Statement of Revenues, Expenses, and
Changes in Net Assets
Proprietary Funds
For the Year Ended June 30, 2007

	Business-type Activities - Enterprise Fund	Governmental Activities - Internal Service Fund
	Solid Waste Disposal Fund	Self - Insurance Fund
<u>Operating Revenues</u>		
Charges for Services	\$ 1,817,887	\$ 35,009,778
Other Local Revenues	80,657	658,656
Total Operating Revenues	<u>\$ 1,898,544</u>	<u>\$ 35,668,434</u>
<u>Operating Expenses</u>		
Handling Charges and Administrative Costs	\$ 0	\$ 1,813,616
Life Insurance	0	149,642
Dental Insurance	0	2,238,397
Medical Claims	0	32,203,255
Landfill Operation and Maintenance	1,804,380	0
Other Charges	101,454	0
Employee Benefits	177,894	0
Total Operating Expenses	<u>\$ 2,083,728</u>	<u>\$ 36,404,910</u>
Operating Income (Loss)	<u>\$ (185,184)</u>	<u>\$ (736,476)</u>
<u>Nonoperating Revenues (Expenses)</u>		
Interest on Bonds	\$ (302,087)	\$ 0
Underwriter's Discount	(4,408)	0
Other Debt Issuance Charges	(10,348)	0
Payment to Refunded Debt Escrow Agent	(24,185)	0
Accrued Interest on Debt Issues	4,528	0
Premiums on Debt Issued	53,941	0
Investment Income	102,406	0
Solid Waste Grants	76,316	0
Total Nonoperating Revenues (Expenses)	<u>\$ (103,837)</u>	<u>\$ 0</u>
Income (Loss) Before Operating Transfers	\$ (289,021)	\$ (736,476)
Operating Transfers In (Out)	<u>2,982,446</u>	<u>0</u>
Change in Net Assets	\$ 2,693,425	\$ (736,476)
Net Assets, July 1, 2006	<u>(2,693,425)</u>	<u>4,854,876</u>
Net Assets, June 30, 2007	<u>\$ 0</u>	<u>\$ 4,118,400</u>

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

Exhibit D-3

Williamson County, Tennessee
Statement of Cash Flows
Proprietary Funds
For the Year Ended June 30, 2007

	Business-type Activities - Enterprise Fund	Governmental Activities - Internal Service Fund
	Solid Waste Disposal Fund	Self - Insurance Fund
<u>Cash Flows from Operating Activities</u>		
Receipts from Interfund Services Provided	\$ 0	\$ 35,817,077
Receipts from Customers and Users	1,904,990	658,656
Other Cash Receipts (Payments)	80,657	0
Payments to Suppliers	0	(35,673,521)
Waste Collection and Disposal Activity - Uses	(2,404,501)	0
Net Cash Provided By (Used In) Operating Activities	<u>\$ (418,854)</u>	<u>\$ 802,212</u>
<u>Cash Flows from Capital and Related Financing Activities</u>		
Premiums on Debt Issued	\$ 53,941	\$ 0
Accrued Interest Payable	4,528	0
Underwriter's Discount	(4,408)	0
Other Debt Issuance Charges	(10,348)	0
Bonds Issued	1,360,000	0
Proceeds from Refunding Debt Issued	440,000	0
Payment to Refunded Debt Escrow Agent	(479,185)	0
Principal Paid on Bonds	(245,000)	0
Interest Paid on Bonds	(302,087)	0
Net Cash Provided By (Used In) Capital and Related Financing Activities	<u>\$ 817,441</u>	<u>\$ 0</u>
<u>Cash Flows from Noncapital Financing Activities</u>		
Grants Received	\$ 76,316	\$ 0
Transfers from Other Funds	500,000	0
Transfers to Other Funds	(1,828,235)	0
Net Cash Provided By (Used In) Noncapital Financing Activities	<u>\$ (1,251,919)</u>	<u>\$ 0</u>
<u>Cash Flows from Investing Activities</u>		
Interest on Investments	\$ 102,406	\$ 0
Net Cash Provided By (Used In) Investing Activities	<u>\$ 102,406</u>	<u>\$ 0</u>
Increase (Decrease) in Cash	\$ (750,926)	\$ 802,212
Cash, July 1, 2006	<u>750,926</u>	<u>8,727,928</u>
Cash, June 30, 2007	<u>\$ 0</u>	<u>\$ 9,530,140</u>

(Continued)

Exhibit D-3

Williamson County, Tennessee
Combining Statement of Cash Flows
Proprietary Funds (Cont.)

	Business-type Activities - Enterprise Fund	Governmental Activities - Internal Service Fund
	Solid Waste Disposal Fund	Self - Insurance Fund
	<u> </u>	<u> </u>
<u>Reconciliation of Net Operating Income (Loss)</u> <u>to Net Cash Provided By (Used In) Operating Activities</u>		
Operating Income (Loss)	\$ (185,184)	\$ (736,476)
Adjustments to Reconcile Net Operating Income (Loss) to Net Cash Provided By (Used In) Operating Activities:		
(Increase) Decrease in Accounts Receivable	75,643	0
(Increase) Decrease in Due from Other Governments	8,787	0
(Increase) Decrease in Due from Component Units	0	807,299
(Increase) Decrease in Accrued Interest Receivable	2,673	0
Increase (Decrease) in Accounts Payable	(21,373)	0
Increase (Decrease) in Due to Other Funds	(18,525)	0
Increase (Decrease) in Claims and Judgments Payable	(7,048)	731,389
Increase (Decrease) in Accrued Closure/Postclosure Costs	(273,827)	0
	<u> </u>	<u> </u>
Net Cash Provided By (Used In) Operating Activities	<u>\$ (418,854)</u>	<u>\$ 802,212</u>
<u>Reconciliation of Cash with Statement of Net Assets</u>		
Cash with Paying Agent Per Net Assets	\$ 0	\$ 150,000
Equity in Pooled Cash and Investments Per Net Assets	<u>0</u>	<u>9,380,140</u>
Cash, June 30, 2007	<u>\$ 0</u>	<u>\$ 9,530,140</u>

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

Exhibit E

Williamson County, Tennessee
Statement of Fiduciary Assets and Liabilities
Fiduciary Funds
June 30, 2007

	<u>Agency Funds</u>
<u>ASSETS</u>	
Cash	\$ 12,708,450
Equity in Pooled Cash and Investments	2,856,618
Investments	17,419
Accounts Receivable	10,691
Due from Other Governments	6,520,108
Taxes Receivable	9,321,434
Allowance for Uncollectible Taxes	<u>(71,409)</u>
Total Assets	<u>\$ 31,363,311</u>
<u>LIABILITIES</u>	
Due to Other Taxing Units	\$ 16,189,389
Due to Joint Ventures	1,724,972
Due to Litigants, Heirs, and Others	<u>13,448,950</u>
Total Liabilities	<u>\$ 31,363,311</u>

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

WILLIAMSON COUNTY, TENNESSEE
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended June 30, 2007

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

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

A. Reporting Entity

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

Blended Component Units – There are no legally separate component units of Williamson County that meet the criteria for being reported as part of the primary government by the blending method.

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

The Williamson County School Department operates the public school system in the county, and the voters of Williamson County elect its board. The School Department is fiscally dependent on the county because it may not issue debt without county approval, and its budget and property tax levy are subject to the County Commission's approval. The School Department's taxes are levied under the taxing authority of the county and are included as part of the county's total tax levy.

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

The Williamson County Emergency Communications District provides a simplified means of securing emergency services through a uniform emergency number for the residents of Williamson County, and the Williamson County Commission appoints its governing body. The district is

funded primarily through a service charge levied on telephone services. Before the issuance of most debt instruments, the district must obtain the County Commission's approval.

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

Administrative Offices:

Williamson County Hospital District
d/b/a Williamson Medical Center
2021 Carothers Road
Franklin, TN 37064

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

Related Organization – The Williamson County Industrial Development Board is a related organization of Williamson County. The county's officials are responsible for appointing the members of the board, but the county's accountability for this organization does not extend beyond making the appointments. During the year ended June 30, 2007, the county did not appropriate any operating subsidies to the Williamson County Industrial Development Board.

B. Government-wide and Fund Financial Statements

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

The statement of activities demonstrates the degree to which the direct expenses of a given function are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function. Program revenues include (1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function and (2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function. Taxes and other items not properly included among program revenues are reported instead as general revenues.

Williamson County issues all debt for the discretely presented Williamson County School Department. Net debt issues (\$53,236,582) were contributed by the county to the School Department during the year ended June 30, 2007.

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

Fund financial statements of Williamson County are organized into funds, each of which is considered to be a separate accounting entity. Each fund is accounted for by providing a separate set of self-balancing accounts that constitute its assets, liabilities, fund equity, revenues, and expenditures/expenses. Funds are organized into three major categories: governmental, proprietary, and fiduciary. An emphasis is placed on major funds within the governmental category. Williamson County reports two proprietary funds (one enterprise fund and one internal service fund).

Separate financial statements are provided for governmental funds, proprietary funds, and fiduciary funds. Major individual governmental funds are reported as separate columns in the fund financial statements. All other

governmental funds and the enterprise fund are aggregated into single columns on the fund financial statements. The internal service fund and the fiduciary funds in total are reported in single columns by fund type.

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

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

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

Williamson County reports the following major governmental funds:

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

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

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

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

General Capital Projects Fund – This fund accounts for the financial resources to be used for the acquisition or construction of major capital facilities (other than those financed by Proprietary Funds).

Additionally, Williamson County reports the following fund types:

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

Enterprise Fund – The Solid Waste Disposal Fund accounted for solid waste disposal operations of the Williamson County landfill. This fund was closed as of June 30, 2007.

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

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

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

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

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

Special Revenue Funds – These funds account for the proceeds of specific revenue sources (other than major capital projects) that are legally restricted to expenditures for specific purposes.

Private-sector standards of accounting and financial reporting issued prior to December 1, 1989, generally are followed in the government-wide and proprietary fund financial statements to the extent that those standards do not conflict with or contradict guidance of the Governmental Accounting Standards Board. Governments also have the option of following subsequent private-sector guidance for their enterprise funds, subject to the same limitations. Williamson County has elected not to follow subsequent private-sector guidance.

Amounts reported as program revenues include: (1) charges to customers or applicants for goods, services, or privileges provided; (2) operating grants and contributions; and (3) capital grants and contributions. Internally dedicated resources are reported as general revenues rather than as program revenues. Likewise, general revenues include all taxes.

Proprietary funds distinguish operating revenues and expenses from nonoperating items. The county has two proprietary funds, an enterprise fund used to account for the county's solid waste disposal program and an internal service fund used to account for the county's and School Department's employee self-insurance health programs. Operating revenues and expenses generally result from providing services in connection with the fund's principal ongoing operations. The principal operating revenues of the enterprise fund are charges for services. Insurance contributions and premiums are the principal operating revenues of the internal service fund. Operating expenses for the internal service fund include administrative expenses and employee benefits.

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

D. Assets, Liabilities, and Net Assets or Equity

1. Deposits and Investments

For purposes of the statement of cash flows, cash includes cash on deposit with the county trustee and cash with paying agent.

State statutes authorize the government to make direct investments in bonds, notes, or treasury bills of the U.S. government and obligations guaranteed by the U.S. government or any of its agencies; bonds of any state or political subdivision rated A or higher by any nationally recognized rating service; the county's own legally issued bonds or notes; the State Treasurer's Investment Pool; and repurchase agreements.

The county trustee maintains a cash and internal investment pool that is used by all funds and the discretely presented Williamson County School Department. Each fund's portion of this pool is displayed on the balance sheets or statements of net assets as Equity in Pooled Cash and Investments. Most income from these pooled investments is assigned to the General, General Debt Service, and General Purpose Schools Funds. In addition, investments are held separately by the Constitutional Officers - Agency Fund of the county. Williamson County and the Williamson County School Department have adopted a policy of reporting U.S. Treasury obligations, U.S. agency obligations, and repurchase agreements with maturities of one year or less when purchased on the balance sheet at amortized cost. Certificates of deposit and investments in the State Treasurer's Investment Pool are reported at cost. The State Treasurer's Investment Pool is not registered with the Securities and Exchange Commission (SEC) as an investment company, but nevertheless has a policy that it will, and does, operate in a manner consistent with the SEC's Rule 2a7 of the Investment Company Act of 1940. Rule 2a7 allows SEC-registered mutual funds to use amortized cost rather than fair value to report net assets to compute share prices if certain conditions are met. State statutes require the state treasurer to administer the pool under the same terms and conditions, including collateral requirements, as prescribed for other funds invested by the state treasurer. All other investments are reported at fair value. No investments required to be reported at fair value were held at the balance sheet date.

2. Receivables and Payables

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

All property taxes receivable are shown with an allowance for uncollectibles. The allowance for uncollectible property taxes is equal to one-third percent of total taxes levied.

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

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

an estimated allowance for uncollectible taxes, is reported as deferred revenue as of June 30.

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

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

Most payables are disaggregated on the face of the financial statements. Current liabilities payable from restricted assets (customer deposits payable) reflected in the primary government's General Capital Projects Fund represent deposits placed with Williamson County for building codes certificates of occupancy (\$835,795). Claims and judgments payable are discussed in Note V.A. Risk Management.

Retainage payable in the primary government's General Capital Projects Fund and the School Department's Education Capital Projects Fund represents amounts withheld from payments made on construction contracts pending completion of the projects. These amounts are held by the county trustee as Equity in Pooled Cash and Investments.

3. Capital Assets

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

Capital assets, which include property, plant, equipment, and infrastructure assets (e.g., roads, bridges, and similar items), are reported in the governmental column in the government-wide financial statements. Capital assets are defined by the primary government as assets with an initial, individual cost of \$5,000 (buildings/improvements \$50,000 and infrastructure \$50,000) or more and an estimated useful life of more than five years. Capital assets are defined by the School Department as assets with an initial,

individual cost of \$5,000 (buildings/improvements \$20,000 and vehicles \$20,000) and an estimated useful life of more than five years. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair market value at the date of donation.

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

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

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

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

4. Compensated Absences

It is the policy of Williamson County and the discretely presented Williamson County School Department to permit employees to accumulate a limited amount of earned but unused vacation and sick pay benefits. There is no liability for unpaid accumulated sick leave since their policies do not pay any amounts when employees separate from service with the government. All vacation pay is accrued when incurred in the government-wide statements for the county and the discretely presented School Department. A liability for vacation pay is reported in governmental funds only if amounts have matured, for example, as a result of employee resignations and retirements.

5. Long-term Obligations

In the government-wide financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities statement of net assets. Debt premiums and discounts, as well as issuance costs, are deferred and amortized over the life of the debt using the straight-line method. Debt issuance costs are reported as deferred charges and amortized over the term of the related debt. In refunding transactions, the difference between the reacquisition price and the net carrying amount of the old debt is

netted against the new debt and amortized over the remaining life of the refunded debt or the life of the new debt issued, whichever is shorter.

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

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

6. Net Assets and Fund Equity

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

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

As of June 30, 2007, Williamson County had \$269,185,267 outstanding debt for capital purposes for the discretely presented Williamson County School Department. This debt is a liability of Williamson County, but the capital assets acquired are reported in the financial statements of the Williamson County School Department. Therefore, Williamson County has incurred a liability significantly decreasing its unrestricted net assets with no corresponding increase in the county's capital assets.

In the fund financial statements, governmental funds report reservations of fund balance for amounts that are not available for appropriation or are legally restricted by outside parties for use for a specific purpose. Designations of fund balance represent tentative management plans that are subject to change. The following table reflects designations on June 30, 2007:

<u>Fund/Type</u>	<u>Amount</u>
General:	
Water Tap Fees	\$ 22,663
Hillsboro Scholarship	1,350
Unclaimed Property	28,905
Library Donations	26,531
Drug Court	20,435
Veteran's Park Bricks	8,438
General Purpose School:	
Academic Excellence Foundation	8,132

7. Transfer to Close the Solid Waste Disposal Fund

On June 28, 2007, the net assets (deficit) of the Solid Waste Disposal Fund (enterprise fund) were transferred to the Solid Waste/Sanitation Fund (special revenue fund) and the General Capital Projects Fund to close the fund.

II. RECONCILIATION OF GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS

A. Explanation of certain differences between the governmental fund balance sheet and the government-wide statement of net assets

Primary Government

Exhibit C-2 includes explanations of the nature of individual elements of items required to reconcile the balance sheet of governmental funds with the government-wide statement of net assets.

Discretely Presented Williamson County School Department

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

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

Primary Government

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

Discretely Presented Williamson County School Department

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

III. STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

A. Budgetary Information

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

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

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

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

B. Budgeted Fund Deficit

The budget and subsequent amendments submitted to and approved by the County Commission for the General Purpose School Fund contained appropriations that exceeded estimated available funding causing a budgeted fund deficit of \$72,277 at June 30, 2007.

C. Cash Shortages

The District Attorney General Fund had a cash shortage of \$3,438 at June 30, 2007 and an additional cash shortage of \$490 subsequent to June 30, 2007. Details of this cash shortage are discussed in the Schedule of Findings and Questioned Costs section of this report.

As noted in previous year's Annual Financial Report in the Schedule of Findings and Questioned Costs as item 06.01, collections of at least \$45,037.43 were not accounted for at the Fairview Recreation Center. On September 10, 2007, a former supervisor at the Fairview Recreation Center was indicted and charged with theft over \$10,000. The case is pending.

During the year, library collections totaling \$266 and county court funds totaling \$50 were stolen. Details of these thefts are discussed in the Schedule of Findings and Questioned Costs section of this report.

D. Expenditures Exceeded Appropriations

Expenditures exceeded appropriations approved by the County Commission in the Building major appropriation category (the legal level of control) of the General Fund by \$1,405 and in the Highway and Bridge Maintenance major appropriation category of the Highway/Public Works Fund by \$109,426. Such overexpenditures are a violation of state statutes. These overexpenditures were funded by greater than anticipated revenues.

IV. DETAILED NOTES ON ALL FUNDS

A. Deposits and Investments

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

Deposits

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

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

Investments

Legal Provisions. Counties are authorized to make direct investments in bonds, notes, or treasury bills of the U.S. government and obligations guaranteed by the U.S. government or any of its agencies; bonds of any state or political subdivision rated A or higher by any nationally recognized rating service; and the county's own legally issued bonds or notes. These investments may not have a maturity greater than two years. The county may make investments with longer maturities if various restrictions set out in state law are followed. Counties are also authorized to make investments in the State Treasurer's Investment Pool and in repurchase agreements. Repurchase agreements must be approved by the state director of Local Finance and executed in accordance with procedures established by the State Funding Board. Securities purchased under a repurchase agreement must be obligations of the U.S. government or obligations guaranteed by the U.S. government or any of its agencies. When repurchase agreements are executed, the purchase of the securities must be priced at least two percent below the market value of the securities on the day of purchase.

Investment Balances. As of June 30, 2007, Williamson County had the following investments carried at cost. Except for nonpooled investments in the Constitutional Officers - Agency Fund, all investments are in the county trustee's investment pool. Separate disclosures concerning pooled investments cannot be made for Williamson County and the discretely presented Williamson County School Department since both pool their deposits and investments through the county trustee.

Nonpooled investments in the Constitutional Officers - Agency Fund are by court order and at the request of a litigant. These investments do not expose the county to any risk; therefore, further disclosure is not required.

Investment	Maturities	Fair Value or Cost
Pooled:		
State Treasurer's Investment Pool	Daily	\$ 8,972,547
Nonpooled:		
Constitutional Officers - Agency	Various	17,419

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

Credit Risk. Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. State statutes limit the ratings of certain investments, as previously explained. Williamson County has no investment policy that would further limit its investment choices. As of June 30, 2007, Williamson County's investment in the State Treasurer's Investment Pool was unrated.

B. Notes Receivable

Notes receivable in the General Capital Projects Fund (\$103,980) resulted from an agreement with the City of Spring Hill to help finance the purchase of land for recreational purposes and are offset by a reservation of fund balance.

C. Capital Assets

Capital assets activity for the year ended June 30, 2007, is presented in the following table. This table does not include certain land, buildings, and equipment, which are titled to Williamson County and used by the Williamson Medical Center. Titles to these assets were transferred from the hospital to the county based on a 1992 refunding of the Series 1985, Hospital

Revenue Bonds. These assets are reported in the financial statements of the discretely presented Williamson County Hospital District. Chapter 107, Private Acts of 1957, as amended, provides that “the Board of Trustees shall be vested with full, absolute and complete authority and responsibility for the operation, management, conduct and control of the business and affairs of the Hospital District”

Primary Government

Governmental Activities:

	Balance 7-1-06	Increases	Decreases	Balance 6-30-07
Capital Assets Not Depreciated:				
Land	\$ 41,778,110	\$ 2,551,047	\$ (375,990)	\$ 43,953,167
Construction in Progress	1,268,969	6,152,269	(474,706)	6,946,532
Total Capital Assets Not Depreciated	<u>\$ 43,047,079</u>	<u>\$ 8,703,316</u>	<u>\$ (850,696)</u>	<u>\$ 50,899,699</u>
Capital Assets Depreciated:				
Buildings and Improvements	\$ 92,963,640	\$ 3,548,316	\$ 0	\$ 96,511,956
Infrastructure	55,600,351	989,604	(1,090,080)	55,499,875
Other Capital Assets	34,785,011	7,402,801	(1,184,514)	41,003,298
Total Capital Assets Depreciated	<u>\$ 183,349,002</u>	<u>\$ 11,940,721</u>	<u>\$ (2,274,594)</u>	<u>\$ 193,015,129</u>
Less Accumulated Depreciation For:				
Buildings and Improvements	\$ 18,953,772	\$ 2,500,607	\$ 0	\$ 21,454,379
Infrastructure	27,771,910	1,374,520	(480,022)	28,666,408
Other Capital Assets	16,825,826	5,067,664	(1,088,635)	20,804,855
Total Accumulated Depreciation	<u>\$ 63,551,508</u>	<u>\$ 8,942,791</u>	<u>\$ (1,568,657)</u>	<u>\$ 70,925,642</u>
Total Capital Assets Depreciated, Net	<u>\$ 119,797,494</u>	<u>\$ 2,997,930</u>	<u>\$ (705,937)</u>	<u>\$ 122,089,487</u>
Governmental Activities Capital Assets, Net	<u>\$ 162,844,573</u>	<u>\$ 11,701,246</u>	<u>\$ (1,556,633)</u>	<u>\$ 172,989,186</u>

The above table includes increases for the capital assets and depreciation of the Solid Waste Disposal Fund (enterprise fund) which was closed June 28, 2007.

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

Governmental Activities:

General Government	\$ 856,035
Finance	10,973
Public Safety	1,205,067
Public Health and Welfare	3,116,154
Social, Cultural, and Recreational Services	1,705,917
Agriculture and Natural Resources	1,188
Other Operations	56,460
Highways/Public Works	<u>1,990,997</u>
 Total Depreciation Expense - Governmental Activities	 <u><u>\$ 8,942,791</u></u>

Business-type Activities:

	Balance 7-1-06	Decreases	Balance 6-30-07
Capital Assets Not Depreciated:			
Land	\$ 334,150	\$ (334,150)	\$ 0
Total Capital Assets Not Depreciated	<u>\$ 334,150</u>	<u>\$ (334,150)</u>	<u>\$ 0</u>
Capital Assets Depreciated:			
Buildings and Improvements	\$ 443,753	\$ (443,753)	\$ 0
Other Capital Assets	4,324,935	(4,324,935)	0
Total Capital Assets Depreciated	<u>\$ 4,768,688</u>	<u>\$ (4,768,688)</u>	<u>\$ 0</u>
Less Accumulated Depreciation For:			
Buildings and Improvements	\$ 97,431	\$ (97,431)	\$ 0
Other Capital Assets	2,392,871	(2,392,871)	0
Total Accumulated Depreciation	<u>\$ 2,490,302</u>	<u>\$ (2,490,302)</u>	<u>\$ 0</u>
Total Capital Assets Depreciated, Net	<u>\$ 2,278,386</u>	<u>\$ (2,278,386)</u>	<u>\$ 0</u>
Business-type Activities Capital Assets, Net	<u><u>\$ 2,612,536</u></u>	<u><u>\$ (2,612,536)</u></u>	<u><u>\$ 0</u></u>

The Solid Waste Disposal Fund (enterprise fund) closed June 28, 2007, and transferred its capital assets to the governmental activities of the primary government.

Discretely Presented Williamson County School Department

Governmental Activities:

	Balance 7-1-06	Increases	Decreases	Balance 6-30-07
Capital Assets Not Depreciated:				
Land	\$ 20,118,118	\$ 1,069,834	\$ 0	\$ 21,187,952
Construction in Progress	46,810,113	30,722,972	(46,135,561)	31,397,524
Total Capital Assets Not Depreciated	\$ 66,928,231	\$ 31,792,806	\$ (46,135,561)	\$ 52,585,476
Capital Assets Depreciated:				
Buildings and Improvements	\$ 239,654,908	\$ 49,095,410	\$ 0	\$ 288,750,318
Other Capital Assets	23,615,630	2,073,183	(978,114)	24,710,699
Total Capital Assets Depreciated	\$ 263,270,538	\$ 51,168,593	\$ (978,114)	\$ 313,461,017
Less Accumulated Depreciation For:				
Buildings and Improvements	\$ 61,186,354	\$ 6,092,868	\$ 0	\$ 67,279,222
Other Capital Assets	11,836,770	1,683,289	(913,861)	12,606,198
Total Accumulated Depreciation	\$ 73,023,124	\$ 7,776,157	\$ (913,861)	\$ 79,885,420
Total Capital Assets Depreciated, Net	\$ 190,247,414	\$ 43,392,436	\$ (64,253)	\$ 233,575,597
Governmental Activities Capital Assets, Net	\$ 257,175,645	\$ 75,185,242	\$ (46,199,814)	\$ 286,161,073

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

Governmental Activities:

Instruction	\$ 38,242
Support Services	7,469,448
Operation of Non-Instructional Services	<u>268,467</u>
 Total Depreciation Expense - Governmental Activities	 <u><u>\$ 7,776,157</u></u>

D. Construction Commitments

At June 30, 2007, Williamson County had uncompleted construction contracts of approximately \$8,609,386 in the General Capital Projects Fund for agricultural exposition center improvements, construction of a new highway department building, and parks/recreation projects. Funding has been provided for these future expenditures.

At June 30, 2007, the School Department had uncompleted construction contracts of approximately \$5,570,435 in the Education Capital Projects Fund for the school building program. Funding has been provided for these future expenditures.

E. Interfund Receivables, Payables, and Transfers

The composition of interfund balances as of June 30, 2007, is as follows:

Due to/from other funds:

<u>Receivable Fund</u>	<u>Payable Fund</u>	<u>Amount</u>
Discretely Presented School Department:		
General Purpose School	Nonmajor governmental	\$ 539

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

Interfund Transfers:

Interfund transfers for the year ended June 30, 2007, consisted of the following amounts:

Primary Government

Transfers Out	Transfers In			
	General Fund	Highway/ Public Works Fund	General Debt Service Fund	Nonmajor Governmental Funds
General Fund	\$ 0	\$ 0	\$ 0	\$ 3,406
General Capital Projects Fund	13,000	300,000	8,007,651	0
Nonmajor governmental funds	0	0	0	3,248
Solid Waste Disposal Fund	0	0	0	525,170
Fiduciary Funds	63,124	0	0	0
Total	\$ 76,124	\$ 300,000	\$ 8,007,651	\$ 531,824

Transfers Out	Transfers In			
	Rural Debt Service Fund	General Capital Projects Fund	Solid Waste Disposal Fund	Fiduciary Funds
General Fund	\$ 0	\$ 1,493,450	\$ 500,000	\$ 0
Highway/Public Works Fund	0	6,500,000	0	0
General Debt Service Fund	0	1,550,000	0	0
General Capital Projects Fund	4,000,000	0	0	902,812
Solid Waste Disposal Fund	0	1,303,065	0	0
Total	\$ 4,000,000	\$ 10,846,515	\$ 500,000	\$ 902,812

Discretely Presented Williamson County School Department

Transfers Out	Transfers In	
	General Purpose School Fund	Education Capital Projects Fund
General Purpose School Fund	\$ 0	\$ 176,900
Nonmajor governmental funds	43,324	0
Total	\$ 43,324	\$ 176,900

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

F. Long-term Debt

Primary Government

General Obligation Bonds, Notes, and Other Loans

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

General obligation bonds, capital outlay notes, and other loans are direct obligations and pledge the full faith and credit of the government. General obligation bonds, capital outlay notes, and other loans outstanding were issued for original terms of up to 20 years for bonds, up to seven years for notes, and up to 20 years for other loans. Repayment terms are generally structured with increasing amounts of principal maturing as interest requirements decrease over the term of the debt. All bonds, notes, and other loans included in long-term debt as of June 30, 2007, will be retired from the debt service funds.

General obligation bonds, capital outlay notes, and other loans outstanding as of June 30, 2007, are as follows:

Type	Interest Rate	Original Amount of Issue	Balance 6-30-07
General Obligation Bonds	2.25 to 5.875%	\$ 219,340,000	\$ 93,595,000
General Obligation Bonds - Refunding	2 to 6	179,135,000	141,760,000
Rural School Bonds	2 to 5.875	147,815,000	96,115,000
Rural School Bonds - Refunding	2 to 6	78,630,000	53,310,000
Capital Outlay Notes	2 to 3.5	4,395,000	1,985,000
Other Loans	variable	14,023,616	10,573,616

In prior years, Williamson County entered into a loan agreement with the Montgomery County Public Building Authority. Under this loan agreement, the authority loaned \$8,490,000 to the county for various renovation and construction 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, and debt remarketing) in connection with this loan. At June 30, 2007, the variable interest rate was 3.89 percent, and other fees totaled approximately .25 percent (letter of credit), .06 percent (remarketing), and \$85 per month (trustee) of the outstanding loan principal.

Also, in prior years, Williamson County entered into a loan agreement with the Montgomery County Public Building Authority. This loan agreement provided for the authority to make \$4,095,000 available for loan on an as-needed basis. As of June 30, 2007, Williamson County had borrowed \$3,518,616. This 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, and debt remarketing) in connection with this loan. At June 30, 2007, the variable interest rate was 3.87 percent, and other fees totaled approximately .21 percent (letter of credit), .07 percent (remarketing), and \$85 per month (trustee) of the outstanding loan principal.

In addition, in prior years, Williamson County entered into a loan agreement with the Montgomery County Public Building Authority. Under this loan agreement, the authority loaned \$2,015,000 to the county for various renovation and construction projects. This 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, and debt remarketing) in connection with this loan. At June 30, 2007, the variable interest rate was 3.87 percent, and other fees totaled approximately .15 percent (letter of credit), .07 percent (remarketing), and \$85 per month (trustee) of the outstanding loan principal.

The annual requirements to amortize all general obligation bonds, notes, and other loans outstanding as of June 30, 2007, including interest payments and other loan fees, are presented in the following table:

Year Ending June 30	Bonds		Notes	
	Principal	Interest	Principal	Interest
2008	\$ 21,235,000	\$ 18,038,485	\$ 640,000	\$ 64,624
2009	21,875,000	16,909,190	660,000	45,424
2010	21,855,000	15,949,147	685,000	23,974
2011	23,560,000	14,958,839	0	0
2012	25,215,000	13,917,446	0	0
2013-2017	131,930,000	51,399,617	0	0
2018-2022	101,320,000	21,606,397	0	0
2023-2027	37,790,000	4,286,757	0	0
Total	\$ 384,780,000	\$ 157,065,878	\$ 1,985,000	\$ 134,022

Year Ending June 30	Other Loans (\$8,490,000)			Total
	Principal	Interest	Other Fees	
2008	\$ 408,000	\$ 228,576	\$ 20,146	\$ 656,722
2009	430,000	212,705	18,961	661,666
2010	452,000	195,978	17,716	665,694
2011	476,000	178,395	16,403	670,798
2012	501,000	159,879	15,023	675,902
2013-2017	2,928,000	485,822	51,728	3,465,550
2018	681,000	26,492	5,074	712,566
Total	\$ 5,876,000	\$ 1,487,847	\$ 145,051	\$ 7,508,898

Year Ending June 30	Other Loans (\$4,095,000 authorized)			Total
	Principal	Interest	Other Fees	
2008	\$ 168,000	\$ 112,215	\$ 9,036	\$ 289,251
2009	174,000	105,714	8,572	288,286
2010	179,000	98,980	8,091	286,071
2011	185,000	92,052	7,596	284,648
2012	192,000	84,893	7,084	283,977
2013-2017	1,057,000	308,210	27,117	1,392,327
2018-2021	944,616	90,886	10,572	1,046,074
Total	\$ 2,899,616	\$ 892,950	\$ 78,068	\$ 3,870,634

Year Ending June 30	Other Loans (\$2,015,000)			Total
	Principal	Interest	Other Fees	
2008	\$ 115,000	\$ 69,583	\$ 5,001	\$ 189,584
2009	118,000	65,132	4,746	187,878
2010	122,000	60,566	4,485	187,051
2011	126,000	55,844	4,215	186,059
2012	130,000	50,968	3,936	184,904
2013-2017	709,000	176,395	15,191	900,586
2018-2020	478,000	37,344	5,195	520,539
Total	\$ 1,798,000	\$ 515,832	\$ 42,769	\$ 2,356,601

There is \$26,520,939 available in the debt service funds to service long-term debt. Bonded debt per capita totaled \$3,038, based on the 2000 federal census. Debt per capita, including bonds, notes, and other loans totaled \$3,138, based on the 2000 federal census.

Changes in Long-term Liabilities

Long-term liability activity for the year ended June 30, 2007, was as follows:

Governmental Activities:	Bonds		Notes		Other Loans	
Balance, July 1, 2006	\$	323,605,000	\$	12,045,370	\$	11,236,616
Additions		97,730,000		0		0
Deductions		(36,555,000)		(10,060,370)		(663,000)
Balance, June 30, 2007	\$	384,780,000	\$	1,985,000	\$	10,573,616
Balance Due Within One Year	\$	21,235,000	\$	640,000	\$	691,000

	Compensated Absences		Claims and Judgments		Closure/ Postclosure Care Costs	
Balance, July 1, 2006	\$	1,452,412	\$	5,220,179	\$	857,325
Additions		1,634,007		35,938,160		289,894
Deductions		(1,558,954)		(35,571,951)		(273,827)
Balance, June 30, 2007	\$	1,527,465	\$	5,586,388	\$	873,392
Balance Due Within One Year	\$	1,527,465	\$	5,586,388	\$	250,000

Analysis of Noncurrent Liabilities Presented on Exhibit A:

Total Noncurrent Liabilities, June 30, 2007	\$ 405,325,861
Less: Due Within One Year	(29,929,853)
Add: Unamortized Premium on Debt	9,724,632
Less: Deferred Amount on Refunding	<u>(5,524,511)</u>
Noncurrent Liabilities - Due in More Than One Year - Exhibit A	<u>\$ 379,596,129</u>

The internal service fund primarily serves the governmental funds. Accordingly, long-term liabilities for the internal service fund are included as part of the above totals for governmental activities. At year-end, \$5,411,740 of claims and judgments in the internal service fund is included in the above

amounts. Compensated absences will be paid from the employing funds, primarily the General and Highway/Public Works Funds. Landfill closure/postclosure care costs will be paid from the Solid Waste/Sanitation Fund.

Current Refunding

On July 1, 2006, Williamson County currently refunded two capital outlay notes with a separate general obligation bond. The county issued \$45,780,000 of general obligations bonds, of which \$9,435,370 was used to provide resources to currently refund two existing capital outlay notes. As a result, the capital outlay notes have been removed from the county’s long-term debt.

Advance Refunding

On December 20, 2006, Williamson County advance refunded several general obligation bond issues with a separate general obligation bond issue. The county issued \$16,755,000 (\$16,170,000 primary government, \$145,000 School Department, \$440,000 landfill) of general obligation refunding bonds to provide resources to purchase U.S. government securities that were placed in an irrevocable trust to generate resources for all future debt service payments of the refunded debt. As a result, the refunded bonds are considered defeased, and the liability has been removed from the county’s long-term debt. As a result of the advance refunding, total debt service payments over the next 15 years will be reduced by \$764,533, and an economic gain (difference between the present value of the debt service payments of the refunded and refunding bonds) of \$529,140 was obtained.

Defeasance of Prior Debt

In prior years, Williamson County defeased certain outstanding general obligation bonds by placing the proceeds of new bonds into an irrevocable trust to provide for all future debt service payments on the old bonds. The trustee is empowered and required to pay all principal and interest on the defeased bonds as originally scheduled. Accordingly, the trust accounts and the defeased bonds are not included in the county’s financial statements. At June 30, 2007, the following outstanding bonds are considered defeased:

	<u>Amount</u>
1998 General Obligation	\$ 5,750,000
1998 Rural School	11,685,000
1999 Public Improvements	14,235,000
1999 Rural School	14,355,000
2000 General Obligation	9,015,000
2000 School Construction	20,320,000
2000 Rural School	11,260,000

Williamson County Solid Waste Disposal Fund (enterprise fund)

At June 30, 2006, the Solid Waste Disposal Fund reflected liabilities for bonds (\$5,210,000), compensated absences (\$29,719), closure/postclosure care costs (\$857,325), and claims and judgments (\$7,048). During the 2006-07 year, Williamson County closed the Solid Waste Disposal Fund (enterprise fund) and moved these liabilities to the Solid Waste/Sanitation Fund (special revenue fund) and the government-wide governmental activities.

Discretely Presented Williamson County School Department

Changes in Long-term Liabilities

Long-term liability activity for the discretely presented Williamson County School Department for the year ended June 30, 2007, was as follows:

Governmental Activities:

	Compensated Absences	Claims and Judgments	Energy System Liabilities
Balance, July 1, 2006	\$ 786,427	\$ 366,979	\$ 70,931
Additions	754,208	1,255,766	0
Deductions	(711,585)	(1,289,146)	(3,657)
Balance, June 30, 2007	<u>\$ 829,050</u>	<u>\$ 333,599</u>	<u>\$ 67,274</u>
Balance Due Within One Year	<u>\$ 124,357</u>	<u>\$ 333,599</u>	<u>\$ 0</u>

Analysis of Noncurrent Liabilities Presented on Exhibit A:

Total Noncurrent Liabilities, June 30, 2007	\$ 1,229,923
Less: Due Within One Year	<u>(457,956)</u>
Noncurrent Liabilities - Due in More Than One Year - Exhibit A	<u>\$ 771,967</u>

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

V. OTHER INFORMATION

A. Risk Management

Williamson County and the Williamson County School Department have chosen to establish the Self-Insurance Fund for risks associated with the employees' health insurance plans. The Self-Insurance Fund is accounted for as an internal service fund where assets are set aside for claim settlements.

The county retains the risk of loss to a limit of \$175,000 on PPO plans and \$150,000 on HMO plans, per specific loss and \$20,590,575 on the HMO plans in aggregate. The PPO plans do not carry aggregate reinsurance.

All full-time and retired employees of the primary government and the discretely presented Williamson County School Department are eligible to participate. A premium charge is allocated to each fund that accounts for its employees. This charge is based on actuarial estimates of the amounts needed to pay prior- and current-year claims and to establish a reserve for catastrophic losses. Liabilities of the fund are reported when it is probable that a loss has occurred and the amount of the loss can be reasonably estimated. The Self-Insurance Fund establishes claim liabilities based on estimates of the ultimate cost of claims that have been reported but not settled and of claims that have been incurred but not reported. Claims liabilities include incremental claim adjustment expenditure/expenses, if any. In addition, estimated recoveries, if any, on settled claims have been deducted from the liability for unpaid claims. The process used to compute claims liabilities does not necessarily result in an exact amount. Changes in the balance of claims liabilities during the past two fiscal years are as follows:

		Beginning of Fiscal Year Liability	Current-year Claims and Estimates	Payments	Balance at Fiscal Year-end
2005-06	\$	3,924,694	\$ 27,801,751	\$ (27,046,094)	\$ 4,680,351
2006-07		4,680,351	34,591,294	(33,859,905)	5,411,740

Williamson County and the discretely presented Williamson County School Department are self-insured for all other risks of loss, including general liability, property, casualty, and workers' compensation. The county carries commercial insurance coverage for any specific loss exceeding \$100,000 and aggregate losses from \$850,000 to \$3,000,000 in a given year. Claims liabilities are reported as claims and judgments payable in the General, Highway/Public Works, Solid Waste/Sanitation, and the discretely presented General Purpose School Funds.

B. Subsequent Events

On January 31, 2007, Ricky Headley, sheriff, was arrested for illegally obtaining prescription drugs from a pharmacy in Nashville, Tennessee. On October 12, 2007, the Davidson County grand jury indicted Mr. Headley on 17 counts of unlawful distribution of a controlled substance, 12 counts of possession of a controlled substance, three counts of unlawful distribution of legend drugs, and one count of possession of a legend drug without a prescription. On October 24, 2007, Mr. Headley entered a not guilty plea to these charges.

On October 8, 2007, the Williamson County grand jury indicted Ricky Headley on four counts of official misconduct stemming from the charges in January 2007. On October 23, 2007, Mr. Headley entered a not guilty plea to these charges.

On September 4, 2007, Williamson County requested the final draw of \$576,383.50 from the Montgomery County Public Building Authority on the \$4,095,000 loan.

On November 7, 2007, Williamson County authorized the issuance of a capital outlay note totaling \$3,526,000 for various capital improvements.

On November 7, 2007, Williamson County authorized the issuance of general obligation school bonds totaling \$26,664,000 for various school constructions.

On November 7, 2007, Williamson County authorized the issuance of hospital revenue and tax refunding bonds totaling \$27,040,000; general obligation school refunding bonds totaling \$28,500,000; and general obligation refunding bonds totaling \$19,700,000.

C. Contingent Liabilities

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

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

D. Landfill Closure/Postclosure Care Costs

State and federal laws and regulations require the county to place a final cover on its landfill site when it stops accepting waste and to perform certain maintenance and monitoring functions at the site for 30 years after closure. Although closure and postclosure care costs will be paid only near or after the date that the landfill stops accepting waste, the Solid Waste/Sanitation Fund reports a portion of these closure and postclosure care costs as an operating expense in each period based on landfill capacity used. During 1995-96, the county closed the old cell (trench 7) and opened the first of five newly proposed cells (area 1). However, the Williamson County Landfill stopped accepting household garbage as of January 1998. The \$873,392 reported as landfill closure and postclosure care liability at June 30, 2007, represents the net amount reported to date based on the use of 100 percent of an old cell

(trench 7) and 100 percent of the estimated capacity of another cell (area 1). These amounts are based on what it would cost to perform all closure and postclosure care in 2007. Actual costs may be higher due to inflation, changes in technology, or changes in regulations.

E. Joint Ventures

The Cool Springs Conference Center is a joint venture between Williamson County and the City of Franklin. The parties have agreed to share equally all revenues, expenses, and other legal obligations from the operation of the conference center. The county's net investment of \$6,794,625 is reported as an asset in the governmental activities column on the statement of net assets. The county's share of 2006-07 revenues (\$222,834) and expenditures (\$60,335) related to the conference center are included in the county's General Fund. Williamson County and the City of Franklin have contracted with Noble Investments, Cool Springs, LLC, for the operation and maintenance of the conference center.

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

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

Administrative Offices

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

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

F. Retirement Commitments

Employees

Plan Description

Employees of Williamson County are members of the Political Subdivision Pension Plan (PSPP), an agent multiple-employer defined benefit pension plan administered by the Tennessee Consolidated Retirement System (TCRS). TCRS provides retirement benefits as well as death and disability benefits. Benefits are determined by a formula using the member's high five-year average salary and years of service. Members become eligible to retire at the age of 60 with five years of service or at any age with 30 years of service. A reduced retirement benefit is available to vested members at the age of 55. Disability benefits are available to active members with five years of service who become disabled and cannot engage in gainful employment. There is no service requirement for disability that is the result of an accident or injury occurring while the member was in the performance of duty. Members joining the system after July 1, 1979, become vested after five years of service, and members joining prior to July 1, 1979, were vested after four years of service. Benefit provisions are established in state statute found in Title 8, Chapters 34-37 of Tennessee Code Annotated. State statutes are amended by the Tennessee General Assembly. Political subdivisions such as Williamson County participate in the TCRS as individual entities and are liable for all costs associated with the operation and administration of their plan. Benefit improvements are not applicable to a political subdivision unless approved by the chief governing body.

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

Funding Policy

Williamson County requires employees to contribute five percent of earnable compensation. The county is required to contribute at an actuarially determined rate; the rate for the fiscal year ended June 30, 2007, was 7.86 percent of annual covered payroll. The contribution requirement of plan members is set by state statute. The contribution requirement for Williamson County is established and may be amended by the TCRS Board of Trustees.

Annual Pension Cost

For the year ended June 30, 2007, Williamson County's annual pension cost of \$3,957,552 to TCRS was equal to the county's required and actual contributions. The required contribution was determined as part of the July 1, 2005, actuarial valuation using the frozen entry age actuarial cost method. Significant actuarial assumptions used in the valuation include (a) rate of return on investment of present and future assets of 7.5 percent a year compounded annually, (b) projected salary increases of 4.75 percent (graded) annual rate (no explicit assumption is made regarding the portion attributable to the effects of inflation on salaries), (c) projected 3.5 percent annual increase in the Social Security wage base, and (d) projected post-retirement increases of three percent annually. The actuarial value of assets was determined using techniques that smooth the effect of short-term volatility in the market value of total investments over a five-year period. Williamson County's unfunded actuarial accrued liability is being amortized as a level dollar amount on a closed basis. The remaining amortization period at July 1, 2005, was ten years. An actuarial valuation was performed as of July 1, 2005, which established contribution rates effective July 1, 2006.

Trend Information

Fiscal Year Ended	Annual Pension Cost (APC)	Percentage of APC Contributed	Net Pension Obligation
6-30-07	\$3,957,552	100%	\$0
6-30-06	3,179,861	100	0
6-30-05	3,027,467	100	0

School Teachers

Plan Description

The Williamson County School Department contributes to the State Employees, Teachers, and Higher Education Employees Pension Plan (SETHEEPP), a cost-sharing multiple employer defined benefit pension plan administered by the Tennessee Consolidated Retirement System (TCRS). TCRS provides retirement benefits as well as death and disability benefits to plan members and their beneficiaries. Benefits are determined by a formula using the member's high five-year average salary and years of service. Members become eligible to retire at the age of 60 with five years of service or at any age with 30 years of service. A reduced retirement benefit is available to vested members who are at least 55 years of age or have 25 years of service. Disability benefits are available to active members with five years of service who become disabled and cannot engage in gainful employment. There is no service requirement for disability that is the result of an accident or injury occurring while the member was in the performance of duty.

Members joining the plan on or after July 1, 1979, are vested after five years of service. Members joining prior to July 1, 1979, are vested after four years of service. Benefit provisions are established in state statute found in Title 8, Chapters 34-37 of Tennessee Code Annotated. State statutes are amended by the Tennessee General Assembly. A cost of living adjustment (COLA) is provided to retirees each July based on the percentage change in the Consumer Price Index (CPI) during the previous calendar year. No COLA is granted if the CPI increases less than one-half percent. The annual COLA is capped at three percent.

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

Funding Policy

Most teachers are required by state statute to contribute five percent of their salaries to the plan. The employer contribution rate for the Williamson County School Department is established at an actuarially determined rate. The employer rate for the fiscal year ended June 30, 2007, was 6.13 percent of annual covered payroll. The employer contribution requirement for the Williamson County School Department is established and may be amended by the TCRS Board of Trustees. The employer's contributions to TCRS for the years ended June 30, 2007, 2006, and 2005, were \$5,640,385, \$4,537,709, and \$4,191,394, respectively, equal to the required contributions for each year.

G. Post-employment Benefits

In addition to the retirement commitments described above, Williamson County and the discretely presented Williamson County School Department provide post-retirement health and dental care benefits for retirees who are at least age 55, with at least ten years of continuous service, or are any age, with 30 or more years of continuous service. Currently, 65 county and 283 school retirees receive medical benefits and 62 county and 318 school retirees receive dental benefits. The county or the Williamson County School Department will reimburse up to 90 percent (depending on the service provider) of the amount of validated claims for medical, dental, and hospitalization costs incurred by pre-Medicare retirees. Retirees are responsible for the cost of administrative fees, along with the dependent coverage applicable to family coverage. Once the retirees or their dependent(s) become eligible for Medicare, the county coverage will become the secondary insurance provider. During the year, expenditures totaling \$313,231 (county medical), \$19,427 (county dental), \$2,454,689 (school medical), and \$131,004 (school dental) were recognized for post-employment health care.

H. Office of Central Accounting, Budgeting, and Purchasing

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

I. Purchasing Laws

Offices of County Mayor and Highway Superintendent

Purchasing procedures for these offices are governed by provisions of Section 5-14-101, et seq., Tennessee Code Annotated (TCA). Purchasing procedures for the Highway Department are also governed by provisions of the Uniform Road Law. These statutes require that purchase orders be issued for all purchases and that sealed bids be solicited on purchases exceeding \$10,000 for the Office of County Mayor and Highway Superintendent.

Office of Director of Schools

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

VI. OTHER NOTE – DISCRETELY PRESENTED WILLIAMSON COUNTY HOSPITAL DISTRICT

A. Reporting Entity

Williamson County Hospital District operates under the name of Williamson Medical Center and is a general, short-term, acute care hospital organized as a political subdivision of Williamson County, Tennessee. The medical center constitutes a component unit of the county, which is considered the primary government unit. The Williamson County Commission adopted a resolution in 1992, in conjunction with acquiring title to the property and equipment of the district, giving the district complete authority and responsibility to manage and operate the medical center as provided in Chapter 107 of the Private Act of 1957 passed by the Tennessee legislature. These financial statements include the activities of the medical center, as well as those of the Williamson Medical Center Foundation, which was established in 2003 and which is a discretely presented component unit. The county is financially

accountable as it appoints a voting majority of the district's Board of Trustees and the full faith and credit of the county is pledged for payment of principal and interest on the outstanding hospital revenue and tax bonds.

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

B. Significant Accounting Policies

Basis of Accounting – The medical center utilizes the proprietary fund method of accounting, where revenues and expenses are recognized on the accrual basis. Pursuant to Governmental Accounting Standards Board (GASB) Statement No. 20, Accounting and Financial Reporting for Proprietary Funds and Other Governmental Entities That Use Proprietary Fund Accounting, the medical center has elected to apply the provisions of all relevant pronouncements of the Financial Accounting Standards Board and predecessor standard setting organizations that do not conflict with or contradict GASB pronouncements.

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

Inventories – Inventories consist principally of medical and pharmaceutical supplies and are stated at the lower of cost (first-in, first-out method) or market.

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

Property and Equipment – Property and equipment are stated at cost. Depreciation is computed by the straight-line method over the estimated useful life of the asset, generally 40 years for buildings, ten to 25 years for land improvements, ten to 15 years for capital equipment, and three to 15 years for major moveable equipment. Assets under capital leases are included in property and equipment, and the related amortization and accumulated amortization is included in depreciation expense and the

allowance for depreciation, respectively. The medical center reviews the carrying values of long-lived assets if facts and circumstances indicate that recoverability may have been impaired. Costs of maintenance and repairs are expensed as incurred. Interest cost incurred on borrowed funds during the period of construction of capital assets is capitalized as a component of the cost of acquiring those assets.

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

Bond Issuance Costs – Costs incurred in issuing the revenue bonds are amortized over the term of the related bond issues using the straight-line method.

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

Net Patient Service Revenue/Receivables – Net patient service revenue is reported on an accrual basis in the period in which services are provided at the estimated net realizable amounts, including estimated retroactive adjustments under reimbursement agreements with third-party payors. Retroactive adjustments are accrued on an estimated basis in the period the related services are rendered and adjusted in future periods as final settlements are determined. Current operations are charged with a provision for bad debts based upon management's evaluation of collectibility. Such evaluation includes historical experience, aging of the receivables, and other factors that affect the collectibility of the receivables. The provision for bad debts is reported as a reduction in net patient service revenue.

The medical center's policy does not require collateral or other security for patient accounts receivable. The medical center routinely accepts assignment of, or is otherwise entitled to receive patient benefits payable under health insurance programs, plans, or policies such as those related to Medicare, TennCare, and various managed care and commercial insurance carriers.

Net Assets – Net assets of the medical center are classified in three components. Net assets invested in capital assets, net of related debt consist of capital assets net of accumulated depreciation and reduced by the current balances of any outstanding borrowings used to finance the purchase or construction of those assets. Restricted net assets are noncapital net assets that must be used for a particular purpose, as specified by creditors, grantors, or contributors external to the medical center, including amounts related to county contributions and bond indebtedness restricted for specific purposes. Unrestricted net assets are remaining net assets that do not meet the definition of invested in capital assets, net of related debt or restricted.

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

Charity Care – The medical center accepts all patients, regardless of their ability to pay. A patient is classified as a charity patient by reference to certain established policies of the medical center. In assessing a patient’s inability to pay, the medical center utilizes generally recognized poverty income levels. Because the medical center does not pursue collection of amounts determined to qualify as charity care, charges related to charity care are not included in net patient service revenue. In addition to these charity care services, the medical center provides a number of other services to benefit the underprivileged patients for which little or no payment is received, including providing services to TennCare and state indigent patients and providing various public health education, health evaluation, and screening programs.

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

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

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

C. Net Patient Service Revenue and Patient Accounts Receivable

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

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

Gross Patient Service Charges	\$ 272,233,430
Less:	
Medicare Contractual Adjustments	(65,785,729)
TennCare Contractual Adjustments	(14,115,193)
Other Contractual Adjustments	(62,651,925)
Bad Debt	(8,107,167)
Charity Care	<u>(2,052,894)</u>
Net Patient Service Revenue	<u>\$ 119,520,522</u>

Net patient accounts receivable consist of the following:

Insurance Carriers Under Commercial Plans	\$ 7,374,989
Managed Care Plans	3,159,799
Medicare	3,836,498
TennCare	410,859
Patients, Including Self-Insured	13,727,866
Less: Allowance for Uncollectible Accounts	<u>(7,791,742)</u>
Total	<u>\$ 20,718,269</u>

D. Third-party Payor Agreements

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

Amounts earned under these contractual arrangements are subject to review and final determination by fiscal intermediaries and other appropriate governmental authorities or their agents. In the opinion of management, adequate provision has been made for any adjustments which may result from such reviews. In addition, participation in these programs subjects the medical center to significant rules and regulations; failure to adhere to such could result in fines, penalties, or expulsion from the programs.

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

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

The medical center contracts with various managed care organizations under the TennCare program. TennCare reimbursement for both inpatient and outpatient services is based upon prospectively determined rates and per diem amounts. During the year ended June 30, 2006, the State of Tennessee modified the TennCare program and dropped a number of previously enrolled members. The impact of these changes on the medical center's future operations has not been determined; however, the changes to the program resulted in additional bad debts for 2007.

Net patient service revenue related to Medicare and TennCare was approximately \$36,033,000 and \$2,009,000, respectively, in 2007.

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

E. Assets Limited as to Use

Assets limited as to use consist of the following:

By Board for Capital Improvements:	
Cash	\$ 30,193,025
By Board for Bond Principal and Interest Payments:	
Cash	2,763,718
By Donors:	
Cash and Promises to Give	<u>838,726</u>
 Total Assets Limited as to Use	 <u><u>\$ 33,795,469</u></u>

Balances consist of bank deposits at June 30, 2007. Amounts are classified as noncurrent assets to the extent they are not expected to be used to satisfy current obligations.

Amounts classified as current assets will be used to pay bond principal, interest, and construction related accounts payable.

All cash assets limited as to use at June 30, 2007, are categorized as investments insured by the Federal Deposit Insurance Corporation, registered, or otherwise collateralized by the financial institution through the State of Tennessee Collateral Bank Pool. See Note VI.N. for additional information related to the medical center's risks with respect to its investments.

F. Property and Equipment

A summary of property and equipment and schedule of activity is as follows:

	Balance 7-1-06	Additions	Retirements	Balance 6-30-07
Land	\$ 6,172,518	\$ 341,295	\$ 0	\$ 6,513,813
Land improvements	2,186,668	0	0	2,186,668
Building and improvements	88,706,826	11,277,405	(239,150)	99,745,081
Equipment	43,287,727	8,266,112	(89,425)	51,464,414
Equipment under capital leases	8,564,194	0	0	8,564,194
Subtotal	\$ 148,917,933	\$ 19,884,812	\$ (328,575)	\$ 168,474,170
Less: Accumulated depreciation and amortization	(55,267,608)	(7,418,135)	265,796	(62,419,947)
Add: Construction in progress	7,230,098	(4,422,278)	0	2,807,820
Total	\$ 100,880,423	\$ 8,044,399	\$ (62,779)	\$ 108,862,043

Construction in progress at June 30, 2007, consists primarily of various renovations to the existing facility. Estimated costs to complete these projects totaled approximately \$8,000,000 at June 30, 2007.

G. Investments in Joint Ventures

During 2006, the medical center entered into a joint venture with physicians to own and operate Williamson Surgery Center, LLC, which began operations during the fiscal year ended June 30, 2006. The joint venture is governed equally by the medical center and by the physicians. The medical center transferred certain property and equipment to the joint venture in 2006 as a part of its initial investment of \$1,850,000. The medical center provides various administrative and other services and personnel to the surgery center. Other operating revenue for the year ended June 30, 2007, includes \$2,920,870 for these employees and services, and other receivables at June 30, 2007, include \$1,423,011 due from the surgery center. During 2007, the amount due the surgery center was restructured as a note receivable with monthly payments of \$11,253, including interest at five percent through 2022. The medical center also recognized \$454,643 as its equity in the loss of the surgery center for 2007 based on the medical center's interest of approximately 74 percent. Condensed financial information for the surgery center as of and for the year ended June 30, 2007, is as follows:

Assets	<u>\$ 2,899,089</u>
Liabilities	\$ 2,119,626
Member's Equity	<u>779,463</u>
Total	<u>\$ 2,899,089</u>
Net Loss For the Year	<u>\$ 622,798</u>

Liabilities include \$500,000 outstanding on a \$1,500,000 line of credit.

The medical center also has an investment in Shared Hospital Services, Inc. (S.H.S.) which provides laundry and linen services. This investment is in a joint venture in which the medical center owned approximately 6.8 percent at June 30, 2007. The medical center's equity in S.H.S. was approximately \$750,700 at June 30, 2007. Equity earnings are distributed based upon tons of laundry processed by S.H.S. The medical center paid S.H.S. approximately \$710,000 for laundry services for 2007.

H. Williamson County Ambulance Service

Pursuant to terms of an agreement with the county, which has been and may continue to be renewed annually upon agreement by both parties, the medical center controls and operates the Williamson County Ambulance Service. In accordance with this agreement, the county made unrestricted donations to the medical center of \$1,769,700 in 2007, which is included in other revenue in the accompanying statements of revenues, expenses, and changes in net assets. The agreement also provides for the medical center to return all related assets (as defined) of the ambulance service to the county at the end of the contract period. The net book value of assets related to the ambulance service was approximately \$952,989 at June 30, 2007.

I. Bonds and Notes Payable

A schedule of changes in the medical center's bonds and notes payable is as follows:

	Balance 7-1-06	Additions	Reductions	Balance 6-30-07	Amounts Due Within One Year
Hospital Revenue and Tax Bonds Series 2004B	\$ 14,560,000	\$ 0	\$ (560,000)	\$ 14,000,000	\$ 575,000
Hospital Revenue and Tax Bonds Series 2004A	13,995,000	0	(550,000)	13,445,000	565,000
Hospital Revenue and Refunding Tax Bonds Series 1997 7.25% Note	10,455,000	0	(1,545,000)	8,910,000	1,610,000
Payable to Bank (LIBOR + 1.75%) 4.75% Note	9,333,333	0	(500,000)	8,833,333	500,000
Payable to Bank 4.78% Equipment Loan	1,392,638	0	(1,107,349)	285,289	285,289
2.94% Note Payable to Bank	0	768,073	(80,010)	688,063	247,814
	660,612	0	(461,996)	198,616	198,616
Total	\$ 50,396,583	\$ 768,073	\$ (4,804,355)	\$ 46,360,301	\$ 3,981,719

On December 1, 2004, the county issued \$15,110,000 in Hospital Revenue and Tax Bonds, Series 2004B, for improving, renovating, and equipping the medical center. Specifically, the 2004B Bonds were used for the multi-phase facility expansion and renovation project, which extended over several years and was substantially completed in 2007. The remaining Series 2004B Bonds bear interest rates ranging from three percent to 4.375 percent and are due through May 1, 2025.

The Series 2004B Bonds maturing on or after May 1, 2016, are subject to redemption at the option of the county on or after May 1, 2015, at 100 percent of par value.

On June 1, 2004, the county issued \$15,110,000 in Hospital Revenue and Tax Bonds, Series 2004A, for improving, renovating, and equipping the medical center. Specifically, the 2004A Bonds were also used for the multi-phase facility expansion and renovation project. The remaining Series 2004A Bonds bear interest at rates ranging from 3.625 percent to 4.875 percent and are due through May 1, 2024.

The Series 2004A Bonds maturing on or after May 1, 2015, are subject to redemption at the option of the county on or after May 1, 2014, at 100 percent of par value.

The Hospital Revenue and Tax Refunding Bonds, Series 1997, bear interest at rates ranging from 4.5 percent to five percent and are due through May 1, 2012. The Series 1997 Bonds were issued to advance refund a portion of the previously outstanding Hospital Revenue and Tax Bonds, Series 1992, which had been used to acquire medical center facilities.

The Series 1997 Bonds maturing on or after May 1, 2008, shall be subject to redemption at the option of the county on or after May 1, 2007, as a whole at any time or in part from time to time on any interest payment date at 101 percent of par value on May 1, 2007, through April 30, 2008, and at 100 percent of par value on May 1, 2008, and thereafter.

The Series 2004A, Series 2004B, and the Series 1997 Bonds are collateralized by a pledge of the net revenues of the medical center and security interests in accounts receivable and certain other assets. In the event of a deficiency, the bonds are payable from unlimited ad valorem taxes levied on all taxable property within the county. The trust indentures related to the bonds contain certain covenants and restrictions, with which the medical center was in compliance at June 30, 2007, involving the issuance of additional debt and income available for debt service, with which the medical center was in compliance at June 30, 2007.

The medical center also issues notes payable to finance certain property and equipment additions. The 7.25 percent note payable to bank represents amounts drawn under a \$10,000,000 line of credit, which converted to a term loan on April 1, 2005, with monthly principal and interest payments based on a 20-year amortization, but maturing in April 2015. This loan bears interest at a variable rate based on the bank's index rate (LIBOR) plus 1.75 percent and is secured by a subordinated pledge of the medical center's net revenues and accounts receivable. The 4.78 percent equipment loan is payable in monthly amounts of principal and interest of \$22,946 through February 2010 and is secured by equipment. The 4.75 percent note payable to bank is payable in monthly amounts of principal and interest of \$95,854 through September 2007 and is secured by land for \$5,359,303. The 2.94 percent note payable to bank is payable in monthly principal and interest amounts of \$39,723 through November 2007, and is secured by equipment.

The debt service requirements at June 30, 2007, related to bonds and notes payable are as follows:

Year Ending June 30	Principal Maturities or Sinking Fund Requirements	Interest
2008	\$ 3,981,719	\$ 2,228,331
2009	3,634,934	2,063,506
2010	3,665,315	1,896,378
2011	3,610,000	1,729,303
2012	3,760,000	1,553,828
Thereafter	27,708,333	8,158,760
Total	<u>\$ 46,360,301</u>	<u>\$ 17,630,106</u>

No significant amounts of interest were capitalized during 2007.

J. Leases

The medical center leases equipment and office space under capital and operating lease agreements. There were no capital lease obligations outstanding at June 30, 2007. Future minimum lease payments under noncancellable operating leases with initial or remaining lease terms in excess of one year as of June 30, 2007, are as follows:

Year Ending June 30	Operating Leases
2008	\$ 2,543,526
2009	2,459,943
2010	2,267,791
2011	1,252,744
2012	368,693
Total future minimum lease payments	<u>\$ 8,892,697</u>

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

Balance 7-1-06	Reductions	Balance 6-30-07
<u>\$ 582,821</u>	<u>\$ (582,821)</u>	<u>\$ 0</u>

The medical center generates rental income primarily from operating leases of three medical office buildings. Rental revenue was \$2,395,098 in 2007 and is included in other revenue.

Future minimum rental revenue under noncancellable leases, including a lease with the surgery center currently for \$59,955 per month through September 2015, at June 30, 2007, is as follows:

Year Ending June 30	Amount
2008	\$ 2,440,294
2009	1,965,580
2010	1,712,273
2011	1,210,438
2012	1,057,332
Thereafter	<u>2,900,653</u>
Total	<u>\$ 11,286,570</u>

Future minimum rental payments generally include minor annual increases for inflation. Rental income in excess of rent expense was \$551,212 for 2007.

K. Capital Contributions

During 2003, Williamson County contributed \$20,000,000 in funds towards the medical center's facility expansion and renovation project pursuant to a resolution of the County Commission. These funds were raised from a county bond issue which will be repaid, along with interest, from county revenues.

Other capital contributions for 2007 include amounts related to the foundation.

L. Employees' Retirement Plan

The medical center participates in a tax-sheltered annuity program for substantially all of its employees that have one or more years of service, more than 1,000 scheduled hours, and have attained the age of 21. Benefits expense includes approximately \$1,940,000 in 2007 related to the medical center's share of expenses for contributions and service charges on tax-sheltered annuities for covered employees. Currently, the medical center's contribution percentage is five percent of covered wages for non-management employees and nine percent for management employees. Employees may make voluntary contributions so long as the total amount contributed by the employee does not exceed 25 percent of the employee's wages or maximum amounts as provided by law. The plan's investments at June 30, 2007, consist of various mutual fund and fixed income investments.

M. Other Receivables

Other current and long-term receivables at June 30, 2007, include \$611,117 in receivables from certain physicians which were made as part of the medical center's recruitment program to attract physicians to the area. Under terms of the related agreements, such receivables will be forgiven over a period of time, generally three years, as long as the physician continues to practice in the area. The medical center amortizes these loans over the physicians' service commitment.

N. Commitments and Contingencies

Medical malpractice liability is limited under provisions of the Tennessee Governmental Tort Liability Act (Section 29-20-403, et seq., Tennessee Code Annotated), which removed tort liability from governmental entities which, in the opinion of counsel for the medical center, includes the medical center. In addition to requiring claims to be made in conformance with this act, special provisions include, but are not limited to, special notice of requirements imposed upon the claimant, a one-year statute of limitations, and a provision allowing the governmental entity to purchase insurance or to be self-insured within certain limits. This act also prohibits a judgment or award exceeding the minimum amounts of insurance coverage set out in the act (\$250,000 for bodily injury or death of any one person and \$600,000 in the aggregate for all persons in any one accident, occurrence, or act) or the amount of insurance purchased by the governmental entity.

The medical center also maintains commercial insurance on a claims-made basis for medical malpractice liabilities. Insurance coverages are \$1,000,000 per claim and \$3,000,000 in the aggregate annually with a deductible of \$100,000 per claim. In addition, the medical center maintains a \$3,000,000 annual aggregate excess liability policy. Management intends to maintain such coverages in the future. During the past three fiscal years, no settlements of malpractice claims have exceeded insurance coverage limits.

There are known incidents occurring through June 30, 2007, that have resulted in the assertion of claims, and other claims may be asserted arising from services provided to patients in the past. Management of the medical center is of the opinion that such liability, if any, related to these asserted claims will not have a material effect on the medical center's financial position. No amounts have been accrued for potential losses related to unreported incidents or reported incidents which have not yet resulted in asserted claims, as the medical center is not able to estimate such amounts.

The healthcare industry is subject to numerous laws and regulations of federal, state, and local governments. These laws and regulations include, but are not necessarily limited to, matters such as licensure, accreditation, government healthcare program participation requirements, reimbursement for patient services, Medicare fraud and abuse, and, most recently under the provisions of the Health Insurance Portability and Accountability Act of

1996, matters related to patient records, privacy, and security. Recently, government activity has increased with respect to investigations and allegations concerning possible violations of fraud and abuse statutes and regulations by healthcare providers. Violations of these laws and regulations could result in expulsion from government healthcare programs together with the imposition of significant fines and penalties, as well as significant repayments for patient services previously billed. Compliance with such laws and regulations can be subject to future government review and interpretation, as well as regulatory actions unknown or unasserted at this time.

During 2007, the medical center received a proposed settlement agreement with the Office of Inspector General of the United States Department of Health and Human Services (HHS) related to prior leasing arrangements with physicians which, among other matters, provides for a payment by the medical center of \$705,478 to HHS. Such amount was identified in 2006 and was reflected in the financial statements as an expense for 2006 and included in accrued expenses and other liabilities at June 30, 2006. This amount was paid in 2007.

The medical center is self-insured for medical and other healthcare benefits provided to its employees and their families. The medical center maintains reinsurance through a commercial excess coverage policy which covers annual individual employee claims paid in excess of \$175,000 for the plan year. Contributions by the medical center and participating employees are based on actual claims experience. A provision for estimated incurred but not reported claims has been provided in the accompanying financial statements. Total expenses under this program amounted to approximately \$7,722,000 for the year ended June 30, 2007.

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

O. Fair Value of Financial Instruments

The following methods and assumptions were used by the medical center in estimating fair value of its financial instruments:

Cash and cash equivalents: The carrying amount reported in the balance sheet approximates their fair value.

Assets limited as to use: These assets consist primarily of cash and cash equivalents. The carrying amount reported in the balance sheet is fair value.

Patient accounts and other receivables: The carrying amount reported in the balance sheet approximates its fair value.

Accounts payable, accrued expenses, and other liabilities: The carrying amount reported in the balance sheet approximates its fair value.

Accrued payroll, compensated absences, and payroll-related liabilities: The carrying amount reported in the balance sheet approximates its fair value.

Estimated amounts due to third-party payors: The carrying amount reported in the balance sheet approximates its fair value.

Long-term debt: The fair value of the medical center's long-term debt is estimated using discounted cash flow analyses, based on the medical center's current incremental borrowing rates for similar types of borrowing arrangements. Based on the analyses, the fair value of the Series 2004A, Series 2004B, and the Series 1997 Bonds and other long-term debt at June 30, 2007, approximates carrying values.

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

A. Summary of Significant Accounting Policies

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

Financial Reporting Entity - Component Unit – As specified and described by Standard 14 of the Governmental Accounting Standards Board (GASB); the district is a component unit of the primary government of Williamson County, Tennessee. The district reports its financial information separately from Williamson County; however, the county in its financial report also discretely presents the district's financial information.

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

GASB 14 specifies that component units must be legally separate organizations that have financial accountability to a primary government. Financial accountability exists prima facie if a special-purpose government is not fiscally independent. GASB states that to be fiscally independent, the government has to have the authority to do all of three activities. Two of these are to issue bonded debt without approval by another government and to levy taxes or set rates or charges without approval by another government. By Section 7-86-114, Tennessee Code Annotated, before issuing negotiable bonds, the district must have approval of the legislative body of a county wherein a district is established. It also must have approval before making purchase contracts, lease agreements, and notes payable of over five years' duration. In addition, the Williamson County Commission has the ability to adjust the district's service charges. Because the district is both a legal entity and financially accountable to the primary government of Williamson County as the County Commission approves all members of the governing board and by the nature of its fiscal dependence on Williamson County as described above, it is a component unit of Williamson County.

At June 30, 2007, there were no related receivables or payables between Williamson County and the district. The district did not engage in any activities that were subject to the approval of Williamson County.

Accounting Method – As a governmental entity, the district abides by the accounting rules and regulations issued by the Governmental Accounting Standards Board (GASB), as well as the Financial Accounting Standards Board (FASB) issued on or before November 30, 1989, unless those pronouncements conflict or contradict GASB pronouncements. After November 30, 1989, the district follows GASB guidance only and does not follow any FASB guidance issued after that date. Promulgations of that board require that the accrual method of accounting be used for governmental units that operate in a manner similar to a private business.

The district does not have the authority to levy or collect taxes but is supported instead by the fees collected from telephone subscribers who benefit from the availability of its service. It recovers the cost of providing its

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

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

The accounting and financial reporting treatment applied to the district is determined by its measurement focus. The transactions of the district are accounted for on a flow of economic resources measurement focus. With this measurement focus, all assets and all liabilities associated with the operations are included in the statement of net assets. Net assets (i.e., total assets net of total liabilities) are segregated into invested in capital assets, net of related debt, restricted for debt services, and unrestricted components. As of June 30, 2007, the district had no debt, other than accounts payable.

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

The budget for operations is prepared on the cash receipts and disbursements basis by line-item accounts. Revenues are budgeted in the year receipt is expected, and disbursements are budgeted in the year that the disbursement is expected to occur. The board has determined to maintain an investment of \$125,000 in cash and cash equivalents as a resource for future purchases of property and equipment.

Equipment – Equipment is stated at cost or estimated historical cost if actual cost is not available and depreciated from two to ten years by the straight-line method of depreciation. The district defines capital assets as assets with an initial, individual cost of more than \$1,000 and an estimated useful life in excess of one year. Maintenance and repairs are charged to operations when incurred. Major renewals and betterments are capitalized. When items of property are sold or retired, the related costs and accumulated depreciation are removed from the accounts and any gain or loss is included as non-operating revenue or loss.

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

Cash Flow - Cash and Cash Equivalents – The district presents its cash flow statement using the direct method. For purposes of cash flow presentation, the district considers cash in operating bank accounts, cash on hand, cash in the local government investment pool, and certificates of deposit with an original maturity of 90 days or less, cash and cash equivalents. At June 30, 2007, the district did not hold any certificates of deposits.

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

Operating Revenues and Expenses – The district's operating revenues and expenses consist of revenues earned and expenses incurred relating to the operation and maintenance of its system. Non-operating revenues and expenses consist of those revenues and expenses that are related to financing and investing type of activities and result from nonexchange transactions or ancillary activities. When an expense is incurred for purposes for which there are both restricted and unrestricted net assets available, it is the district's policy to apply those expenses to restricted net assets to the extent such are available and then to unrestricted net assets.

B. Cash and Cash Equivalents

The district is authorized to make investments in bonds, notes, or treasury bills of the United States; Federal Land Bank bonds; Federal Home Loan Bank notes and bonds; Federal National Mortgage Association notes and debentures; banks for cooperative debentures; or any of its other agencies, or obligations guaranteed as to principal and interest by the United States or any of its agencies with a maturity not greater than one year; or in the pooled investment fund established under Tennessee law. During the year ended June 30, 2007, the board of directors chose to limit the investment of funds to deposits at banks and the local government investment pool.

Cash – At June 30, 2007, the carrying amount of cash deposits was \$1,131,463, and the bank balance was \$1,282,418. At June 30, 2007, the entire bank balance was covered by federal depository insurance, or by collateral held in the Tennessee Bank Collateral Pool. The pool is a multiple financial institution collateral pool to which member financial institutions holding public funds pledge collateral securities. In the event any member

financial institution fails, the entire collateral pool becomes available to satisfy the claims of governmental entities. The pool also has the ability to make additional assessments on a pro rata basis to the members of the pool if the value of collateral is inadequate to cover a loss.

Cash Accounts	Interest Rate	June 30, 2007	
		Carrying Amount	Bank Balance
First Tennessee Bank Checking	variable	\$ 424,828	\$ 575,783
Local Government Investment Pool	variable	706,635	706,635
Total		<u>\$ 1,131,463</u>	<u>\$ 1,282,418</u>

C. Accounts Receivable

The district receives the majority of its revenue from the telephone subscribers residing within Williamson County. As provided in the act, telephone companies collect the 911 fees from the subscribers and remit the funds on a not longer than bi-monthly basis to the district. The policy of the telephone companies has been to remit based upon their billings rather than on their collections. Accordingly, the financial statements do not include a provision for bad debts. Also included in accounts receivable are amounts from the communities and organizations that have contracted with the district for 911 dispatch services.

The following is the detail of the receivables at June 30, 2007:

AT&T	\$ 49,709
Fairview	18,000
Xspedius	5,720
NUVOX	5,096
USLEC	3,638
ITC Deltacom	3,684
Others	<u>14,452</u>
Total	<u>\$ 100,299</u>

D. Capital Assets

Capital assets are summarized as follows:

<u>Depreciable Assets</u>	Balance 7-1-06	Additions	Balance 6-30-07
Communications Equipment	\$ 1,090,337	\$ 59,586	\$ 1,149,923
Office Furniture and Equipment	61,173	8,213	69,386
Less: Accumulated Depreciation	(436,400)	(139,823)	(576,223)
Total Capital Assets	<u>\$ 715,110</u>	<u>\$ (72,024)</u>	<u>\$ 643,086</u>

E. Risk Management

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

F. Related-party Transactions

Williamson County provides dispatch employees and certain services to the district. The district and Williamson County signed an interlocal contract effective from July 1, 1998, to June 30, 1999, that automatically renews each year unless one party notifies the other in writing within 60 days prior to the commencement of the new fiscal year. The expenses, which are primarily salaries, employee benefits, and services, are billed to the district quarterly. Amounts paid to Williamson County for the fiscal year 2007 totaled \$827,746.

**REQUIRED SUPPLEMENTARY
INFORMATION**

Exhibit F-1

Williamson County, Tennessee
Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Actual (Budgetary Basis) and Budget
General Fund
For the Year Ended June 30, 2007

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2006	Add: Encumbrances 6/30/2007	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
<u>Revenues</u>							
Local Taxes	\$ 35,028,182	\$ 0	\$ 0	\$ 35,028,182	\$ 31,798,275	\$ 31,798,275	\$ 3,229,907
Licenses and Permits	1,558,793	0	0	1,558,793	1,275,000	1,275,000	283,793
Fines, Forfeitures, and Penalties	531,562	0	0	531,562	445,500	445,500	86,062
Charges for Current Services	4,536,828	0	0	4,536,828	4,100,200	4,197,170	339,658
Other Local Revenues	2,402,841	0	0	2,402,841	1,530,000	1,574,684	828,157
Fees Received from County Officials	11,100,925	0	0	11,100,925	9,260,000	9,260,000	1,840,925
State of Tennessee	3,955,377	0	0	3,955,377	3,129,285	3,308,518	646,859
Federal Government	1,637,559	0	0	1,637,559	1,120,022	1,145,022	492,537
Other Governments and Citizens Groups	347,530	0	0	347,530	135,000	232,165	115,365
Total Revenues	\$ 61,099,597	\$ 0	\$ 0	\$ 61,099,597	\$ 52,793,282	\$ 53,236,334	\$ 7,863,263
<u>Expenditures</u>							
<u>General Government</u>							
County Commission	\$ 581,442	\$ (50,350)	\$ 6,300	\$ 537,392	\$ 662,750	\$ 668,394	\$ 131,002
Board of Equalization	5,080	0	0	5,080	3,000	6,000	920
Beer Board	750	0	0	750	3,000	3,000	2,250
Other Boards and Committees	1,233	0	0	1,233	3,675	3,675	2,442
County Mayor/Executive	327,977	(16,244)	22,952	334,685	453,325	453,325	118,640
Personnel Office	169,645	(745)	200	169,100	177,682	177,682	8,582
County Attorney	472,584	0	0	472,584	552,320	552,320	79,736
Election Commission	936,830	(489,544)	1,869	449,155	409,224	513,353	64,198
Register of Deeds	708,835	0	0	708,835	547,984	727,673	18,838
Development	1,282,018	(125,649)	42,124	1,198,493	1,209,585	1,209,585	11,092
Planning	12,745	(7,358)	11,655	17,042	26,330	26,330	9,288
Building	19,380	0	91	19,471	18,066	18,066	(1,405)
Engineering	24,962	(11,457)	10,110	23,615	91,421	91,421	67,806
Codes Compliance	13,446	(1,908)	9,130	20,668	55,079	55,079	34,411

(Continued)

Exhibit F-1

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

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2006	Add: Encumbrances 6/30/2007	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
<u>Expenditures (Cont.)</u>							
<u>General Government (Cont.)</u>							
Geographical Information Systems	\$ 937,021	\$ (34,925)	\$ 34,866	\$ 936,962	\$ 1,001,953	\$ 1,001,953	\$ 64,991
County Buildings	2,360,533	(96,049)	164,289	2,428,773	2,740,050	2,740,050	311,277
Other Facilities	134,901	(882)	0	134,019	136,379	138,179	4,160
Preservation of Records	185,726	(2,427)	73,426	256,725	273,025	328,025	71,300
Risk Management	162,162	(40)	0	162,122	179,596	179,596	17,474
Other Risk Management	231,772	0	323	232,095	241,011	241,011	8,916
<u>Finance</u>							
Accounting and Budgeting	558,698	(4,074)	5,914	560,538	608,109	608,109	47,571
Property Assessor's Office	1,325,386	(108,869)	126,009	1,342,526	1,378,707	1,375,707	33,181
County Trustee's Office	429,803	(5,634)	0	424,169	454,492	454,492	30,323
County Clerk's Office	847,070	(10,382)	1,183	837,871	841,068	861,368	23,497
<u>Administration of Justice</u>							
Circuit Court	1,270,370	(4,353)	2,963	1,268,980	1,338,093	1,343,093	74,113
General Sessions Court	598,867	(1,299)	0	597,568	602,091	613,966	16,398
Drug Court	186,814	0	0	186,814	0	186,814	0
Chancery Court	366,141	0	509	366,650	370,515	370,515	3,865
Juvenile Court	372,882	0	3,375	376,257	374,975	380,920	4,663
Other Administration of Justice	127,890	0	0	127,890	145,739	145,739	17,849
<u>Public Safety</u>							
Sheriff's Department	5,510,445	(26,980)	28,837	5,512,302	5,844,125	5,942,523	430,221
Traffic Control	53,659	(309)	0	53,350	82,606	82,606	29,256
Jail	4,412,910	(24,338)	49,419	4,437,991	4,752,798	4,752,068	314,077
Workhouse	202,041	(300)	0	201,741	203,349	204,079	2,338
Juvenile Services	1,473,596	(2,088)	5,577	1,477,085	1,500,960	1,514,460	37,375
Fire Prevention and Control	535,001	(1,251)	3,055	536,805	538,121	538,121	1,316
Civil Defense	737,725	(3,311)	8,005	742,419	765,777	768,777	26,358

(Continued)

Exhibit F-1

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

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2006	Add: Encumbrances 6/30/2007	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
<u>Expenditures (Cont.)</u>							
<u>Public Safety (Cont.)</u>							
Rescue Squad	\$ 222,581	\$ (4,420)	\$ 5,054	\$ 223,215	\$ 252,106	\$ 277,106	\$ 53,891
County Coroner/Medical Examiner	126,071	0	895	126,966	120,999	130,799	3,833
<u>Public Health and Welfare</u>							
Local Health Center	834,124	(4,426)	26,871	856,569	1,273,006	1,320,106	463,537
Rabies and Animal Control	722,551	(24,621)	64,810	762,740	861,049	877,758	115,018
Ambulance/Emergency Medical Services	1,769,700	0	0	1,769,700	1,769,700	1,769,700	0
Other Local Health Services	10,640	0	0	10,640	10,640	10,640	0
Regional Mental Health Center	24,220	0	0	24,220	24,220	24,220	0
Appropriation to State	115,351	0	0	115,351	115,351	115,351	0
General Welfare Assistance	19,574	0	0	19,574	19,574	19,574	0
Aid to Dependent Children	12,159	0	0	12,159	12,267	12,267	108
Recycling Center	186,559	(12,450)	0	174,109	194,943	192,826	18,717
Other Public Health and Welfare	782,508	(294)	6,967	789,181	846,366	846,366	57,185
<u>Social, Cultural, and Recreational Services</u>							
Adult Activities	50,515	0	0	50,515	50,515	50,515	0
Senior Citizens Assistance	84,541	0	0	84,541	86,513	86,513	1,972
Libraries	1,826,792	(19,928)	16,858	1,823,722	1,747,729	1,930,069	106,347
Parks and Fair Boards	6,285,023	(28,429)	142,471	6,399,065	6,513,576	6,812,484	413,419
Other Social, Cultural, and Recreational	947,547	(22,771)	101,371	1,026,147	1,123,851	1,123,851	97,704
<u>Agriculture & Natural Resources</u>							
Agriculture Extension Service	313,727	0	950	314,677	326,863	326,863	12,186
Soil Conservation	42,225	0	0	42,225	42,225	42,225	0
<u>Other Operations</u>							
Tourism	349,547	0	0	349,547	391,301	350,781	1,234
Other Economic and Community Development	316,902	(4,800)	0	312,102	350,533	375,081	62,979
Public Transportation	175,709	0	0	175,709	300,160	300,160	124,451

(Continued)

Exhibit F-1

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

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2006	Add: Encumbrances 6/30/2007	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
<u>Expenditures (Cont.)</u>							
<u>Other Operations (Cont.)</u>							
Veterans' Services	\$ 17,183	\$ 0	\$ 0	\$ 17,183	\$ 12,758	\$ 17,383	\$ 200
Other Charges	1,652,086	(17,498)	32,694	1,667,282	2,188,418	2,188,418	521,136
Employee Benefits	9,355,908	0	0	9,355,908	9,273,250	9,373,250	17,342
Miscellaneous	290,279	0	8,000	298,279	297,949	303,949	5,670
Total Expenditures	\$ 54,112,362	\$ (1,170,403)	\$ 1,019,122	\$ 53,961,081	\$ 56,792,842	\$ 58,156,329	\$ 4,195,248
Excess (Deficiency) of Revenues Over Expenditures	\$ 6,987,235	\$ 1,170,403	\$ (1,019,122)	\$ 7,138,516	\$ (3,999,560)	\$ (4,919,995)	\$ 12,058,511
<u>Other Financing Sources (Uses)</u>							
Transfers In	\$ 76,124	\$ 0	\$ 0	\$ 76,124	\$ 0	\$ 13,000	\$ 63,124
Transfers Out	(1,996,855)	0	0	(1,996,855)	(500,000)	(1,996,856)	1
Total Other Financing Sources (Uses)	\$ (1,920,731)	\$ 0	\$ 0	\$ (1,920,731)	\$ (500,000)	\$ (1,983,856)	\$ 63,125
Net Change in Fund Balance	\$ 5,066,504	\$ 1,170,403	\$ (1,019,122)	\$ 5,217,785	\$ (4,499,560)	\$ (6,903,851)	\$ 12,121,636
Fund Balance, July 1, 2006	23,994,448	(1,170,403)	0	22,824,045	21,959,579	21,959,579	864,466
Fund Balance, June 30, 2007	\$ 29,060,952	\$ 0	\$ (1,019,122)	\$ 28,041,830	\$ 17,460,019	\$ 15,055,728	\$ 12,986,102

Exhibit F-2

Williamson County, Tennessee
Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Actual (Budgetary Basis) and Budget
Highway/Public Works Fund
For the Year Ended June 30, 2007

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2006	Add: Encumbrances 6/30/2007	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
Revenues							
Local Taxes	\$ 7,924,444	\$ 0	\$ 0	\$ 7,924,444	\$ 6,657,771	\$ 6,657,771	\$ 1,266,673
Other Local Revenues	761,554	0	0	761,554	360,000	360,000	401,554
State of Tennessee	3,519,292	0	0	3,519,292	3,074,000	3,746,705	(227,413)
Federal Government	48,866	0	0	48,866	0	0	48,866
Other Governments and Citizens Groups	215,793	0	0	215,793	50,000	50,000	165,793
Total Revenues	\$ 12,469,949	\$ 0	\$ 0	\$ 12,469,949	\$ 10,141,771	\$ 10,814,476	\$ 1,655,473
Expenditures							
Highways							
Administration	\$ 708,758	\$ (30)	\$ 3,363	\$ 712,091	\$ 668,950	\$ 725,950	\$ 13,859
Highway and Bridge Maintenance	6,096,673	(195,995)	152,837	6,053,515	5,271,384	5,944,089	(109,426)
Operation and Maintenance of Equipment	1,409,658	(32,108)	7,220	1,384,770	1,928,474	1,871,474	486,704
Quarry Operations	654,504	(2,500)	0	652,004	741,062	741,062	89,058
Other Charges	482,288	(1,843)	1,000	481,445	705,000	705,000	223,555
Employee Benefits	1,017,728	0	0	1,017,728	1,047,693	1,047,693	29,965
Capital Outlay	692,500	(20,596)	38,791	710,695	292,000	742,000	31,305
Total Expenditures	\$ 11,062,109	\$ (253,072)	\$ 203,211	\$ 11,012,248	\$ 10,654,563	\$ 11,777,268	\$ 765,020
Excess (Deficiency) of Revenues Over Expenditures	\$ 1,407,840	\$ 253,072	\$ (203,211)	\$ 1,457,701	\$ (512,792)	\$ (962,792)	\$ 2,420,493
Other Financing Sources (Uses)							
Transfers In	\$ 300,000	\$ 0	\$ 0	\$ 300,000	\$ 300,000	\$ 300,000	\$ 0
Transfers Out	(6,500,000)	0	0	(6,500,000)	0	(6,500,000)	0
Total Other Financing Sources (Uses)	\$ (6,200,000)	\$ 0	\$ 0	\$ (6,200,000)	\$ 300,000	\$ (6,200,000)	\$ 0
Net Change in Fund Balance	\$ (4,792,160)	\$ 253,072	\$ (203,211)	\$ (4,742,299)	\$ (212,792)	\$ (7,162,792)	\$ 2,420,493
Fund Balance, July 1, 2006	12,689,203	(253,072)	0	12,436,131	12,351,261	12,351,261	84,870
Fund Balance, June 30, 2007	\$ 7,897,043	\$ 0	\$ (203,211)	\$ 7,693,832	\$ 12,138,469	\$ 5,188,469	\$ 2,505,363

Exhibit F-3

Williamson County, Tennessee
Schedule of Funding Progress – Pension Plan
June 30, 2007

Required Supplementary Information
Schedule of Funding Progress for Williamson County

(Dollar amounts in thousands)

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) (b)	Unfunded AAL (UAAL) (b)-(a)	Funded Ratio (a/b)	Covered Payroll (c)	UAAL as a Percentage of Covered Payroll (b-a)/c
6-30-05	\$ 65,036	\$ 70,478	\$ 5,442	92.28 %	\$ 44,707	12.17 %
6-30-03	53,496	59,629	6,133	89.71	39,274	15.62
6-30-01	44,803	51,718	6,915	86.63	33,112	20.88

WILLIAMSON COUNTY, TENNESSEE
NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION
For the Year Ended June 30, 2007

A. BUDGETARY INFORMATION

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

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

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

B. EXPENDITURES EXCEEDED APPROPRIATIONS

Expenditures exceeded appropriations approved by the County Commission in the Building major appropriation category (the legal level of control) of the General Fund by \$1,405 and in the Highway and Bridge Maintenance major appropriation category of the Highway/Public Works Fund by \$109,426. Such overexpenditures are a violation of state statutes. These overexpenditures were funded by greater than anticipated revenues.

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

Nonmajor Governmental Funds

Special Revenue Funds

Special Revenue Funds are used to account for the proceeds of specific revenue sources (other than major capital projects) that are legally restricted to expenditures for specific purposes.

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

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

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

Other Special Revenue Fund – The Other Special Revenue Fund is used to account for revenues received from certain DUI-related fines under the control of the district attorney general.

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

Exhibit G-1

Williamson County, Tennessee
Combining Balance Sheet
Nonmajor Governmental Funds
June 30, 2007

	Special Revenue Funds			Total Nonmajor Governmental Funds
	Solid Waste / Sanitation	Drug Control	District Attorney General	
<u>ASSETS</u>				
Cash	\$ 550	\$ 0	\$ 150	\$ 700
Equity in Pooled Cash and Investments	1,949,945	238,466	198,658	2,387,069
Accounts Receivable	72,682	0	0	72,682
Due from Other Governments	214,569	0	0	214,569
Property Taxes Receivable	2,566,774	0	0	2,566,774
Allowance for Uncollectible Property Taxes	(24,652)	0	0	(24,652)
Cash Shortage	0	0	3,438	3,438
Total Assets	\$ 4,779,868	\$ 238,466	\$ 202,246	\$ 5,220,580
<u>LIABILITIES AND FUND BALANCES</u>				
<u>Liabilities</u>				
Accounts Payable	\$ 20,777	\$ 0	\$ 2,578	\$ 23,355
Claims and Judgments Payable	22,100	0	0	22,100
Deferred Revenue - Current Property Taxes	2,488,419	0	0	2,488,419
Deferred Revenue - Delinquent Property Taxes	47,328	0	0	47,328
Other Deferred Revenues	129,073	0	3,438	132,511
Total Liabilities	\$ 2,707,697	\$ 0	\$ 6,016	\$ 2,713,713
<u>Fund Balances</u>				
Reserved for Encumbrances	\$ 127,684	\$ 3,944	\$ 0	\$ 131,628
Unreserved	1,944,487	234,522	196,230	2,375,239
Total Fund Balances	\$ 2,072,171	\$ 238,466	\$ 196,230	\$ 2,506,867
Total Liabilities and Fund Balances	\$ 4,779,868	\$ 238,466	\$ 202,246	\$ 5,220,580

Exhibit G-2

Williamson County, Tennessee
Combining Statement of Revenues, Expenditures,
and Changes in Fund Balances
Nonmajor Governmental Funds
For the Year Ended June 30, 2007

	Special Revenue Funds					Total Nonmajor Governmental Funds
	Solid Waste / Sanitation	Drug Control	District Attorney General	Other Special Revenue	Constitu- tional Officers - Fees	
<u>Revenues</u>						
Local Taxes	\$ 3,459,420	\$ 0	\$ 0	\$ 0	\$ 0	\$ 3,459,420
Fines, Forfeitures, and Penalties	0	218,850	146,726	0	0	365,576
Charges for Current Services	43,609	0	0	0	435	44,044
Other Local Revenues	75,027	12,822	191	0	0	88,040
State of Tennessee	24,569	0	0	0	0	24,569
Other Governments and Citizens Groups	0	1,150	0	0	0	1,150
Total Revenues	\$ 3,602,625	\$ 232,822	\$ 146,917	\$ 0	\$ 435	\$ 3,982,799
<u>Expenditures</u>						
Current:						
Administration of Justice	\$ 0	\$ 0	\$ 209,216	\$ 0	\$ 435	\$ 209,651
Public Safety	0	104,872	0	0	0	104,872
Public Health and Welfare	2,154,736	0	0	0	0	2,154,736
Other Operations	334,378	0	0	0	0	334,378
Total Expenditures	\$ 2,489,114	\$ 104,872	\$ 209,216	\$ 0	\$ 435	\$ 2,803,637
Excess (Deficiency) of Revenues Over Expenditures	\$ 1,113,511	\$ 127,950	\$ (62,299)	\$ 0	\$ 0	\$ 1,179,162
<u>Other Financing Sources (Uses)</u>						
Transfers In	\$ 528,576	\$ 0	\$ 3,248	\$ 0	\$ 0	\$ 531,824
Transfers Out	0	0	0	(3,248)	0	(3,248)
Total Other Financing Sources (Uses)	\$ 528,576	\$ 0	\$ 3,248	\$ (3,248)	\$ 0	\$ 528,576
Net Change in Fund Balances	\$ 1,642,087	\$ 127,950	\$ (59,051)	\$ (3,248)	\$ 0	\$ 1,707,738
Fund Balance, July 1, 2006	430,084	110,516	255,281	3,248	0	799,129
Fund Balance, June 30, 2007	\$ 2,072,171	\$ 238,466	\$ 196,230	\$ 0	\$ 0	\$ 2,506,867

Exhibit G-3

Williamson County, Tennessee
Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Actual (Budgetary Basis) and Budget
Solid Waste/Sanitation Fund
For the Year Ended June 30, 2007

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2006	Add: Encumbrances 6/30/2007	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
<u>Revenues</u>							
Local Taxes	\$ 3,459,420	\$ 0	\$ 0	\$ 3,459,420	\$ 3,181,430	\$ 3,181,430	\$ 277,990
Charges for Current Services	43,609	0	0	43,609	0	0	43,609
Other Local Revenues	75,027	0	0	75,027	25,000	25,000	50,027
State of Tennessee	24,569	0	0	24,569	0	0	24,569
Total Revenues	\$ 3,602,625	\$ 0	\$ 0	\$ 3,602,625	\$ 3,206,430	\$ 3,206,430	\$ 396,195
<u>Expenditures</u>							
<u>Public Health and Welfare</u>							
Convenience Centers	\$ 2,154,736	\$ (6,678)	\$ 127,684	\$ 2,275,742	\$ 2,097,222	\$ 2,363,308	\$ 87,566
<u>Other Operations</u>							
Other Charges	178,915	0	0	178,915	152,500	233,931	55,016
Employee Benefits	155,463	0	0	155,463	167,550	167,550	12,087
Total Expenditures	\$ 2,489,114	\$ (6,678)	\$ 127,684	\$ 2,610,120	\$ 2,417,272	\$ 2,764,789	\$ 154,669
Excess (Deficiency) of Revenues Over Expenditures	\$ 1,113,511	\$ 6,678	\$ (127,684)	\$ 992,505	\$ 789,158	\$ 441,641	\$ 550,864
<u>Other Financing Sources (Uses)</u>							
Transfers In	\$ 528,576	\$ 0	\$ 0	\$ 528,576	\$ 0	\$ 199,517	\$ 329,059
Total Other Financing Sources (Uses)	\$ 528,576	\$ 0	\$ 0	\$ 528,576	\$ 0	\$ 199,517	\$ 329,059
Net Change in Fund Balance	\$ 1,642,087	\$ 6,678	\$ (127,684)	\$ 1,521,081	\$ 789,158	\$ 641,158	\$ 879,923
Fund Balance, July 1, 2006	430,084	(6,678)	0	423,406	396,213	396,213	27,193
Fund Balance, June 30, 2007	\$ 2,072,171	\$ 0	\$ (127,684)	\$ 1,944,487	\$ 1,185,371	\$ 1,037,371	\$ 907,116

Exhibit G-4

Williamson County, Tennessee
Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Actual (Budgetary Basis) and Budget
Drug Control Fund
For the Year Ended June 30, 2007

	Actual (GAAP Basis)	Add: Encumbrances 6/30/2007	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
				Original	Final	
<u>Revenues</u>						
Fines, Forfeitures, and Penalties	\$ 218,850	\$ 0	\$ 218,850	\$ 36,000	\$ 36,000	\$ 182,850
Other Local Revenues	12,822	0	12,822	0	0	12,822
Other Governments and Citizens Groups	1,150	0	1,150	0	0	1,150
Total Revenues	<u>\$ 232,822</u>	<u>\$ 0</u>	<u>\$ 232,822</u>	<u>\$ 36,000</u>	<u>\$ 36,000</u>	<u>\$ 196,822</u>
<u>Expenditures</u>						
<u>Public Safety</u>						
Drug Enforcement	\$ 104,872	\$ 3,944	\$ 108,816	\$ 133,800	\$ 133,800	\$ 24,984
Total Expenditures	<u>\$ 104,872</u>	<u>\$ 3,944</u>	<u>\$ 108,816</u>	<u>\$ 133,800</u>	<u>\$ 133,800</u>	<u>\$ 24,984</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ 127,950</u>	<u>\$ (3,944)</u>	<u>\$ 124,006</u>	<u>\$ (97,800)</u>	<u>\$ (97,800)</u>	<u>\$ 221,806</u>
Net Change in Fund Balance	\$ 127,950	\$ (3,944)	\$ 124,006	\$ (97,800)	\$ (97,800)	\$ 221,806
Fund Balance, July 1, 2006	110,516	0	110,516	110,409	110,409	107
Fund Balance, June 30, 2007	<u>\$ 238,466</u>	<u>\$ (3,944)</u>	<u>\$ 234,522</u>	<u>\$ 12,609</u>	<u>\$ 12,609</u>	<u>\$ 221,913</u>

Major Governmental Funds

Debt Service Funds

Debt Service Funds are used to account for the accumulation of resources for, and the payment of, long-term debt principal, interest, and related costs.

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

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

Exhibit H-1

Williamson County, Tennessee
Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Actual and Budget
General Debt Service Fund
For the Year Ended June 30, 2007

	Actual	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
		Original	Final	
<u>Revenues</u>				
Local Taxes	\$ 18,693,595	\$ 17,308,638	\$ 17,308,638	\$ 1,384,957
Other Local Revenues	3,391,719	1,420,000	1,500,270	1,891,449
Other Governments and Citizens Groups	762,831	0	0	762,831
Total Revenues	<u>\$ 22,848,145</u>	<u>\$ 18,728,638</u>	<u>\$ 18,808,908</u>	<u>\$ 4,039,237</u>
<u>Expenditures</u>				
<u>Principal on Debt</u>				
General Government	\$ 6,689,885	\$ 9,345,000	\$ 6,690,000	\$ 115
Highways and Streets	136,070	136,500	136,500	430
Education	6,157,045	6,160,000	6,160,000	2,955
<u>Interest on Debt</u>				
General Government	5,580,890	6,815,000	5,632,706	51,816
Highways and Streets	72,022	72,500	72,500	478
Education	5,632,948	5,385,000	5,647,600	14,652
<u>Other Debt Service</u>				
General Government	604,218	495,000	651,014	46,796
Education	2,099	0	2,099	0
Total Expenditures	<u>\$ 24,875,177</u>	<u>\$ 28,409,000</u>	<u>\$ 24,992,419</u>	<u>\$ 117,242</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ (2,027,032)</u>	<u>\$ (9,680,362)</u>	<u>\$ (6,183,511)</u>	<u>\$ 4,156,479</u>
<u>Other Financing Sources (Uses)</u>				
Refunding Debt Issued	\$ 18,425,370	\$ 0	\$ 16,526,370	\$ 1,899,000
Premiums on Debt Issued	1,704,303	0	1,704,304	(1)
Transfers In	8,007,651	8,000,000	3,662,706	4,344,945
Transfers Out	(1,550,000)	0	(1,550,000)	0
Payments to Refunded Debt Escrow Agent	(19,987,061)	0	(19,987,061)	0
Total Other Financing Sources (Uses)	<u>\$ 6,600,263</u>	<u>\$ 8,000,000</u>	<u>\$ 356,319</u>	<u>\$ 6,243,944</u>
Net Change in Fund Balance	\$ 4,573,231	\$ (1,680,362)	\$ (5,827,192)	\$ 10,400,423
Fund Balance, July 1, 2006	<u>16,515,489</u>	<u>16,383,778</u>	<u>16,383,778</u>	<u>131,711</u>
Fund Balance, June 30, 2007	<u>\$ 21,088,720</u>	<u>\$ 14,703,416</u>	<u>\$ 10,556,586</u>	<u>\$ 10,532,134</u>

Exhibit H-2

Williamson County, Tennessee
Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Actual and Budget
Rural Debt Service Fund
For the Year Ended June 30, 2007

	Actual	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
		Original	Final	
<u>Revenues</u>				
Local Taxes	\$ 8,176,626	\$ 7,490,170	\$ 7,490,170	\$ 686,456
Other Local Revenues	510,397	350,000	416,700	93,697
Other Governments and Citizens Groups	805,727	0	0	805,727
Total Revenues	<u>\$ 9,492,750</u>	<u>\$ 7,840,170</u>	<u>\$ 7,906,870</u>	<u>\$ 1,585,880</u>
<u>Expenditures</u>				
<u>Principal on Debt</u>				
Education	\$ 7,185,000	\$ 7,200,000	\$ 7,200,000	\$ 15,000
<u>Interest on Debt</u>				
Education	5,757,457	5,065,500	5,758,000	543
<u>Other Debt Service</u>				
Education	182,457	210,000	210,000	27,543
Total Expenditures	<u>\$ 13,124,914</u>	<u>\$ 12,475,500</u>	<u>\$ 13,168,000</u>	<u>\$ 43,086</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ (3,632,164)</u>	<u>\$ (4,635,330)</u>	<u>\$ (5,261,130)</u>	<u>\$ 1,628,966</u>
<u>Other Financing Sources (Uses)</u>				
Refunding Debt Issued	\$ 7,325,000	\$ 0	\$ 7,325,000	\$ 0
Transfers In	4,000,000	4,000,000	4,000,000	0
Payments to Refunded Debt Escrow Agent	(7,325,000)	0	(7,325,000)	0
Total Other Financing Sources (Uses)	<u>\$ 4,000,000</u>	<u>\$ 4,000,000</u>	<u>\$ 4,000,000</u>	<u>\$ 0</u>
Net Change in Fund Balance	\$ 367,836	\$ (635,330)	\$ (1,261,130)	\$ 1,628,966
Fund Balance, July 1, 2006	<u>5,064,383</u>	<u>4,981,644</u>	<u>4,981,644</u>	<u>82,739</u>
Fund Balance, June 30, 2007	<u>\$ 5,432,219</u>	<u>\$ 4,346,314</u>	<u>\$ 3,720,514</u>	<u>\$ 1,711,705</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.

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

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

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

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

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

Exhibit I-1

Williamson County, Tennessee
Combining Statement of Fiduciary Assets and Liabilities
Fiduciary Funds
June 30, 2007

	Agency Funds						Total
	Cities - Sales Tax	Cities - Property Tax	Special School District	Judicial District Drug	Constitu- tional Officers - Agency	Other Agency	
<u>ASSETS</u>							
Cash	\$ 0	\$ 0	\$ 0	\$ 7,167	\$ 12,701,283	\$ 0	\$ 12,708,450
Equity in Pooled Cash and Investments	0	323	418,933	2,425,331	0	12,031	2,856,618
Investments	0	0	0	0	17,419	0	17,419
Accounts Receivable	0	0	0	0	10,691	0	10,691
Due from Other Governments	5,799,108	0	721,000	0	0	0	6,520,108
Taxes Receivable	0	0	9,321,434	0	0	0	9,321,434
Allowance for Uncollectible Taxes	0	0	(71,409)	0	0	0	(71,409)
Total Assets	<u>\$ 5,799,108</u>	<u>\$ 323</u>	<u>\$ 10,389,958</u>	<u>\$ 2,432,498</u>	<u>\$ 12,729,393</u>	<u>\$ 12,031</u>	<u>\$ 31,363,311</u>
<u>LIABILITIES</u>							
Due to Other Taxing Units	\$ 5,799,108	\$ 323	\$ 10,389,958	\$ 0	\$ 0	\$ 0	\$ 16,189,389
Due to Joint Venture	0	0	0	1,724,972	0	0	1,724,972
Due to Litigants, Heirs, and Others	0	0	0	707,526	12,729,393	12,031	13,448,950
Total Liabilities	<u>\$ 5,799,108</u>	<u>\$ 323</u>	<u>\$ 10,389,958</u>	<u>\$ 2,432,498</u>	<u>\$ 12,729,393</u>	<u>\$ 12,031</u>	<u>\$ 31,363,311</u>

Exhibit I-2

Williamson County, Tennessee
Combining Statement of Changes in Assets and
Liabilities - All Agency Funds
For the Year Ended June 30, 2007

	Beginning Balance	Additions	Deductions	Ending Balance
<u>Cities - Sales Tax Fund</u>				
<u>Assets</u>				
Equity in Pooled Cash and Investments	\$ 0	\$ 36,451,125	\$ 36,451,125	\$ 0
Due from Other Governments	5,757,021	5,799,108	5,757,021	5,799,108
Total Assets	\$ 5,757,021	\$ 42,250,233	\$ 42,208,146	\$ 5,799,108
<u>Liabilities</u>				
Due to Other Taxing Units	\$ 5,757,021	\$ 42,250,233	\$ 42,208,146	\$ 5,799,108
Total Liabilities	\$ 5,757,021	\$ 42,250,233	\$ 42,208,146	\$ 5,799,108
<u>Cities - Property Tax Fund</u>				
<u>Assets</u>				
Equity in Pooled Cash and Investments	\$ 182	\$ 78,209	\$ 78,068	\$ 323
Total Assets	\$ 182	\$ 78,209	\$ 78,068	\$ 323
<u>Liabilities</u>				
Due to Other Taxing Units	\$ 182	\$ 78,209	\$ 78,068	\$ 323
Total Liabilities	\$ 182	\$ 78,209	\$ 78,068	\$ 323
<u>Special School District Fund</u>				
<u>Assets</u>				
Equity in Pooled Cash and Investments	\$ 467,021	\$ 28,598,259	\$ 28,646,347	\$ 418,933
Accounts Receivable	24,552	0	24,552	0
Due from Other Governments	750,546	721,000	750,546	721,000
Taxes Receivable	9,664,930	9,321,434	9,664,930	9,321,434
Allowance for Uncollectible Taxes	(92,783)	(71,409)	(92,783)	(71,409)
Total Assets	\$ 10,814,266	\$ 38,569,284	\$ 38,993,592	\$ 10,389,958
<u>Liabilities</u>				
Due to Other Taxing Units	\$ 10,814,266	\$ 38,569,284	\$ 38,993,592	\$ 10,389,958
Total Liabilities	\$ 10,814,266	\$ 38,569,284	\$ 38,993,592	\$ 10,389,958
<u>Judicial District Drug Fund</u>				
<u>Assets</u>				
Equity in Pooled Cash and Investments	\$ 1,798,421	\$ 1,667,977	\$ 1,041,067	\$ 2,425,331
Cash	10,170	7,167	10,170	7,167
Accrued Interest Receivable	7,628	0	7,628	0
Other Restricted Assets	236,490	0	236,490	0
Total Assets	\$ 2,052,709	\$ 1,675,144	\$ 1,295,355	\$ 2,432,498
<u>Liabilities</u>				
Due to Joint Venture	\$ 1,816,219	\$ 967,618	\$ 1,058,865	\$ 1,724,972
Due to Litigants, Heirs, and Others	0	707,526	0	707,526
Other Payables from Restricted Assets	236,490	0	236,490	0
Total Liabilities	\$ 2,052,709	\$ 1,675,144	\$ 1,295,355	\$ 2,432,498

(Continued)

Exhibit I-2

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

	Beginning Balance	Additions	Deductions	Ending Balance
<u>Constitutional Officers - Agency Fund</u>				
<u>Assets</u>				
Cash	\$ 9,823,730	\$ 64,474,410	\$ 61,596,857	\$ 12,701,283
Investments	19,858	2,837	5,276	17,419
Accounts Receivable	2,938	10,691	2,938	10,691
Total Assets	\$ 9,846,526	\$ 64,487,938	\$ 61,605,071	\$ 12,729,393
<u>Liabilities</u>				
Due to Litigants, Heirs, and Others	\$ 9,846,526	\$ 64,487,938	\$ 61,605,071	\$ 12,729,393
Total Liabilities	\$ 9,846,526	\$ 64,487,938	\$ 61,605,071	\$ 12,729,393
<u>Other Agency Fund</u>				
<u>Assets</u>				
Equity in Pooled Cash and Investments	\$ 4,149	\$ 23,746	\$ 15,864	\$ 12,031
Total Assets	\$ 4,149	\$ 23,746	\$ 15,864	\$ 12,031
<u>Liabilities</u>				
Due to Litigants, Heirs, and Others	\$ 4,149	\$ 23,746	\$ 15,864	\$ 12,031
Total Liabilities	\$ 4,149	\$ 23,746	\$ 15,864	\$ 12,031
<u>Totals - All Agency Funds</u>				
<u>Assets</u>				
Equity in Pooled Cash and Investments	\$ 2,269,773	\$ 66,819,316	\$ 66,232,471	\$ 2,856,618
Cash	9,833,900	64,481,577	61,607,027	12,708,450
Investments	19,858	2,837	5,276	17,419
Due from Other Governments	6,507,567	6,520,108	6,507,567	6,520,108
Accounts Receivable	27,490	10,691	27,490	10,691
Accrued Interest Receivable	7,628	0	7,628	0
Taxes Receivable	9,664,930	9,321,434	9,664,930	9,321,434
Allowance for Uncollectible Taxes	(92,783)	(71,409)	(92,783)	(71,409)
Other Restricted Assets	236,490	0	236,490	0
Total Assets	\$ 28,474,853	\$ 147,084,554	\$ 144,196,096	\$ 31,363,311
<u>Liabilities</u>				
Due to Other Taxing Units	\$ 16,571,469	\$ 80,897,726	\$ 81,279,806	\$ 16,189,389
Due to Joint Venture	1,816,219	967,618	1,058,865	1,724,972
Due to Litigants, Heirs, and Others	9,850,675	65,219,210	61,620,935	13,448,950
Other Payables from Restricted Assets	236,490	0	236,490	0
Total Liabilities	\$ 28,474,853	\$ 147,084,554	\$ 144,196,096	\$ 31,363,311

Williamson County School Department

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

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

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

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

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

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

Exhibit J-1

Williamson County, Tennessee
Statement of Activities
Discretely Presented Williamson County School Department
For the Year Ended June 30, 2007

Functions/Programs	Expenses	Program Revenues			Net (Expense)
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Revenue and Changes in Net Assets Total Governmental Activities
Component Unit:					
Governmental Activities:					
Instruction	\$ 123,203,112	\$ 795,091	\$ 8,432,586	\$ 0	\$ (113,975,435)
Support Services	78,692,072	0	218,714	53,386,582	(25,086,776)
Operation of Non-Instructional Services	9,700,140	7,681,722	1,690,695	0	(327,723)
Total Governmental Activities	<u>\$ 211,595,324</u>	<u>\$ 8,476,813</u>	<u>\$ 10,341,995</u>	<u>\$ 53,386,582</u>	<u>\$ (139,389,934)</u>
General Revenues:					
Taxes:					
Property Taxes Levied for General Purposes					\$ 68,222,139
Local Option Sales Taxes					33,371,948
Other Local Taxes					17,246
Grants and Contributions Not Restricted to Specific Programs					76,930,858
Unrestricted Investment Income					1,945,355
Miscellaneous					623,102
Total General Revenues					<u>\$ 181,110,648</u>
Change in Net Assets					\$ 41,720,714
Net Assets, July 1, 2006					<u>291,640,737</u>
Net Assets, June 30, 2007					<u>\$ 333,361,451</u>

Exhibit J-2

Williamson County, Tennessee
Balance Sheet - Governmental Funds
Discretely Presented Williamson County School Department
June 30, 2007

	Major Funds		Nonmajor	Total
	General Purpose School	Education Capital Projects	Other Governmental Funds	
<u>ASSETS</u>				
Cash	\$ 300	\$ 0	\$ 87,092	\$ 87,392
Equity in Pooled Cash and Investments	24,110,231	19,943,974	1,982,839	46,037,044
Accounts Receivable	88,863	0	26,253	115,116
Due from Other Governments	9,619,154	0	110,839	9,729,993
Due from Other Funds	539	0	0	539
Property Taxes Receivable	70,704,712	0	0	70,704,712
Allowance for Uncollectible Property Taxes	(541,709)	0	0	(541,709)
Total Assets	\$ 103,982,090	\$ 19,943,974	\$ 2,207,023	\$ 126,133,087
<u>LIABILITIES AND FUND BALANCES</u>				
<u>Liabilities</u>				
Accounts Payable	\$ 27,355	\$ 401,729	\$ 22,888	\$ 451,972
Accrued Payroll	5,377,506	0	0	5,377,506
Payroll Deductions Payable	50	0	0	50
Contracts Payable	0	2,445,889	0	2,445,889
Retainage Payable	0	247,091	0	247,091
Claims and Judgments Payable	333,599	0	0	333,599
Due to Other Funds	0	0	539	539
Other Current Liabilities	7,221	0	0	7,221
Deferred Revenue - Current Property Taxes	69,172,518	0	0	69,172,518
Deferred Revenue - Delinquent Property Taxes	855,485	0	0	855,485
Other Deferred Revenues	2,882,000	0	23,779	2,905,779
Other Long-term Liabilities	67,274	0	0	67,274
Total Liabilities	\$ 78,723,008	\$ 3,094,709	\$ 47,206	\$ 81,864,923
<u>Fund Balances</u>				
Reserved for Encumbrances	\$ 3,259,101	\$ 5,570,435	\$ 121,739	\$ 8,951,275
Reserved for Career Ladder - Extended Contract	178,759	0	0	178,759
Reserved for Career Ladder Program	176,859	0	0	176,859
Reserved for Title I Grants to Local Education Agencies	0	0	13,162	13,162
Reserved for Innovative Education Program Strategies	0	0	433	433
Reserved for Special Education - Grants to States	0	0	148,591	148,591
Other Federal Reserves	0	0	20,188	20,188
Unreserved, Reported In:				
General Fund	21,644,363	0	0	21,644,363
Special Revenue Funds	0	0	1,855,704	1,855,704
Capital Projects Funds	0	11,278,830	0	11,278,830
Total Fund Balances	\$ 25,259,082	\$ 16,849,265	\$ 2,159,817	\$ 44,268,164
Total Liabilities and Fund Balances	\$ 103,982,090	\$ 19,943,974	\$ 2,207,023	\$ 126,133,087

Exhibit J-3

Williamson County, Tennessee
Discretely Presented Williamson County School Department
Reconciliation of the Balance Sheet of Governmental Funds to the Statement of Net Assets
June 30, 2007

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

Total fund balances - balance sheet - governmental funds (Exhibit J-2)		\$	44,268,164
(1) Capital assets used in governmental activities are not financial resources and therefore are not reported in the governmental funds.			
Add: land	\$	21,187,952	
Add: construction in progress		31,397,524	
Add: buildings and improvements net of accumulated depreciation		221,471,096	
Add: other capital assets net of accumulated depreciation		<u>12,104,501</u>	286,161,073
(2) Other long-term assets are not available to pay for current-period expenditures and therefore are deferred in the governmental funds.			3,761,264
(3) Long-term liabilities are not due and payable in the current period and therefore are not reported in the governmental funds.			
Less: compensated absences			<u>(829,050)</u>
Net assets of governmental activities (Exhibit A)		\$	<u><u>333,361,451</u></u>

Exhibit J-4

Williamson County, Tennessee
Statement of Revenues, Expenditures,
and Changes in Fund Balances -
Governmental Funds
Discretely Presented Williamson County School Department
For the Year Ended June 30, 2007

	<u>Major Funds</u>		<u>Nonmajor</u>	<u>Total</u>
	<u>General</u>	<u>Education</u>	<u>Funds</u>	
			<u>Other</u>	
	<u>Purpose</u>	<u>Capital</u>	<u>Govern-</u>	<u>Governmental</u>
	<u>School</u>	<u>Projects</u>	<u>mental</u>	<u>Funds</u>
			<u>Funds</u>	
<u>Revenues</u>				
Local Taxes	\$ 101,495,253	\$ 0	\$ 0	\$ 101,495,253
Licenses and Permits	8,058	0	0	8,058
Charges for Current Services	840,196	0	7,209,167	8,049,363
Other Local Revenues	2,856,102	0	35,388	2,891,490
State of Tennessee	79,289,191	0	85,043	79,374,234
Federal Government	1,133,683	0	6,638,091	7,771,774
Other Governments and Citizens Groups	0	53,236,582	0	53,236,582
Total Revenues	\$ 185,622,483	\$ 53,236,582	\$ 13,967,689	\$ 252,826,754
<u>Expenditures</u>				
Current:				
Instruction	\$ 119,302,349	\$ 0	\$ 3,862,521	\$ 123,164,870
Support Services	58,713,644	0	1,581,532	60,295,176
Operation of Non-Instructional Services	1,247,419	0	8,090,940	9,338,359
Capital Outlay	56,000	0	0	56,000
Capital Projects	0	47,116,302	0	47,116,302
Total Expenditures	\$ 179,319,412	\$ 47,116,302	\$ 13,534,993	\$ 239,970,707
Excess (Deficiency) of Revenues Over Expenditures	\$ 6,303,071	\$ 6,120,280	\$ 432,696	\$ 12,856,047
<u>Other Financing Sources (Uses)</u>				
Transfers In	\$ 43,324	\$ 176,900	\$ 0	\$ 220,224
Transfers Out	(176,900)	0	(43,324)	(220,224)
Total Other Financing Sources (Uses)	\$ (133,576)	\$ 176,900	\$ (43,324)	\$ 0
Net Change in Fund Balances	\$ 6,169,495	\$ 6,297,180	\$ 389,372	\$ 12,856,047
Fund Balance, July 1, 2006	19,089,587	10,552,085	1,770,445	31,412,117
Fund Balance, June 30, 2007	\$ 25,259,082	\$ 16,849,265	\$ 2,159,817	\$ 44,268,164

Exhibit J-5

Williamson County, Tennessee
Discretely Presented Williamson County School Department
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, 2007

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)		\$ 12,856,047
(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	\$ 36,611,585	
Less: current year depreciation expense	<u>(7,776,157)</u>	28,835,428
(2) The net effect of various miscellaneous transactions involving capital assets (sales, trade-ins, and donations) is to increase net assets.		
Add: assets donated and capitalized		150,000
(3) Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.		
Less: deferred delinquent property taxes/other deferred June 30, 2006	\$ (3,839,402)	
Add: deferred delinquent property taxes/other deferred June 30, 2007	<u>3,761,264</u>	(78,138)
(4) Some expenses reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in the governmental funds.		
Change in compensated absences		<u>(42,623)</u>
Change in net assets of governmental activities (Exhibit B)		<u>\$ 41,720,714</u>

Exhibit J-6

Williamson County, Tennessee
Combining Balance Sheet - Nonmajor Governmental Funds
Discretely Presented Williamson County School Department
June 30, 2007

	Special Revenue Funds			Total
	School Federal Projects	Central Cafeteria	Extended School Program	Nonmajor Governmental Funds
<u>ASSETS</u>				
Cash	\$ 0	\$ 19,381	\$ 67,711	\$ 87,092
Equity in Pooled Cash and Investments	321,282	1,468,662	192,895	1,982,839
Accounts Receivable	0	2,474	23,779	26,253
Due from Other Governments	0	110,839	0	110,839
Total Assets	<u>\$ 321,282</u>	<u>\$ 1,601,356</u>	<u>\$ 284,385</u>	<u>\$ 2,207,023</u>
<u>LIABILITIES AND FUND BALANCES</u>				
<u>Liabilities</u>				
Accounts Payable	\$ 22,888	\$ 0	\$ 0	\$ 22,888
Due to Other Funds	539	0	0	539
Other Deferred Revenues	0	0	23,779	23,779
Total Liabilities	<u>\$ 23,427</u>	<u>\$ 0</u>	<u>\$ 23,779</u>	<u>\$ 47,206</u>
<u>Fund Balances</u>				
Reserved for Encumbrances	\$ 115,481	\$ 5,000	\$ 1,258	\$ 121,739
Reserved for Title I Grants to Local Education Agencies	13,162	0	0	13,162
Reserved for Innovative Education Program Strategies	433	0	0	433
Reserved for Special Education - Grants to States	148,591	0	0	148,591
Other Federal Reserves	20,188	0	0	20,188
Unreserved	0	1,596,356	259,348	1,855,704
Total Fund Balances	<u>\$ 297,855</u>	<u>\$ 1,601,356</u>	<u>\$ 260,606</u>	<u>\$ 2,159,817</u>
Total Liabilities and Fund Balances	<u>\$ 321,282</u>	<u>\$ 1,601,356</u>	<u>\$ 284,385</u>	<u>\$ 2,207,023</u>

Exhibit J-7

Williamson County, Tennessee
Combining Statement of Revenues, Expenditures,
and Changes in Fund Balances -
Nonmajor Governmental Funds
Discretely Presented Williamson County School Department
For the Year Ended June 30, 2007

	Special Revenue Funds			Total Nonmajor Governmental Funds
	School Federal Projects	Central Cafeteria	Extended School Program	
<u>Revenues</u>				
Charges for Current Services	\$ 0	\$ 6,499,581	\$ 709,586	\$ 7,209,167
Other Local Revenues	0	30,844	4,544	35,388
State of Tennessee	0	85,043	0	85,043
Federal Government	5,482,861	1,155,230	0	6,638,091
Total Revenues	<u>\$ 5,482,861</u>	<u>\$ 7,770,698</u>	<u>\$ 714,130</u>	<u>\$ 13,967,689</u>
<u>Expenditures</u>				
Current:				
Instruction	\$ 3,862,521	\$ 0	\$ 0	\$ 3,862,521
Support Services	1,581,532	0	0	1,581,532
Operation of Non-Instructional Services	0	7,418,694	672,246	8,090,940
Total Expenditures	<u>\$ 5,444,053</u>	<u>\$ 7,418,694</u>	<u>\$ 672,246</u>	<u>\$ 13,534,993</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ 38,808</u>	<u>\$ 352,004</u>	<u>\$ 41,884</u>	<u>\$ 432,696</u>
<u>Other Financing Sources (Uses)</u>				
Transfers Out	\$ (39,355)	\$ 0	\$ (3,969)	\$ (43,324)
Total Other Financing Sources (Uses)	<u>\$ (39,355)</u>	<u>\$ 0</u>	<u>\$ (3,969)</u>	<u>\$ (43,324)</u>
Net Change in Fund Balances	\$ (547)	\$ 352,004	\$ 37,915	\$ 389,372
Fund Balance, July 1, 2006	298,402	1,249,352	222,691	1,770,445
Fund Balance, June 30, 2007	<u>\$ 297,855</u>	<u>\$ 1,601,356</u>	<u>\$ 260,606</u>	<u>\$ 2,159,817</u>

Exhibit J-8

Williamson County, Tennessee
Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Actual (Budgetary Basis) and Budget
Discretely Presented Williamson County School Department
General Purpose School Fund
For the Year Ended June 30, 2007

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2006	Add: Encumbrances 6/30/2007	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
<u>Revenues</u>							
Local Taxes	\$ 101,495,253	\$ 0	\$ 0	\$ 101,495,253	\$ 94,968,719	\$ 94,968,718	\$ 6,526,535
Licenses and Permits	8,058	0	0	8,058	7,000	7,000	1,058
Charges for Current Services	840,196	0	0	840,196	924,960	924,960	(84,764)
Other Local Revenues	2,856,102	0	0	2,856,102	1,398,000	1,402,614	1,453,488
State of Tennessee	79,289,191	0	0	79,289,191	74,632,847	75,766,060	3,523,131
Federal Government	1,133,683	0	0	1,133,683	862,000	1,088,040	45,643
Total Revenues	\$ 185,622,483	\$ 0	\$ 0	\$ 185,622,483	\$ 172,793,526	\$ 174,157,392	\$ 11,465,091
<u>Expenditures</u>							
<u>Instruction</u>							
Regular Instruction Program	\$ 94,755,244	\$ (343,046)	\$ 591,718	\$ 95,003,916	\$ 93,404,100	\$ 97,239,895	\$ 2,235,979
Alternative Instruction Program	370,106	0	0	370,106	379,556	379,555	9,449
Special Education Program	18,205,803	(30,493)	25,429	18,200,739	18,284,316	18,448,782	248,043
Vocational Education Program	3,918,671	(29,739)	75,405	3,964,337	3,487,967	4,019,093	54,756
Student Body Education Program	1,691,470	(41,436)	95,299	1,745,333	1,779,500	1,789,500	44,167
Adult Education Program	361,055	(1,734)	16,413	375,734	365,016	420,341	44,607
<u>Support Services</u>							
Attendance	107,569	0	0	107,569	103,214	108,994	1,425
Health Services	2,104,643	(129)	0	2,104,514	2,138,856	2,138,856	34,342
Other Student Support	5,283,344	(9,339)	16,877	5,290,882	5,367,803	5,367,803	76,921
Regular Instruction Program	5,319,302	(36,140)	78,209	5,361,371	5,100,700	5,597,678	236,307
Special Education Program	1,865,433	(28,057)	9,282	1,846,658	1,940,280	1,990,280	143,622
Vocational Education Program	205,256	(1,344)	2,462	206,374	203,806	213,941	7,567
Adult Programs	120,555	0	0	120,555	133,145	133,145	12,590
Board of Education	3,160,583	(32,824)	40,490	3,168,249	3,161,553	3,186,211	17,962
Director of Schools	1,203,676	(49,773)	2,415	1,156,318	1,253,755	1,203,755	47,437

(Continued)

Exhibit J-8

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

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2006	Add: Encumbrances 6/30/2007	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
<u>Expenditures (Cont.)</u>							
<u>Support Services (Cont.)</u>							
Office of the Principal	\$ 11,553,557	\$ 0	\$ 0	\$ 11,553,557	\$ 11,700,875	\$ 11,751,231	\$ 197,674
Fiscal Services	1,014,053	(28,281)	3,580	989,352	1,018,122	1,018,122	28,770
Human Services/Personnel	514,063	0	1,935	515,998	0	539,676	23,678
Operation of Plant	10,749,676	(81,652)	98,756	10,766,780	11,170,186	11,310,051	543,271
Maintenance of Plant	4,238,769	(151,614)	400,433	4,487,588	4,588,496	4,588,496	100,908
Transportation	8,891,156	(24,121)	1,775,319	10,642,354	9,383,915	10,967,915	325,561
Central and Other	2,382,009	(24,106)	23,209	2,381,112	3,000,357	2,443,681	62,569
<u>Operation of Non-Instructional Services</u>							
Community Services	521,538	0	839	522,377	561,724	561,724	39,347
Early Childhood Education	725,881	(9,712)	1,031	717,200	602,173	734,724	17,524
<u>Capital Outlay</u>							
Regular Capital Outlay	56,000	(56,000)	0	0	0	0	0
Total Expenditures	\$ 179,319,412	\$ (979,540)	\$ 3,259,101	\$ 181,598,973	\$ 179,129,415	\$ 186,153,449	\$ 4,554,476
Excess (Deficiency) of Revenues							
Over Expenditures	\$ 6,303,071	\$ 979,540	\$ (3,259,101)	\$ 4,023,510	\$ (6,335,889)	\$ (11,996,057)	\$ 16,019,567
<u>Other Financing Sources (Uses)</u>							
Transfers In	\$ 43,324	\$ 0	\$ 0	\$ 43,324	\$ 70,000	\$ 70,000	\$ (26,676)
Transfers Out	(176,900)	0	0	(176,900)	0	(176,900)	0
Total Other Financing Sources (Uses)	\$ (133,576)	\$ 0	\$ 0	\$ (133,576)	\$ 70,000	\$ (106,900)	\$ (26,676)
Net Change in Fund Balance							
Fund Balance, July 1, 2006	\$ 6,169,495	\$ 979,540	\$ (3,259,101)	\$ 3,889,934	\$ (6,265,889)	\$ (12,102,957)	\$ 15,992,891
	19,089,587	(979,540)	0	18,110,047	12,030,680	12,030,680	6,079,367
Fund Balance, June 30, 2007							
	\$ 25,259,082	\$ 0	\$ (3,259,101)	\$ 21,999,981	\$ 5,764,791	\$ (72,277)	\$ 22,072,258

Exhibit J-9

Williamson County, Tennessee
Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Actual (Budgetary Basis) and Budget
Discretely Presented Williamson County School Department
School Federal Projects Fund
For the Year Ended June 30, 2007

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2006	Add: Encumbrances 6/30/2007	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
<u>Revenues</u>							
Federal Government	\$ 5,482,861	\$ 0	\$ 0	\$ 5,482,861	\$ 5,886,536	\$ 6,781,729	\$ (1,298,868)
Total Revenues	\$ 5,482,861	\$ 0	\$ 0	\$ 5,482,861	\$ 5,886,536	\$ 6,781,729	\$ (1,298,868)
<u>Expenditures</u>							
<u>Instruction</u>							
Regular Instruction Program	\$ 531,638	\$ (411)	\$ 302	\$ 531,529	\$ 867,047	\$ 622,388	\$ 90,859
Special Education Program	3,158,758	(13,632)	7,458	3,152,584	3,101,975	3,969,208	816,624
Vocational Education Program	172,125	(14,298)	61,708	219,535	296,814	221,935	2,400
<u>Support Services</u>							
Health Services	533,066	0	0	533,066	487,483	691,233	158,167
Other Student Support	31,133	0	0	31,133	79,823	64,356	33,223
Regular Instruction Program	487,933	(17,464)	45,341	515,810	481,097	736,259	220,449
Special Education Program	477,851	(1,645)	0	476,206	476,773	624,972	148,766
Vocational Education Program	51,549	(1,187)	672	51,034	39,369	51,607	573
Central and Other	0	0	0	0	4,397	0	0
Total Expenditures	\$ 5,444,053	\$ (48,637)	\$ 115,481	\$ 5,510,897	\$ 5,834,778	\$ 6,981,958	\$ 1,471,061
Excess (Deficiency) of Revenues Over Expenditures	\$ 38,808	\$ 48,637	\$ (115,481)	\$ (28,036)	\$ 51,758	\$ (200,229)	\$ 172,193
<u>Other Financing Sources (Uses)</u>							
Transfers Out	\$ (39,355)	\$ 0	\$ 0	\$ (39,355)	\$ (51,758)	\$ (55,706)	\$ 16,351
Total Other Financing Sources (Uses)	\$ (39,355)	\$ 0	\$ 0	\$ (39,355)	\$ (51,758)	\$ (55,706)	\$ 16,351
Net Change in Fund Balance	\$ (547)	\$ 48,637	\$ (115,481)	\$ (67,391)	\$ 0	\$ (255,935)	\$ 188,544
Fund Balance, July 1, 2006	298,402	(48,637)	0	249,765	298,402	298,402	(48,637)
Fund Balance, June 30, 2007	\$ 297,855	\$ 0	\$ (115,481)	\$ 182,374	\$ 298,402	\$ 42,467	\$ 139,907

Exhibit J-10

Williamson County, Tennessee
Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Actual (Budgetary Basis) and Budget
Discretely Presented Williamson County School Department
Central Cafeteria Fund
For the Year Ended June 30, 2007

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2006	Add: Encumbrances 6/30/2007	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
<u>Revenues</u>							
Charges for Current Services	\$ 6,499,581	\$ 0	\$ 0	\$ 6,499,581	\$ 6,838,000	\$ 6,838,000	\$ (338,419)
Other Local Revenues	30,844	0	0	30,844	25,000	25,000	5,844
State of Tennessee	85,043	0	0	85,043	80,000	80,000	5,043
Federal Government	1,155,230	0	0	1,155,230	855,000	855,000	300,230
Total Revenues	\$ 7,770,698	\$ 0	\$ 0	\$ 7,770,698	\$ 7,798,000	\$ 7,798,000	\$ (27,302)
<u>Expenditures</u>							
<u>Operation of Non-Instructional Services</u>							
Food Service	\$ 7,418,694	\$ (9,150)	\$ 5,000	\$ 7,414,544	\$ 7,952,343	\$ 7,952,343	\$ 537,799
Total Expenditures	\$ 7,418,694	\$ (9,150)	\$ 5,000	\$ 7,414,544	\$ 7,952,343	\$ 7,952,343	\$ 537,799
Excess (Deficiency) of Revenues Over Expenditures	\$ 352,004	\$ 9,150	\$ (5,000)	\$ 356,154	\$ (154,343)	\$ (154,343)	\$ 510,497
Net Change in Fund Balance	\$ 352,004	\$ 9,150	\$ (5,000)	\$ 356,154	\$ (154,343)	\$ (154,343)	\$ 510,497
Fund Balance, July 1, 2006	1,249,352	(9,150)	0	1,240,202	1,020,082	1,020,082	220,120
Fund Balance, June 30, 2007	\$ 1,601,356	\$ 0	\$ (5,000)	\$ 1,596,356	\$ 865,739	\$ 865,739	\$ 730,617

Exhibit J-11

Williamson County, Tennessee
Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Actual (Budgetary Basis) and Budget
Discretely Presented Williamson County School Department
Extended School Program Fund
For the Year Ended June 30, 2007

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2006	Add: Encumbrances 6/30/2007	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
<u>Revenues</u>							
Charges for Current Services	\$ 709,586	\$ 0	\$ 0	\$ 709,586	\$ 590,000	\$ 744,585	\$ (34,999)
Other Local Revenues	4,544	0	0	4,544	0	0	4,544
Total Revenues	\$ 714,130	\$ 0	\$ 0	\$ 714,130	\$ 590,000	\$ 744,585	\$ (30,455)
<u>Expenditures</u>							
<u>Operation of Non-Instructional Services</u>							
Community Services	\$ 672,246	\$ (3,101)	\$ 1,258	\$ 670,403	\$ 586,455	\$ 736,539	\$ 66,136
Total Expenditures	\$ 672,246	\$ (3,101)	\$ 1,258	\$ 670,403	\$ 586,455	\$ 736,539	\$ 66,136
Excess (Deficiency) of Revenues Over Expenditures	\$ 41,884	\$ 3,101	\$ (1,258)	\$ 43,727	\$ 3,545	\$ 8,046	\$ 35,681
<u>Other Financing Sources (Uses)</u>							
Transfers Out	\$ (3,969)	\$ 0	\$ 0	\$ (3,969)	\$ 0	\$ (4,501)	\$ 532
Total Other Financing Sources (Uses)	\$ (3,969)	\$ 0	\$ 0	\$ (3,969)	\$ 0	\$ (4,501)	\$ 532
Net Change in Fund Balance	\$ 37,915	\$ 3,101	\$ (1,258)	\$ 39,758	\$ 3,545	\$ 3,545	\$ 36,213
Fund Balance, July 1, 2006	222,691	(3,101)	0	219,590	170,252	170,252	49,338
Fund Balance, June 30, 2007	\$ 260,606	\$ 0	\$ (1,258)	\$ 259,348	\$ 173,797	\$ 173,797	\$ 85,551

MISCELLANEOUS SCHEDULES

Exhibit K-1

Williamson County, Tennessee
Schedule of Changes in Long-term Notes, Other Loans, and Bonds
For the Year Ended June 30, 2007

Description of Indebtedness	Original Amount of Issue	Interest Rate	Date of Issue	Last Maturity Date	Outstanding 7-1-06	(2) Adjustment	Issued During Period	Paid and/or Matured During Period	Debt Refunded	Outstanding 6-30-07
NOTES PAYABLE										
<u>Payable through General Debt Service Fund</u>										
School Energy Management System	\$ 1,635,000	2 to 3.5 %	3-15-03	5-1-10	\$ 970,000	\$ 0	\$ 0	\$ 230,000	\$ 0	\$ 740,000
Various Projects	2,110,370	4.60	6-29-06	12-31-06	2,110,370	0	0	0	2,110,370	0
<u>Payable through Rural Debt Service Fund</u>										
Rural School Energy Management System	2,760,000	2 to 3.5	3-15-03	5-1-10	1,640,000	0	0	395,000	0	1,245,000
Rural School Various Projects	7,325,000	4.02	6-29-06	12-31-06	7,325,000	0	0	0	7,325,000	0
Total Notes Payable					<u>\$ 12,045,370</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 625,000</u>	<u>\$ 9,435,370</u>	<u>\$ 1,985,000</u>
OTHER LOANS PAYABLE										
<u>Payable through General Debt Service Fund</u>										
Various Projects	8,490,000	Variable	8-24-98	8-24-18	\$ 6,264,000	\$ 0	\$ 0	\$ 388,000	\$ 0	\$ 5,876,000
Recreational Facilities	(1)	Variable	4-21-03	5-25-23	3,062,616	0	0	163,000	0	2,899,616
Various Projects	2,015,000	Variable	5-31-05	5-25-20	1,910,000	0	0	112,000	0	1,798,000
Total Other Loans Payable					<u>\$ 11,236,616</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 663,000</u>	<u>\$ 0</u>	<u>\$ 10,573,616</u>
BONDS PAYABLE										
<u>Payable through General Debt Service Fund</u>										
School Refunding	17,435,000	2.85 to 6	11-1-1992	3-1-08	\$ 2,935,000	\$ 0	\$ 0	\$ 1,425,000	\$ 0	\$ 1,510,000
Public Works Refunding	11,515,000	2.85 to 6	11-1-1992	3-1-07	1,085,000	0	0	1,085,000	0	0
General Obligation	8,830,000	4.625 to 5	4-1-1998	5-1-08	850,000	0	0	415,000	0	435,000
General Obligation Refunding	34,110,000	4.5 to 5.5	8-1-1998	9-1-14	20,885,000	0	0	1,840,000	0	19,045,000
General Obligation	17,885,000	4.25 to 5.875	11-1-1999	3-1-10	3,680,000	0	0	855,000	0	2,825,000
Landfill Equipment, Transfer Station, and Closure	3,705,000	4.25 to 5.875	11-15-1999	3-1-19	0	760,000	0	175,000	0	585,000
General Obligation	11,480,000	4.4 to 5.4	11-1-00	3-1-10	1,900,000	0	0	305,000	0	1,595,000
School Construction	25,900,000	4.4 to 5.4	11-1-00	3-1-10	4,295,000	0	0	695,000	0	3,600,000
School Refunding	3,210,000	4 to 5	3-1-01	3-1-19	3,170,000	0	0	85,000	0	3,085,000
General Obligation Refunding	25,020,000	4 to 5	3-1-01	3-1-19	24,740,000	0	0	1,065,000	0	23,675,000
Landfill Refunding	2,625,000	4.4 to 5.4	3-1-01	3-1-19	0	2,585,000	0	10,000	0	2,575,000
General Obligation	21,490,000	3 to 4.75	11-1-01	4-1-12	4,625,000	0	0	0	0	4,625,000
School Improvements	31,880,000	3 to 4.75	11-1-01	4-1-12	6,870,000	0	0	0	0	6,870,000
Landfill Equipment and Repairs	1,290,000	3 to 4.75	11-14-01	4-1-12	0	280,000	0	0	0	280,000
General Obligation Refunding	9,220,000	3 to 5	7-1-02	3-1-20	9,030,000	0	0	0	0	9,030,000
General Obligation Refunding - Schools	20,805,000	3 to 5	7-1-02	3-1-20	20,375,000	0	0	0	0	20,375,000
General Obligation	25,595,000	3 to 5	12-1-02	4-1-12	24,110,000	0	0	1,020,000	16,975,000	6,115,000
Landfill Equipment and Closure	735,000	3.5 to 4	12-1-02	4-1-12	0	650,000	0	30,000	455,000	165,000

(Continued)

Exhibit K-1

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

Description of Indebtedness	Original Amount of Issue	Interest Rate	Date of Issue	Last Maturity Date	Outstanding 7-1-06	(2) Adjustment	Issued During Period	Paid and/or Matured During Period	Debt Refunded	Outstanding 6-30-07
<u>BONDS PAYABLE (CONT.)</u>										
<u>Payable through General Debt Service Fund (Cont.)</u>										
General Obligation Refunding	\$ 3,125,000	2 to 4	%	2-1-03	4-1-09	\$ 1,575,000	\$ 0	\$ 0	\$ 500,000	\$ 1,075,000
General Obligation	4,450,000	2.25 to 4.4		12-1-03	4-1-23	4,095,000	0	0	180,000	3,915,000
General Obligation Refunding	6,360,000	2 to 4		2-1-04	4-1-18	6,150,000	0	0	60,000	6,090,000
General Obligation and School Improvements	11,830,000	4 to 4.75		6-1-04	5-1-24	9,790,000	0	0	390,000	9,400,000
General Obligation Refunding	15,910,000	2 to 5		11-15-04	4-1-21	15,635,000	0	0	470,000	15,165,000
General Obligation Refunding - Schools	23,605,000	2 to 5		11-15-04	4-1-21	23,175,000	0	0	700,000	22,475,000
Landfill Refunding	955,000	2 to 5		11-15-04	4-1-21	0	935,000	0	30,000	905,000
General Obligation and School Improvements	20,900,000	3 to 4.375		12-1-04	5-1-25	20,815,000	0	0	1,000,000	19,815,000
General Obligation	16,075,000	4 to 4.75		7-1-06	4-1-26	0	0	16,075,000	0	16,075,000
School Improvements	8,300,000	4 to 4.75		7-1-06	4-1-26	0	0	8,300,000	0	8,300,000
Landfill Public Improvement	1,360,000	4 to 4.75		7-1-06	4-1-26	0	0	1,360,000	0	1,360,000
General Obligation Refunding	16,170,000	5		12-20-06	4-1-22	0	0	16,170,000	0	16,170,000
General Obligation Refunding - Schools	145,000	5		12-20-06	4-1-22	0	0	145,000	0	145,000
Landfill Refunding	440,000	5		12-20-06	4-1-22	0	0	440,000	0	440,000
General Obligation	3,565,000	4 to 5		2-22-07	4-1-27	0	0	3,565,000	0	3,565,000
School Improvements	4,070,000	4 to 5		2-22-07	4-1-27	0	0	4,070,000	0	4,070,000
Total Payable through General Debt Service Fund						\$ 209,785,000	\$ 5,210,000	\$ 50,125,000	\$ 12,335,000	\$ 17,430,000
										\$ 235,355,000
<u>Payable through Rural Debt Service Fund</u>										
Rural School Refunding	7,255,000	2.85 to 6		11-1-1992	3-1-08	\$ 715,000	\$ 0	\$ 0	\$ 360,000	\$ 355,000
Rural School	18,030,000	4.625 to 5		4-1-1998	5-1-08	1,720,000	0	0	840,000	880,000
Rural School Refunding	22,015,000	4.5 to 5.5		8-1-1998	9-1-15	12,945,000	0	0	1,325,000	11,620,000
Rural School	21,760,000	4.25 to 5.875		11-1-1999	3-1-10	4,475,000	0	0	1,035,000	3,440,000
Rural School	15,000,000	4.4 to 5.4		11-1-00	3-1-20	2,840,000	0	0	500,000	2,340,000
Rural School Refunding	15,660,000	4 to 5		3-1-01	3-1-19	15,610,000	0	0	100,000	15,510,000
Rural School	3,720,000	4 to 4.75		11-1-01	4-1-21	3,195,000	0	0	150,000	3,045,000
Rural School Refunding	11,745,000	3 to 5		7-1-02	3-1-20	11,425,000	0	0	25,000	11,400,000
Rural School	9,525,000	3 to 5		12-1-02	4-1-22	8,925,000	0	0	400,000	8,525,000
Rural School Refunding	10,205,000	2 to 4		2-1-03	4-1-09	4,265,000	0	0	1,365,000	2,900,000
Rural School	1,365,000	2 to 4.4		12-1-03	4-1-23	1,365,000	0	0	50,000	1,315,000
Rural School Refunding	11,750,000	2 to 5		2-1-04	4-1-18	11,525,000	0	0	0	11,525,000
Rural School	9,970,000	3.5 to 4.875		6-1-04	5-1-24	8,835,000	0	0	140,000	8,695,000
Rural School	20,840,000	3 to 4.375		12-1-04	5-1-25	20,770,000	0	0	500,000	20,270,000
Rural School	20,045,000	4 to 4.75		7-1-06	4-1-26	0	0	20,045,000	0	20,045,000
Rural School	27,560,000	4 to 4.5		2-22-07	4-1-27	0	0	27,560,000	0	27,560,000
Total Payable through Rural Debt Service Fund						\$ 108,610,000	\$ 0	\$ 47,605,000	\$ 6,790,000	\$ 149,425,000
Total Bonds Payable						\$ 318,395,000	\$ 5,210,000	\$ 97,730,000	\$ 19,125,000	\$ 17,430,000
										\$ 384,780,000

(1) Total amount available for draws from the Montgomery County Public Building Authority is \$576,384 of an authorized \$4,095,000.

(2) The Solid Waste Disposal Fund (enterprise fund) was closed June 28, 2007, and transferred its debt to the governmental activities.

Exhibit K-2

Williamson County, Tennessee
Schedule of Bond and Interest Requirements by Year

Year Ending June 30	General Debt Service Fund		Rural Debt Service Fund		Total Requirements
	Bond Requirements	Interest Requirements	Bond Requirements	Interest Requirements	
2008	\$ 13,395,000	\$ 11,075,695	\$ 7,840,000	\$ 6,962,790	\$ 39,273,485
2009	13,605,000	10,433,783	8,270,000	6,475,407	38,784,190
2010	14,480,000	9,835,847	7,375,000	6,113,300	37,804,147
2011	15,420,000	9,184,621	8,140,000	5,774,218	38,518,839
2012	15,680,000	8,497,347	9,535,000	5,420,099	39,132,446
2013	16,455,000	7,758,416	9,925,000	4,989,469	39,127,885
2014	17,230,000	6,963,702	9,385,000	4,562,826	38,141,528
2015	18,000,000	6,124,517	9,770,000	4,128,587	38,023,104
2016	15,815,000	5,331,854	9,190,000	3,704,799	34,041,653
2017	16,560,000	4,565,806	9,600,000	3,269,641	33,995,447
2018	15,510,000	3,762,875	10,025,000	2,813,329	32,111,204
2019	15,560,000	3,023,651	8,930,000	2,346,793	29,860,444
2020	14,195,000	2,262,364	7,265,000	1,922,159	25,644,523
2021	11,055,000	1,567,267	6,180,000	1,578,530	20,380,797
2022	6,465,000	1,040,851	6,135,000	1,288,578	14,929,429
2023	4,605,000	731,639	5,485,000	1,000,479	11,822,118
2024	4,515,000	515,616	5,595,000	742,306	11,367,922
2025	3,835,000	309,900	5,105,000	486,017	9,735,917
2026	2,425,000	135,938	3,625,000	254,375	6,440,313
2027	550,000	23,364	2,050,000	87,123	2,710,487
Total	\$ 235,355,000	\$ 93,145,053	\$ 149,425,000	\$ 63,920,825	\$ 541,845,878

Exhibit K-3

Williamson County, Tennessee
Schedule of Investments
June 30, 2007

<u>Fund and Type</u>	<u>Date of Purchase</u>	<u>Date of Maturity</u>	<u>Interest Rates</u>	<u>Amount</u>
<u>Constitutional Officers - Agency Fund</u>				
<u>Clerk and Master</u>				
Putnam Fund for Growth & Income	April 2001	various	varies	<u>\$ 17,419</u>

Exhibit K-4

Williamson County, Tennessee
Schedule of Notes Receivable
June 30, 2007

Description	Debtor	Original Amount of Note	Date of Issue	Date of Maturity	Interest Rate	Balance
<u>General Capital Projects Fund</u> Land for Recreation Center	City of Spring Hill	\$ 353,980	3-15-06	4-1-08	0 %	<u>\$ 103,980</u>

Exhibit K-5

Williamson County, Tennessee
Schedule of Transfers
Primary Government and Discretely Presented Williamson County School Department
For the Year Ended June 30, 2007

From Fund	To Fund	Purpose	Amount
<u>Primary Government</u>			
General	Solid Waste Disposal	Provide funds for operations	\$ 500,000
General	General Capital Projects	Construction of Historic Village at Ag Expo Park	50,000
General	General Capital Projects	Construction of multi-purpose barn at Ag Expo Park	155,000
General	General Capital Projects	Purchase property	500,000
General	General Capital Projects	Facility improvements at Trinity Park	75,000
General	General Capital Projects	Purchase a fire tanker chassis for Peytonsville VFD	85,000
General	General Capital Projects	Construction of a public restroom in downtown Franklin	61,000
General	General Capital Projects	Purchase sheriff vehicles	567,450
General	Solid Waste/Sanitation	Move recycling center funds	3,406
Other Special Revenue	District Attorney General	Close fund	3,248
Highway/Public Works	General Capital Projects	Construction of new Highway Department facility	6,500,000
General Debt Service	General Capital Projects	Purchase air-conditioning equipment for Ag Expo Park	1,550,000
General Capital Projects	General	Purchase a time clock for Parks and Recreation Department	13,000
General Capital Projects	Highway/Public Works	Paving expenses	300,000
General Capital Projects	General Debt Service	Allocation of school privilege tax	8,000,000
General Capital Projects	General Debt Service	Close projects	7,651
General Capital Projects	Rural Debt Service	Allocation of school privilege tax	4,000,000
General Capital Projects	Special School District	Allocation of ADA share of privilege tax	902,812
Solid Waste Disposal	General Capital Projects	Close fund	1,303,065
Solid Waste Disposal	Solid Waste/Sanitation	"	525,170
Judicial District Drug	General	Provide funds for salaries	63,124
Total Transfers Primary Government			<u>\$ 25,164,926</u>
<u>Discretely Presented Williamson County School Department</u>			
General Purpose School	Education Capital Projects	Provide additional funds for purchase of bleachers	\$ 176,900
School Federal Projects	General Purpose School	Indirect costs	39,355
Extended School Program	General Purpose School	Indirect costs	3,969
Total Transfers Discretely Presented Williamson County School Department			<u>\$ 220,224</u>

Exhibit K-6

Williamson County, Tennessee
Schedule of Salaries and Official Bonds of Principal Officials
Primary Government and Discretely Presented Williamson County School Department
For the Year Ended June 30, 2007

Official	Authorization for Salary	Salary Paid During Period	Bond	Surety
County Mayor	Section 8-24-102, <u>TCA</u>	\$ 122,866	\$ 50,000	Cincinnati Insurance Company
Highway Superintendent	Section 8-24-102, <u>TCA</u>	101,691	100,000	"
Director of Schools	State Board of Education and Williamson County Board of Education	147,945 (3)	100,000	(2)
Trustee	Section 8-24-102, <u>TCA</u>	92,456	5,000,000	Cincinnati Insurance Company
			2,430,000	Travelers Casualty & Surety Company of America
Assessor of Property	Section 8-24-102, <u>TCA</u>	92,456	10,000	Cincinnati Insurance Company
County Clerk	Section 8-24-102, <u>TCA</u>	92,456	50,000	"
Circuit and General Sessions Courts Clerk	Section 8-24-102, <u>TCA</u>	92,456	50,000	"
Clerk and Master	Section 8-24-102, <u>TCA</u>	92,456	50,000	"
Juvenile Court Clerk	Section 8-24-102, <u>TCA</u>	92,456	50,000	"
Register	Section 8-24-102, <u>TCA</u>	92,456	25,000	"
Sheriff	Section 8-24-102, <u>TCA</u>	102,291 (1)	25,000	"
Director of Accounts and Budgets	County Commission	99,133	15,000	"
Employee Blanket Bonds - All County and School Department Employees:				
	Public Employee Dishonesty		100,000	Self-Insured
	Public Employee Dishonesty		100,001 to 5,000,000	Princeton Surplus Insurance Company

- (1) Includes a training supplement of \$600.
- (2) Covered under county's employee blanket bond.
- (3) Includes a career ladder supplement of \$800.

Exhibit K-7

Williamson County, Tennessee
 Schedule of Detailed Revenues -
 All Governmental Fund Types
 For the Year Ended June 30, 2007

	Special Revenue Funds					
	General	Solid Waste / Sanitation	Drug Control	District Attorney General	Constitutional Officers - Fees	Highway / Public Works
<u>Local Taxes</u>						
<u>County Property Taxes</u>						
Current Property Tax	\$ 29,904,123	\$ 2,325,675	\$ 0	\$ 0	\$ 0	705,066
Trustee's Collections - Prior Year	327,723	42,360	0	0	0	8,908
Circuit/Clerk & Master Collections - Prior Years	165,356	14,123	0	0	0	5,028
Interest and Penalty	82,428	5,578	0	0	0	2,098
Payments in-Lieu-of Taxes - T.V.A.	1,150	141	0	0	0	117
Payments in-Lieu-of Taxes - Other	49,517	6,063	0	0	0	2,053
<u>County Local Option Taxes</u>						
Local Option Sales Tax	0	1,065,480	0	0	0	0
Hotel/Motel Tax	2,381,989	0	0	0	0	0
Wheel Tax	0	0	0	0	0	3,459,897
Litigation Tax - General	9,069	0	0	0	0	0
Litigation Tax - Special Purpose	104,587	0	0	0	0	0
Litigation Tax - Jail, Workhouse, or Courthouse	100,453	0	0	0	0	0
Business Tax	0	0	0	0	0	3,432,825
Mineral Severance Tax	0	0	0	0	0	308,452
Other County Local Option Taxes	0	0	0	0	0	0
<u>Statutory Local Taxes</u>						
Bank Excise Tax	1,490,050	0	0	0	0	0
Wholesale Beer Tax	406,155	0	0	0	0	0
Beer Privilege Tax	2,407	0	0	0	0	0
Interstate Telecommunications Tax	3,175	0	0	0	0	0
Total Local Taxes	\$ 35,028,182	\$ 3,459,420	\$ 0	\$ 0	\$ 0	7,924,444
<u>Licenses and Permits</u>						
<u>Licenses</u>						
Animal Vaccination	\$ 78,017	\$ 0	\$ 0	\$ 0	\$ 0	0
Cable TV Franchise	666,156	0	0	0	0	0
<u>Permits</u>						
Beer Permits	760	0	0	0	0	0
Building Permits	760,610	0	0	0	0	0
Other Permits	53,250	0	0	0	0	0
Total Licenses and Permits	\$ 1,558,793	\$ 0	\$ 0	\$ 0	\$ 0	0

(Continued)

Exhibit K-7

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

	Special Revenue Funds					
	General	Solid Waste / Sanitation	Drug Control	District Attorney General	Constitutional Officers - Fees	Highway / Public Works
<u>Fines, Forfeitures, and Penalties</u>						
<u>Circuit Court</u>						
Fines	\$ 24,737	\$ 0	\$ 0	\$ 0	\$ 0	0
Officers Costs	42,930	0	0	0	0	0
Drug Control Fines	0	0	10,864	0	0	0
Jail Fees	6,785	0	0	0	0	0
District Attorney General Fees	0	0	0	42,931	0	0
Judicial Commissioner Fees	2,566	0	0	0	0	0
DUI Treatment Fines	15,808	0	0	0	0	0
Data Entry Fee - Circuit Court	4,032	0	0	0	0	0
Courtroom Security Fee	851	0	0	0	0	0
<u>Criminal Court</u>						
Drug Control Fines	19,485	0	0	0	0	0
Drug Court Fees	5,397	0	0	0	0	0
District Attorney General Fees	168	0	0	59,277	0	0
Data Entry Fee - Criminal Court	16,041	0	0	0	0	0
Courtroom Security Fee	4,719	0	0	0	0	0
<u>General Sessions Court</u>						
Fines	79,046	0	0	0	0	0
Officers Costs	149,603	0	0	0	0	0
Game and Fish Fines	824	0	0	0	0	0
Drug Control Fines	950	0	55,370	0	0	0
Drug Court Fees	15,230	0	0	0	0	0
Jail Fees	27,491	0	0	0	0	0
District Attorney General Fees	2,431	0	0	86	0	0
Judicial Commissioner Fees	14,561	0	0	0	0	0
DUI Treatment Fines	27,223	0	0	0	0	0
Data Entry Fee - General Sessions Court	6,925	0	0	0	0	0
<u>Juvenile Court</u>						
Fines	49,212	0	0	0	0	0
Data Entry Fee - Juvenile Court	1,513	0	0	0	0	0
<u>Chancery Court</u>						
Officers Costs	6,622	0	0	0	0	0
Data Entry Fee - Chancery Court	4,956	0	0	0	0	0

(Continued)

Exhibit K-7

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

	Special Revenue Funds					
	General	Solid Waste / Sanitation	Drug Control	District Attorney General	Constitutional Officers - Fees	Highway / Public Works
<u>Fines, Forfeitures, and Penalties (Cont.)</u>						
<u>Other Courts - In-county</u>						
Drug Court Fees	\$ 332	\$ 0	\$ 0	\$ 0	\$ 0	0
District Attorney General Fees	0	0	0	31,551	0	0
DUI Treatment Fines	1,124	0	0	0	0	0
<u>Courts in Other District Counties</u>						
District Attorney General Fees	0	0	0	12,881	0	0
<u>Other Fines, Forfeitures, and Penalties</u>						
Proceeds from Confiscated Property	0	0	152,616	0	0	0
Total Fines, Forfeitures, and Penalties	\$ 531,562	\$ 0	\$ 218,850	\$ 146,726	\$ 0	0
<u>Charges for Current Services</u>						
<u>General Service Charges</u>						
Tipping Fees	\$ 0	\$ 43,609	\$ 0	\$ 0	\$ 0	0
Other General Service Charges	36,660	0	0	0	0	0
Service Charges	99,900	0	0	0	0	0
<u>Fees</u>						
Engineer Review Fees	6,000	0	0	0	0	0
Recreation Fees	3,251,456	0	0	0	0	0
Copy Fees	65,596	0	0	0	0	0
Library Fees	60,912	0	0	0	0	0
Telephone Commissions	122,984	0	0	0	0	0
Constitutional Officers' Fees and Commissions	0	0	0	0	435	0
Data Processing Fee - Register	125,020	0	0	0	0	0
Probation Fees	480,476	0	0	0	0	0
Data Processing Fee - Sheriff	24,908	0	0	0	0	0
Sexual Offender Registration Fees - Sheriff	2,000	0	0	0	0	0
<u>Education Charges</u>						
Transportation from Individuals	16,562	0	0	0	0	0
<u>Other Charges for Services</u>						
Other Charges for Services	244,354	0	0	0	0	0
Total Charges for Current Services	\$ 4,536,828	\$ 43,609	\$ 0	\$ 0	\$ 435	0

(Continued)

Exhibit K-7

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

	Special Revenue Funds					
	General	Solid Waste / Sanitation	Drug Control	District Attorney General	Constitutional Officers - Fees	Highway / Public Works
<u>Other Local Revenues</u>						
<u>Recurring Items</u>						
Investment Income	\$ 1,859,830	\$ 75,027	\$ 12,822	\$ 0	\$ 0	631,706
Lease/Rentals	305,923	0	0	0	0	0
Sale of Materials and Supplies	3,415	0	0	0	0	2,547
Sale of Gasoline	0	0	0	0	0	24,890
Sale of Maps	127,987	0	0	0	0	0
Miscellaneous Refunds	694	0	0	0	0	49,580
<u>Nonrecurring Items</u>						
Accrued Interest on Debt Issues	0	0	0	0	0	0
Sale of Equipment	43,333	0	0	0	0	44,628
Sale of Property	568	0	0	0	0	0
Damages Recovered from Individuals	0	0	0	0	0	1,993
<u>Other Local Revenues</u>						
Other Local Revenues	61,091	0	0	191	0	6,210
Total Other Local Revenues	\$ 2,402,841	\$ 75,027	\$ 12,822	\$ 191	\$ 0	\$ 761,554
<u>Fees Received from County Officials</u>						
<u>Fees-In-Lieu of Salary</u>						
County Clerk	\$ 1,932,891	\$ 0	\$ 0	\$ 0	\$ 0	0
Circuit Court Clerk	1,450,874	0	0	0	0	0
Clerk and Master	542,539	0	0	0	0	0
Juvenile Court Clerk	74,354	0	0	0	0	0
Register	2,424,036	0	0	0	0	0
Sheriff	236,734	0	0	0	0	0
Trustee	4,439,497	0	0	0	0	0
Total Fees Received from County Officials	\$ 11,100,925	\$ 0	\$ 0	\$ 0	\$ 0	0
<u>State of Tennessee</u>						
<u>General Government Grants</u>						
Juvenile Services Program	\$ 6,750	\$ 0	\$ 0	\$ 0	\$ 0	0
State Reappraisal Grant	39,735	0	0	0	0	0
Solid Waste Grants	0	24,569	0	0	0	0

(Continued)

Exhibit K-7

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

	Special Revenue Funds					
	General	Solid Waste / Sanitation	Drug Control	District Attorney General	Constitutional Officers - Fees	Highway / Public Works
<u>State of Tennessee (Cont.)</u>						
<u>Public Safety Grants</u>						
Law Enforcement Training Programs	\$ 45,127	\$ 0	\$ 0	\$ 0	\$ 0	0
<u>Public Works Grants</u>						
State Aid Program	0	0	0	0	0	672,706
Litter Program	59,558	0	0	0	0	0
<u>Other State Revenues</u>						
Income Tax	1,828,262	0	0	0	0	0
Beer Tax	18,753	0	0	0	0	0
Alcoholic Beverage Tax	67,754	0	0	0	0	67,754
Mixed Drink Tax	15,824	0	0	0	0	0
Contracted Prisoner Boarding	1,019,025	0	0	0	0	0
Gasoline and Motor Fuel Tax	0	0	0	0	0	2,676,961
Petroleum Special Tax	0	0	0	0	0	101,871
T.B.I. - Equipment Reimbursement	1,700	0	0	0	0	0
Registrar's Salary Supplement	12,285	0	0	0	0	0
Other State Grants	787,629	0	0	0	0	0
Other State Revenues	52,975	0	0	0	0	0
Total State of Tennessee	\$ 3,955,377	\$ 24,569	\$ 0	\$ 0	\$ 0	\$ 3,519,292
<u>Federal Government</u>						
<u>Federal Through State</u>						
Civil Defense Reimbursement	\$ 827,746	\$ 0	\$ 0	\$ 0	\$ 0	0
Other Federal through State	809,813	0	0	0	0	48,866
Total Federal Government	\$ 1,637,559	\$ 0	\$ 0	\$ 0	\$ 0	48,866
<u>Other Governments and Citizens Groups</u>						
<u>Other Governments</u>						
Prisoner Board	\$ 2,200	\$ 0	\$ 0	\$ 0	\$ 0	0
Paving and Maintenance	0	0	0	0	0	215,793
Contributions	0	0	0	0	0	0
Contracted Services	191,601	0	0	0	0	0
<u>Citizens Groups</u>						
Donations	153,729	0	1,150	0	0	0
Total Other Governments and Citizens Groups	\$ 347,530	\$ 0	\$ 1,150	\$ 0	\$ 0	215,793
Total	\$ 61,099,597	\$ 3,602,625	\$ 232,822	\$ 146,917	\$ 435	\$ 12,469,949

(Continued)

Exhibit K-7

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

	Debt Service Funds		Capital Projects Fund	Total
	General Debt Service	Rural Debt Service	General Capital Projects	
<u>Local Taxes</u>				
<u>County Property Taxes</u>				
Current Property Tax	\$ 18,308,644	\$ 8,016,858	\$ 0	\$ 59,260,366
Trustee's Collections - Prior Year	200,647	81,549	0	661,187
Circuit/Clerk & Master Collections - Prior Years	102,536	40,367	0	327,410
Interest and Penalty	50,747	20,275	0	161,126
Payments in-Lieu-of Taxes - T.V.A.	704	399	0	2,511
Payments in-Lieu-of Taxes - Other	30,317	17,178	0	105,128
<u>County Local Option Taxes</u>				
Local Option Sales Tax	0	0	0	1,065,480
Hotel/Motel Tax	0	0	0	2,381,989
Wheel Tax	0	0	0	3,459,897
Litigation Tax - General	0	0	0	9,069
Litigation Tax - Special Purpose	0	0	0	104,587
Litigation Tax - Jail, Workhouse, or Courthouse	0	0	0	100,453
Business Tax	0	0	0	3,432,825
Mineral Severance Tax	0	0	0	308,452
Other County Local Option Taxes	0	0	8,936,267	8,936,267
<u>Statutory Local Taxes</u>				
Bank Excise Tax	0	0	0	1,490,050
Wholesale Beer Tax	0	0	0	406,155
Beer Privilege Tax	0	0	0	2,407
Interstate Telecommunications Tax	0	0	0	3,175
Total Local Taxes	\$ 18,693,595	\$ 8,176,626	\$ 8,936,267	\$ 82,218,534
<u>Licenses and Permits</u>				
<u>Licenses</u>				
Animal Vaccination	\$ 0	\$ 0	\$ 0	\$ 78,017
Cable TV Franchise	0	0	0	666,156
<u>Permits</u>				
Beer Permits	0	0	0	760
Building Permits	0	0	0	760,610
Other Permits	0	0	0	53,250
Total Licenses and Permits	\$ 0	\$ 0	\$ 0	\$ 1,558,793

(Continued)

Exhibit K-7

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

	Debt Service Funds		Capital Projects Fund	Total
	General Debt Service	Rural Debt Service	General Capital Projects	
<u>Fines, Forfeitures, and Penalties</u>				
<u>Circuit Court</u>				
Fines	\$ 0	\$ 0	\$ 0	24,737
Officers Costs	0	0	0	42,930
Drug Control Fines	0	0	0	10,864
Jail Fees	0	0	0	6,785
District Attorney General Fees	0	0	0	42,931
Judicial Commissioner Fees	0	0	0	2,566
DUI Treatment Fines	0	0	0	15,808
Data Entry Fee - Circuit Court	0	0	0	4,032
Courtroom Security Fee	0	0	0	851
<u>Criminal Court</u>				
Drug Control Fines	0	0	0	19,485
Drug Court Fees	0	0	0	5,397
District Attorney General Fees	0	0	0	59,445
Data Entry Fee - Criminal Court	0	0	0	16,041
Courtroom Security Fee	0	0	0	4,719
<u>General Sessions Court</u>				
Fines	0	0	0	79,046
Officers Costs	0	0	0	149,603
Game and Fish Fines	0	0	0	824
Drug Control Fines	0	0	0	56,320
Drug Court Fees	0	0	0	15,230
Jail Fees	0	0	0	27,491
District Attorney General Fees	0	0	0	2,517
Judicial Commissioner Fees	0	0	0	14,561
DUI Treatment Fines	0	0	0	27,223
Data Entry Fee - General Sessions Court	0	0	0	6,925
<u>Juvenile Court</u>				
Fines	0	0	0	49,212
Data Entry Fee - Juvenile Court	0	0	0	1,513
<u>Chancery Court</u>				
Officers Costs	0	0	0	6,622
Data Entry Fee - Chancery Court	0	0	0	4,956

(Continued)

Exhibit K-7

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

	Debt Service Funds		Capital Projects Fund	Total
	General Debt Service	Rural Debt Service	General Capital Projects	
<u>Fines, Forfeitures, and Penalties (Cont.)</u>				
<u>Other Courts - In-county</u>				
Drug Court Fees	\$ 0	\$ 0	\$ 0	332
District Attorney General Fees	0	0	0	31,551
DUI Treatment Fines	0	0	0	1,124
<u>Courts in Other District Counties</u>				
District Attorney General Fees	0	0	0	12,881
<u>Other Fines, Forfeitures, and Penalties</u>				
Proceeds from Confiscated Property	0	0	0	152,616
Total Fines, Forfeitures, and Penalties	\$ 0	\$ 0	\$ 0	897,138
<u>Charges for Current Services</u>				
<u>General Service Charges</u>				
Tipping Fees	\$ 0	\$ 0	\$ 0	43,609
Other General Service Charges	0	0	0	36,660
Service Charges	0	0	0	99,900
<u>Fees</u>				
Engineer Review Fees	0	0	0	6,000
Recreation Fees	0	0	0	3,251,456
Copy Fees	0	0	0	65,596
Library Fees	0	0	0	60,912
Telephone Commissions	0	0	0	122,984
Constitutional Officers' Fees and Commissions	0	0	0	435
Data Processing Fee - Register	0	0	0	125,020
Probation Fees	0	0	0	480,476
Data Processing Fee - Sheriff	0	0	0	24,908
Sexual Offender Registration Fees - Sheriff	0	0	0	2,000
<u>Education Charges</u>				
Transportation from Individuals	0	0	0	16,562
<u>Other Charges for Services</u>				
Other Charges for Services	0	0	0	244,354
Total Charges for Current Services	\$ 0	\$ 0	\$ 0	4,580,872

(Continued)

Exhibit K-7

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

	Debt Service Funds		Capital Projects Fund	Total
	General Debt Service	Rural Debt Service	General Capital Projects	
<u>Other Local Revenues</u>				
<u>Recurring Items</u>				
Investment Income	\$ 3,026,518	\$ 440,943	\$ 183,358	\$ 6,230,204
Lease/Rentals	281,116	0	0	587,039
Sale of Materials and Supplies	0	0	0	5,962
Sale of Gasoline	0	0	0	24,890
Sale of Maps	0	0	0	127,987
Miscellaneous Refunds	3,815	2,754	0	56,843
<u>Nonrecurring Items</u>				
Accrued Interest on Debt Issues	80,270	66,700	0	146,970
Sale of Equipment	0	0	0	87,961
Sale of Property	0	0	0	568
Damages Recovered from Individuals	0	0	0	1,993
<u>Other Local Revenues</u>				
Other Local Revenues	0	0	76,756	144,248
Total Other Local Revenues	\$ 3,391,719	\$ 510,397	\$ 260,114	\$ 7,414,665
<u>Fees Received from County Officials</u>				
<u>Fees-In-Lieu of Salary</u>				
County Clerk	\$ 0	\$ 0	\$ 0	\$ 1,932,891
Circuit Court Clerk	0	0	0	1,450,874
Clerk and Master	0	0	0	542,539
Juvenile Court Clerk	0	0	0	74,354
Register	0	0	0	2,424,036
Sheriff	0	0	0	236,734
Trustee	0	0	0	4,439,497
Total Fees Received from County Officials	\$ 0	\$ 0	\$ 0	\$ 11,100,925
<u>State of Tennessee</u>				
<u>General Government Grants</u>				
Juvenile Services Program	\$ 0	\$ 0	\$ 0	\$ 6,750
State Reappraisal Grant	0	0	0	39,735
Solid Waste Grants	0	0	0	24,569

(Continued)

Exhibit K-7

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

	Debt Service Funds		Capital Projects Fund	Total
	General Debt Service	Rural Debt Service	General Capital Projects	
<u>State of Tennessee (Cont.)</u>				
<u>Public Safety Grants</u>				
Law Enforcement Training Programs	\$ 0	\$ 0	\$ 0	\$ 45,127
<u>Public Works Grants</u>				
State Aid Program	0	0	0	672,706
Litter Program	0	0	0	59,558
<u>Other State Revenues</u>				
Income Tax	0	0	0	1,828,262
Beer Tax	0	0	0	18,753
Alcoholic Beverage Tax	0	0	0	135,508
Mixed Drink Tax	0	0	0	15,824
Contracted Prisoner Boarding	0	0	0	1,019,025
Gasoline and Motor Fuel Tax	0	0	0	2,676,961
Petroleum Special Tax	0	0	0	101,871
T.B.I. - Equipment Reimbursement	0	0	0	1,700
Registrar's Salary Supplement	0	0	0	12,285
Other State Grants	0	0	0	787,629
Other State Revenues	0	0	0	52,975
Total State of Tennessee	\$ 0	\$ 0	\$ 0	\$ 7,499,238
<u>Federal Government</u>				
<u>Federal Through State</u>				
Civil Defense Reimbursement	\$ 0	\$ 0	\$ 0	\$ 827,746
Other Federal through State	0	0	1,265,700	2,124,379
Total Federal Government	\$ 0	\$ 0	\$ 1,265,700	\$ 2,952,125
<u>Other Governments and Citizens Groups</u>				
<u>Other Governments</u>				
Prisoner Board	\$ 0	\$ 0	\$ 0	\$ 2,200
Paving and Maintenance	0	0	0	215,793
Contributions	762,831	805,727	725,589	2,294,147
Contracted Services	0	0	0	191,601
<u>Citizens Groups</u>				
Donations	0	0	10,000	164,879
Total Other Governments and Citizens Groups	\$ 762,831	\$ 805,727	\$ 735,589	\$ 2,868,620
Total	\$ 22,848,145	\$ 9,492,750	\$ 11,197,670	\$ 121,090,910

Exhibit K-8

Williamson County, Tennessee
Schedule of Detailed Revenues -
All Governmental Fund Types
Discretely Presented Williamson County School Department
For the Year Ended June 30, 2007

	General Purpose School	School Federal Projects	Central Cafeteria	Extended School Program	Education Capital Projects	Total
<u>Local Taxes</u>						
<u>County Property Taxes</u>						
Current Property Tax	\$ 66,833,213	\$ 0	\$ 0	\$ 0	\$ 0	\$ 66,833,213
Trustee's Collections - Prior Year	737,354	0	0	0	0	737,354
Circuit/Clerk and Master Collections - Prior Years	342,075	0	0	0	0	342,075
Interest and Penalty	165,771	0	0	0	0	165,771
Payments in-Lieu-of Taxes - T.V.A.	2,434	0	0	0	0	2,434
Payments in-Lieu-of Taxes - Local Utilities	111,915	0	0	0	0	111,915
<u>County Local Option Taxes</u>						
Local Option Sales Tax	33,283,716	0	0	0	0	33,283,716
<u>Statutory Local Taxes</u>						
Interstate Telecommunications Tax	18,775	0	0	0	0	18,775
Total Local Taxes	\$ 101,495,253	\$ 0	\$ 0	\$ 0	\$ 0	\$ 101,495,253
<u>Licenses and Permits</u>						
<u>Licenses</u>						
Marriage Licenses	\$ 8,058	\$ 0	\$ 0	\$ 0	\$ 0	\$ 8,058
Total Licenses and Permits	\$ 8,058	\$ 0	\$ 0	\$ 0	\$ 0	\$ 8,058
<u>Charges for Current Services</u>						
<u>Education Charges</u>						
Tuition - Regular Day Students	\$ 121,494	\$ 0	\$ 0	\$ 0	\$ 0	\$ 121,494
Tuition - Summer School	88,451	0	0	0	0	88,451
Lunch Payments - Children	0	0	4,344,821	0	0	4,344,821
Lunch Payments - Adults	0	0	320,279	0	0	320,279
Income from Breakfast	0	0	41,441	0	0	41,441
A la carte Sales	0	0	1,793,040	0	0	1,793,040
Contract for Instructional Services with Other LEAs	93,100	0	0	0	0	93,100
Receipts from Individual Schools	116,030	0	0	0	0	116,030
Community Service Fees - Children	40,203	0	0	709,586	0	749,789
<u>Other Charges for Services</u>						
Other Charges for Services	380,918	0	0	0	0	380,918
Total Charges for Current Services	\$ 840,196	\$ 0	\$ 6,499,581	\$ 709,586	\$ 0	\$ 8,049,363

(Continued)

Exhibit K-8

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

	General Purpose School	School Federal Projects	Central Cafeteria	Extended School Program	Education Capital Projects	Total
<u>Other Local Revenues</u>						
<u>Recurring Items</u>						
Investment Income	\$ 2,013,239	\$ 0	\$ 29,444	\$ 2,115	\$ 0	\$ 2,044,798
Lease/Rentals	427,096	0	0	0	0	427,096
Refund of Telecommunication and Internet Fees (E-Rate)	176,645	0	0	0	0	176,645
Miscellaneous Refunds	41,983	0	1,400	2,429	0	45,812
<u>Nonrecurring Items</u>						
Sale of Equipment	37,353	0	0	0	0	37,353
Damages Recovered from Individuals	36,601	0	0	0	0	36,601
Contributions and Gifts	24,650	0	0	0	0	24,650
<u>Other Local Revenues</u>						
Other Local Revenues	98,535	0	0	0	0	98,535
Total Other Local Revenues	\$ 2,856,102	\$ 0	\$ 30,844	\$ 4,544	\$ 0	\$ 2,891,490
<u>State of Tennessee</u>						
<u>State Education Funds</u>						
Basic Education Program	\$ 74,673,101	\$ 0	\$ 0	\$ 0	\$ 0	\$ 74,673,101
Early Childhood Education	331,379	0	0	0	0	331,379
School Food Service	0	0	85,043	0	0	85,043
Driver Education	12,942	0	0	0	0	12,942
Other State Education Funds	749,227	0	0	0	0	749,227
Career Ladder Program	1,208,859	0	0	0	0	1,208,859
Career Ladder - Extended Contract	336,586	0	0	0	0	336,586
<u>Other State Revenues</u>						
Mixed Drink Tax	498,777	0	0	0	0	498,777
State Revenue Sharing - T.V.A.	1,028,293	0	0	0	0	1,028,293
Other State Revenues	450,027	0	0	0	0	450,027
Total State of Tennessee	\$ 79,289,191	\$ 0	\$ 85,043	\$ 0	\$ 0	\$ 79,374,234

(Continued)

Exhibit K-8

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

	General Purpose School	School Federal Projects	Central Cafeteria	Extended School Program	Education Capital Projects	Total
<u>Federal Government</u>						
<u>Federal Through State</u>						
USDA School Lunch Program	\$ 0	\$ 0	\$ 1,080,330	\$ 0	\$ 0	\$ 1,080,330
Breakfast	0	0	74,900	0	0	74,900
Adult Education State Grant Program	168,178	0	0	0	0	168,178
Vocational Education - Basic Grants to States	0	274,604	0	0	0	274,604
Other Vocational	245,609	0	0	0	0	245,609
Title I Grants to Local Education Agencies	0	581,450	0	0	0	581,450
Innovative Education Program Strategies	0	44,214	0	0	0	44,214
Special Education - Grants to States	276,604	4,143,796	0	0	0	4,420,400
Special Education Preschool Grants	0	62,867	0	0	0	62,867
Eisenhower Professional Development State Grants	0	284,701	0	0	0	284,701
Other Federal through State	125,458	91,229	0	0	0	216,687
<u>Direct Federal Revenue</u>						
ROTC Reimbursement	317,834	0	0	0	0	317,834
Total Federal Government	\$ 1,133,683	\$ 5,482,861	\$ 1,155,230	\$ 0	\$ 0	\$ 7,771,774
<u>Other Governments and Citizens Groups</u>						
<u>Other Governments</u>						
Contributions	\$ 0	\$ 0	\$ 0	\$ 0	\$ 53,236,582	\$ 53,236,582
Total Other Governments and Citizens Groups	\$ 0	\$ 0	\$ 0	\$ 0	\$ 53,236,582	\$ 53,236,582
Total	\$ 185,622,483	\$ 5,482,861	\$ 7,770,698	\$ 714,130	\$ 53,236,582	\$ 252,826,754

Exhibit K-9

Williamson County, Tennessee
Schedule of Detailed Expenditures -
All Governmental Fund Types
For the Year Ended June 30, 2007

General Fund

General Government

County Commission

County Official/Administrative Officer	\$	135,734	
Other Per Diem & Fees		4,650	
Audit Services		94,602	
Dues and Memberships		65	
Legal Notices, Recording, and Court Costs		251	
Maintenance & Repair Services - Office Equipment		6,538	
Postal Charges		1,500	
Printing, Stationery, and Forms		600	
Travel		2,237	
Refunds		4,301	
Tax Relief Program		300,422	
Other Charges		219	
Data Processing Equipment		7,755	
Furniture and Fixtures		22,568	
Total County Commission			\$ 581,442

Board of Equalization

Board and Committee Members Fees	\$	5,080	
Total Board of Equalization			5,080

Beer Board

Board and Committee Members Fees	\$	750	
Total Beer Board			750

Other Boards and Committees

Other Per Diem & Fees	\$	1,233	
Total Other Boards and Committees			1,233

County Mayor/Executive

County Official/Administrative Officer	\$	122,866	
Supervisor/Director		66,602	
Secretary(ies)		94,640	
Longevity Pay		1,150	
Overtime Pay		54	
Other Per Diem & Fees		2,495	
Advertising		54	
Communication		3,681	
Consultants		21,600	
Dues and Memberships		2,717	
Operating Lease Payments		2,073	

(Continued)

Exhibit K-9

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

General Fund (Cont.)

General Government (Cont.)

County Mayor/Executive (Cont.)

Maintenance & Repair Services - Office Equipment	\$	344	
Postal Charges		3,500	
Printing, Stationery, and Forms		873	
Travel		1,454	
Office Supplies		1,831	
Other Supplies and Materials		590	
Premiums on Corporate Surety Bonds		90	
Other Charges		1,025	
Office Equipment		338	
Total County Mayor/Executive			\$ 327,977

Personnel Office

Assistant(s)	\$	74,826	
Supervisor/Director		83,990	
Longevity Pay		800	
In-Service Training		1,885	
Other Per Diem & Fees		81	
Communication		875	
Data Processing Services		2,435	
Dues and Memberships		145	
Postal Charges		250	
Printing, Stationery, and Forms		1,898	
Travel		886	
Office Supplies		676	
Periodicals		743	
Data Processing Equipment		155	
Total Personnel Office			169,645

County Attorney

Legal Services	\$	472,584	
Total County Attorney			472,584

Election Commission

County Official/Administrative Officer	\$	83,200	
Assistant(s)		116,534	
Temporary Personnel		35,492	
Part-time Personnel		18,466	
Longevity Pay		1,750	
Overtime Pay		15,002	
Election Commission		4,440	

(Continued)

Exhibit K-9

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

General Fund (Cont.)

General Government (Cont.)

Election Commission (Cont.)

Election Workers	\$	63,241	
Advertising		7,647	
Communication		7,707	
Dues and Memberships		1,913	
Freight Expenses		8,551	
Operating Lease Payments		2,551	
Maintenance & Repair Services - Equipment		6,330	
Maintenance & Repair Services - Office Equipment		20,508	
Postal Charges		15,932	
Printing, Stationery, and Forms		21,048	
Travel		6,543	
Office Supplies		5,333	
Periodicals		190	
Other Charges		838	
Office Equipment		4,389	
Voting Machines		489,225	
Total Election Commission			\$ 936,830

Register of Deeds

County Official/Administrative Officer	\$	92,456	
Deputy(ies)		377,359	
Part-time Personnel		13,875	
Longevity Pay		5,700	
Overtime Pay		48,105	
In-Service Training		1,157	
Other Per Diem & Fees		949	
Communication		3,496	
Dues and Memberships		1,145	
Operating Lease Payments		12,348	
Maintenance & Repair Services - Office Equipment		34,615	
Postal Charges		10,132	
Printing, Stationery, and Forms		28,090	
Travel		233	
Premiums on Corporate Surety Bonds		75	
Data Processing Equipment		67,777	
Other Capital Outlay		11,323	
Total Register of Deeds			708,835

Development

Assistant(s)	\$	586,492	
--------------	----	---------	--

(Continued)

Exhibit K-9

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

General Fund (Cont.)

General Government (Cont.)

Development (Cont.)

Supervisor/Director	\$	83,699	
Deputy(ies)		265,117	
Secretary(ies)		147,960	
Longevity Pay		9,450	
Other Per Diem & Fees		4,186	
Communication		11,454	
Consultants		124,697	
Dues and Memberships		647	
Operating Lease Payments		2,632	
Maintenance & Repair Services - Office Equipment		1,500	
Postal Charges		6,418	
Travel		419	
Office Supplies		14,617	
Furniture and Fixtures		3,203	
Motor Vehicles		15,835	
Office Equipment		3,692	
Total Development			\$ 1,282,018

Planning

In-Service Training	\$	1,823	
Advertising		545	
Consultants		1,878	
Dues and Memberships		813	
Evaluation and Testing		5,624	
Maintenance & Repair Services - Vehicles		211	
Travel		126	
Gasoline		531	
Instructional Supplies and Materials		1,194	
Total Planning			12,745

Building

In-Service Training	\$	2,397	
Advertising		32	
Communication		2,559	
Dues and Memberships		480	
Maintenance & Repair Services - Vehicles		4,580	
Gasoline		8,623	
Uniforms		709	
Total Building			19,380

(Continued)

Exhibit K-9

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

General Fund (Cont.)

General Government (Cont.)

Engineering

In-Service Training	\$	4,354	
Other Per Diem & Fees		2,240	
Consultants		2,433	
Dues and Memberships		1,205	
Maintenance & Repair Services - Vehicles		2,418	
Permits		2,500	
Gasoline		5,197	
Instructional Supplies and Materials		3,974	
Periodicals		214	
Uniforms		427	
Total Engineering			\$ 24,962

Codes Compliance

In-Service Training	\$	872	
Advertising		364	
Communication		1,287	
Consultants		1,500	
Contracts with Private Agencies		5,279	
Dues and Memberships		184	
Maintenance & Repair Services - Vehicles		1,283	
Travel		262	
Gasoline		1,916	
Uniforms		499	
Total Codes Compliance			13,446

Geographical Information Systems

Supervisor/Director	\$	84,240	
Data Processing Personnel		420,468	
Secretary(ies)		26,832	
Part-time Personnel		21,036	
Longevity Pay		4,500	
In-Service Training		6,911	
Communication		93,918	
Consultants		8,400	
Dues and Memberships		1,205	
Licenses		98,346	
Maintenance & Repair Services - Office Equipment		126,539	
Maintenance & Repair Services - Vehicles		419	
Travel		831	
Other Contracted Services		11,281	

(Continued)

Exhibit K-9

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

General Fund (Cont.)

General Government (Cont.)

Geographical Information Systems (Cont.)

Gasoline	\$	2,284	
Instructional Supplies and Materials		596	
Office Supplies		6,108	
Furniture and Fixtures		642	
Other Capital Outlay		22,465	
Total Geographical Information Systems			\$ 937,021

County Buildings

Supervisor/Director	\$	92,290	
Deputy(ies)		55,182	
Foremen		50,212	
Mechanic(s)		519,403	
Clerical Personnel		33,259	
Custodial Personnel		245,847	
Part-time Personnel		175,169	
Longevity Pay		9,750	
Overtime Pay		61,442	
Other Per Diem & Fees		4,414	
Communication		47,127	
Contracts with Private Agencies		36,863	
Maintenance & Repair Services - Buildings		360,520	
Maintenance & Repair Services - Vehicles		13,468	
Travel		31	
Custodial Supplies		70,218	
Electricity		418,494	
Gasoline		28,009	
Natural Gas		71,467	
Office Supplies		1,852	
Uniforms		12,242	
Water and Sewer		33,402	
Motor Vehicles		17,190	
Office Equipment		2,682	
Total County Buildings			2,360,533

Other Facilities

Assistant(s)	\$	28,013	
Supervisor/Director		43,680	
Part-time Personnel		9,123	
Communication		764	
Maintenance & Repair Services - Office Equipment		962	

(Continued)

Exhibit K-9

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

General Fund (Cont.)

General Government (Cont.)

Other Facilities (Cont.)

Maintenance & Repair Services - Vehicles	\$	2,214	
Travel		394	
Gasoline		975	
Office Supplies		818	
Other Supplies and Materials		4,051	
Communication Equipment		15,202	
Data Processing Equipment		487	
Furniture and Fixtures		295	
Other Equipment		27,923	
Total Other Facilities			\$ 134,901

Preservation of Records

County Official/Administrative Officer	\$	47,174	
Assistant(s)		86,258	
Temporary Personnel		257	
Longevity Pay		2,000	
Communication		618	
Operating Lease Payments		3,414	
Licenses		1,555	
Maintenance & Repair Services - Office Equipment		4,219	
Postal Charges		216	
Other Contracted Services		1,200	
Office Supplies		4,091	
Other Supplies and Materials		6,701	
Office Equipment		28,002	
Other Capital Outlay		21	
Total Preservation of Records			185,726

Risk Management

County Official/Administrative Officer	\$	73,736	
Assistant(s)		84,065	
Communication		1,780	
Dues and Memberships		202	
Postal Charges		500	
Travel		597	
Instructional Supplies and Materials		115	
Office Supplies		1,019	
Furniture and Fixtures		148	
Total Risk Management			162,162

(Continued)

Exhibit K-9

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

General Fund (Cont.)

General Government (Cont.)

Other Risk Management

Paraprofessionals	\$	61,318	
Clerical Personnel		145,782	
Longevity Pay		1,350	
In-Service Training		607	
Communication		2,551	
Dues and Memberships		66	
Operating Lease Payments		2,219	
Postal Charges		7,579	
Printing, Stationery, and Forms		2,970	
Travel		546	
Office Supplies		1,340	
Periodicals		70	
Data Processing Equipment		4,295	
Furniture and Fixtures		1,079	
Total Other Risk Management			\$ 231,772

Finance

Accounting and Budgeting

County Official/Administrative Officer	\$	99,133	
Assistant(s)		65,021	
Accountants/Bookkeepers		262,973	
Purchasing Personnel		84,783	
Longevity Pay		2,650	
In-Service Training		2,903	
Other Per Diem & Fees		434	
Communication		3,263	
Operating Lease Payments		1,764	
Maintenance & Repair Services - Office Equipment		10,237	
Postal Charges		4,388	
Printing, Stationery, and Forms		2,942	
Travel		40	
Office Supplies		8,351	
Premiums on Corporate Surety Bonds		187	
Office Equipment		9,629	
Total Accounting and Budgeting			558,698

Property Assessor's Office

County Official/Administrative Officer	\$	92,456
Deputy(ies)		888,892
Salary Supplements		3,000

(Continued)

Exhibit K-9

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

General Fund (Cont.)

Finance (Cont.)

Property Assessor's Office (Cont.)

Temporary Personnel	\$	240	
Part-time Personnel		17,098	
Longevity Pay		10,100	
Overtime Pay		15,576	
In-Service Training		3,654	
Other Per Diem & Fees		2,022	
Advertising		60	
Communication		9,818	
Consultants		172,696	
Data Processing Services		37,267	
Dues and Memberships		2,189	
Operating Lease Payments		5,288	
Maintenance & Repair Services - Office Equipment		4,388	
Maintenance & Repair Services - Vehicles		3,630	
Postal Charges		14,670	
Printing, Stationery, and Forms		4,116	
Travel		2,473	
Gasoline		4,086	
Office Supplies		9,850	
Premiums on Corporate Surety Bonds		50	
Other Charges		13,583	
Data Processing Equipment		2,920	
Office Equipment		5,264	
Total Property Assessor's Office			\$ 1,325,386

County Trustee's Office

County Official/Administrative Officer	\$	92,456
Assistant(s)		228,946
Part-time Personnel		3,074
Longevity Pay		1,200
In-Service Training		3,501
Other Per Diem & Fees		241
Advertising		610
Communication		2,548
Data Processing Services		10,412
Dues and Memberships		905
Maintenance & Repair Services - Office Equipment		13,758
Postal Charges		29,491
Printing, Stationery, and Forms		15,182
Travel		1,885

(Continued)

Exhibit K-9

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

General Fund (Cont.)

Finance (Cont.)

County Trustee's Office (Cont.)

Premiums on Corporate Surety Bonds	\$	2,852	
Data Processing Equipment		22,742	
Total County Trustee's Office			\$ 429,803

County Clerk's Office

County Official/Administrative Officer	\$	92,456	
Assistant(s)		600,597	
Temporary Personnel		11,576	
Part-time Personnel		34,692	
Longevity Pay		6,150	
Other Per Diem & Fees		42	
Advertising		792	
Communication		4,591	
Dues and Memberships		960	
Operating Lease Payments		6,187	
Maintenance & Repair Services - Office Equipment		14,559	
Postal Charges		38,942	
Printing, Stationery, and Forms		9,542	
Travel		344	
Other Supplies and Materials		3,735	
Premiums on Corporate Surety Bonds		140	
Office Equipment		11,465	
Other Capital Outlay		10,300	
Total County Clerk's Office			847,070

Administration of Justice

Circuit Court

County Official/Administrative Officer	\$	92,456	
Deputy(ies)		945,670	
Part-time Personnel		52,605	
Longevity Pay		17,050	
Jury and Witness Fees		30,840	
Other Per Diem & Fees		450	
Communication		5,587	
Contracts with Private Agencies		37,970	
Dues and Memberships		1,142	
Operating Lease Payments		30,790	
Legal Notices, Recording, and Court Costs		6,648	
Maintenance & Repair Services - Office Equipment		1,571	
Postal Charges		10,930	

(Continued)

Exhibit K-9

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

General Fund (Cont.)

Administration of Justice (Cont.)

Circuit Court (Cont.)

Printing, Stationery, and Forms	\$	11,921	
Food Supplies		1,451	
Office Supplies		16,867	
Premiums on Corporate Surety Bonds		140	
Office Equipment		6,282	
Total Circuit Court			\$ 1,270,370

General Sessions Court

Judge(s)	\$	259,626	
Assistant(s)		142,355	
Probation Officer(s)		104,129	
Secretary(ies)		39,395	
Clerical Personnel		24,398	
Temporary Personnel		750	
Longevity Pay		2,000	
Other Per Diem & Fees		87	
Communication		3,365	
Dues and Memberships		830	
Evaluation and Testing		6,734	
Operating Lease Payments		1,906	
Postal Charges		1,218	
Printing, Stationery, and Forms		685	
Travel		676	
Office Supplies		4,639	
Periodicals		1,551	
Office Equipment		4,523	
Total General Sessions Court			598,867

Drug Court

Drug Treatment	\$	186,814	
Total Drug Court			186,814

Chancery Court

County Official/Administrative Officer	\$	92,456	
Assistant(s)		230,984	
Part-time Personnel		3,025	
Longevity Pay		2,100	
In-Service Training		450	
Other Per Diem & Fees		224	
Communication		2,952	

(Continued)

Exhibit K-9

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

General Fund (Cont.)

Administration of Justice (Cont.)

Chancery Court (Cont.)

Dues and Memberships	\$	765	
Maintenance & Repair Services - Office Equipment		9,252	
Postal Charges		10,522	
Printing, Stationery, and Forms		6,818	
Office Supplies		3,502	
Other Supplies and Materials		1,965	
Premiums on Corporate Surety Bonds		210	
Office Equipment		916	
Total Chancery Court			\$ 366,141

Juvenile Court

County Official/Administrative Officer	\$	92,456	
Assistant(s)		214,261	
Longevity Pay		3,650	
Overtime Pay		5,123	
In-Service Training		525	
Other Per Diem & Fees		463	
Communication		3,948	
Dues and Memberships		642	
Operating Lease Payments		5,199	
Maintenance & Repair Services - Office Equipment		6,952	
Postal Charges		2,100	
Printing, Stationery, and Forms		5,856	
Travel		2,775	
Other Contracted Services		2,500	
Office Supplies		1,699	
Premiums on Corporate Surety Bonds		140	
In Service/Staff Development		60	
Data Processing Equipment		9,901	
Furniture and Fixtures		14,632	
Total Juvenile Court			372,882

Other Administration of Justice

County Official/Administrative Officer	\$	49,578	
Assistant(s)		68,207	
Part-time Personnel		10,105	
Total Other Administration of Justice			127,890

(Continued)

Exhibit K-9

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

General Fund (Cont.)

Public Safety

Sheriff's Department

County Official/Administrative Officer	\$	101,691	
Deputy(ies)		3,715,431	
Accountants/Bookkeepers		49,733	
Salary Supplements		52,800	
Clerical Personnel		353,273	
Longevity Pay		33,050	
Overtime Pay		236,723	
In-Service Training		75,267	
Other Per Diem & Fees		2,973	
Communication		40,759	
Contracts with Private Agencies		51,128	
Evaluation and Testing		1,737	
Operating Lease Payments		8,888	
Maintenance & Repair Services - Vehicles		69,133	
Postal Charges		6,078	
Transportation - Other than Students		8,846	
Travel		41	
Data Processing Supplies		7,187	
Gasoline		281,303	
Law Enforcement Supplies		9,393	
Office Supplies		16,733	
Tires and Tubes		24,519	
Uniforms		78,495	
Other Supplies and Materials		2,421	
Premiums on Corporate Surety Bonds		75	
Other Charges		18,887	
Administration Equipment		129,811	
Data Processing Equipment		33,966	
Law Enforcement Equipment		83,736	
Office Equipment		1,964	
Other Capital Outlay		14,404	
Total Sheriff's Department			\$ 5,510,445

Traffic Control

Guards	\$	52,220	
Advertising		777	
Uniforms		662	
Total Traffic Control			53,659

(Continued)

Exhibit K-9

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

General Fund (Cont.)

Public Safety (Cont.)

Jail

Materials Supervisor	\$	91,354	
Guards		2,528,984	
Longevity Pay		6,400	
Overtime Pay		65,939	
In-Service Training		13,264	
Communication		27,938	
Evaluation and Testing		5,804	
Laundry Service		49,154	
Operating Lease Payments		4,121	
Maintenance & Repair Services - Buildings		76,958	
Maintenance & Repair Services - Equipment		12,670	
Maintenance & Repair Services - Vehicles		7,314	
Medical and Dental Services		693,319	
Postal Charges		888	
Drugs and Medical Supplies		7,917	
Electricity		176,814	
Food Supplies		360,133	
Gasoline		9,882	
Natural Gas		87,017	
Office Supplies		18,400	
Prisoners Clothing		12,468	
Uniforms		25,545	
Water and Sewer		98,936	
Other Supplies and Materials		23,718	
Data Processing Equipment		7,973	
Total Jail			\$ 4,412,910

Workhouse

Deputy(ies)	\$	148,899	
Longevity Pay		1,750	
Maintenance & Repair Services - Vehicles		5,284	
Gasoline		12,858	
Instructional Supplies and Materials		14,367	
Office Supplies		1,899	
Other Road Supplies		6,627	
Small Tools		2,431	
Uniforms		2,834	
Other Supplies and Materials		5,092	
Total Workhouse			202,041

(Continued)

Exhibit K-9

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

General Fund (Cont.)

Public Safety (Cont.)

Juvenile Services

Judge(s)	\$	83,699	
Assistant(s)		1,035,220	
Teachers		118,518	
Part-time Personnel		58,477	
Longevity Pay		11,600	
Overtime Pay		5,901	
In-Service Training		7,457	
Other Per Diem & Fees		278	
Communication		7,842	
Contracts with Government Agencies		690	
Contracts with Private Agencies		3,000	
Dues and Memberships		1,042	
Operating Lease Payments		8,021	
Legal Services		36,020	
Maintenance & Repair Services - Office Equipment		7,504	
Medical and Dental Services		959	
Postal Charges		3,491	
Printing, Stationery, and Forms		4,277	
Transportation - Other than Students		2,371	
Travel		7,210	
Other Contracted Services		600	
Food Supplies		20,329	
Instructional Supplies and Materials		184	
Office Supplies		16,566	
Other Supplies and Materials		23,458	
Furniture and Fixtures		4,707	
Other Capital Outlay		4,175	
Total Juvenile Services			\$ 1,473,596

Fire Prevention and Control

Contracts with Government Agencies	\$	2,000	
Contributions		533,001	
Total Fire Prevention and Control			535,001

Civil Defense

Supervisor/Director	\$	63,918	
Dispatchers/Radio Operators		541,225	
Secretary(ies)		23,374	
Part-time Personnel		12,098	
Longevity Pay		4,200	

(Continued)

Exhibit K-9

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

General Fund (Cont.)

Public Safety (Cont.)

Civil Defense (Cont.)

Overtime Pay	\$	46,704	
In-Service Training		4,180	
Other Per Diem & Fees		516	
Advertising		58	
Communication		13,858	
Dues and Memberships		400	
Evaluation and Testing		897	
Operating Lease Payments		1,266	
Maintenance & Repair Services - Equipment		3,575	
Maintenance & Repair Services - Vehicles		200	
Travel		4,080	
Other Contracted Services		8,500	
Gasoline		1,804	
Office Supplies		4,058	
Uniforms		2,814	
Total Civil Defense			\$ 737,725

Rescue Squad

Assistant(s)	\$	72,334	
Supervisor/Director		69,846	
Secretary(ies)		28,142	
Longevity Pay		1,400	
Other Per Diem & Fees		176	
Communication		3,702	
Contracts with Government Agencies		29,207	
Dues and Memberships		350	
Operating Lease Payments		2,604	
Maintenance Agreements		4,705	
Maintenance & Repair Services - Office Equipment		2,078	
Maintenance & Repair Services - Vehicles		1,411	
Rentals		600	
Gasoline		4,395	
Office Supplies		693	
Uniforms		938	
Total Rescue Squad			222,581

County Coroner/Medical Examiner

Part-time Personnel	\$	23,504	
Communication		463	
Medical and Dental Services		27,500	

(Continued)

Exhibit K-9

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

General Fund (Cont.)

Public Safety (Cont.)

County Coroner/Medical Examiner (Cont.)

Travel	\$	557	
Other Contracted Services		39,000	
Drugs and Medical Supplies		33,800	
Office Supplies		126	
Other Equipment		1,121	
Total County Coroner/Medical Examiner			\$ 126,071

Public Health and Welfare

Local Health Center

Medical Personnel	\$	95,119	
Secretary(ies)		27,955	
Clerical Personnel		23,400	
Custodial Personnel		21,320	
Part-time Personnel		14,778	
Longevity Pay		2,550	
Board and Committee Members Fees		1,811	
In-Service Training		408	
Other Per Diem & Fees		1,288	
Communication		5,010	
Contracts with Government Agencies		555,118	
Contributions		1,200	
Laundry Service		388	
Maintenance & Repair Services - Buildings		4,195	
Postal Charges		1,150	
Travel		1,839	
Drugs and Medical Supplies		17,196	
Office Supplies		8,841	
Utilities		20,357	
Liability Insurance		1,452	
Other Capital Outlay		28,749	
Total Local Health Center			834,124

Rabies and Animal Control

Assistant(s)	\$	46,821	
Supervisor/Director		61,630	
Paraprofessionals		1,961	
Attendants		270,940	
Custodial Personnel		22,651	
Part-time Personnel		48,734	
Longevity Pay		2,700	

(Continued)

Exhibit K-9

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

General Fund (Cont.)

Public Health and Welfare (Cont.)

Rabies and Animal Control (Cont.)

Overtime Pay	\$	19,790	
In-Service Training		6,985	
Advertising		1,015	
Communication		5,072	
Contracts with Private Agencies		67,346	
Operating Lease Payments		1,779	
Maintenance & Repair Services - Buildings		1,984	
Maintenance & Repair Services - Office Equipment		441	
Maintenance & Repair Services - Vehicles		5,664	
Postal Charges		720	
Printing, Stationery, and Forms		1,389	
Veterinary Services		9,464	
Other Contracted Services		4,606	
Animal Food and Supplies		11,885	
Custodial Supplies		7,756	
Drugs and Medical Supplies		9,948	
Electricity		15,325	
Equipment Parts - Light		778	
Gasoline		15,579	
Instructional Supplies and Materials		976	
Natural Gas		10,714	
Office Supplies		2,332	
Uniforms		1,752	
Water and Sewer		4,348	
Other Supplies and Materials		8,812	
Refunds		135	
Site Development		9,588	
Other Capital Outlay		<u>40,931</u>	
Total Rabies and Animal Control			\$ 722,551

Ambulance/Emergency Medical Services

Contributions	\$	<u>1,769,700</u>	
Total Ambulance/Emergency Medical Services			1,769,700

Other Local Health Services

Contributions	\$	<u>10,640</u>	
Total Other Local Health Services			10,640

Regional Mental Health Center

Contributions	\$	<u>24,220</u>	
Total Regional Mental Health Center			24,220

(Continued)

Exhibit K-9

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

General Fund (Cont.)

Public Health and Welfare (Cont.)

Appropriation to State

Contributions	\$ 115,351	
Total Appropriation to State		\$ 115,351

General Welfare Assistance

Contributions	\$ 19,574	
Total General Welfare Assistance		19,574

Aid to Dependent Children

Contributions	\$ 12,159	
Total Aid to Dependent Children		12,159

Recycling Center

Supervisor/Director	\$ 44,014	
Secretary(ies)	32,490	
Longevity Pay	900	
Overtime Pay	762	
In-Service Training	1,000	
Other Per Diem & Fees	85	
Advertising	7,341	
Communication	2,445	
Dues and Memberships	135	
Maintenance & Repair Services - Buildings	2,081	
Maintenance & Repair Services - Equipment	10,012	
Maintenance & Repair Services - Vehicles	548	
Postal Charges	991	
Printing, Stationery, and Forms	7,908	
Travel	1,014	
Other Contracted Services	967	
Gasoline	715	
Office Supplies	1,870	
Periodicals	173	
Other Supplies and Materials	9,054	
Other Charges	60,865	
Office Equipment	1,189	
Total Recycling Center		186,559

Other Public Health and Welfare

Supervisor/Director	\$ 76,253
Paraprofessionals	484,004
Clerical Personnel	138,986

(Continued)

Exhibit K-9

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

General Fund (Cont.)

Public Health and Welfare (Cont.)

Other Public Health and Welfare (Cont.)

Temporary Personnel	\$	4,763	
Longevity Pay		7,150	
In-Service Training		3,199	
Communication		8,409	
Contracts with Private Agencies		4,350	
Dues and Memberships		518	
Operating Lease Payments		1,842	
Maintenance & Repair Services - Vehicles		2,624	
Postal Charges		474	
Travel		5,898	
Gasoline		11,023	
Office Supplies		3,867	
Periodicals		158	
Uniforms		2,678	
Other Supplies and Materials		2,666	
Data Processing Equipment		50	
Furniture and Fixtures		1,379	
Motor Vehicles		21,388	
Other Equipment		829	
Total Other Public Health and Welfare			\$ 782,508

Social, Cultural, and Recreational Services

Adult Activities

Contributions	\$	50,515	
Total Adult Activities			50,515

Senior Citizens Assistance

Contributions	\$	84,541	
Total Senior Citizens Assistance			84,541

Libraries

County Official/Administrative Officer	\$	62,837	
Librarians		917,307	
Temporary Personnel		11,251	
Part-time Personnel		172,029	
Longevity Pay		8,150	
In-Service Training		2,200	
Communication		4,051	
Contributions		109,015	
Dues and Memberships		722	

(Continued)

Exhibit K-9

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

General Fund (Cont.)

Social, Cultural, and Recreational Services (Cont.)

Libraries (Cont.)

Operating Lease Payments	\$	9,793	
Maintenance & Repair Services - Office Equipment		4,239	
Postal Charges		6,165	
Printing, Stationery, and Forms		987	
Travel		2,995	
Other Contracted Services		23,946	
Data Processing Supplies		114,693	
Library Books/Media		190,688	
Office Supplies		17,890	
Periodicals		7,994	
Utilities		131,179	
Other Supplies and Materials		5,052	
Data Processing Equipment		11,827	
Office Equipment		3,582	
Other Capital Outlay		8,200	
Total Libraries			\$ 1,826,792

Parks and Fair Boards

County Official/Administrative Officer	\$	92,435
Assistant(s)		889,012
Supervisor/Director		357,427
Mechanic(s)		31,346
Clerical Personnel		133,037
Custodial Personnel		118,066
Maintenance Personnel		336,498
Temporary Personnel		450,750
Part-time Personnel		1,136,171
Longevity Pay		16,250
Overtime Pay		33,949
Other Per Diem & Fees		27,429
Advertising		44,409
Communication		45,052
Contracts with Other Public Agencies		180,318
Contracts with Private Agencies		526,718
Dues and Memberships		5,513
Maintenance & Repair Services - Buildings		169,556
Maintenance & Repair Services - Equipment		37,685
Maintenance & Repair Services - Office Equipment		14,244
Maintenance & Repair Services - Vehicles		18,287
Pest Control		4,622

(Continued)

Exhibit K-9

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

General Fund (Cont.)

Social, Cultural, and Recreational Services (Cont.)

Parks and Fair Boards (Cont.)

Postal Charges	\$	11,633	
Printing, Stationery, and Forms		67,019	
Rentals		3,120	
Travel		1,312	
Disposal Fees		20,060	
Permits		2,540	
Other Contracted Services		9,576	
Custodial Supplies		83,068	
Drugs and Medical Supplies		1,560	
Electricity		589,653	
Fertilizer, Lime, and Seed		27,023	
Food Supplies		63,847	
Fuel Oil		1,066	
Gasoline		58,073	
Instructional Supplies and Materials		55,270	
Natural Gas		153,603	
Office Supplies		14,353	
Sand		1,627	
Uniforms		35,177	
Water and Sewer		108,736	
Clay		24,696	
Chemicals		37,264	
Other Supplies and Materials		124,211	
Refunds		29,098	
Surcharge		4,026	
In Service/Staff Development		6,560	
Other Charges		74,700	
Other Capital Outlay		7,378	
Total Parks and Fair Boards			\$ 6,285,023

Other Social, Cultural, and Recreational

Supervisor/Director	\$	60,050
Foremen		35,520
Clerical Personnel		57,011
Cafeteria Personnel		18,932
Maintenance Personnel		211,892
Temporary Personnel		37,093
Longevity Pay		2,000
Overtime Pay		23,042
Other Per Diem & Fees		302

(Continued)

Exhibit K-9

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

General Fund (Cont.)

Social, Cultural, and Recreational Services (Cont.)

Other Social, Cultural, and Recreational (Cont.)

Advertising	\$	5,409	
Communication		11,718	
Dues and Memberships		1,641	
Operating Lease Payments		2,462	
Maintenance & Repair Services - Buildings		8,263	
Maintenance & Repair Services - Equipment		10,081	
Maintenance & Repair Services - Vehicles		2,639	
Postal Charges		997	
Printing, Stationery, and Forms		1,105	
Rentals		10,275	
Travel		2,768	
Disposal Fees		98,739	
Other Contracted Services		11,996	
Custodial Supplies		12,259	
Electricity		92,376	
Fertilizer, Lime, and Seed		5,855	
Food Supplies		56,926	
Gasoline		6,753	
Natural Gas		38,177	
Office Supplies		2,503	
Small Tools		1,175	
Tires and Tubes		1,163	
Uniforms		6,789	
Water and Sewer		18,676	
Clay		350	
Other Supplies and Materials		41,931	
Other Capital Outlay		48,679	
Total Other Social, Cultural, and Recreational			\$ 947,547

Agriculture & Natural Resources

Agriculture Extension Service

Assistant(s)	\$	70,595
Salary Supplements		162,357
Secretary(ies)		27,257
Longevity Pay		850
Board and Committee Members Fees		600
Social Security		3,837
Extension Service Medicare		2,022
State Retirement		17,185
Communication		2,684

(Continued)

Exhibit K-9

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

General Fund (Cont.)

Agriculture & Natural Resources (Cont.)

Agriculture Extension Service (Cont.)

Dues and Memberships	\$	710	
Janitorial Services		10,010	
Operating Lease Payments		1,779	
Maintenance & Repair Services - Equipment		3,036	
Maintenance & Repair Services - Vehicles		28	
Postal Charges		410	
Travel		1,629	
Gasoline		1,139	
Office Equipment		1,582	
Other Capital Outlay		6,017	
Total Agriculture Extension Service			\$ 313,727

Soil Conservation

Secretary(ies)	\$	35,277	
Longevity Pay		1,100	
Other Charges		5,848	
Total Soil Conservation			42,225

Other Operations

Tourism

Part-time Personnel	\$	41,787	
Advertising		32,502	
Communication		23,690	
Contracts with Other Public Agencies		4,342	
Contributions		112,996	
Dues and Memberships		5,827	
Postal Charges		1,867	
Printing, Stationery, and Forms		28,860	
Travel		23,963	
Other Contracted Services		71,220	
Office Supplies		1,295	
Utilities		1,198	
Total Tourism			349,547

Other Economic and Community Development

Supervisor/Director	\$	81,682	
Secretary(ies)		36,206	
Part-time Personnel		40,650	
Longevity Pay		750	
In-Service Training		525	

(Continued)

Exhibit K-9

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

General Fund (Cont.)

Other Operations (Cont.)

Other Economic and Community Development (Cont.)

Advertising	\$	42,706	
Communication		2,498	
Dues and Memberships		5,778	
Operating Lease Payments		31,323	
Maintenance & Repair Services - Office Equipment		1,365	
Postal Charges		2,208	
Printing, Stationery, and Forms		1,113	
Travel		6,606	
Other Contracted Services		59,844	
Office Supplies		1,966	
Periodicals		1,169	
Data Processing Equipment		513	
Total Other Economic and Community Development			\$ 316,902

Public Transportation

Other Contracted Services	\$	175,709	
Total Public Transportation			175,709

Veterans' Services

Supervisor/Director	\$	12,054	
Communication		267	
Dues and Memberships		25	
Office Supplies		162	
Other Supplies and Materials		4,675	
Total Veterans' Services			17,183

Other Charges

Dues and Memberships	\$	38,416	
Building and Contents Insurance		123,539	
Excess Risk Insurance		288,765	
Trustee's Commission		829,829	
Vehicle and Equipment Insurance		58,036	
Workers' Compensation Insurance		313,501	
Total Other Charges			1,652,086

Employee Benefits

Social Security	\$	1,646,716	
State Retirement		1,921,193	
Life Insurance		34,079	
Medical Insurance		5,256,250	

(Continued)

Exhibit K-9

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

General Fund (Cont.)

Other Operations (Cont.)

Employee Benefits (Cont.)

Disability Insurance	\$	26,101	
Unemployment Compensation		20,532	
Local Retirement		65,000	
Employer Medicare		386,037	
Total Employee Benefits			\$ 9,355,908

Miscellaneous

Contracts with Government Agencies	\$	64,469	
Contracts with Private Agencies		77,446	
Contributions		123,369	
Duplicating Supplies		24,995	
Total Miscellaneous			<u>290,279</u>

Total General Fund \$ 54,112,362

Solid Waste/Sanitation Fund

Public Health and Welfare

Convenience Centers

Deputy(ies)	\$	32,843
Laborers		269,085
Guards		389,407
Longevity Pay		2,300
Overtime Pay		30,544
Other Per Diem & Fees		934
Communication		4,598
Dues and Memberships		352
Evaluation and Testing		720
Maintenance & Repair Services - Buildings		2,892
Maintenance & Repair Services - Equipment		5,294
Maintenance & Repair Services - Vehicles		90,261
Travel		69
Other Contracted Services		1,111,819
Diesel Fuel		158,246
Electricity		9,250
Gasoline		5,608
Lubricants		2,135
Office Supplies		998
Tires and Tubes		21,798
Water and Sewer		1,115
Other Supplies and Materials		9,158

(Continued)

Exhibit K-9

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

Solid Waste/Sanitation Fund (Cont.)

Public Health and Welfare (Cont.)

Convenience Centers (Cont.)

Office Equipment	\$ 5,310	
Total Convenience Centers		\$ 2,154,736

Other Operations

Other Charges

Building and Contents Insurance	\$ 11,498	
Excess Risk Insurance	27,555	
Trustee's Commission	58,346	
Vehicle and Equipment Insurance	23,370	
Workers' Compensation Insurance	58,146	
Total Other Charges		178,915

Employee Benefits

Social Security	\$ 44,340	
State Retirement	26,313	
Life Insurance	302	
Medical Insurance	72,500	
Disability Insurance	1,640	
Employer Medicare	10,368	
Total Employee Benefits		155,463

Total Solid Waste/Sanitation Fund \$ 2,489,114

Drug Control Fund

Public Safety

Drug Enforcement

In-Service Training	\$ 2,673	
Maintenance & Repair Services - Vehicles	341	
Tow-in Services	215	
Office Supplies	298	
Trustee's Commission	791	
Other Capital Outlay	100,554	
Total Drug Enforcement		\$ 104,872

Total Drug Control Fund 104,872

District Attorney General Fund

Administration of Justice

District Attorney General

Salary Supplements	\$ 27,275	
--------------------	-----------	--

(Continued)

Exhibit K-9

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

District Attorney General Fund (Cont.)

Administration of Justice (Cont.)

District Attorney General (Cont.)

Other Salaries & Wages	\$	26,129	
Jury and Witness Fees		6,827	
Communication		13,949	
Dues and Memberships		815	
Postal Charges		728	
Rentals		2,206	
Travel		19,110	
Other Contracted Services		18,823	
Electricity		500	
Law Enforcement Supplies		234	
Office Supplies		4,359	
Other Supplies and Materials		2,389	
Trustee's Commission		1,951	
In Service/Staff Development		6,031	
Other Charges		13,038	
Building Improvements		23,642	
Data Processing Equipment		3,492	
Furniture and Fixtures		32,616	
Office Equipment		5,102	
Total District Attorney General			\$ 209,216

Total District Attorney General Fund \$ 209,216

Constitutional Officers - Fees Fund

Administration of Justice

Chancery Court

Constitutional Officers' Operating Expenses	\$	435	
Total Chancery Court			\$ 435

Total Constitutional Officers - Fees Fund 435

Highway/Public Works Fund

Highways

Administration

County Official/Administrative Officer	\$	101,691	
Accountants/Bookkeepers		52,541	
Dispatchers/Radio Operators		45,885	
Secretary(ies)		38,022	
Longevity Pay		37,100	
Board and Committee Members Fees		3,600	

(Continued)

Exhibit K-9

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

Highway/Public Works Fund (Cont.)

Highways (Cont.)

Administration (Cont.)

Other Per Diem & Fees	\$	2,211	
Advertising		387	
Communication		9,828	
Engineering Services		324,208	
Evaluation and Testing		2,360	
Operating Lease Payments		1,630	
Legal Services		54,150	
Legal Notices, Recording, and Court Costs		40	
Postal Charges		1,230	
Electricity		13,768	
Natural Gas		7,671	
Office Supplies		3,012	
Water and Sewer		6,736	
Other Charges		2,109	
Office Equipment		579	
Total Administration			\$ 708,758

Highway and Bridge Maintenance

Foremen	\$	149,032	
Equipment Operators		1,820,509	
Part-time Personnel		73,134	
Overtime Pay		88,939	
Contracts with Private Agencies		85,092	
Rentals		54,956	
Other Contracted Services		91,589	
Asphalt - Hot Mix		3,456,288	
Asphalt - Liquid		48,979	
Crushed Stone		10,974	
Other Road Supplies		98,558	
Pipe		57,655	
Road Signs		30,829	
Salt		635	
Uniforms		28,057	
Wood Products		1,378	
Other Charges		69	
Total Highway and Bridge Maintenance			6,096,673

Operation and Maintenance of Equipment

Foremen	\$	49,920
Mechanic(s)		119,266

(Continued)

Exhibit K-9

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

Highway/Public Works Fund (Cont.)

Highways (Cont.)

Operation and Maintenance of Equipment (Cont.)

Nightwatchmen	\$	94,850	
Part-time Personnel		9,343	
Diesel Fuel		370,100	
Equipment Parts - Heavy		528,112	
Equipment and Machinery Parts		2,002	
Garage Supplies		19,453	
Gasoline		114,917	
Lubricants		19,303	
Tires and Tubes		82,392	
Total Operation and Maintenance of Equipment			\$ 1,409,658

Quarry Operations

Equipment Operators	\$	268,118	
Overtime Pay		34,271	
Explosive and Drilling Services		118,297	
Maintenance & Repair Services - Vehicles		192,067	
Electricity		38,713	
Other Supplies and Materials		3,038	
Total Quarry Operations			654,504

Other Charges

Building and Contents Insurance	\$	23,997	
Excess Risk Insurance		239,482	
Trustee's Commission		121,401	
Vehicle and Equipment Insurance		1,000	
Workers' Compensation Insurance		96,408	
Total Other Charges			482,288

Employee Benefits

Social Security	\$	178,571	
State Retirement		226,664	
Life Insurance		3,890	
Medical Insurance		565,500	
Disability Insurance		840	
Unemployment Compensation		447	
Employer Medicare		41,816	
Total Employee Benefits			1,017,728

Capital Outlay

Bridge Construction	\$	115,877	
---------------------	----	---------	--

(Continued)

Exhibit K-9

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

Highway/Public Works Fund (Cont.)

Highways (Cont.)

Capital Outlay (Cont.)

Building Construction	\$	7,088	
Highway Construction		102,082	
Highway Equipment		464,260	
Site Development		3,193	
Total Capital Outlay			\$ 692,500

Total Highway/Public Works Fund \$ 11,062,109

General Debt Service Fund

Principal on Debt

General Government

Principal on Bonds	\$	6,156,904	
Principal on Other Loans		532,981	
Total General Government			\$ 6,689,885

Highways and Streets

Principal on Bonds	\$	136,070	
Total Highways and Streets			136,070

Education

Principal on Bonds	\$	5,797,026	
Principal on Notes		230,000	
Principal on Other Loans		130,019	
Total Education			6,157,045

Interest on Debt

General Government

Interest on Bonds	\$	5,233,954	
Interest on Other Loans		346,936	
Total General Government			5,580,890

Highways and Streets

Interest on Bonds	\$	72,022	
Total Highways and Streets			72,022

Education

Interest on Bonds	\$	5,399,659	
Interest on Notes		152,530	
Interest on Other Loans		80,759	
Total Education			5,632,948

(Continued)

Exhibit K-9

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

General Debt Service Fund (Cont.)

Other Debt Service

General Government

Fiscal Agent Charges	\$	7,635	
Trustee's Commission		418,045	
Other Charges		38,024	
Underwriter's Discount		97,020	
Other Debt Issuance Charges		43,494	
Total General Government			\$ 604,218

Education

Underwriter's Discount	\$	870	
Other Debt Issuance Charges		1,229	
Total Education			2,099

Total General Debt Service Fund \$ 24,875,177

Rural Debt Service Fund

Principal on Debt

Education

Principal on Bonds	\$	6,790,000	
Principal on Notes		395,000	
Total Education			\$ 7,185,000

Interest on Debt

Education

Interest on Bonds	\$	5,680,870	
Interest on Notes		76,587	
Total Education			5,757,457

Other Debt Service

Education

Fiscal Agent Charges	\$	4,806	
Trustee's Commission		177,651	
Total Education			182,457

Total Rural Debt Service Fund 13,124,914

General Capital Projects Fund

Capital Projects

General Administration Projects

Underwriter's Discount	\$	38,288	
Other Debt Issuance Charges		59,777	

(Continued)

Exhibit K-9

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

General Capital Projects Fund (Cont.)

Capital Projects (Cont.)

General Administration Projects (Cont.)

Building Improvements	\$ 1,332,404	
Total General Administration Projects		\$ 1,430,469

Administration of Justice Projects

Building Construction	\$ 9,209	
Building Improvements	51,870	
Total Administration of Justice Projects		61,079

Public Safety Projects

Trustee's Commission	\$ 406	
Building Improvements	10,853	
Motor Vehicles	330,291	
Other Equipment	1,879,729	
Other Capital Outlay	37,761	
Total Public Safety Projects		2,259,040

Public Health and Welfare Projects

Landfill Closure/Postclosure Care Costs	\$ 42,103	
Motor Vehicles	194,654	
Other Equipment	93,887	
Other Construction	289,450	
Total Public Health and Welfare Projects		620,094

Social, Cultural, and Recreation Projects

Other Contracted Services	\$ 533,354	
Trustee's Commission	7,435	
Building Construction	4,836,014	
Building Improvements	79,066	
Heating and Air Conditioning Equipment	1,143,556	
Land	1,250	
Site Development	221,230	
Other Equipment	553,451	
Other Construction	2,542,536	
Other Capital Outlay	104,413	
Total Social, Cultural, and Recreation Projects		10,022,305

Public Utility Projects

Other Construction	\$ 4,705	
Total Public Utility Projects		4,705

(Continued)

Exhibit K-9

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

General Capital Projects Fund (Cont.)

Capital Projects (Cont.)

Highway & Street Capital Projects

Trustee's Commission	\$	4,662	
Building Construction		10	
Highway Construction		200,784	
Highway Equipment		390,432	
Land		<u>1,500,000</u>	
Total Highway & Street Capital Projects	\$		2,095,888

Education Capital Projects

Trustee's Commission	\$	78,826	
Underwriter's Discount		81,084	
Other Debt Issuance Charges		<u>169,284</u>	
Total Education Capital Projects			329,194

Capital Projects - Donated

Capital Projects Donated to School Department

Contributions	\$	<u>53,236,583</u>	
Total Capital Projects Donated to School Department			<u>53,236,583</u>

Total General Capital Projects Fund \$ 70,059,357

Total Governmental Funds - Primary Government \$ 176,037,556

Exhibit K-10

Williamson County, Tennessee
Schedule of Detailed Expenditures -
All Governmental Fund Types
Discretely Presented Williamson County School Department
For the Year Ended June 30, 2007

General Purpose School Fund

Instruction

Regular Instruction Program

Teachers	\$ 64,070,139	
Career Ladder Program	643,161	
Career Ladder Extended Contracts	210,318	
Educational Assistants	1,332,633	
Longevity Pay	25,225	
Certified Substitute Teachers	485,075	
Non-certified Substitute Teachers	1,070,012	
Social Security	4,076,209	
State Retirement	4,005,367	
Life Insurance	75,673	
Medical Insurance	12,386,318	
Dental Insurance	767,250	
Unemployment Compensation	26,720	
Employer Medicare	958,516	
Maintenance & Repair Services - Equipment	68,454	
Other Contracted Services	395,400	
Instructional Supplies and Materials	1,702,514	
Textbooks	2,037,603	
Fee Waivers	94,367	
Other Charges	133,308	
Regular Instruction Equipment	190,982	
Total Regular Instruction Program		\$ 94,755,244

Alternative Instruction Program

Teachers	\$ 212,529	
Career Ladder Program	1,000	
Educational Assistants	47,441	
Social Security	15,788	
State Retirement	16,496	
Life Insurance	400	
Medical Insurance	60,750	
Dental Insurance	4,500	
Employer Medicare	3,692	
Other Supplies and Materials	5,510	
Other Equipment	2,000	
Total Alternative Instruction Program		370,106

Special Education Program

Teachers	\$ 8,899,096	
----------	--------------	--

(Continued)

Exhibit K-10

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

General Purpose School Fund (Cont.)

Instruction (Cont.)

Special Education Program (Cont.)

Career Ladder Program	\$	88,140	
Career Ladder Extended Contracts		35,078	
Homebound Teachers		98,205	
Educational Assistants		2,272,346	
Speech Pathologist		1,224,954	
Longevity Pay		21,920	
Other Salaries & Wages		42,056	
Social Security		764,433	
State Retirement		812,623	
Life Insurance		20,063	
Medical Insurance		2,810,745	
Dental Insurance		198,542	
Employer Medicare		179,793	
Contracts with Private Agencies		324,459	
Maintenance & Repair Services - Equipment		9,878	
Other Contracted Services		204,683	
Instructional Supplies and Materials		132,174	
Textbooks		7,770	
Special Education Equipment		58,845	
Total Special Education Program			\$ 18,205,803

Vocational Education Program

Teachers	\$	2,459,887	
Career Ladder Program		18,379	
Career Ladder Extended Contracts		1,225	
Clerical Personnel		20,007	
Educational Assistants		72,903	
Longevity Pay		1,600	
Other Salaries & Wages		71,487	
Social Security		160,453	
State Retirement		164,817	
Life Insurance		2,894	
Medical Insurance		499,000	
Dental Insurance		34,000	
Employer Medicare		37,734	
Maintenance & Repair Services - Equipment		9,834	
Instructional Supplies and Materials		102,680	
Other Charges		13,265	
Vocational Instruction Equipment		248,506	
Total Vocational Education Program			3,918,671

(Continued)

Exhibit K-10

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

General Purpose School Fund (Cont.)

Instruction (Cont.)

Student Body Education Program

In-Service Training	\$	18,295	
Travel		753	
Other Contracted Services		18,386	
Instructional Supplies and Materials		468,206	
Library Books/Media		245,128	
Other Supplies and Materials		94,811	
In Service/Staff Development		153,891	
Other Charges		34,516	
Regular Instruction Equipment		657,484	
Total Student Body Education Program			\$ 1,691,470

Adult Education Program

Teachers	\$	225,823	
Other Salaries & Wages		22,733	
Social Security		15,120	
State Retirement		7,491	
Life Insurance		170	
Medical Insurance		33,750	
Dental Insurance		2,500	
Employer Medicare		3,536	
Instructional Supplies and Materials		13,864	
Other Supplies and Materials		3,873	
Other Charges		13,926	
Other Equipment		18,269	
Total Adult Education Program			361,055

Support Services

Attendance

Longevity Pay	\$	550	
Overtime Pay		4,156	
Other Salaries & Wages		75,878	
Social Security		4,937	
State Retirement		6,292	
Life Insurance		102	
Medical Insurance		13,500	
Dental Insurance		1,000	
Employer Medicare		1,154	
Total Attendance			107,569

(Continued)

Exhibit K-10

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

General Purpose School Fund (Cont.)

Support Services (Cont.)

Health Services

Medical Personnel	\$	1,397,084	
Longevity Pay		4,950	
Social Security		83,460	
State Retirement		87,511	
Life Insurance		2,070	
Medical Insurance		447,250	
Dental Insurance		23,500	
Employer Medicare		19,519	
Travel		9,026	
Drugs and Medical Supplies		17,567	
Other Supplies and Materials		2,917	
In Service/Staff Development		4,776	
Health Equipment		5,013	
Total Health Services			\$ 2,104,643

Other Student Support

Career Ladder Program	\$	36,462	
Guidance Personnel		3,138,578	
Career Ladder Extended Contracts		6,230	
Secretary(ies)		116,359	
Longevity Pay		1,550	
Other Salaries & Wages		87,442	
Social Security		202,538	
State Retirement		206,085	
Life Insurance		3,540	
Medical Insurance		652,750	
Dental Insurance		36,500	
Employer Medicare		48,388	
Contracts with Government Agencies		269,298	
Travel		429	
Other Contracted Services		302,896	
Other Supplies and Materials		172,085	
In Service/Staff Development		282	
Other Equipment		1,932	
Total Other Student Support			5,283,344

Regular Instruction Program

Supervisor/Director	\$	442,734
Career Ladder Program		39,747

(Continued)

Exhibit K-10

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

General Purpose School Fund (Cont.)

Support Services (Cont.)

Regular Instruction Program (Cont.)

Career Ladder Extended Contracts	\$	17,601	
Librarians		1,866,396	
Secretary(ies)		201,415	
Clerical Personnel		512,764	
Longevity Pay		10,775	
Other Salaries & Wages		159,680	
In-Service Training		111,765	
Social Security		201,955	
State Retirement		217,978	
Life Insurance		4,302	
Medical Insurance		654,750	
Dental Insurance		43,500	
Employer Medicare		47,297	
Travel		21,258	
Other Contracted Services		67,263	
Library Books/Media		432,176	
Other Supplies and Materials		67,341	
In Service/Staff Development		197,404	
Regular Instruction Equipment		922	
Other Equipment		279	
Total Regular Instruction Program			\$ 5,319,302

Special Education Program

Supervisor/Director	\$	88,424
Career Ladder Program		7,325
Psychological Personnel		790,368
Secretary(ies)		73,841
Longevity Pay		1,750
Other Salaries & Wages		209,131
In-Service Training		37,270
Social Security		73,280
State Retirement		73,565
Life Insurance		1,135
Medical Insurance		202,000
Dental Insurance		12,000
Employer Medicare		17,139
Travel		39,385
Other Contracted Services		151,656
Other Supplies and Materials		51,989

(Continued)

Exhibit K-10

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

General Purpose School Fund (Cont.)

Support Services (Cont.)

Special Education Program (Cont.)

In Service/Staff Development	\$	30,680	
Other Equipment		4,495	
Total Special Education Program			\$ 1,865,433

Vocational Education Program

Career Ladder Program	\$	1,000	
Secretary(ies)		36,161	
Other Salaries & Wages		75,400	
In-Service Training		9,062	
Social Security		7,374	
State Retirement		8,032	
Life Insurance		102	
Medical Insurance		13,500	
Dental Insurance		1,000	
Employer Medicare		1,727	
Travel		7,581	
Other Contracted Services		31,605	
Other Supplies and Materials		2,844	
In Service/Staff Development		9,868	
Total Vocational Education Program			205,256

Adult Programs

Career Ladder Program	\$	1,650	
Secretary(ies)		23,576	
Longevity Pay		450	
Other Salaries & Wages		71,955	
Social Security		3,302	
State Retirement		3,486	
Life Insurance		68	
Medical Insurance		13,500	
Dental Insurance		1,000	
Employer Medicare		772	
Travel		796	
Total Adult Programs			120,555

Board of Education

Other Salaries & Wages	\$	91,929	
Board and Committee Members Fees		68,019	
Social Security		8,859	

(Continued)

Exhibit K-10

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

General Purpose School Fund (Cont.)

Support Services (Cont.)

Board of Education (Cont.)

State Retirement	\$	7,070	
Life Insurance		51	
Medical Insurance		6,750	
Dental Insurance		500	
Employer Medicare		2,072	
Audit Services		33,360	
Dues and Memberships		25,220	
Legal Services		25,617	
Travel		515	
Other Contracted Services		2,702	
Other Supplies and Materials		4,673	
Liability Insurance		603,286	
Trustee's Commission		1,827,545	
Workers' Compensation Insurance		428,331	
In Service/Staff Development		4,924	
Criminal Investigation of Applicants - TBI		19,160	
Total Board of Education			\$ 3,160,583

Director of Schools

County Official/Administrative Officer	\$	147,945	
Assistant(s)		102,929	
Secretary(ies)		140,391	
Longevity Pay		2,900	
Social Security		20,355	
State Retirement		26,776	
Life Insurance		255	
Medical Insurance		33,750	
Dental Insurance		3,000	
Employer Medicare		5,623	
Communication		557,591	
Travel		358	
Other Contracted Services		71,014	
Office Supplies		40,304	
In Service/Staff Development		50,485	
Total Director of Schools			1,203,676

Office of the Principal

Principals	\$	3,155,461
Career Ladder Program		77,351

(Continued)

Exhibit K-10

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

General Purpose School Fund (Cont.)

Support Services (Cont.)

Office of the Principal (Cont.)

Accountants/Bookkeepers	\$	906,882	
Career Ladder Extended Contracts		43,120	
Assistant Principals		3,151,241	
Secretary(ies)		1,105,716	
Longevity Pay		30,365	
Social Security		508,588	
State Retirement		545,236	
Life Insurance		8,050	
Medical Insurance		1,287,625	
Dental Insurance		85,750	
Employer Medicare		119,782	
Communication		49,672	
Other Contracted Services		478,718	
Total Office of the Principal			\$ 11,553,557

Fiscal Services

Supervisor/Director	\$	92,893	
Accountants/Bookkeepers		364,619	
Purchasing Personnel		93,891	
Longevity Pay		5,500	
Overtime Pay		2,253	
Other Salaries & Wages		74,319	
Social Security		36,881	
State Retirement		48,586	
Life Insurance		663	
Medical Insurance		94,500	
Dental Insurance		7,000	
Employer Medicare		8,852	
Travel		1,461	
Other Contracted Services		109,531	
In Service/Staff Development		7,863	
Administration Equipment		65,241	
Total Fiscal Services			1,014,053

Human Services/Personnel

Supervisor/Director	\$	88,421	
Secretary(ies)		200,043	
Overtime Pay		6,802	
Other Salaries & Wages		76,218	

(Continued)

Exhibit K-10

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

General Purpose School Fund (Cont.)

Support Services (Cont.)

Human Services/Personnel (Cont.)

Social Security	\$	22,807	
State Retirement		27,880	
Life Insurance		408	
Medical Insurance		54,000	
Dental Insurance		4,000	
Employer Medicare		5,334	
Travel		1,091	
Other Contracted Services		6,500	
Other Supplies and Materials		14,864	
In Service/Staff Development		5,695	
Total Human Services/Personnel			\$ 514,063

Operation of Plant

Supervisor/Director	\$	90,043	
Secretary(ies)		27,746	
Custodial Personnel		140,033	
Longevity Pay		4,650	
Other Salaries & Wages		7,898	
Social Security		16,292	
State Retirement		20,889	
Life Insurance		357	
Medical Insurance		47,250	
Dental Insurance		3,500	
Employer Medicare		3,808	
Janitorial Services		4,223,624	
Travel		3,109	
Disposal Fees		87,193	
Other Contracted Services		242,612	
Custodial Supplies		1,990	
Electricity		4,315,675	
Natural Gas		586,945	
Water and Sewer		766,868	
Other Supplies and Materials		16,376	
Building and Contents Insurance		142,818	
Total Operation of Plant			10,749,676

Maintenance of Plant

Supervisor/Director	\$	63,143
Secretary(ies)		64,440

(Continued)

Exhibit K-10

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

General Purpose School Fund (Cont.)

Support Services (Cont.)

Maintenance of Plant (Cont.)

Maintenance Personnel	\$	1,765,206	
Longevity Pay		13,350	
Overtime Pay		31,568	
Other Salaries & Wages		47,139	
Social Security		118,132	
State Retirement		154,066	
Life Insurance		3,022	
Medical Insurance		483,500	
Dental Insurance		31,000	
Employer Medicare		27,795	
Maintenance & Repair Services - Buildings		328,456	
Maintenance & Repair Services - Equipment		141,834	
Maintenance & Repair Services - Vehicles		22,560	
Other Contracted Services		328,777	
General Construction Materials		519,693	
Other Supplies and Materials		13,561	
In Service/Staff Development		10,954	
Other Charges		47,962	
Plant Operation Equipment		22,611	
Total Maintenance of Plant			\$ 4,238,769

Transportation

Supervisor/Director	\$	70,284
Mechanic(s)		379,746
Bus Drivers		3,598,821
Clerical Personnel		27,199
Longevity Pay		79,350
Overtime Pay		9,615
Other Salaries & Wages		567,355
Social Security		283,325
State Retirement		372,674
Life Insurance		11,450
Medical Insurance		1,579,500
Dental Insurance		117,000
Employer Medicare		67,019
Maintenance & Repair Services - Buildings		2,750
Maintenance & Repair Services - Vehicles		25,913
Other Contracted Services		25,902
Gasoline		1,025,629

(Continued)

Exhibit K-10

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

General Purpose School Fund (Cont.)

Support Services (Cont.)

Transportation (Cont.)

Lubricants	\$	28,709	
Tires and Tubes		218,680	
Vehicle Parts		260,106	
Other Supplies and Materials		22,088	
Vehicle and Equipment Insurance		81,331	
In Service/Staff Development		11,521	
Other Charges		18,857	
Transportation Equipment		6,332	
Total Transportation			\$ 8,891,156

Central and Other

Supervisor/Director	\$	161,535	
Data Processing Personnel		1,218,539	
Longevity Pay		10,450	
Social Security		83,907	
State Retirement		107,854	
Life Insurance		1,373	
Medical Insurance		216,000	
Dental Insurance		14,000	
Employer Medicare		19,624	
Travel		18,901	
Other Contracted Services		362,400	
Other Supplies and Materials		67,152	
In Service/Staff Development		14,215	
Data Processing Equipment		86,059	
Total Central and Other			2,382,009

Operation of Non-Instructional Services

Community Services

Supervisor/Director	\$	70,422	
Clerical Personnel		36,879	
Longevity Pay		1,050	
Other Salaries & Wages		173,366	
Social Security		18,262	
State Retirement		22,702	
Life Insurance		280	
Medical Insurance		40,500	
Dental Insurance		3,000	
Employer Medicare		4,269	

(Continued)

Exhibit K-10

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

General Purpose School Fund (Cont.)

Operation of Non-Instructional Services (Cont.)

Community Services (Cont.)

Travel	\$	3,267	
Other Contracted Services		121,053	
Other Supplies and Materials		19,032	
In Service/Staff Development		2,712	
Other Equipment		4,744	
Total Community Services			\$ 521,538

Early Childhood Education

Teachers	\$	388,959	
Career Ladder Program		4,000	
Educational Assistants		108,818	
Longevity Pay		250	
Social Security		29,981	
State Retirement		32,632	
Life Insurance		637	
Medical Insurance		87,750	
Dental Insurance		6,500	
Employer Medicare		7,012	
Travel		487	
Instructional Supplies and Materials		23,936	
Other Supplies and Materials		15,324	
In Service/Staff Development		5,378	
Regular Instruction Equipment		14,217	
Total Early Childhood Education			725,881

Capital Outlay

Regular Capital Outlay

Building Improvements	\$	56,000	
Total Regular Capital Outlay			56,000

Total General Purpose School Fund \$ 179,319,412

School Federal Projects Fund

Instruction

Regular Instruction Program

Teachers	\$	381,142	
Educational Assistants		11,926	
Certified Substitute Teachers		5,970	
Non-certified Substitute Teachers		4,562	

(Continued)

Exhibit K-10

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

School Federal Projects Fund (Cont.)

Instruction (Cont.)

Regular Instruction Program (Cont.)

Social Security	\$	24,866	
State Retirement		23,364	
Life Insurance		344	
Medical Insurance		45,562	
Dental Insurance		3,375	
Employer Medicare		5,814	
Other Contracted Services		3,995	
Instructional Supplies and Materials		20,718	
Total Regular Instruction Program			\$ 531,638

Special Education Program

Teachers	\$	65,207	
Educational Assistants		1,640,935	
Other Salaries & Wages		209,287	
Certified Substitute Teachers		3,760	
Non-certified Substitute Teachers		7,000	
Social Security		111,947	
State Retirement		133,390	
Life Insurance		6,166	
Medical Insurance		795,319	
Dental Insurance		58,917	
Employer Medicare		26,439	
Contracts with Private Agencies		5,000	
Maintenance & Repair Services - Equipment		597	
Other Contracted Services		75,288	
Instructional Supplies and Materials		5,878	
Other Supplies and Materials		13,628	
Total Special Education Program			3,158,758

Vocational Education Program

Teachers	\$	38,099
Social Security		2,362
State Retirement		2,336
Life Insurance		51
Medical Insurance		6,750
Dental Insurance		500
Employer Medicare		552
Other Contracted Services		4,620
Instructional Supplies and Materials		40,889

(Continued)

Exhibit K-10

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

School Federal Projects Fund (Cont.)

Instruction (Cont.)

Vocational Education Program (Cont.)

Other Charges	\$	2,950	
Vocational Instruction Equipment		73,016	
Total Vocational Education Program			\$ 172,125

Support Services

Health Services

Medical Personnel	\$	400,641	
Social Security		23,771	
State Retirement		27,391	
Life Insurance		506	
Medical Insurance		66,932	
Dental Insurance		4,959	
Employer Medicare		5,559	
Travel		2,938	
In Service/Staff Development		369	
Total Health Services			533,066

Other Student Support

Other Salaries & Wages	\$	738	
Social Security		46	
State Retirement		58	
Employer Medicare		11	
Travel		331	
Other Contracted Services		22,899	
Other Supplies and Materials		1,203	
In Service/Staff Development		5,312	
Other Charges		535	
Total Other Student Support			31,133

Regular Instruction Program

Secretary(ies)	\$	14,218	
Other Salaries & Wages		91,204	
In-Service Training		15,364	
Social Security		7,382	
State Retirement		8,109	
Life Insurance		41	
Medical Insurance		5,400	
Dental Insurance		400	
Employer Medicare		1,726	

(Continued)

Exhibit K-10

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

School Federal Projects Fund (Cont.)

Support Services (Cont.)

Regular Instruction Program (Cont.)

Travel	\$	4,291	
Other Contracted Services		14,311	
In Service/Staff Development		318,326	
Other Charges		7,161	
Total Regular Instruction Program			\$ 487,933

Special Education Program

Psychological Personnel	\$	121,909	
Secretary(ies)		34,775	
Other Salaries & Wages		145,319	
In-Service Training		188	
Social Security		18,117	
State Retirement		19,117	
Life Insurance		332	
Medical Insurance		43,875	
Dental Insurance		3,250	
Employer Medicare		4,237	
Travel		10,079	
Other Contracted Services		62,533	
Other Supplies and Materials		5,014	
In Service/Staff Development		9,051	
Other Charges		55	
Total Special Education Program			477,851

Vocational Education Program

Travel	\$	33,059	
Other Contracted Services		4,233	
In Service/Staff Development		12,791	
Other Charges		1,466	
Total Vocational Education Program			51,549

Total School Federal Projects Fund \$ 5,444,053

Central Cafeteria Fund

Operation of Non-Instructional Services

Food Service

Supervisor/Director	\$	70,284
Clerical Personnel		56,669
Cafeteria Personnel		2,374,367

(Continued)

Exhibit K-10

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

Central Cafeteria Fund (Cont.)

Operation of Non-Instructional Services (Cont.)

Food Service (Cont.)

Longevity Pay	\$	41,216	
Overtime Pay		5,843	
Other Salaries & Wages		156,974	
Social Security		160,143	
State Retirement		175,780	
Life Insurance		6,864	
Medical Insurance		961,912	
Dental Insurance		63,873	
Unemployment Compensation		155	
Employer Medicare		37,481	
Communication		23,458	
Maintenance & Repair Services - Equipment		10,360	
Transportation - Other than Students		83,870	
Travel		11,804	
Other Contracted Services		90,493	
Equipment and Machinery Parts		36,831	
Food Supplies		2,722,706	
Other Supplies and Materials		299,152	
In Service/Staff Development		9,081	
Other Charges		2,016	
Food Service Equipment		17,362	
Total Food Service			\$ 7,418,694

Total Central Cafeteria Fund

\$ 7,418,694

Extended School Program Fund

Operation of Non-Instructional Services

Community Services

Supervisor/Director	\$	34,050
Accountants/Bookkeepers		27,623
Attendants		354,790
Longevity Pay		500
Other Salaries & Wages		72,259
Social Security		28,685
State Retirement		13,556
Life Insurance		306
Medical Insurance		46,492
Dental Insurance		3,124
Employer Medicare		6,709

(Continued)

Exhibit K-10

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

Extended School Program Fund (Cont.)

Operation of Non-Instructional Services (Cont.)

Community Services (Cont.)

Communication	\$	682	
Travel		3,000	
Other Contracted Services		27,952	
Food Supplies		21,769	
Other Supplies and Materials		25,794	
Refunds		375	
In Service/Staff Development		2,800	
Other Equipment		1,780	
Total Community Services			\$ 672,246

Total Extended School Program Fund

\$ 672,246

Education Capital Projects Fund

Capital Projects

Education Capital Projects

Architects	\$	1,088,728	
Contributions		1,435,144	
Engineering Services		6,070	
Legal Services		44,644	
Other Contracted Services		195,009	
Building Construction		32,385,565	
Building Improvements		6,329,043	
Data Processing Equipment		3,506,350	
Furniture and Fixtures		144,998	
Land		920,519	
Maintenance Equipment		176,250	
Regular Instruction Equipment		9,022	
Site Development		157,931	
Transportation Equipment		550,633	
Other Equipment		113,327	
Other Capital Outlay		53,069	
Total Education Capital Projects			\$ 47,116,302

Total Education Capital Projects Fund

47,116,302

Total Governmental Funds - Williamson County School Department

\$ 239,970,707

Exhibit K-11

Williamson County, Tennessee
Schedule of Detailed Revenues and Expenses
Solid Waste Disposal Fund
For the Year Ended June 30, 2007

	<u>Primary</u> <u>Government</u> <u>Enterprise</u> <u>Fund</u> <u>Solid</u> <u>Waste</u> <u>Disposal Fund</u>
<u>Revenues</u>	
<u>Operating Revenues</u>	
<u>Charges for Current Services</u>	
<u>General Service Charges</u>	
Tipping Fees	\$ 1,817,887
Total Charges for Current Services	<u>\$ 1,817,887</u>
<u>Other Local Revenues</u>	
<u>Recurring Items</u>	
Sale of Materials and Supplies	\$ 64,168
Other Local Revenues	16,489
Total Other Local Revenues	<u>\$ 80,657</u>
Total Operating Revenues	<u>\$ 1,898,544</u>
<u>Nonoperating Revenues</u>	
Solid Waste Grants	\$ 76,316
Accrued Interest on Debt Issues	4,528
Premiums on Debt Issued	53,941
Investment Income	102,406
Total Nonoperating Revenues	<u>\$ 237,191</u>
Total Revenues	<u><u>\$ 2,135,735</u></u>
<u>Expenses</u>	
<u>Operating Expenses</u>	
<u>Landfill Operation and Maintenance</u>	
Supervisor/Director	\$ 86,715
Deputies	84,510
Laborers	249,782
Clerical Personnel	51,896

(Continued)

Exhibit K-11

Williamson County, Tennessee
Schedule of Detailed Revenues and Expenses
Solid Waste Disposal Fund (Cont.)

	<u>Primary</u> <u>Government</u> <u>Enterprise</u> <u>Fund</u> <u>Solid</u> <u>Waste</u> <u>Disposal Fund</u>
<u>Expenses (Cont.)</u>	
<u>Operating Expenses (Cont.)</u>	
<u>Landfill Operation and Maintenance (Cont.)</u>	
Longevity Pay	\$ 4,450
Overtime Pay	68,171
In-Service Training	300
Other Per Diem and Fees	373
Communication	7,285
Dues and Memberships	1,299
Evaluation and Testing	290
Maintenance & Repair Services - Buildings	5,542
Maintenance & Repair Services - Equipment	96,779
Maintenance & Repair Services - Office Equipment	2,227
Maintenance & Repair Services - Vehicles	4,893
Postal Charges	494
Rentals	2,155
Travel	728
Other Contracted Services	808,091
Diesel Fuel	107,466
Electricity	12,647
Gasoline	9,600
Lubricants	3,666
Natural Gas	2,217
Office Supplies	1,360
Tires and Tubes	27,460
Uniforms	17,720
Water and Sewer	590
Other Supplies and Materials	6,357
Motor Vehicles	24,482

(Continued)

Exhibit K-11

Williamson County, Tennessee
Schedule of Detailed Revenues and Expenses
Solid Waste Disposal Fund (Cont.)

	<u>Primary</u> <u>Government</u> <u>Enterprise</u> <u>Fund</u> <u>Solid</u> <u>Waste</u> <u>Disposal Fund</u>
<u>Expenses (Cont.)</u>	
<u>Operating Expenses (Cont.)</u>	
<u>Landfill Operation and Maintenance (Cont.)</u>	
Office Equipment	\$ 4,812
Other Equipment	44,990
Other Capital Outlay	65,033
Total Landfill Operation and Maintenance	<u>\$ 1,804,380</u>
<u>Other Charges</u>	
Building and Contents Insurance	\$ 11,050
Excess Risk Insurance	29,454
Trustee's Commission	19,885
Vehicle and Equipment Insurance	21,530
Workers' Compensation Insurance	19,535
Total Other Charges	<u>\$ 101,454</u>
<u>Employee Benefits</u>	
Social Security	\$ 32,528
State Retirement	42,739
Life Insurance	769
Medical Insurance	94,250
Employer Medicare	7,608
Total Employee Benefits	<u>\$ 177,894</u>
Total Operating Expenses	<u>\$ 2,083,728</u>
<u>Nonoperating Expenses</u>	
Interest on Bonds	\$ 302,087
Underwriter's Discount	4,408
Other Debt Issuance Charges	10,348
Payment to Refunded Debt Escrow Agent	24,185
Total Nonoperating Expenses	<u>\$ 341,028</u>
Total Expenses	<u><u>\$ 2,424,756</u></u>

Exhibit K-12

Williamson County, Tennessee
Schedule of Detailed Receipts, Disbursements,
and Changes in Cash Balances - City Agency Funds
For the Year Ended June 30, 2007

	Cities - Sales Tax Fund	Cities - Property Tax Fund	Special School District Fund	Total
<u>Cash Receipts</u>				
<u>County Property Taxes</u>				
Current Property Taxes	\$ 0	\$ 0	\$ 8,799,244	\$ 8,799,244
Trustee's Collections - Prior Year	0	0	162,646	162,646
Circuit/Clerk & Master Collections - Prior Years	0	0	48,747	48,747
Interest and Penalty	0	0	24,278	24,278
Payments in Lieu of Taxes - T.V.A.	0	0	339	339
Payments in Lieu of Taxes - Other	0	0	29,818	29,818
Local Option Sales Tax	36,451,125	0	4,368,058	40,819,183
Interstate Telecommunications Tax	0	0	2,485	2,485
<u>City/School District Property Taxes</u>				
Current Property Taxes	0	76,730	13,813,393	13,890,123
Trustee's Collections - Prior Year	0	1,246	251,622	252,868
Interest and Penalty	0	233	35,615	35,848
Pick-up Taxes	0	0	92,376	92,376
Payments in Lieu of Taxes	0	0	6	6
Marriage Licenses	0	0	1,062	1,062
Other Local Revenues	0	0	262	262
Mixed Drink Tax	0	0	65,496	65,496
Transfers In	0	0	902,812	902,812
Total Cash Receipts	\$ 36,451,125	\$ 78,209	\$ 28,598,259	\$ 65,127,593
<u>Cash Disbursements</u>				
Remittance of Revenues Collected	\$ 36,086,614	\$ 75,303	\$ 28,137,712	\$ 64,299,629
Trustee's Commission	364,511	2,765	508,635	875,911
Total Cash Disbursements	\$ 36,451,125	\$ 78,068	\$ 28,646,347	\$ 65,175,540
Excess of Cash Receipts Over (Under) Cash Disbursements	\$ 0	\$ 141	\$ (48,088)	\$ (47,947)
Cash Balance, July 1, 2006	0	182	467,021	467,203
Cash Balance, June 30, 2007	\$ 0	\$ 323	\$ 418,933	\$ 419,256

SINGLE AUDIT SECTION



STATE OF TENNESSEE
COMPTROLLER OF THE TREASURY
DEPARTMENT OF AUDIT
DIVISION OF COUNTY AUDIT
SUITE 1500
JAMES K. POLK STATE OFFICE BUILDING
NASHVILLE, TENNESSEE 37243-0269
PHONE (615) 401-7841

REPORT ON INTERNAL CONTROL OVER
FINANCIAL REPORTING AND ON COMPLIANCE
AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL
STATEMENTS PERFORMED IN ACCORDANCE WITH
GOVERNMENT AUDITING STANDARDS

December 5, 2007

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

To the County Mayor and Board of County Commissioners:

We have audited the financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Williamson County, Tennessee, as of and for the year ended June 30, 2007, which collectively comprise Williamson County's basic financial statements and have issued our report thereon dated December 5, 2007. Our report was modified to include a reference to other auditors. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the auditing standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States. Other auditors audited the financial statements of the discretely presented Williamson County Hospital District and the discretely presented Williamson County Emergency Communications District as described in our report on Williamson County's financial statements. This report does not include the results of the other auditors' testing of internal control over financial reporting or compliance and other matters that are reported on separately by those auditors.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered Williamson County's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing

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

Our consideration of internal control over financial reporting was for the limited purpose described in the preceding paragraph and would not necessarily identify all deficiencies in internal control over financial reporting that might be significant deficiencies or material weaknesses. However, as discussed below, we identified certain deficiencies in internal control over financial reporting that we consider to be significant deficiencies.

A control deficiency exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect misstatements on a timely basis. A significant deficiency is a control deficiency, or combination of control deficiencies, that adversely affects the entity's ability to initiate, authorize, record, process, or report financial data reliably in accordance with generally accepted accounting principles such that there is more than a remote likelihood that a misstatement of the entity's financial statements that is more than inconsequential will not be prevented or detected by the entity's internal control. We consider the following deficiencies described in the accompanying Schedule of Findings and Questioned Costs to be significant deficiencies in internal control over financial reporting: 07.01, 07.02, 07.03, 07.04, and 07.05.

A material weakness is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that a material misstatement of the financial statements will not be prevented or detected by Williamson County's internal control.

Our consideration of the internal control over financial reporting was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in the internal control that might be significant deficiencies and, accordingly, would not necessarily disclose all significant deficiencies that are also considered to be significant weaknesses. However, we believe that none of the significant deficiencies described above is a material weakness.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether Williamson County's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under Government Auditing Standards.

We also noted certain matters that we reported to management of Williamson County in separate communications.

Williamson County's responses to the findings identified in our audit are described in the accompanying Schedule of Findings and Questioned Costs. We did not audit Williamson County's responses and, accordingly, we express no opinion on them.

This report is intended solely for the information and use of management, the county mayor, director of schools, highway superintendent, director of accounts and budgets, County Commission, Board of Education, others within Williamson County, federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.

Very truly yours,

A handwritten signature in black ink that reads "John G. Morgan". The signature is written in a cursive style with a long horizontal flourish at the end.

John G. Morgan
Comptroller of the Treasury

JGM/sb



STATE OF TENNESSEE
COMPTROLLER OF THE TREASURY
DEPARTMENT OF AUDIT
DIVISION OF COUNTY AUDIT
SUITE 1500
JAMES K. POLK STATE OFFICE BUILDING
NASHVILLE, TENNESSEE 37243-0269
PHONE (615) 401-7841

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

December 5, 2007

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

To the County Mayor and Board of County Commissioners:

Compliance

We have audited the compliance of Williamson County with the types of compliance requirements described in the U.S. Office of Management and Budget (OMB) Circular A-133 Compliance Supplement that are applicable to each of its major federal programs for the year ended June 30, 2007. Williamson County's major federal programs are identified in the summary of auditor's results section of the accompanying Schedule of Findings and Questioned Costs. Compliance with the requirements of laws, regulations, contracts, and grants applicable to each of its major federal programs is the responsibility of Williamson County's management. Our responsibility is to express an opinion on Williamson County's compliance based on our audit.

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States; and OMB Circular A-133, Audits of States, Local Governments, and Non-Profit Organizations. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about Williamson County's compliance with those requirements and

performing such other procedures as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination of Williamson County's compliance with those requirements.

In our opinion, Williamson County complied, in all material respects, with the requirements referred to above that are applicable to each of its major federal programs for the year ended June 30, 2007.

Internal Control Over Compliance

The management of Williamson County is responsible for establishing and maintaining effective internal control over compliance with the requirements of laws, regulations, contracts, and grants applicable to federal programs. In planning and performing our audit, we considered Williamson County's internal control over compliance with the requirements that could have a direct and material effect on a major federal program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of Williamson County's internal control over compliance.

A control deficiency in an entity's internal control over compliance exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect noncompliance with a type of compliance requirement of a federal program on a timely basis. A significant deficiency is a control deficiency, or combination of control deficiencies, that adversely affects the entity's ability to administer a federal program such that there is more than a remote likelihood that noncompliance with a type of compliance requirement of a federal program that is more than inconsequential will not be prevented or detected by the entity's internal control.

A material weakness is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that material noncompliance with a type of compliance requirement of a federal program will not be prevented or detected by the entity's internal control.

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in internal control that might be significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above.

Schedule of Expenditures of Federal Awards

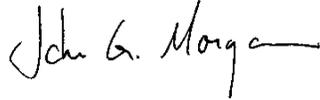
We have audited the financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Williamson County as of and for the year ended June 30, 2007, and have issued our report thereon dated December 5, 2007. Our audit was performed for the purpose of forming our opinions on the financial statements that collectively comprise Williamson County's basic financial statements. The accompanying Schedule of Expenditures of Federal Awards is presented for purposes of additional

analysis as required by OMB Circular A-133 and is not a required part of the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

Williamson County's responses to the findings identified in our audit are described in the accompanying Schedule of Findings and Questioned Costs. We did not audit Williamson County's responses and, accordingly, we express no opinion on them.

This report is intended solely for the information and use of management, the county mayor, director of schools, highway superintendent, director of accounts and budgets, County Commission, Board of Education, others within Williamson County, and federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.

Yours very truly,

A handwritten signature in black ink that reads "John G. Morgan". The signature is written in a cursive style with a long horizontal flourish at the end.

John G. Morgan
Comptroller of the Treasury

JGM/sb

Williamson County, Tennessee
Schedule of Expenditures of Federal Awards and State Grants (1)
For the Year Ended June 30, 2007

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:			
Food Distribution (Noncash Assistance)	10.550	(2)	\$ 450,422
Total Passed-through State Department of Agriculture			<u>\$ 450,422</u>
Passed-through State Department of Education:			
Child Nutrition Cluster:			
School Breakfast Program	10.553	(2)	\$ 74,900
National School Lunch Program	10.555	(2)	1,080,330
Total Passed-through State Department of Education			<u>\$ 1,155,230</u>
Total U.S. Department of Agriculture			<u>\$ 1,605,652</u>
U.S. Department of Justice:			
Passed-through State Commission on Children and Youth:			
Juvenile Accountability Incentive Block Grants	16.523	(2)	\$ 2,250
Total U.S. Department of Justice			<u>\$ 2,250</u>
U.S. Department of Labor:			
Passed-through State Department of Education:			
Incentive Grants - WIA Section 503	17.267	Z-07-038005-00	\$ 13,280
Total U.S. Department of Labor			<u>\$ 13,280</u>
U.S. Department of Transportation:			
Passed-through State Department of Transportation:			
Highway Planning and Construction	20.205	(3)	\$ 278,409
State and Community Highway Safety	20.600	Z-07-035671	20,787
Alcohol Traffic Safety and Drunk Driving Prevention Incentive Grant	20.601	Z-07-036035	4,592
Occupant Protection	20.602	Z-06-027298	1,308
Safety Incentives to Prevent Operation of Motor Vehicles by Intoxicated Persons	20.605	Z-07-036097	9,927
Total U.S. Department of Transportation			<u>\$ 315,023</u>
Institute of Museum and Library Services:			
Passed-through State Library and Archives:			
Grants to States	45.310	N/A	\$ 12,000
Total Institute of Museum and Library Services			<u>\$ 12,000</u>
U.S. Department of Education:			
Passed-through State Department of Labor and Workforce Development:			
Adult Education - State Grant Program	84.002	(4)	\$ 168,178
Passed-through State Department of Education:			
Title I Grants to Local Educational Agencies	84.010	N/A	583,441
Special Education Cluster:			
Special Education - Grants to States	84.027	N/A	4,403,516
Special Education - Preschool Grants	84.173	N/A	65,575
Vocational Education - Basic Grants to States	84.048	N/A	240,426
Safe and Drug Free Schools and Communities - State Grants	84.186	(2)	32,164
State Grants for Innovative Programs	84.298	N/A	45,064
Education Technology State Grants	84.318	(2)	11,401
English Language Acquisition Grants	84.365	N/A	72,521
Improving Teacher Quality State Grants	84.367	N/A	313,899
Hurricane Education Recovery	84.938	N/A	96,226
Total Passed-through State Department of Education			<u>\$ 5,864,233</u>

(Continued)

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

Federal/Pass-through Agency/State Grantor Program Title	Federal CFDA Number	Pass-through Entity Identifying Number	Expenditures
U.S. Department of Education (Cont.)			
Passed-through State Department of Human Services:			
Rehabilitation Services - Vocational Rehabilitation Grants to States	84.126	GG-07-12473-00	\$ 245,609
Total U.S. Department of Education			<u>\$ 6,278,020</u>
Elections Assistance Commission:			
Passed-through Tennessee Secretary of State:			
Help America Vote Act Requirements Payments	90.401	N/A	\$ 411,250
Total Elections Assistance Commission			<u>\$ 411,250</u>
U.S. Department of Health and Human Services:			
Passed-through State Department of Labor and Workforce Development:			
Temporary Assistance for Needy Families (Families First)	93.558	Z-07-0342740	\$ 7,957
Total U.S. Department of Health and Human Services			<u>\$ 7,957</u>
U.S. Department of Homeland Security:			
Passed-through State Department of Military:			
Homeland Security Grant Program	97.004	(5)	\$ 1,292,981
Disaster Grants - Public Assistance (Presidentially Declared Disasters)	97.036	Z-06-030980-00	2,172
Emergency Management Performance Grants	97.042	Z-06-032865-00	30,259
Total U.S. Department of Homeland Security			<u>\$ 1,325,412</u>
Total Expenditures of Federal Awards			<u>\$ 9,970,844</u>
<u>State Grants</u>			
Waste Tire Grant - State Department of Environment and Conservation	N/A	Contract Number (2)	\$ 100,885
State Reappraisal Program - Comptroller of the Treasury	N/A	(2)	39,735
Litter Program - State Department of Transportation	N/A	Z-07-033862-00	59,558
Juvenile Justice State Supplement Funds - State Commission on Children and Youth	N/A	Z-07-036596-00	6,750
Families First - State Department of Education	N/A	Z-07-034274-00	14,777
Adult Education - State Department of Education	N/A	Z-07-033754-00	47,137
Adult Education - State Department of Education (Civics)	N/A	GG-07-126590-00	8,922
Early Childhood Education - State Department of Education	N/A	(2)	198,827
Early Childhood Education Expansion - State Department of Education	N/A	(2)	132,552
Development and Coordination of Rural Health Services - State Department of Health	N/A	Z-07-031592-00	782,060
Family Resource Center - State Department of Education	N/A	(2)	32,735
Safe Schools Act - State Department of Education	N/A	(2)	95,529
Total State Grants			<u>\$ 1,519,467</u>

CFDA - Catalog of Federal Domestic Assistance
N/A - Not Applicable

- (1) - Presented in conformity with generally accepted accounting principles using the modified accrual basis of accounting.
(2) - Information not available.
(3) - CM-STP-9305(21): \$62,867; CPD040078: \$166,676; STP-H-9400(34): \$48,866.
(4) - Z-07-033754-00: \$141,411; GG-07-12659-00: \$26,767.
(5) - Z-04-020048-03: \$2,281; Z-04-019763-02: \$25,000; Z-04-020160-03: \$368,256; Z-04-022508-02: \$873,070; Z-05-025223-00: \$24,374.

Williamson County, Tennessee
Schedule of Audit Findings Not Corrected
June 30, 2007

Government Auditing Standards require auditors to report the status of uncorrected findings from prior audits. Presented below are findings from the Annual Financial Report for Williamson County, Tennessee, for the year ended June 30, 2006, which have not been corrected.

PARKS AND RECREATION DEPARTMENT

<u>Finding Number</u>	<u>Page Number</u>	<u>Subject</u>
06.01	234-36	Internal control deficiencies

OTHER FINDING

<u>Finding Number</u>	<u>Page Number</u>	<u>Subject</u>
06.04	238	Duties were not segregated adequately in the Offices of County Clerk, Juvenile Court Clerk, and Register

WILLIAMSON COUNTY, TENNESSEE

SCHEDULE OF FINDINGS AND QUESTIONED COSTS

For the Year Ended June 30, 2007

PART I, SUMMARY OF AUDITOR'S RESULTS

1. Our report on the financial statements of Williamson County is unqualified.
2. The audit of the financial statements of Williamson County disclosed significant deficiencies in internal control. None of these deficiencies were considered to be a material weakness.
3. The audit disclosed no instances of noncompliance that were material to the financial statements of Williamson County.
4. The audit disclosed no significant deficiencies in internal control over major programs.
5. An unqualified opinion was issued on compliance for major programs.
6. The audit revealed no findings that are required to be reported under Section 510(a) of OMB Circular A-133.
7. Food Distribution (Noncash Assistance) (CFDA No. 10.550), the Special Education Cluster: Special Education – Grants to States and Special Education – Preschool Grants (CFDA Nos. 84.027 and 84.173), and Help America Vote Act Requirements Payments (CFDA No. 97.401) were determined to be major programs.
8. A \$300,000 threshold was used to distinguish between Type A and Type B federal programs.
9. Williamson County did qualify as a low-risk auditee.

PART II, FINDINGS RELATING TO THE FINANCIAL STATEMENTS

Findings and recommendations, as a result of our examination, are presented below. We reviewed these findings and recommendations with management to provide an opportunity for their response. The written responses of the director of accounts and budgets, library director, and the district attorney general are paraphrased in this report. Other officials offered oral responses to certain findings and recommendations; however, these oral responses have not been included in this report.

PARKS AND RECREATION DEPARTMENT

FINDING 07.01 **THE PARKS AND RECREATION DEPARTMENT HAD INTERNAL CONTROL WEAKNESSES (Internal Control – Significant Deficiency Under Government Auditing Standards)**

As reported in the previous audit report, certain deficiencies existed in policies and procedures over accounting for parks and recreation fees resulting in a cash shortage at June 30, 2006. Management has taken steps to correct these deficiencies at one recreation center, but has not implemented changes at the other recreation centers to correct the deficiencies. Our review of the department's controls revealed the following weaknesses:

- A. Duties were not adequately segregated. Employees who were responsible for maintaining accounting records were also involved in receipting and depositing funds.
- B. Funds were not adequately safeguarded because collections were in envelopes and bags that were accessible to the public and numerous employees. Certain funds were kept in a safe; however, numerous employees had the combination to the safe.
- C. Prenumbered receipt books were utilized; however, these receipt books were not consecutively numbered for each recreation center. This haphazard use of prenumbered receipt books makes it difficult for staff to ensure they account for all receipts.

RECOMMENDATION

Officials should take immediate steps to develop improved internal control procedures over the operations, including segregating duties, adequately safeguarding all funds, and utilizing consecutively prenumbered receipt books for each recreation center.

MANAGEMENT'S RESPONSE – DIRECTOR OF ACCOUNTS AND BUDGETS

- A. Steps will be taken to improve segregation of duties where practical.
- B. Steps are being taken, including the use of lockable bank bags, to increase the security of county funds.

- C. Logs are now being maintained to account for all receipt books being utilized by each recreation center.
-

LIBRARY DEPARTMENT

FINDING 07.02 **LIBRARY COLLECTIONS WERE NOT PROPERLY SAFEGUARDED**
(Internal Control – Significant Deficiency Under Government Auditing Standards)

Williamson County has six branches within the library system, with the main branch located in Franklin. The five outlying branches place their collections in envelopes, and periodically transport the envelopes to the main branch by a courier service. Various employees at the main branch receive the envelopes from the courier service and place the envelopes in unsecured mail boxes located near the door entrance. The bookkeeper at the main branch retrieves the envelopes containing cash from the mail boxes, records the transactions, and deposits the collections to the bank. On October 4, 2007, library collections from two branch offices were delivered to the main branch. On October 5, 2007, library employees discovered that collections totaling \$266 had been stolen. The library director performed an internal investigation, filed a police report, and communicated the theft to county officials. On October 9, 2007, the director of accounts and budgets notified auditors about the theft.

We reviewed the library system's operations and noted the following deficiencies:

- A. Collections were not adequately safeguarded. Collections were placed into envelopes that were delivered to the main branch mail boxes that were accessible to numerous people.
- B. Duties were not adequately segregated. Employees who were responsible for maintaining accounting records were also involved in receipting and depositing funds.
- C. Collections were not deposited to the office bank account within three days of collection as required by Section 5-8-207, Tennessee Code Annotated.

Subsequent to this theft, library officials have improved their internal control procedures by changing the location of their mail boxes, purchasing locking money bags, and re-evaluating their segregation of duties.

We have discussed this finding with the district attorney general.

RECOMMENDATION

Collections of the office should be safeguarded at all times. Officials should segregate duties adequately and deposit all funds intact within three days of collection.

MANAGEMENT'S RESPONSE – LIBRARY DIRECTOR

Adjustments have been made to address the finding. Cash on hand is now safeguarded and secured in a safe. Transfers of money are now handled directly by authorized employees, and no envelopes are left unattended or are easily accessible by the general public. The responsibility for the accountability of funds and maintenance of accounting records for the receipt and deposit of funds has been assigned to qualified separate staff members responsible for bookkeeping. All funds received are now deposited within three days of collection.

OFFICE OF COUNTY CLERK

FINDING 07.03 **ACCESS TO THE OFFICE THROUGH A REAR DOOR WAS NOT PROPERLY SECURED**
(Internal Control – Significant Deficiency Under Government Auditing Standards)

On November 19, 2007, a man entered an unlocked exterior door used by employees of the County Clerk's Office. This rear door provides access to records of the office and the vault. This man was observed loitering in the office's unlocked vault. When an employee noticed the man in the vault, he was escorted out of the office. Subsequently, an inventory of the vault revealed that \$50 was missing from an employee's cash drawer. The clerk requested an investigation by the Williamson County Sheriff's Department and contacted auditors. The case is still under investigation.

We have discussed this finding with the district attorney general.

RECOMMENDATION

The exterior door used by employees should be locked at all times, and only authorized personnel should have access to the office through this door.

OTHER FINDINGS AND RECOMMENDATIONS

FINDING 07.04 **AN EMPLOYEE OF THE DISTRICT ATTORNEY GENERAL'S OFFICE FALSIFIED TRAVEL CLAIMS TOTALING \$3,928**
(Internal Control – Significant Deficiency Under Government Auditing Standards)

On July 13, 2007, the Office of District Attorney General notified us that their office had requested the Tennessee Bureau of Investigation (TBI) to initiate an investigation of a suspected theft of district attorney general funds, which are maintained in the Williamson County Trustee's Office. The TBI examined travel reimbursement documentation on file for the District Attorney General's Office for the period February 2007 through July 2007,

and determined that an employee of the District Attorney General's Office had submitted to the Williamson County Trustee's Office 18 fraudulent travel claims and/or letters requesting reimbursement. Irregularities noted include: (1) the signature of the district attorney general or other authorizing agent in the office had been forged on the travel claims and/or reimbursement letters, (2) the fraudulent travel claims and/or reimbursement letters had not been submitted to the District Attorney General's Office for supervisory review, (3) personnel in the Williamson County Trustee's Office advised that on several occasions checks were issued to this employee prior to documentation being filed, and (4) the travel claims reflected requests for reimbursements for the same day on 37 separate occasions. Due to these fraudulent travel claims and/or reimbursement letters, the financial statements of this report reflect a cash shortage of \$3,438 in the District Attorney General Fund on June 30, 2007. Fraudulent travel claims and letters requesting reimbursement in July 2007 totaled \$490, bringing the total cash shortage to \$3,928. On July 17, 2007, the employee admitted to falsifying travel claims and letters requesting reimbursement, and his employment was terminated. During October 2007, the employee pled guilty to one charge of theft of property under \$500 and one charge of falsifying government records. The employee also paid a reduced amount of restitution totaling \$3,630.

RECOMMENDATION

Internal controls should be strengthened to ensure that all travel claims and/or letters requesting reimbursement have been properly approved by management and that adequate payment authorization is presented to the county trustee prior to payment.

MANAGEMENT'S RESPONSE – DISTRICT ATTORNEY GENERAL

A special prosecutor has prosecuted the individual responsible. He has been convicted, paid restitution, and will have a criminal record. New accounting controls regarding travel claims have been set in place.

FINDING 07.05 **DUTIES WERE NOT SEGREGATED ADEQUATELY IN THE OFFICES OF COUNTY CLERK, JUVENILE COURT CLERK, AND REGISTER**
(Internal Control – Significant Deficiency Under Government Auditing Standards)

Duties were not segregated adequately among the officials and employees in the Offices of County Clerk, Juvenile Court Clerk, and Register. Employees responsible for maintaining the accounting records were also involved in receipting, depositing, and/or disbursing funds.

RECOMMENDATION

To strengthen internal controls over operations, these offices should adequately segregate duties among employees.

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

There were no findings and questioned costs for federal awards.

**WILLIAMSON COUNTY, TENNESSEE
AUDITEE REPORTING RESPONSIBILITIES
For the Year Ended June 30, 2007**

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