

ANNUAL FINANCIAL REPORT
WILLIAMSON COUNTY, TENNESSEE
FOR THE YEAR ENDED JUNE 30, 2018



DIVISION OF LOCAL GOVERNMENT AUDIT



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COMPTROLLER OF THE TREASURY
JUSTIN P. WILSON

DIVISION OF LOCAL GOVERNMENT AUDIT
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This financial report is available at www.comptroller.tn.gov

WILLIAMSON COUNTY, TENNESSEE

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Summary of Audit Findings

Annual Financial Report
Williamson County, Tennessee
For the Year Ended June 30, 2018

Scope

We have audited the basic financial statements of Williamson County as of and for the year ended June 30, 2018.

Results

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

Our audit resulted in one finding, which we have reviewed with Williamson County management. The detailed finding and management's response are included in the Single Audit section of this report.

Finding

The following is a summary of the audit finding:

OFFICE OF COUNTY MAYOR

- ◆ An investigation of the Williamson County Parks and Recreation disclosed a misappropriation of at least \$7,615.

INTRODUCTORY SECTION

Williamson County Officials

June 30, 2018

Officials

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

Board of County Commissioners

Tommy Little, Chairman Pro Tem	Gregg Lawrence	Matt Williams
Ricky Jones	Jeff Ford	David Landrum
Dwight Jones	Paul Webb	Brian Beathard
Betsy Hester	Bert Chalfant	Brandon Ryan
Judy Herbert	Robert Hullet	Steve Smith
Jennifer Mason	Barb Sturgeon	Dana Ausbrooks
David Pair	Todd Kaestner	
Kathy Danner	Sherri Clark	

Board of Education

Gary Anderson, Chairman	Anne McGraw	Rick Wimberly
Angela Durham	Jay Galbreath	Eric Welch
Dan Cash	Sheila Cleveland	KC Haugh
Eliot Mitchell	Candy Emerson	Nancy Garrett

Highway Commission

Rogers Anderson, County Mayor, Chairman
Charles Wilson
David Coleman
Stan Tyson
Wayne Davis

(Continued)

Williamson County Officials (Cont.)

Budget Committee

Paul Webb, Chairman
Rogers Anderson, County Mayor
Bobby Hullett
Judy Herbert
Todd Kaestner

Audit Committee

Patricia Parsons, Chairman
Kerry Perkinson
Paul Bolin

FINANCIAL SECTION



JUSTIN P. WILSON
Comptroller

JASON E. MUMPOWER
Deputy Comptroller

Independent Auditor's Report

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

To the County Mayor and Board of County Commissioners:

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Williamson County, Tennessee, as of and for the year ended June 30, 2018, and the related notes to the financial statements, which collectively comprise the county's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We did not audit the financial statements of the discretely presented Williamson County Emergency Communications District, which represent 0.2 percent, 0.39 percent, and 0.36 percent, respectively, of the assets, net position, and revenues of the aggregate discretely presented component units. Also, we did not audit the financial statements of the discretely presented Williamson County Hospital District, which represent 26 percent, 37 percent, and 32 percent, respectively, of the assets, net position, and revenues of the aggregate discretely presented component units. Those statements were audited by other auditors whose reports have been furnished to us, and our opinion, insofar as it relates to the amounts included for the discretely presented Williamson County Emergency Communications District and the discretely presented Williamson County Hospital District is based solely on the reports of other auditors. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

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

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

Opinions

In our opinion, based on our audit and the reports of other auditors, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Williamson County, Tennessee, as of June 30, 2018, and the respective changes in financial position and, where applicable, cash flows thereof and the respective budgetary comparisons for the General and Highway/Public Works funds for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Change in Accounting Principle

As described in Note V.B., Williamson County has adopted the provisions of Governmental Accounting Standards Board (GASB) Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions*. Our opinion is not modified with respect to this matter.

Emphasis of Matter

We draw attention to Note I.D.8. to the financial statements, which describes restatements reducing the beginning net position of the Governmental Activities of the primary government and the discretely presented Williamson County School Department by \$35,808,702 and \$130,319,935, respectively, on the Statement of Activities. These restatements were necessary because of the transitional requirements of GASB Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions*. Our opinion is not modified with respect to this matter.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that management's discussion and analysis on pages 15-26 and the schedule of changes in the county's

net pension liability (asset) and related ratios, schedules of county and school contributions, schedules of school's proportionate share of the net pension liability (asset), and schedule of county and schools changes in the total other postemployment benefits liability and related ratios on pages 134-141 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Supplementary and Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise Williamson County's basic financial statements. The 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), miscellaneous schedules and the other information such as the introductory section are presented for purposes of additional analysis and are not a required part of the basic financial statements. The schedule of expenditures of federal awards is also presented for purposes of additional analysis as required by *Title 2 U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, and is not a required part of the basic financial statements.

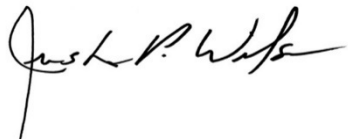
The combining and individual nonmajor fund financial statements, budgetary comparison schedules of nonmajor governmental funds and the General Debt Service and Rural Debt Service funds, combining and individual fund financial statements of the Williamson County School Department (a discretely presented component unit), schedule of expenditures of federal awards, and miscellaneous schedules are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, 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), schedule of expenditures of federal awards, and miscellaneous schedules are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

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

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated February 4, 2019, on our consideration of Williamson County's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of Williamson County's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering Williamson County's internal control over financial reporting and compliance.

Very truly yours,

A handwritten signature in black ink, appearing to read "Justin P. Wilson". The signature is fluid and cursive, with a long, sweeping underline.

Justin P. Wilson
Comptroller of the Treasury
Nashville, Tennessee

February 4, 2019

JPW/tg

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, 2018. This discussion and analysis focuses on the primary government only and does not include discussions of discretely presented component units.

Financial Highlights

- The liabilities and deferred inflows of Williamson County exceeded its assets and deferred outflows at the close of the fiscal year by \$292,627,940 (net position). The liabilities include \$494,486,000 in debt that is attributable to the Williamson County School Department.
- The government's total net position decreased by \$77,809,368.
- At June 30, 2018, Williamson County's governmental funds reported combined ending fund balances of \$170,551,886, an increase of \$39,295,430 in comparison with the prior year.
- At June 30, 2018, unassigned fund balance for the General Fund was \$32,896,086 or 37 percent of total General Fund expenditures.
- For the fiscal year ended June 30, 2018, Williamson County's total debt had a net increase of \$76,655,000. During the year, \$58,220,000 of debt service principal payments were made. There was \$134,875,000 of debt issued, which was for various education projects, parks, library, jail, sheriff and emergency operations, and various general government maintenance and renovations.

Overview of the Financial Statements

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

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

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

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

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

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

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

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

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

Williamson County maintains eight individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the General, Highway/Public

Works, General Debt Service, Rural Debt Service, and General Capital Projects funds all of which are considered to be major funds. Data from the other three governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these nonmajor governmental funds is provided in the form of combining statements elsewhere in this report.

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

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

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

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

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

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

Notes to the financial statements. The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found on pages 55-132 of this report.

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

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

Government-wide Financial Analysis

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. In the case of Williamson County, liabilities and deferred inflows of resources exceeded assets and deferred outflows of resources by \$292,627,940 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, 2018, the county had outstanding debt totaling \$494,486,000 for capital purposes for the Williamson County Board of Education, but the capital assets are reported in the financial statements of the Williamson County Board of Education. As a result, the county has incurred the related liability without a corresponding increase in the county's capital assets, thereby significantly decreasing its unrestricted net position. Allocation of school debt to the Williamson County Board of Education resulted in Williamson County having a net position of \$201,858,060 at June 30, 2018.

The largest portion of Williamson County Government's net position totaling \$146,575,771 reflects its investment in capital assets (e.g., land, intangibles, buildings, machinery, equipment, and infrastructure) less any related debt used to acquire those assets that is still outstanding.

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

Williamson County's Net Position

	2018	2017
	Governmental	Governmental
	Activities	Activities
Current and Other Assets	\$ 301,410,830	\$ 259,027,098
Capital Assets	262,187,247	258,080,260
Deferred Outflows	13,523,288	16,079,282
Total Assets and Deferred Outflows of Resources	<u>\$ 577,121,365</u>	<u>\$ 533,186,640</u>
Long-term Liabilities Outstanding	\$ 755,922,801	\$ 637,188,225
Other Liabilities	8,382,019	7,052,510
Deferred Inflows	105,444,485	103,764,477
Total Liabilities and Deferred Inflows of Resources	<u>\$ 869,749,305</u>	<u>\$ 748,005,212</u>
Net Position:		
Net Investment in Capital Assets	\$ 146,575,771	\$ 138,158,067
Restricted	6,577,177	6,876,144
Unrestricted	<u>(445,780,888)</u>	<u>(359,852,783)</u>
Total Net Position	<u>\$ (292,627,940)</u>	<u>\$ (214,818,572)</u>

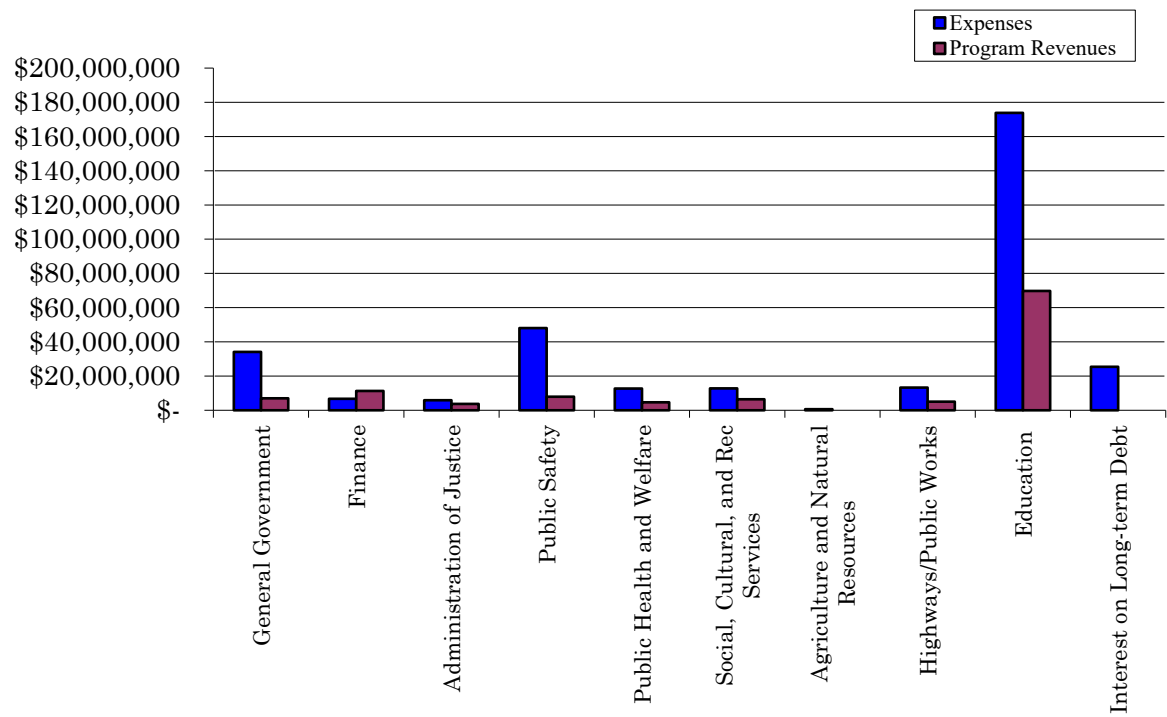
An additional portion of Williamson County's net position totaling \$6,577,177 represents resources that are subject to external restrictions on how they may be used. The restricted net position includes capital projects, debt service, highway/public works, all of the nonmajor funds, and other county general restricted or grant restrictions not accounted for in unrestricted net position.

Governmental activities. Governmental activities decreased Williamson County's net position by \$77,809,368. Elements of this decrease are noted below:

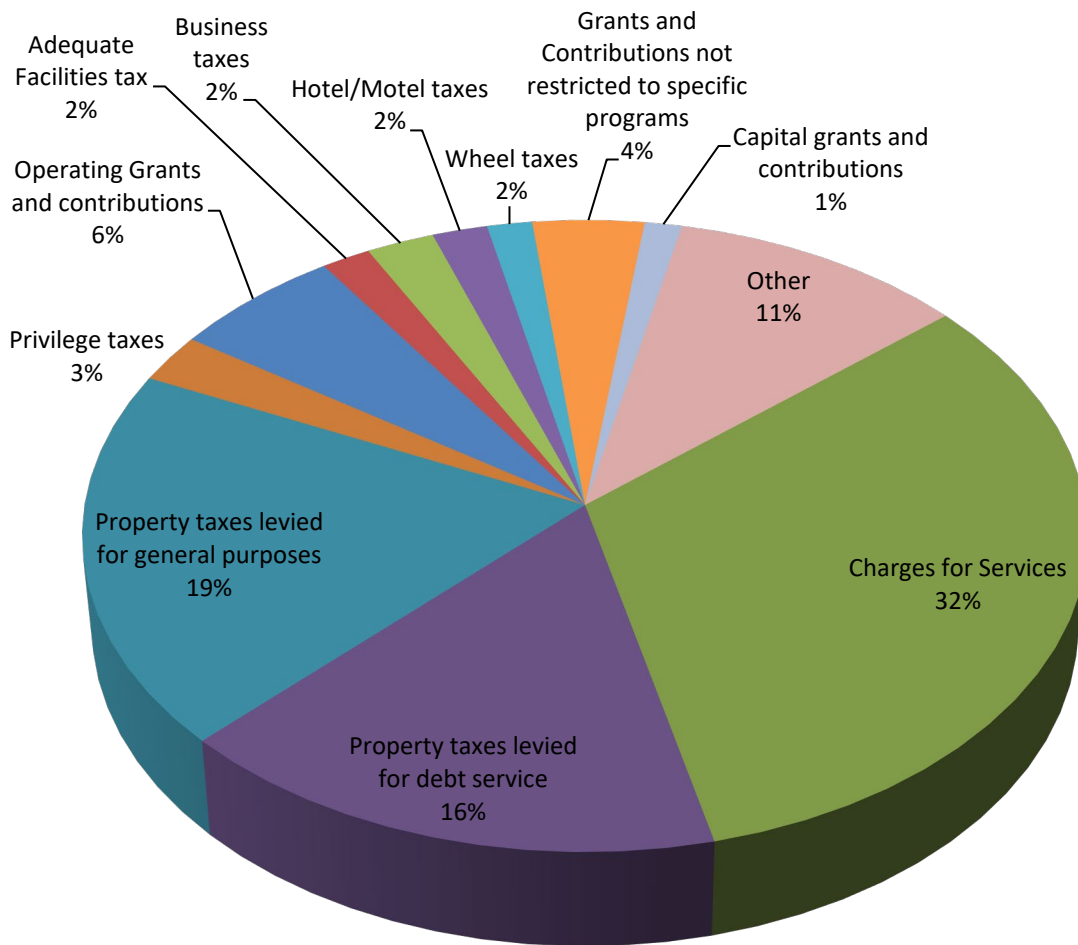
Williamson County's Change in Net Position

	2018 Governmental Activities	2017 Governmental Activities
Revenues:		
Program Revenues:		
Charges for Services	\$ 94,299,991	\$ 86,784,242
Operating Grants and Contributions	17,585,446	9,025,105
Capital Grants and Contributions	3,836,486	2,945,686
Total Program Revenues	<u>\$ 115,721,923</u>	<u>\$ 98,755,033</u>
General Revenues:		
Property Taxes Levied for General Purposes	\$ 56,288,569	\$ 49,577,428
Property Taxes Levied for Debt Service	47,749,970	47,958,007
Local Option Sales Tax	3,386,244	2,090,466
Hotel/Motel Tax	5,694,181	5,286,323
Wheel Tax	4,649,656	4,557,437
Business Tax	7,006,466	6,761,961
Privilege Taxes	7,280,950	8,292,952
Adequate Facilities Tax	5,060,818	5,858,805
Other Local Taxes	18,615,905	3,612,377
Grants and Contributions Not		
Restricted to Specific Programs	11,498,157	4,724,390
Unrestricted Investment Earnings	2,279,124	1,046,702
Miscellaneous	6,269,355	6,546,492
Total General Revenues	<u>\$ 175,779,395</u>	<u>\$ 146,313,340</u>
Total Revenues	<u>\$ 291,501,318</u>	<u>\$ 245,068,373</u>
Expenses:		
Governmental Activities:		
General Government	\$ 34,143,258	\$ 21,124,525
Finance	6,703,176	6,590,042
Administration of Justice	5,911,927	5,930,221
Public Safety	48,083,267	37,681,754
Public Health and Welfare	12,732,406	11,474,227
Social, Cultural, and		
Recreational Services	12,785,167	27,072,195
Agriculture and Natural Resources	614,150	558,493
Highway/Public	13,221,533	11,033,844
Education	173,854,499	131,173,698
Interest on Long-term Debt	25,452,601	23,524,361
Total Expenses	<u>\$ 333,501,984</u>	<u>\$ 276,163,360</u>
Change in Net Position	(42,000,666)	(31,094,987)
Net Position - July 1	(214,818,572)	(183,723,585)
Restatement - See Note I.D.8.	<u>(35,808,702)</u>	<u>0</u>
Net Position - June 30	<u>\$ (292,627,940)</u>	<u>\$ (214,818,572)</u>

Expenses and Program Revenues – Governmental Activities



Revenues by Source - Governmental Activities



Financial Analysis of the Government's Funds

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

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

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

Nonspendable Fund Balance – As of June 30, 2018, Williamson County does not report any nonspendable fund balance. Nonspendable fund balance would primarily include amounts that cannot be spent because either (a) they are not in spendable form or (b) they are legally or contractually required to be maintained intact.

Restricted Fund Balance – As of June 30, 2018, Williamson County reports \$35,391,258 in restricted fund balance, which includes amounts that have constraints placed on the use of the resources that are either (a) externally imposed by creditors, grantors, contributors or laws and regulations of other governments or (b) imposed by law through constitutional provisions or enabling legislation.

Committed Fund Balance – As of June 30, 2018, Williamson County reports \$84,883,507 in committed fund balance, which includes amounts that are constrained by the county's intent to be used for specific purposes pursuant to constraints imposed by formal resolution of the county commission, the county's highest level of decision-making authority.

Assigned Fund Balance – As of June 30, 2018, Williamson County reports \$17,381,035 in assigned fund balance, which includes amounts that are constrained by the county's intent to be used for specific purposes that are neither restricted nor committed.

Unassigned Fund Balance – As of June 30, 2018, Williamson County reports \$32,896,086 in unassigned fund balance. This classification represents fund balance that has not been restricted, committed, or assigned for specific purposes within the General Fund.

As of the end of the current fiscal year, Williamson County's governmental funds reported combined ending fund balances of \$170,551,886, an increase of \$39,295,430 in comparison with the prior year. Approximately 19 percent of this total amount (\$32,896,086) constitutes unassigned fund balance, which is available for spending at the government's discretion. The remainder of fund balance is restricted, committed, or assigned to indicate that it is not available for new spending.

The General Fund is the chief operating fund of Williamson County. At the end of the current fiscal year, unassigned fund balance of the General Fund was \$32,896,086 while total fund balance was \$52,121,226. As a measure of the General Fund's liquidity, it may be useful to compare both unassigned fund balance and total fund balance to total fund expenditures. Unassigned fund balance represents 37 percent of total General Fund expenditures, while total fund balance represents 58 percent of that same amount.

The fund balance of the General Fund increased by \$7,365,573 from the prior year. The primary factors of the increase were revenues exceeded projections and expenditures were less than budgeted.

The fund balance of the Highway/Public Works Fund had a decrease of \$4,350,937 during the current fiscal year. The primary factor of the decrease was due to capital improvement costs within Williamson County.

The fund balance of the General Debt Service Fund had a net increase of \$5,231,078 from the prior year due to revenues exceeding projections.

The fund balance of the Rural Debt Service Fund had a net increase of \$6,283,069 from the previous year due to revenues exceeding projections.

The fund balance of the General Capital Projects Fund had a net increase of \$24,213,533 from the prior year, which was primarily due to the collection of the Educational Impact Fee. The Educational Impact Fee is assessed to developers on the issuance of a new residential building permit for the proportionate share of new or expanded educational facilities needed to service new residential growth.

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

General and Highway/Public Works Funds Budgetary Highlights

The final amended budget for General Fund expenditures reflected an increase of 5 percent above the original budget.

During the current fiscal year, the final amended budget for the Highway/Public Works Fund expenditures reflected an increase of 9 percent above the original budget.

Capital Assets and Debt Administration

Capital assets. Williamson County's investment in capital assets for its governmental activities as of June 30, 2018, totaled \$262,187,247 (net of accumulated depreciation). This investment in capital assets includes land, intangibles, buildings and improvements, machinery and equipment, park facilities, roads, highways, and bridges. The total net increase in Williamson County's investment in capital assets for the current fiscal year was \$4,106,987. Williamson County completed various projects such as administrative complex basement renovation for WC-TV Channel 3, land purchase for future use, completion of the Academy Park Enrichment Center along with renovations and upgrades to various parks and recreation facilities. Construction in progress totaling \$770,172 reflects Williamson County's various ongoing construction and renovation projects within the general operations, the parks and recreation facilities, emergency operations buildings, and landfill.

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

	2018 Governmental Activities	2017 Governmental Activities
Land	\$ 63,355,014	\$ 59,690,984
Intangibles - Indefinite Life	5,875,500	5,875,500
Construction in Progress	770,172	12,646,819
Buildings and Improvements	135,889,584	125,343,477
Infrastructure	26,227,926	26,351,551
Intangibles	874,546	1,275,685
Other Capital Assets	29,194,505	26,896,244
Total	<u>\$ 262,187,247</u>	<u>\$ 258,080,260</u>

Long-term debt. At the end of the current fiscal year, Williamson County had total bonded debt outstanding of \$628,710,000. All debt is backed by the full faith and credit of the county. Of the amount outstanding for governmental activities, \$494,486,000 reflects the balance of borrowings for education capital projects for the Williamson County Board of Education, which makes up 79 percent of Williamson County's outstanding debt.

Williamson County's Outstanding Debt
As of June 30

	2018 Governmental Activities	2017 Governmental Activities
Bonds Payable	\$ 628,710,000	\$ 537,055,000
Notes Payable	0	15,000,000
Total	<u>\$ 628,710,000</u>	<u>\$ 552,055,000</u>

- For the fiscal year ended June 30, 2018, Williamson County's total debt had a net increase of \$76,655,000. During the year, \$58,220,000 of debt service principal payments were made. There was \$134,875,000 of debt issued, which was for various education projects, parks, animal control, sheriff and emergency operations, and various general government maintenance and renovations.

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

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

Economic Factors and Next Year's Budgets and Rates

- The unemployment rate for the county as of June 30, 2018, was 2.5 percent, which is a .60 percent decrease from the 2017 rate of 3.1 percent. This compares to the state's average unemployment rate of 3.3 percent and the national average rate of 4.1 percent as of the same time period.
- The occupancy rate of the government's central business district for the past two years was 99.1 percent for 2016, 94.4 percent for 2017. The occupancy rate decreased for 2018 to 88.3 percent due to an increase in inventory available from the completion of construction.
- Inflationary trends in the region compare favorably to national indices.
- Assessed property value within the county is in excess of \$12 billion.

All of these factors were considered in preparing the county's budget for the 2019 fiscal year.

Requests for Information

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

BASIC FINANCIAL STATEMENTS

Exhibit A

Williamson County, Tennessee
Statement of Net Position
June 30, 2018

		Component Units		
	Primary	Williamson	Williamson	Williamson
	Government	County	County	County
	Governmental	School	Hospital	Emergency
	Activities	Department	District	Communications
				District
<u>ASSETS</u>				
Cash	\$ 1,761,284	\$ 708,292	\$ 9,002,356	\$ 1,775,558
Equity in Pooled Cash and Investments	171,937,985	129,770,772	0	0
Inventories	0	0	3,845,239	0
Investment in Joint Venture	6,794,625	0	15,727,548	0
Accounts Receivable	3,361,508	167,566	37,215,377	0
Allowance for Uncollectibles	0	0	(9,557,261)	0
Due from Other Governments	9,482,432	17,639,497	0	506,230
Due from Component Units	882,833	0	0	0
Property Taxes Receivable	103,738,497	148,723,072	0	0
Allowance for Uncollectible Property Taxes	(569,058)	(782,408)	0	0
Prepaid Items	0	0	2,030,995	0
Cash Shortage	143,189	0	0	0
Restricted Assets:				
Customer Deposits	837,535	573,430	4,175,377	0
Bond Reserves	0	0	3,030,564	0
Capital Improvements	0	0	32,117,811	0
Other Receivables	0	0	1,378,762	0
Net Pension Asset - Teacher Retirement Plan	0	1,340,890	0	0
Net Pension Asset - Teacher Legacy Pension Plan	0	1,156,317	0	0
Notes Receivable - Long-term	3,040,000	0	0	0
Capital Assets:				
Assets Not Depreciated:				
Land	63,355,014	48,064,414	13,599,755	0
Intangibles	5,875,500	0	0	0
Construction in Progress	770,172	90,861,815	16,245,844	0
Assets Net of Accumulated Depreciation:				
Buildings and Improvements	135,889,584	368,680,888	132,839,524	0
Infrastructure	26,227,926	0	0	0
Intangibles	874,546	0	0	0
Other Capital Assets	29,194,505	22,223,600	22,855,288	0
Total Assets	<u>\$ 563,598,077</u>	<u>\$ 829,128,145</u>	<u>\$ 284,507,179</u>	<u>\$ 2,281,788</u>
<u>DEFERRED OUTFLOWS OF RESOURCES</u>				
Deferred Charge on Refunding	\$ 7,260,783	\$ 0	\$ 0	\$ 0
Excess Consideration Provided for Acquisition	0	0	1,732,362	0
Pension Changes in Assumptions	2,247,791	12,016,980	0	0
Pension Changes in Experience	2,209,182	2,813,792	0	0
Pension Changes in Investment Earnings	0	175,526	0	0
Pension Contributions after Measurement Date	1,805,532	14,455,072	0	0
Pension Changes in Proportionate Share of NPL	0	2,536,027	0	0
Total Deferred Outflows of Resources	<u>\$ 13,523,288</u>	<u>\$ 31,997,397</u>	<u>\$ 1,732,362</u>	<u>\$ 0</u>

(Continued)

Exhibit A

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

		Component Units			
	Primary Government Governmental Activities	Williamson County School Department	Williamson County Hospital District	Williamson County Emergency Communications District	
<u>LIABILITIES</u>					
Accounts Payable	\$ 991,817	\$ 1,634,313	\$ 9,808,947	\$ 0	
Accrued Payroll	0	18,183,784	7,921,485	0	
Accrued Interest Payable	6,135,627	0	237,941	0	
Payroll Deductions Payable	149,258	5,244,467	0	0	
Contracts Payable	247,412	7,208,782	0	0	
Retainage Payable	20,147	310,645	0	0	
Sales Tax	223	0	0	0	
Due to Related Party	0	0	0	45,696	
Other Accrued Expenses	0	0	2,692,833	0	
Other Current Liabilities Payable from Restricted Assets	837,535	0	0	0	
Estimated Amounts Due to Third-party Payors	0	0	207,334	0	
Customer Deposits Payable	0	573,430	0	0	
Due to Primary Government	0	882,833	0	0	
Noncurrent Liabilities:					
Due Within One Year	56,367,365	998,927	8,914,702	0	
Due in More Than One Year	699,555,436	287,371,348	46,890,546	0	
Total Liabilities	<u>\$ 764,304,820</u>	<u>\$ 322,408,529</u>	<u>\$ 76,673,788</u>	<u>\$ 45,696</u>	
<u>DEFERRED INFLOWS OF RESOURCES</u>					
Deferred Current Property Taxes	\$ 102,365,763	\$ 146,883,658	\$ 0	\$ 0	
Pension Changes in Investment Earnings	45,035	114,343	0	0	
Pension Changes in Experience	431,619	24,377,682	0	0	
Pension Changes in Proportionate Share of NPL	0	57,576	0	0	
OPEB Changes in Assumptions	2,602,068	11,180,167	0	0	
Total Deferred Inflows of Resources	<u>\$ 105,444,485</u>	<u>\$ 182,613,426</u>	<u>\$ 0</u>	<u>\$ 0</u>	
<u>NET POSITION</u>					
Net Investment in Capital Assets	\$ 146,575,771	\$ 529,830,717	\$ 130,648,831	\$ 0	
Restricted for:					
General Government	902,537	0	0	0	
Finance	150,663	0	0	0	
Administration of Justice	535,657	0	0	0	
Public Safety	280,409	0	0	0	
Public Health and Welfare	125,381	0	0	0	
Highway/Public Works	321,014	0	0	0	
Capital Outlay	1,767,789	0	0	0	
Debt Service	2,493,727	0	0	0	
Education	0	55,291	0	0	
Hospital	0	0	4,932,621	0	
Pensions	0	2,497,207	0	0	
Unrestricted	<u>(445,780,888)</u>	<u>(176,279,628)</u>	<u>73,984,301</u>	<u>2,236,092</u>	
Total Net Position	<u>\$ (292,627,940)</u>	<u>\$ 356,103,587</u>	<u>\$ 209,565,753</u>	<u>\$ 2,236,092</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, 2018

Functions/Programs	Expenses	Program Revenues				Net (Expense) Revenue and Changes in Net Position		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Primary Government Total Governmental Activities	Component Units		
						Williamson County School Department	Williamson County Hospital District	Williamson County Emergency Communications District
Primary Government:								
Governmental Activities:								
General Government	\$ 34,143,258	\$ 5,440,047	\$ 574,758	\$ 939,879	\$ (27,188,574)	\$ 0	\$ 0	\$ 0
Finance	6,703,176	11,325,921	7,873	0	4,630,618	0	0	0
Administration of Justice	5,911,927	3,251,532	426,270	0	(2,234,125)	0	0	0
Public Safety	48,083,267	1,460,434	4,512,571	1,945,355	(40,164,907)	0	0	0
Public Health and Welfare	12,732,406	3,174,196	1,460,912	0	(8,097,298)	0	0	0
Social, Cultural, and Recreational Services	12,785,167	6,078,704	344,520	6,000	(6,355,943)	0	0	0
Agriculture and Natural Resources	614,150	0	0	0	(614,150)	0	0	0
Highway/Public Works	13,221,533	28,794	4,018,317	945,252	(8,229,170)	0	0	0
Education	173,854,499	63,540,363	6,240,225	0	(104,073,911)	0	0	0
Interest on Long-term Debt	25,452,601	0	0	0	(25,452,601)	0	0	0
Total Primary Government	<u>\$ 333,501,984</u>	<u>\$ 94,299,991</u>	<u>\$ 17,585,446</u>	<u>\$ 3,836,486</u>	<u>\$ (217,780,061)</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
Component Units:								
Williamson County School Department	\$ 398,075,694	\$ 17,414,481	\$ 51,286,033	\$ 71,370,881	\$ 0	\$ (258,004,299)	\$ 0	\$ 0
Williamson County Hospital District	211,177,686	211,926,830	1,217,471	0	0	0	1,966,615	0
Williamson County Emergency Communications District	2,554,233	2,205,978	0	0	0	0	0	(348,255)
Total Component Units	<u>\$ 611,807,613</u>	<u>\$ 231,547,289</u>	<u>\$ 52,503,504</u>	<u>\$ 71,370,881</u>	<u>\$ 0</u>	<u>\$ (258,004,299)</u>	<u>\$ 1,966,615</u>	<u>\$ (348,255)</u>

(Continued)

Exhibit B

Williamson County, Tennessee
Statement of Activities (Cont.)

Functions/Programs	Expenses	Net (Expense) Revenue and Changes in Net Position						
		Program Revenues			Primary Government Total Governmental Activities	Component Units		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions		Williamson County School Department	Williamson County Hospital District	Williamson County Emergency Communications District
General Revenues:								
Taxes:								
Property Taxes Levied for General Purposes					\$ 56,288,569	\$ 136,764,603	\$ 0	\$ 0
Property Taxes Levied for Debt Service					47,749,970	0	0	0
Local Option Sales Tax					3,386,244	58,357,060	0	0
Wheel Tax					4,649,656	0	0	0
Business Tax					7,006,466	0	0	0
Hotel/Motel Tax					5,694,181	0	0	0
Adequate Facilities Tax					5,060,818	0	0	0
Privilege Tax					7,280,950	0	0	0
Other Local Taxes					18,615,905	0	0	0
Grants and Contributions Not Restricted to Specific Programs					11,498,157	135,612,648	2,253,624	250,000
Unrestricted Investment Income					2,279,124	1,994,356	702,568	30,309
Miscellaneous					6,269,355	130,941	2,646,053	0
Total General Revenues					<u>\$ 175,779,395</u>	<u>\$ 332,859,608</u>	<u>\$ 5,602,245</u>	<u>\$ 280,309</u>
Change in Net Position					\$ (42,000,666)	\$ 74,855,309	\$ 7,568,860	\$ (67,946)
Net Position, July 1, 2017					(214,818,572)	411,568,213	201,996,893	2,257,931
Restatement - See Note I.D.8.					(35,808,702)	(130,319,935)	0	0
Prior Period Adjustment - See Note VII.G.					0	0	0	46,107
Net Position, June 30, 2018					<u><u>\$ (292,627,940)</u></u>	<u><u>\$ 356,103,587</u></u>	<u><u>\$ 209,565,753</u></u>	<u><u>\$ 2,236,092</u></u>

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, 2018

	Major Funds				
	General	Highway / Public Works	General Debt Service	Rural Debt Service	General Capital Projects
<u>ASSETS</u>					
Cash	\$ 23,413	\$ 0	\$ 0	\$ 0	\$ 0
Equity in Pooled Cash and Investments	48,245,789	12,627,466	17,422,925	11,517,275	66,051,344
Accounts Receivable	1,036,386	564	694,759	20,362	45,000
Due from Other Governments	5,564,457	722,815	0	583,662	2,611,498
Due from Other Funds	443,141	0	0	913,502	0
Due from Component Units	0	0	0	882,833	0
Property Taxes Receivable	48,394,097	0	33,111,751	18,087,742	0
Allowance for Uncollectible Property Taxes	(255,680)	0	(174,939)	(107,738)	0
Cash Shortage	143,189	0	0	0	0
Restricted Assets	0	0	0	0	837,535
Notes Receivable - Long-term	0	0	3,040,000	0	0
Total Assets	<u>\$ 103,594,792</u>	<u>\$ 13,350,845</u>	<u>\$ 54,094,496</u>	<u>\$ 31,897,638</u>	<u>\$ 69,545,377</u>
<u>LIABILITIES</u>					
Accounts Payable	\$ 152,888	\$ 0	\$ 0	\$ 0	\$ 838,904
Contracts Payable	0	0	0	0	247,412
Retainage Payable	0	0	0	0	20,147
Claims and Judgments Payable	1,575,234	273,496	0	0	0
Current Liabilities Payable From Restricted Assets	0	0	0	0	837,535
Sales Tax	223	0	0	0	0
Total Liabilities	<u>\$ 1,728,345</u>	<u>\$ 273,496</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 1,943,998</u>

(Continued)

Exhibit C-1

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

DEFERRED INFLOWS OF RESOURCES

	Major Funds				
	General	Highway / Public Works	General Debt Service	Rural Debt Service	General Capital Projects
Deferred Current Property Taxes	\$ 47,791,375	\$ 0	\$ 32,699,362	\$ 17,815,616	\$ 0
Deferred Delinquent Property Taxes	282,042	0	182,450	139,388	0
Other Deferred/Unavailable Revenue	1,671,804	321,014	649,044	296,099	1,767,789
Total Deferred Inflows of Resources	<u>\$ 49,745,221</u>	<u>\$ 321,014</u>	<u>\$ 33,530,856</u>	<u>\$ 18,251,103</u>	<u>\$ 1,767,789</u>

FUND BALANCES

Restricted:

Restricted for General Government	\$ 902,537	\$ 0	\$ 0	\$ 0	\$ 0
Restricted for Finance	150,663	0	0	0	0
Restricted for Administration of Justice	535,657	0	0	0	0
Restricted for Public Safety	84,949	0	0	0	0
Restricted for Public Health and Welfare	36,585	0	0	0	0
Restricted for Capital Outlay	0	0	0	0	33,383,817
Restricted for Debt Service	0	0	101,590	0	0

Committed:

Committed for General Government	24,519	0	0	0	0
Committed for Administration of Justice	2,280	0	0	0	0
Committed for Public Health and Welfare	0	0	0	0	0
Committed for Social, Cultural, and Recreational Services	97,731	0	0	0	0
Committed for Highways/Public Works	0	12,756,335	0	0	0
Committed for Capital Outlay	0	0	0	0	32,449,773
Committed for Debt Service	0	0	20,462,050	13,646,535	0
Committed for Other Purposes	9,184	0	0	0	0

Assigned:

Assigned for General Government	441,883	0	0	0	0
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(Continued)

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

	Major Funds				
	General	Highway / Public Works	General Debt Service	Rural Debt Service	General Capital Projects
<u>FUND BALANCES (Cont.)</u>					
Assigned (Cont.):					
Assigned for Finance	\$ 237,849	\$ 0	\$ 0	\$ 0	\$ 0
Assigned for Administration of Justice	11,276	0	0	0	0
Assigned for Public Safety	1,380,632	0	0	0	0
Assigned for Public Health and Welfare	160,468	0	0	0	0
Assigned for Social, Cultural, and Recreational Services	224,013	0	0	0	0
Assigned for Agriculture and Natural Resources	37,327	0	0	0	0
Assigned for Other Purposes	14,887,587	0	0	0	0
Unassigned	32,896,086	0	0	0	0
Total Fund Balances	<u>\$ 52,121,226</u>	<u>\$ 12,756,335</u>	<u>\$ 20,563,640</u>	<u>\$ 13,646,535</u>	<u>\$ 65,833,590</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 103,594,792</u>	<u>\$ 13,350,845</u>	<u>\$ 54,094,496</u>	<u>\$ 31,897,638</u>	<u>\$ 69,545,377</u>

(Continued)

Exhibit C-1

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

	Nonmajor Funds	Other Govern- mental Funds	Total Governmental Funds
<u>ASSETS</u>			
Cash	\$ 871	\$	24,284
Equity in Pooled Cash and Investments	5,685,787		161,550,586
Accounts Receivable	148,774		1,945,845
Due from Other Governments	0		9,482,432
Due from Other Funds	0		1,356,643
Due from Component Units	0		882,833
Property Taxes Receivable	4,144,907		103,738,497
Allowance for Uncollectible Property Taxes	(30,701)		(569,058)
Cash Shortage	0		143,189
Restricted Assets	0		837,535
Notes Receivable - Long-term	0		3,040,000
Total Assets	\$ 9,949,638	\$	282,432,786
<u>LIABILITIES</u>			
Accounts Payable	\$ 25	\$	991,817
Contracts Payable	0		247,412
Retainage Payable	0		20,147
Claims and Judgments Payable	170,847		2,019,577
Current Liabilities Payable From Restricted Assets	0		837,535
Sales Tax	0		223
Total Liabilities	\$ 170,872	\$	4,116,711

(Continued)

Exhibit C-1

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

DEFERRED INFLOWS OF RESOURCES

Deferred Current Property Taxes
Deferred Delinquent Property Taxes
Other Deferred/Unavailable Revenue
Total Deferred Inflows of Resources

Nonmajor Funds		Total Governmental Funds
Other Govern- mental Funds		
\$ 4,059,410	\$ 102,365,763	
48,796	652,676	
40,000	4,745,750	
<u>\$ 4,148,206</u>	<u>\$ 107,764,189</u>	

FUND BALANCES

Restricted:

Restricted for General Government
Restricted for Finance
Restricted for Administration of Justice
Restricted for Public Safety
Restricted for Public Health and Welfare
Restricted for Capital Outlay
Restricted for Debt Service

\$ 0	\$ 902,537
0	150,663
0	535,657
195,460	280,409
0	36,585
0	33,383,817
0	101,590

Committed:

Committed for General Government
Committed for Administration of Justice
Committed for Public Health and Welfare
Committed for Social, Cultural, and Recreational Services
Committed for Highways/Public Works
Committed for Capital Outlay
Committed for Debt Service
Committed for Other Purposes

0	24,519
0	2,280
5,435,100	5,435,100
0	97,731
0	12,756,335
0	32,449,773
0	34,108,585
0	9,184

Assigned:

Assigned for General Government

0	441,883
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(Continued)

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

	Nonmajor Funds		Total Governmental Funds	
	Other Govern- mental Funds		Total Governmental Funds	
<u>FUND BALANCES (Cont.)</u>				
Assigned (Cont.):				
Assigned for Finance	\$	0	\$	237,849
Assigned for Administration of Justice		0		11,276
Assigned for Public Safety		0		1,380,632
Assigned for Public Health and Welfare		0		160,468
Assigned for Social, Cultural, and Recreational Services		0		224,013
Assigned for Agriculture and Natural Resources		0		37,327
Assigned for Other Purposes		0		14,887,587
Unassigned		0		32,896,086
Total Fund Balances	\$	5,630,560	\$	170,551,886
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	\$	9,949,638	\$	282,432,786

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

Williamson County, Tennessee
Reconciliation of the Balance Sheet of Governmental Funds to
the Statement of Net Position
June 30, 2018

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

Total fund balances - balance sheet - governmental funds (Exhibit C-1)		\$ 170,551,886
(1) Capital assets used in governmental activities are not financial resources and therefore are not reported in the governmental funds.		
Add: land	\$ 63,355,014	
Add: intangibles	5,875,500	
Add: construction in progress	770,172	
Add: buildings and improvements net of accumulated depreciation	135,889,584	
Add: infrastructure net of accumulated depreciation	26,227,926	
Add: intangibles net of accumulated depreciation	874,546	
Add: other capital assets net of accumulated depreciation	<u>29,194,505</u>	262,187,247
(2) Investment in joint venture used in governmental activities is not a financial resource and therefore is not reported in governmental funds.		6,794,625
(3) Internal service funds are used to account for the county's and the School Department's self-insured health programs. The assets and liabilities are included in governmental activities in the statement of net position.		4,866,866
(4) Long-term liabilities are not due and payable in the current period and therefore are not reported in the governmental funds.		
Add: deferred amount on refunded debt	\$ 7,260,783	
Less: unamortized debt premiums	(47,688,887)	
Less: bonds payable	(628,710,000)	
Less: accrued interest on long-term debt	(6,135,627)	
Less: landfill closure/postclosure care costs	(71,027)	
Less: other postemployment benefits liability	(66,463,418)	
Less: compensated absences payable	(3,385,493)	
Less: net pension liability	<u>(417,104)</u>	(745,610,773)
(5) Amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB/pensions will be amortized and recognized as components of OPEB/pension expense in future years:		
Less: deferred inflows of resources related to OPEB	\$ (2,602,068)	
Add: deferred outflows of resources related to pensions	6,262,505	
Less: deferred inflows of resources related to pensions	<u>(476,654)</u>	3,183,783
(6) Other long-term assets are not available to pay for current-period expenditures and therefore are deferred in the governmental funds.		<u>5,398,426</u>
Net position of governmental activities (Exhibit A)		<u>\$ (292,627,940)</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, 2018

	Major Funds				
	General	Highway / Public Works	General Debt Service	Rural Debt Service	General Capital Projects
<u>Revenues</u>					
Local Taxes	\$ 59,989,064	\$ 7,962,737	\$ 33,738,223	\$ 23,653,136	\$ 15,645,097
Licenses and Permits	1,869,568	0	0	0	0
Fines, Forfeitures, and Penalties	851,547	0	0	0	0
Charges for Current Services	7,386,609	0	0	0	0
Other Local Revenues	1,291,245	103,113	3,035,345	142,285	17,487,063
Fees Received From County Officials	15,515,207	0	0	0	0
State of Tennessee	8,266,775	4,932,569	359,321	0	0
Federal Government	2,860,066	0	696,663	950,605	1,003,044
Other Governments and Citizens Groups	1,212,118	134,923	1,853,633	4,541,137	3,986,638
Total Revenues	\$ 99,242,199	\$ 13,133,342	\$ 39,683,185	\$ 29,287,163	\$ 38,121,842
<u>Expenditures</u>					
Current:					
General Government	\$ 12,612,014	\$ 0	\$ 0	\$ 0	\$ 0
Finance	4,663,505	0	0	0	0
Administration of Justice	4,342,662	0	0	0	0
Public Safety	26,051,617	0	0	0	0
Public Health and Welfare	4,515,968	0	0	0	0
Social, Cultural, and Recreational Services	16,312,651	0	0	0	0
Agriculture and Natural Resources	439,868	0	0	0	0
Other Operations	20,982,331	0	0	0	0
Highways	0	11,451,108	0	0	0
Debt Service:					
Principal on Debt	0	0	26,305,000	31,915,000	0
Interest on Debt	0	0	12,933,972	11,819,826	0
Other Debt Service	0	0	713,135	469,268	0

(Continued)

Exhibit C-3

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

	Major Funds				
	General	Highway / Public Works	General Debt Service	Rural Debt Service	General Capital Projects
<u>Expenditures (Cont.)</u>					
Capital Projects	\$ 0	\$ 0	\$ 0	\$ 0	\$ 27,375,870
Capital Projects - Donated	0	0	0	0	109,511,425
Total Expenditures	\$ 89,920,616	\$ 11,451,108	\$ 39,952,107	\$ 44,204,094	\$ 136,887,295
Excess (Deficiency) of Revenues Over Expenditures	\$ 9,321,583	\$ 1,682,234	\$ (268,922)	\$ (14,916,931)	\$ (98,765,453)
<u>Other Financing Sources (Uses)</u>					
Bonds Issued	\$ 0	\$ 0	\$ 0	\$ 15,000,000	\$ 119,875,000
Premiums on Debt Sold	0	0	0	0	9,066,757
Insurance Recovery	585,177	0	0	0	0
Transfers In	58,045	216,829	5,500,000	6,200,000	9,257,387
Transfers Out	(2,599,232)	(6,250,000)	0	0	(15,220,158)
Total Other Financing Sources (Uses)	\$ (1,956,010)	\$ (6,033,171)	\$ 5,500,000	\$ 21,200,000	\$ 122,978,986
Net Change in Fund Balances	\$ 7,365,573	\$ (4,350,937)	\$ 5,231,078	\$ 6,283,069	\$ 24,213,533
Fund Balance, July 1, 2017	44,755,653	17,107,272	15,332,562	7,363,466	41,620,057
Fund Balance, June 30, 2018	\$ 52,121,226	\$ 12,756,335	\$ 20,563,640	\$ 13,646,535	\$ 65,833,590

(Continued)

Exhibit C-3

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

	Nonmajor Funds		Total Governmental Funds
	Other Govern- mental Funds		
<u>Revenues</u>			
Local Taxes	\$ 4,014,421	\$	145,002,678
Licenses and Permits	0		1,869,568
Fines, Forfeitures, and Penalties	70,971		922,518
Charges for Current Services	2,152,534		9,539,143
Other Local Revenues	394,901		22,453,952
Fees Received From County Officials	0		15,515,207
State of Tennessee	0		13,558,665
Federal Government	0		5,510,378
Other Governments and Citizens Groups	10,639		11,739,088
Total Revenues	\$ 6,643,466	\$	226,111,197
<u>Expenditures</u>			
Current:			
General Government	\$ 0	\$	12,612,014
Finance	0		4,663,505
Administration of Justice	0		4,342,662
Public Safety	69,947		26,121,564
Public Health and Welfare	4,609,389		9,125,357
Social, Cultural, and Recreational Services	0		16,312,651
Agriculture and Natural Resources	0		439,868
Other Operations	935,843		21,918,174
Highways	0		11,451,108
Debt Service:			
Principal on Debt	0		58,220,000
Interest on Debt	0		24,753,798
Other Debt Service	0		1,182,403

(Continued)

Exhibit C-3

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

	Nonmajor Funds	Other Govern- mental Funds	Total Governmental Funds
<u>Expenditures (Cont.)</u>			
Capital Projects	\$ 0	\$ 27,375,870	
Capital Projects - Donated	0	109,511,425	
Total Expenditures	<u>\$ 5,615,179</u>	<u>\$ 328,030,399</u>	
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ 1,028,287</u>	<u>\$ (101,919,202)</u>	
<u>Other Financing Sources (Uses)</u>			
Bonds Issued	\$ 0	\$ 134,875,000	
Premiums on Debt Sold	0	9,066,757	
Insurance Recovery	4,827	590,004	
Transfers In	0	21,232,261	
Transfers Out	(480,000)	(24,549,390)	
Total Other Financing Sources (Uses)	<u>\$ (475,173)</u>	<u>\$ 141,214,632</u>	
Net Change in Fund Balances	\$ 553,114	\$ 39,295,430	
Fund Balance, July 1, 2017	<u>5,077,446</u>	<u>131,256,456</u>	
Fund Balance, June 30, 2018	<u><u>\$ 5,630,560</u></u>	<u><u>\$ 170,551,886</u></u>	

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, 2018

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)		\$ 39,295,430
(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	\$ 15,153,714	
Less: current-year depreciation expense	<u>(10,972,953)</u>	4,180,761
(2) The net effect of various miscellaneous transactions involving capital assets (sales, trade-ins, and donations) is to decrease net position.		
Add: capital assets donated		58,303
Less: book value of capital assets disposed		<u>(132,077)</u>
(3) Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.		
Less: deferred delinquent property taxes and other deferred June 30, 2017	\$ (3,137,604)	
Add: deferred delinquent property taxes and other deferred June 30, 2018	<u>5,398,426</u>	2,260,822
(4) The issuance of long-term debt (e.g. bonds) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net position. Also, governmental funds report the effect of premiums, discounts, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities. This amount is the effect of these differences in the treatment of long-term debt and related items:		
Add: principal payments on bonds	\$ 43,220,000	
Add: principal payments on notes	15,000,000	
Less: bond proceeds	<u>(134,875,000)</u>	
Less: change in deferred amount on refunding debt	(1,869,490)	
Less: change in premium on debt issuances	<u>(4,571,517)</u>	(83,096,007)
(5) Some expenses reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in the governmental funds.		
Change in accrued interest payable	\$ (476,581)	
Change in other postemployment benefits liability (net of restatement)	(512,987)	
Change in deferred outflows of resources related to OPEB (net of restatement)	(1,417,510)	
Change in deferred inflows of resources related to OPEB	(2,602,068)	
Change in landfill closure/postclosure care costs	(1,256)	
Change in compensated absences payable	(139,568)	
Change in net pension liability	329,990	
Change in deferred outflows of resources related to pensions	(686,504)	
Change in deferred inflows of resources related to pensions	<u>200,117</u>	(5,306,367)
(6) Internal service funds are used to account for the county's and the School Department's self-insured health programs. The net revenue of certain activities of the internal service fund is reported with governmental activities in the statement of activities.		<u>738,469</u>
Change in net position of governmental activities (Exhibit B)		<u>\$ (42,000,666)</u>

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

Exhibit C-5

Williamson County, Tennessee
Statement of Revenues, Expenditures, and Changes
in Fund Balance - Actual (Budgetary Basis) and Budget
General Fund
For the Year Ended June 30, 2018

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2017	Add: Encumbrances 6/30/2018	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
<u>Revenues</u>							
Local Taxes	\$ 59,989,064	\$ 0	\$ 0	\$ 59,989,064	\$ 55,235,860	\$ 55,235,860	\$ 4,753,204
Licenses and Permits	1,869,568	0	0	1,869,568	1,787,500	1,787,500	82,068
Fines, Forfeitures, and Penalties	851,547	0	0	851,547	482,500	506,500	345,047
Charges for Current Services	7,386,609	0	0	7,386,609	6,447,500	6,591,427	795,182
Other Local Revenues	1,291,245	0	0	1,291,245	794,000	795,499	495,746
Fees Received From County Officials	15,515,207	0	0	15,515,207	14,400,500	14,400,500	1,114,707
State of Tennessee	8,266,775	0	0	8,266,775	4,838,300	6,105,318	2,161,457
Federal Government	2,860,066	0	0	2,860,066	2,677,550	3,230,847	(370,781)
Other Governments and Citizens Groups	1,212,118	0	0	1,212,118	485,597	986,057	226,061
Total Revenues	\$ 99,242,199	\$ 0	\$ 0	\$ 99,242,199	\$ 87,149,307	\$ 89,639,508	\$ 9,602,691
<u>Expenditures</u>							
<u>General Government</u>							
County Commission	\$ 911,053	\$ (9,491)	\$ 1,430	\$ 902,992	\$ 1,113,865	\$ 1,113,865	\$ 210,873
Board of Equalization	2,311	0	0	2,311	7,700	7,700	5,389
Beer Board	3,075	0	0	3,075	2,700	3,550	475
Other Boards and Committees	225	0	0	225	3,300	3,300	3,075
County Mayor/Executive	576,735	(55,790)	25,753	546,698	1,052,745	1,052,745	506,047
Personnel Office	202,277	(768)	0	201,509	301,290	301,290	99,781
County Attorney	750,938	0	0	750,938	740,000	775,000	24,062
Election Commission	697,182	(5,173)	62,734	754,743	645,384	870,305	115,562
Register of Deeds	679,658	0	1,362	681,020	676,857	742,357	61,337
Development	2,579,243	(2,677)	880	2,577,446	2,772,924	2,777,924	200,478
Planning	41,540	(23,780)	157,820	175,580	58,355	208,355	32,775
Building	48,255	(5,490)	5,972	48,737	36,125	62,125	13,388
Engineering	49,635	(7,198)	5,461	47,898	47,997	77,497	29,599
Codes Compliance	22,688	(13,904)	5,359	14,143	65,381	65,381	51,238
Geographical Information Systems	1,719,650	(70,923)	34,149	1,682,876	2,246,679	2,246,679	563,803
County Buildings	3,448,274	(83,269)	61,494	3,426,499	3,706,791	3,755,791	329,292
Other Facilities	149,087	(678)	62,183	210,592	200,676	265,676	55,084

(Continued)

Exhibit C-5

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

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2017	Add: Encumbrances 6/30/2018	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
<u>Expenditures (Cont.)</u>							
<u>General Government (Cont.)</u>							
Preservation of Records	\$ 210,574	\$ (10,422)	\$ 8,311	\$ 208,463	\$ 253,864	\$ 318,864	\$ 110,401
Risk Management	187,968	(217)	228	187,979	231,351	231,351	43,372
Other Risk Management	331,646	(720)	0	330,926	343,823	343,823	12,897
<u>Finance</u>							
Accounting and Budgeting	1,025,489	(920)	3,284	1,027,853	1,119,018	1,119,018	91,165
Property Assessor's Office	1,623,362	(80,324)	139,487	1,682,525	1,794,193	1,827,066	144,541
County Trustee's Office	579,366	(1,121)	1,310	579,555	666,271	666,271	86,716
County Clerk's Office	1,065,298	(37,386)	2,062	1,029,974	1,143,557	1,172,915	142,941
Other Finance	369,990	(56,253)	91,136	404,873	512,000	512,000	107,127
<u>Administration of Justice</u>							
Circuit Court	1,526,122	(2,133)	9,884	1,533,873	1,686,306	1,731,306	197,433
General Sessions Court	1,095,371	(569)	144	1,094,946	876,918	1,368,883	273,937
Drug Court	99,517	0	0	99,517	0	99,517	0
Chancery Court	483,599	(112)	112	483,599	488,477	501,477	17,878
Juvenile Court	497,252	0	1,020	498,272	548,945	548,945	50,673
Judicial Commissioners	296,141	(106)	115	296,150	342,029	355,349	59,199
Other Administration of Justice	259,299	0	0	259,299	311,622	311,622	52,323
Victim Assistance Programs	85,361	0	0	85,361	0	85,361	0
<u>Public Safety</u>							
Sheriff's Department	11,139,904	(228,712)	835,574	11,746,766	12,731,899	13,295,004	1,548,238
Traffic Control	171,805	(292)	10,410	181,923	288,964	288,964	107,041
Jail	6,853,283	(266,204)	378,094	6,965,173	7,541,528	7,848,528	883,355
Workhouse	148,740	(9,245)	11,684	151,179	167,527	185,427	34,248
Juvenile Services	2,136,603	(11,165)	18,108	2,143,546	2,037,422	2,331,274	187,728
Fire Prevention and Control	496,359	0	0	496,359	496,359	496,359	0
Other Emergency Management	12,478	(545)	0	11,933	25,000	25,000	13,067
County Coroner/Medical Examiner	273,720	0	0	273,720	246,675	300,150	26,430
Other Public Safety	4,818,725	(219,682)	125,344	4,724,387	4,709,911	5,223,911	499,524

(Continued)

Exhibit C-5

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

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2017	Add: Encumbrances 6/30/2018	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
<u>Expenditures (Cont.)</u>							
<u>Public Health and Welfare</u>							
Local Health Center	\$ 1,028,217	\$ (9,382)	\$ 3,936	\$ 1,022,771	\$ 1,616,803	\$ 1,662,943	\$ 640,172
Rabies and Animal Control	1,333,314	(19,191)	54,644	1,368,767	1,338,019	1,532,557	163,790
Ambulance/Emergency Medical Services	1,943,624	0	0	1,943,624	1,943,624	1,943,624	0
Other Local Health Services	9,576	0	0	9,576	9,576	9,576	0
Regional Mental Health Center	19,000	0	0	19,000	19,000	19,000	0
Appropriation to State	103,816	0	0	103,816	103,816	103,816	0
General Welfare Assistance	17,617	0	0	17,617	17,617	17,617	0
Aid to Dependent Children	10,436	(3,000)	564	8,000	11,000	11,000	3,000
Other Local Welfare Services	1,200	0	0	1,200	3,000	3,000	1,800
Other Public Health and Welfare	49,168	(6,230)	4,937	47,875	78,905	78,905	31,030
<u>Social, Cultural, and Recreational Services</u>							
Adult Activities	45,464	0	0	45,464	45,464	45,464	0
Senior Citizens Assistance	61,552	0	0	61,552	61,552	61,552	0
Libraries	2,392,667	(11,679)	24,183	2,405,171	2,282,198	2,561,130	155,959
Parks and Fair Boards	12,567,371	(233,273)	137,761	12,471,859	13,549,585	13,976,613	1,504,754
Other Social, Cultural, and Recreational	1,245,597	(23,689)	34,358	1,256,266	1,350,560	1,420,060	163,794
<u>Agriculture and Natural Resources</u>							
Agricultural Extension Service	385,290	(1,854)	0	383,436	455,778	455,778	72,342
Soil Conservation	54,578	0	0	54,578	54,604	54,604	26
<u>Other Operations</u>							
Other Economic and Community Development	295,000	0	0	295,000	295,000	295,000	0
Public Transportation	298,661	0	0	298,661	667,000	667,000	368,339
Veterans' Services	23,998	(189)	1,243	25,052	45,106	49,358	24,306
Other Charges	3,901,873	(41,167)	36,083	3,896,789	3,424,474	4,229,753	332,964
Employee Benefits	14,942,023	0	0	14,942,023	15,660,720	15,765,400	823,377
Miscellaneous	1,520,776	(18,995)	0	1,501,781	1,620,854	1,574,009	72,228
Total Expenditures	\$ 89,920,616	\$ (1,573,918)	\$ 2,358,613	\$ 90,705,311	\$ 96,896,683	\$ 102,055,684	\$ 11,350,373

(Continued)

Exhibit C-5

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

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2017	Add: Encumbrances 6/30/2018	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
Excess (Deficiency) of Revenues Over Expenditures	\$ 9,321,583	\$ 1,573,918	\$ (2,358,613)	\$ 8,536,888	\$ (9,747,376)	\$ (12,416,176)	\$ 20,953,064
<u>Other Financing Sources (Uses)</u>							
Insurance Recovery	\$ 585,177	\$ 0	\$ 0	\$ 585,177	\$ 0	\$ 571,780	\$ 13,397
Transfers In	58,045	0	0	58,045	83,464	83,464	(25,419)
Transfers Out	(2,599,232)	0	0	(2,599,232)	0	(2,599,232)	0
Total Other Financing Sources	\$ (1,956,010)	\$ 0	\$ 0	\$ (1,956,010)	\$ 83,464	\$ (1,943,988)	\$ (12,022)
Net Change in Fund Balance	\$ 7,365,573	\$ 1,573,918	\$ (2,358,613)	\$ 6,580,878	\$ (9,663,912)	\$ (14,360,164)	\$ 20,941,042
Fund Balance, July 1, 2017	44,755,653	(1,573,918)	0	43,181,735	36,722,277	36,722,277	6,459,458
Fund Balance, June 30, 2018	\$ 52,121,226	\$ 0	\$ (2,358,613)	\$ 49,762,613	\$ 27,058,365	\$ 22,362,113	\$ 27,400,500

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

Exhibit C-6

Williamson County, Tennessee
Statement of Revenues, Expenditures, and Changes
in Fund Balance - Actual (Budgetary Basis) and Budget
Highway/Public Works Fund
For the Year Ended June 30, 2018

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2017	Add: Encumbrances 6/30/2018	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
<u>Revenues</u>							
Local Taxes	\$ 7,962,737	\$ 0	\$ 0	\$ 7,962,737	\$ 7,928,853	\$ 7,928,853	\$ 33,884
Other Local Revenues	103,113	0	0	103,113	55,000	55,000	48,113
State of Tennessee	4,932,569	0	0	4,932,569	3,732,000	3,732,000	1,200,569
Other Governments and Citizens Groups	134,923	0	0	134,923	50,000	50,000	84,923
Total Revenues	\$ 13,133,342	\$ 0	\$ 0	\$ 13,133,342	\$ 11,765,853	\$ 11,765,853	\$ 1,367,489
<u>Expenditures</u>							
<u>Highways</u>							
Administration	\$ 831,892	\$ (69,834)	\$ 53,199	\$ 815,257	\$ 867,674	\$ 967,674	\$ 152,417
Highway and Bridge Maintenance	5,783,698	(1,262,022)	949,590	5,471,266	5,811,860	5,959,860	488,594
Operation and Maintenance of Equipment	1,399,394	(262,998)	317,570	1,453,966	1,777,958	1,777,958	323,992
Quarry Operations	784,889	(195,153)	74,274	664,010	804,661	804,661	140,651
Other Charges	587,866	(1,888)	0	585,978	953,000	953,000	367,022
Employee Benefits	1,265,608	0	0	1,265,608	1,303,010	1,303,010	37,402
Capital Outlay	797,761	(218,571)	225,666	804,856	180,000	970,000	165,144
Total Expenditures	\$ 11,451,108	\$ (2,010,466)	\$ 1,620,299	\$ 11,060,941	\$ 11,698,163	\$ 12,736,163	\$ 1,675,222
Excess (Deficiency) of Revenues Over Expenditures	\$ 1,682,234	\$ 2,010,466	\$ (1,620,299)	\$ 2,072,401	\$ 67,690	\$ (970,310)	\$ 3,042,711
<u>Other Financing Sources (Uses)</u>							
Transfers In	\$ 216,829	\$ 0	\$ 0	\$ 216,829	\$ 75,000	\$ 83,000	\$ 133,829
Transfers Out	(6,250,000)	0	0	(6,250,000)	0	(6,250,000)	0
Total Other Financing Sources	\$ (6,033,171)	\$ 0	\$ 0	\$ (6,033,171)	\$ 75,000	\$ (6,167,000)	\$ 133,829
Net Change in Fund Balance	\$ (4,350,937)	\$ 2,010,466	\$ (1,620,299)	\$ (3,960,770)	\$ 142,690	\$ (7,137,310)	\$ 3,176,540
Fund Balance, July 1, 2017	17,107,272	(2,010,466)	0	15,096,806	15,096,806	15,096,806	0
Fund Balance, June 30, 2018	\$ 12,756,335	\$ 0	\$ (1,620,299)	\$ 11,136,036	\$ 15,239,496	\$ 7,959,496	\$ 3,176,540

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

Exhibit D-1

Williamson County, Tennessee
Statement of Net Position
Proprietary Fund
June 30, 2018

		Governmental Activities - Internal Service Fund
		Self- Insurance Fund
	<u>ASSETS</u>	
Current Assets:		
Cash with Paying Agents	\$	1,737,000
Equity in Pooled Cash and Investments		10,387,399
Accounts Receivable		59,020
Total Assets	\$	12,183,419
	<u>LIABILITIES</u>	
Current Liabilities:		
Payroll Deductions Payable	\$	149,258
Claims and Judgments Payable		7,167,295
Total Liabilities	\$	7,316,553
	<u>NET POSITION</u>	
Unrestricted	\$	4,866,866
Total Net Position	\$	4,866,866

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

Exhibit D-2

Williamson County, Tennessee
Statement of Revenues, Expenses, and
Changes in Net Position
Proprietary Fund
For the Year Ended June 30, 2018

	Governmental Activities - Internal Service Fund
	Self - Insurance Fund
<u>Operating Revenues</u>	
Charges for Services	\$ 68,664,440
Other Local Revenues	5,148,608
Total Operating Revenues	<u>\$ 73,813,048</u>
<u>Operating Expenses</u>	
Handling Charges and Administrative Costs	\$ 9,465,917
Life Insurance	234,397
Dental Insurance	3,778,811
Flexible Benefit Charges	2,066,245
Medical Claims	45,096,359
Other Self-Insured Claims	12,432,850
Total Operating Expenses	<u>\$ 73,074,579</u>
Operating Income (Loss)	\$ 738,469
Net Position, July 1, 2017	<u>4,128,397</u>
Net Position, June 30, 2018	<u><u>\$ 4,866,866</u></u>

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

Exhibit D-3

Williamson County, Tennessee
Statement of Cash Flows
Proprietary Fund
For the Year Ended June 30, 2018

	Governmental Activities - Internal Service Fund Self - Insurance Fund
<u>Cash Flows from Operating Activities</u>	
Cash Receipts from Interfund Services Provided	\$ 60,955,850
Cash Receipts from Customers and Users	12,822,235
Cash Payments for Interfund Services Used	(73,477,470)
Net Cash Provided By (Used In) Operating Activities	<u>\$ 300,615</u>
Increase (Decrease) in Cash	\$ 300,615
Cash, July 1, 2017	<u>11,823,784</u>
Cash, June 30, 2018	<u><u>\$ 12,124,399</u></u>
<u>Reconciliation of Net Operating Income (Loss)</u> <u>to Net Cash Provided By (Used In) Operating Activities</u>	
Operating Income (Loss)	\$ 738,469
Adjustments to Reconcile Net Operating Income (Loss) to Net Cash Provided By (Used In) Operating Activities:	
(Increase) Decrease in Accounts Receivable	(34,963)
Increase (Decrease) in Accounts Payable	83,874
Increase (Decrease) in Claims and Judgments Payable	<u>(486,765)</u>
Net Cash Provided By (Used In) Operating Activities	<u><u>\$ 300,615</u></u>
<u>Reconciliation of Cash With Statement of Net Position</u>	
Cash With Paying Agents Per Net Position	\$ 1,737,000
Equity in Pooled Cash and Investments Per Net Position	<u>10,387,399</u>
Cash, June 30, 2018	<u><u>\$ 12,124,399</u></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, 2018

	<u>Agency Funds</u>
<u>ASSETS</u>	
Cash	\$ 11,976,440
Equity in Pooled Cash and Investments	2,110,469
Accounts Receivable	106,530
Due from Other Governments	12,911,338
Property Taxes Receivable	13,002,084
Allowance for Uncollectible Property Taxes	<u>(68,694)</u>
Total Assets	<u>\$ 40,038,167</u>
<u>LIABILITIES</u>	
Due to Other Funds	\$ 1,356,643
Due to Other Taxing Units	25,583,729
Due to Litigants, Heirs, and Others	12,234,084
Due to Joint Venture	<u>863,711</u>
Total Liabilities	<u>\$ 40,038,167</u>

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

WILLIAMSON COUNTY, TENNESSEE

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WILLIAMSON COUNTY, TENNESSEE
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WILLIAMSON COUNTY, TENNESSEE
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended June 30, 2018

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

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

A. Reporting Entity

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

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

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

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

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

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

Administrative Offices:

Williamson County Hospital District
d/b/a Williamson Medical Center
4321 Carothers Parkway
Franklin, TN 37067

Williamson County Emergency
Communications District
304 Beasley Drive, Suite 145
Franklin, TN 37064

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

B. Government-wide and Fund Financial Statements

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

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

directly benefit from goods, services, or privileges provided by a given function and (2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function. Taxes and other items not properly included among program revenues are reported instead as general revenues.

Williamson County issues all debt for the discretely presented Williamson County School Department. Net debt issues totaling \$108,011,425 were contributed by the county to the School Department during the year ended June 30, 2018.

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

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

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

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

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

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

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

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

Williamson County reports the following major governmental funds:

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

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

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

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

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

Additionally, Williamson County reports the following fund types:

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

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

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

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

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

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

Special Revenue Funds – These funds account for and report the proceeds of specific revenue sources that are restricted, committed, or

assigned to expenditure for specified purposes other than debt service or capital projects.

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

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

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

1. Deposits and Investments

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

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

The county trustee maintains a cash and internal investment pool that is used by all funds and the discretely presented Williamson County School Department. Each fund's portion of this pool is displayed on the balance sheets or statements of net position as Equity in Pooled Cash and Investments. Most income from these pooled investments is assigned to the General Purpose School, General Debt Service, and Education Capital Projects funds. Williamson County and the School Department have adopted a policy of reporting U.S. Treasury obligations, U.S. agency obligations, and repurchase agreements with maturities of one year or less when purchased on the balance sheet at amortized cost. Certificates of deposit are reported at cost. Investments in the State Treasurer's Investment Pool are reported at amortized cost

using a stable net asset value. State statutes require the state treasurer to administer the pool under the same terms and conditions, including collateral requirements, as prescribed for other funds invested by the state treasurer. All other investments are reported at fair value. No investments required to be reported at fair value were held at the balance sheet date

2. Receivables and Payables

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

All property taxes receivable are shown with an allowance for uncollectibles. The allowance for uncollectible property taxes is .28 percent of total taxes levied.

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

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

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

Most payables are disaggregated on the face of the financial statements. Current liabilities payable from restricted assets reflected in the primary government's General Capital Projects Fund represent deposits placed with Williamson County for road damage (\$837,535). Current liabilities payable from restricted assets reflected in the School

Department's nonmajor governmental funds represent deposits placed with the School Department for student meals (\$573,430). 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 represent amounts withheld from payments made on construction contracts pending completion of the projects. These amounts are held by the county trustee as Equity in Pooled Cash and Investments in the respective funds.

3. Capital Assets

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

Capital assets, which include property, plant, equipment, and infrastructure assets (e.g., roads, bridges, and similar items), are reported in the governmental column in the government-wide financial statements. Capital assets are defined by the primary government as assets with an initial, individual cost of \$10,000 (buildings/improvements and intangibles \$100,000; infrastructure \$50,000) or more and an estimated useful life of more than five years. Capital assets are defined by the School Department as assets with an initial, individual cost of \$10,000 (buildings/improvements \$100,000; vehicles \$20,000) and an estimated useful life of more than five years. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at acquisition value at the date of donation.

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

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

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

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

*applicable legal life of the asset

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

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

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

5. Compensated Absences

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

6. Long-term Obligations

In the government-wide financial statements and the proprietary fund type in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities or proprietary fund type Statement of Net Position. Debt premiums and discounts are deferred and are amortized over the life of the new debt using the straight-line method. Debt issuance costs are expensed in the period incurred. In refunding transactions, the difference between the reacquisition price and the net carrying amount of the old debt is reported as a deferred outflow of resources or a deferred inflow of resources and recognized as a component of interest expense in a systematic and rational manner over the remaining life of the refunded debt or the life of the new debt issued, whichever is shorter.

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

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

7. Net Position and Fund Balance

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

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

As of June 30, 2018, Williamson County had \$494,486,000 in outstanding debt for capital purposes for the discretely presented Williamson County School Department. This debt is a liability of Williamson County, but the capital assets acquired are reported in the financial statements of the School Department. Therefore, Williamson County has incurred a liability significantly decreasing its unrestricted net position with no corresponding increase in the county's capital assets.

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

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

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

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

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

Assigned Fund Balance – includes amounts that are constrained by the county's intent to be used for specific purposes but are neither restricted nor committed (excluding stabilization arrangements). The county commission has by resolution authorized the county's Budget Committee to make assignments for the general government. The Board of Education makes assignments for the School Department.

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

8. Restatements

In prior years, the government was required to recognize a liability for its other postemployment benefits plans under Governmental Accounting Standards Board (GASB) Statement No. 45. As of July 1, 2017, Williamson County has adopted the provisions of GASB Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions*. Restatements reducing the beginning net position of the Governmental Activities of the primary government and the discretely presented Williamson County School Department by \$35,808,702 and \$130,319,935, respectively, have been recognized to account for the transitional requirements.

E. Pension Plans

Primary Government

For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension

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

Discretely Presented Williamson County School Department

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

F. Other Postemployment Benefit (OPEB) Plans

Primary Government

For purposes of measuring the net OPEB liability, deferred outflows of resources and deferred inflows of resources related to OPEB, and OPEB expense, have been determined on the same basis as they are reported by Williamson County. For this purpose, Williamson County recognizes benefit payments when due and payable in accordance with benefit terms. Williamson County's OPEB plan is not administered through a trust.

Discretely Presented Williamson County School Department

For purposes of measuring the net OPEB liability, deferred outflows of resources and deferred inflows of resources related to OPEB, and OPEB expense, have been determined on the same basis as they are reported by the discretely presented Williamson County School Department. For this purpose, the School Department recognizes benefit payments when due and payable in accordance with benefit terms. The School Department's OPEB plan is not administered through a trust.

II. RECONCILIATION OF GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS

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

Primary Government

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

Discretely Presented Williamson County School Department

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

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

Primary Government

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

Discretely Presented Williamson County School Department

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

III. STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

A. Budgetary Information

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

The county is required by state statute to adopt annual budgets. Annual budgets are prepared on the basis in which current available funds must be

sufficient to meet current expenditures. Expenditures and encumbrances may not legally exceed appropriations authorized by the county commission and any authorized revisions. Unencumbered appropriations lapse at the end of each fiscal year.

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

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

At June 30, 2018, Williamson County and the Williamson County School Department reported the following significant encumbrances:

Opinion Unit	Amount
Primary Government:	
General	\$ 2,358,613
Highway/Public Works	1,620,299
Nonmajor Governmental	295,616
School Department:	
General Purpose School	5,298,143
Nonmajor Governmental	251,540

B. Cash Shortages – Prior Years

The audit of Williamson County for the 2005-06 year reported a cash shortage of \$45,038 as of June 30, 2006, at the Fairview Recreational Center. This cash shortage resulted from collections that were not deposited or otherwise accounted for properly. On October 6, 2008, the defendant pled guilty and was sentenced to four years' probation and ordered to pay restitution to Williamson County. On October 7, 2008, the defendant signed a promissory note with Williamson County. The promissory note states that the debtor shall pay the principal amount in full no later than 48 months from November 1, 2008. This note was extended for an additional four years in FY 2012 and again for an additional four years on November 21, 2016. During the 2017-18 fiscal year, this individual paid restitution totaling \$246, leaving the outstanding cash shortage of \$32,352 as of June 30, 2018.

A special report of the Williamson County Animal Control Department released on July 26, 2010, for the period May 17, 2005, through March 31, 2010, reported a cash shortage of \$106,446 from receipts that were not deposited with the county or otherwise accounted for properly. On November 15, 2010, the employee pled guilty to theft over \$60,000 and was sentenced to eight years' confinement, which was suspended to eight years' probation, and was ordered to pay restitution of \$106,446. During the 2017-18 fiscal year, this individual paid restitution of \$1,060 leaving the outstanding cash shortage of \$103,222 as of June 30, 2018.

C. Cash Shortage – Current Year

An investigation by the Comptroller's Division of Investigations disclosed that a former employee of the Williamson County Parks and Recreation misappropriated funds designated for the adult softball league program. At June 30, 2018, the General Fund recognized an outstanding cash shortage of \$7,615 related to this report. On January 14, 2019, the former employee pled guilty to one count of Theft under \$1,000 and one count of Official Misconduct, was sentenced to supervised probation, and paid court ordered restitution of \$7,615.

IV. DETAILED NOTES ON ALL FUNDS

A. Deposits and Investments

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

Deposits

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

agreement, public fund accounts covered by the pool are considered to be insured for purposes of credit risk disclosure.

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

Investments

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

Investment Balances. As of June 30, 2018, Williamson County had the following investments carried at amortized cost using a Stable Net Asset Value. All investments are in the county trustee’s investment pool. Separate disclosures concerning pooled investments cannot be made for Williamson County and the discretely presented Williamson County School Department since both pool their deposits and investments through the county trustee.

Investment	Weighted Average Maturity (days)	Amortized Cost
State Treasurer's Investment Pool	2 to 113	\$ 7,200,854

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, 2018, Williamson County's investment in the State Treasurer's Investment Pool was unrated.

B. Notes Receivable

Notes receivable in the General Debt Service Fund totaling \$3,040,000 resulted from an agreement with the City of Spring Hill to help finance the construction of a recreational facility and related infrastructure and is included in the committed fund balance account.

C. Capital Assets

Capital assets activity for the year ended June 30, 2018, is presented in the following table. This table does not include certain land, buildings, and equipment, which are titled to Williamson County and used by the Williamson Medical Center. Title to these assets were transferred from the hospital to the county based on a 1992 refunding of the Series 1985, Hospital Revenue Bonds. These assets are reported in the financial statements of the discretely presented Williamson County Hospital District. Chapter 107, Private Acts of 1957, as amended, provides that "the Board of Trustees shall be vested with full, absolute and complete authority and responsibility for the operation, management, conduct and control of the business and affairs of the Hospital District ..."

Primary Government

Governmental Activities:

	Balance 7-1-17	Increases	Decreases	Balance 6-30-18
Capital Assets Not Depreciated:				
Land	\$ 59,690,984	\$ 3,771,588	\$ (107,558)	\$ 63,355,014
Intangible Assets- Indefinite Life	5,875,500	0	0	5,875,500
Construction in Progress	12,646,819	1,819,750	(13,696,397)	770,172
Total Capital Assets Not Depreciated	<u>\$ 78,213,303</u>	<u>\$ 5,591,338</u>	<u>\$ (13,803,955)</u>	<u>\$ 70,000,686</u>
Capital Assets Depreciated:				
Buildings and Improvements	\$ 179,457,152	\$ 15,838,342	\$ 0	\$ 195,295,494
Infrastructure	66,944,109	1,077,264	0	68,021,373
Intangibles	2,307,324	0	0	2,307,324
Other Capital Assets	68,471,500	6,401,470	(408,232)	74,464,738
Total Capital Assets Depreciated	<u>\$ 317,180,085</u>	<u>\$ 23,317,076</u>	<u>\$ (408,232)</u>	<u>\$ 340,088,929</u>
Less Accumulated Depreciation For:				
Buildings and Improvements	\$ 54,113,675	\$ 5,292,235	\$ 0	\$ 59,405,910
Infrastructure	40,592,558	1,200,889	0	41,793,447
Intangibles	1,031,639	401,139	0	1,432,778
Other Capital Assets	41,575,256	4,078,690	(383,713)	45,270,233
Total Accumulated Depreciation	<u>\$ 137,313,128</u>	<u>\$ 10,972,953</u>	<u>\$ (383,713)</u>	<u>\$ 147,902,368</u>
Total Capital Assets Depreciated, Net	<u>\$ 179,866,957</u>	<u>\$ 12,344,123</u>	<u>\$ (24,519)</u>	<u>\$ 192,186,561</u>
Governmental Activities Capital Assets, Net	<u>\$ 258,080,260</u>	<u>\$ 17,935,461</u>	<u>\$ (13,828,474)</u>	<u>\$ 262,187,247</u>

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

Governmental Activities:

General Government	\$ 1,755,953
Finance	193,416
Public Safety	3,434,316
Public Health and Welfare	804,300
Social, Cultural, and Recreational Services	2,801,563
Agriculture and Natural Resources	1,402
Highways/Public Works	<u>1,982,003</u>
Total Depreciation Expense - Governmental Activities	<u><u>\$ 10,972,953</u></u>

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

	Balance 7-1-17	Increases	Decreases	Balance 6-30-18
Capital Assets Not Depreciated:				
Land	\$ 47,914,913	\$ 149,501	\$ 0	\$ 48,064,414
Construction in Progress	<u>23,884,796</u>	<u>66,977,019</u>	<u>0</u>	<u>90,861,815</u>
Total Capital Assets Not Depreciated	<u>\$ 71,799,709</u>	<u>\$ 67,126,520</u>	<u>\$ 0</u>	<u>\$ 138,926,229</u>
Capital Assets Depreciated:				
Buildings and Improvements	\$ 545,955,087	\$ 0	\$ 0	\$ 545,955,087
Intangibles	756,973	0	0	756,973
Other Capital Assets	<u>42,303,217</u>	<u>4,419,931</u>	<u>(886,163)</u>	<u>45,836,985</u>
Total Capital Assets Depreciated	<u>\$ 589,015,277</u>	<u>\$ 4,419,931</u>	<u>\$ (886,163)</u>	<u>\$ 592,549,045</u>
Less Accumulated Depreciation For:				
Buildings and Improvements	\$ 163,787,246	\$ 13,486,953	\$ 0	\$ 177,274,199
Intangibles	756,973	0	0	756,973
Other Capital Assets	<u>21,392,499</u>	<u>3,040,117</u>	<u>(819,231)</u>	<u>23,613,385</u>
Total Accumulated Depreciation	<u>\$ 185,936,718</u>	<u>\$ 16,527,070</u>	<u>\$ (819,231)</u>	<u>\$ 201,644,557</u>
Total Capital Assets Depreciated, Net	<u>\$ 403,078,559</u>	<u>\$ (12,107,139)</u>	<u>\$ (66,932)</u>	<u>\$ 390,904,488</u>
Governmental Activities Capital Assets, Net	<u><u>\$ 474,878,268</u></u>	<u><u>\$ 55,019,381</u></u>	<u><u>\$ (66,932)</u></u>	<u><u>\$ 529,830,717</u></u>

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

Governmental Activities:

Instruction	\$ 24,974
Support Services	16,349,396
Operation of Non-instructional Services	<u>152,700</u>
Total Depreciation Expense - Governmental Activities	<u>\$ 16,527,070</u>

D. Construction Commitments

At June 30, 2018, Williamson County had uncompleted construction contracts of approximately \$1,185,512 in the General Capital Projects Fund for reroofing and building construction projects. Funding has been received for these future expenditures.

At June 30, 2018, the School Department had uncompleted construction contracts of approximately \$15,898,735 in the Education Capital Projects Fund for the school building program. Funding has been received for these future expenditures.

E. Interfund Receivables, Payables, and Transfers

The composition of interfund balances as of June 30, 2018, was as follows:

Due to/from Other Funds:

<u>Receivable Fund</u>	<u>Payable Fund</u>	<u>Amount</u>
Primary Government:		
General	Fiduciary Funds	\$ 443,141
Rural Debt Service	"	913,502

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

Due to/from Primary Government and Component Unit:

Receivable Fund	Payable Fund	Amount
Component Unit:		
Primary Government:	School Department:	
Rural Debt Service	General Purpose School	\$ 882,833

Interfund Transfers:

Interfund transfers for the year ended June 30, 2018, consisted of the following amounts:

Primary Government

Transfers Out	Transfers In		
	General Fund	Highway/ Public Works Fund	General Debt Service Fund
General Capital Projects Fund	\$ 0	\$ 216,829	\$ 5,500,000
Fiduciary Funds	58,045	0	0
Total	\$ 58,045	\$ 216,829	\$ 5,500,000

Transfers Out	Transfers In		
	Rural Debt Service Fund	General Capital Projects Fund	Fiduciary Funds
General Fund	\$ 0	\$ 2,527,387	\$ 71,845
General Capital Projects Fund	6,200,000	0	3,303,329
Highway/ Public Works Fund	0	6,250,000	0
Nonmajor governmental funds	0	480,000	0
Total	\$ 6,200,000	\$ 9,257,387	\$ 3,375,174

Discretely Presented Williamson County School Department

Transfers Out	Transfers In	
	General Purpose School Fund	Purpose
Nonmajor governmental funds	\$ 299,092	Indirect Costs

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 Obligations

Primary Government

General Obligation Bonds and Notes

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

General obligation bonds and notes are direct obligations and pledge the full faith and credit of the government. General obligation bonds outstanding were issued for original terms of up to 25 years for bonds. Repayment terms are generally structured with increasing amounts of principal maturing as interest requirements decrease over the term of the debt. All bonds included in long-term debt as of June 30, 2018, will be retired from the debt service funds.

General obligation bonds outstanding as of June 30, 2018, for governmental activities are as follows:

Type	Interest Rate	Final Maturity	Original Amount of Issue	Balance 6-30-18
General Obligation Bonds	1 to 5.75%	4-1-38	\$ 282,460,000	\$ 231,740,000
General Obligation Bonds - Refunding	1.5 to 5	4-1-29	145,875,000	84,430,000
County District School Bonds	.85 to 5.75	4-1-38	288,240,000	238,535,000
County District School Bonds - Refunding	2 to 5	4-1-29	105,370,000	74,005,000

The annual requirements to amortize all general obligation bond and county district school bonds as of June 30, 2018, including interest payments, are presented in the following table:

Year Ending June 30	Bonds		
	Principal	Interest	Total
2019	\$ 43,795,000	\$ 25,785,642	\$ 69,580,642
2020	41,725,000	23,915,591	65,640,591
2021	44,030,000	22,119,928	66,149,928
2022	41,280,000	20,193,319	61,473,319
2023	39,575,000	18,337,424	57,912,424
2024-2028	191,075,000	64,964,638	256,039,638
2029-2033	148,845,000	29,915,393	178,760,393
2034-2038	78,385,000	6,433,185	84,818,185
Total	\$ 628,710,000	\$ 211,665,120	\$ 840,375,120

There is \$34,210,175 available in the debt service funds to service long-term debt. Bonded debt per capita totaled \$3,432, based on the 2010 federal census. Total debt per capita, including bonds and unamortized debt premiums, totaled \$3,692, based on the 2010 federal census.

Changes in Long-term Obligations

Long-term obligations activity for the year ended June 30, 2018, was as follows:

Governmental Activities:

	Bonds		Notes	Compensated Absences
Balance, July 1, 2017	\$ 537,055,000	\$ 15,000,000	\$ 3,245,925	
Additions	134,875,000	0	3,231,710	
Reductions	(43,220,000)	(15,000,000)	(3,092,142)	
Balance, June 30, 2018	\$ 628,710,000	\$ 0	\$ 3,385,493	
Balance Due Within One Year	\$ 43,795,000	\$ 0	\$ 3,385,493	

	Claims and Judgments	Other Postemployment Benefits*	Closure/ Postclosure Care Costs
Balance, July 1, 2017	\$ 9,228,846	\$ 65,950,431	\$ 69,771
Additions	50,625,053	5,354,947	1,256
Reductions	(50,667,027)	(4,841,960)	0
Balance, June 30, 2018	<u>\$ 9,186,872</u>	<u>\$ 66,463,418</u>	<u>\$ 71,027</u>
Balance Due Within One Year	<u>\$ 9,186,872</u>	<u>\$ 0</u>	<u>\$ 0</u>

*OPEB balance at July 1, 2017, was restated. See Note I.D.8.

	Net Pension Liability - Agent Pension Plan
Balance, July 1, 2017	\$ 747,094
Additions	4,597,938
Reductions	(4,927,928)
Balance, June 30, 2018	<u>\$ 417,104</u>
Balance Due Within One Year	<u>\$ 0</u>

Analysis of Noncurrent Liabilities Presented on Exhibit A:

Total Noncurrent Liabilities, June 30, 2018	\$ 708,233,914
Less: Due Within One Year	(56,367,365)
Add: Unamortized Premium on Debt	<u>47,688,887</u>
Noncurrent Liabilities - Due in More Than One Year - Exhibit A	<u>\$ 699,555,436</u>

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

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

<u>Fund</u>	<u>Amount</u>
Self-Insurance	\$ 7,167,295
General	1,575,234
Highway/Public Works	273,496
Solid Waste/Sanitation	<u>170,847</u>
Total	<u>\$ 9,186,872</u>

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, 2018, the following outstanding bonds are considered defeased:

	<u>Amount</u>
2009A General Obligation	\$ 15,250,000
2009A Co District School	13,105,000

Discretely Presented Williamson County School Department

Changes in Long-term Obligations

Long-term obligations activity for the discretely presented Williamson County School Department for the year ended June 30, 2018, was as follows:

Governmental Activities:

	Compensated Absences	Claims and Judgments	Other Postemployment Benefits*
Balance, July 1, 2017	\$ 1,510,050	\$ 733,376	\$ 283,363,292
Additions	1,973,487	2,849,871	23,008,119
Reductions	<u>(1,824,029)</u>	<u>(2,833,247)</u>	<u>(20,801,411)</u>
Balance, June 30, 2018	<u>\$ 1,659,508</u>	<u>\$ 750,000</u>	<u>\$ 285,570,000</u>
Balance Due Within One Year	<u>\$ 248,927</u>	<u>\$ 750,000</u>	<u>\$ 0</u>

*OPEB balance at July 1, 2017, was restated. See Note I.D.8.

	Net Pension Liability - Agent Pension Plan	Net Pension Liability - Teacher Legacy Pension Plan**
Balance, July 1, 2017	\$ 637,183	\$ 21,950,582
Additions	4,340,008	13,546,670
Reductions	(4,586,424)	(36,653,569)
Balance, June 30, 2018	<u>\$ 390,767</u>	<u>\$ (1,156,317)</u>
Balance Due Within One Year	<u>\$ 0</u>	<u>\$ 0</u>

** - At June 30, 2018, the Teacher Legacy Pension Plan had a net asset balance.

Analysis of Noncurrent Liabilities Presented on Exhibit A:

Total Noncurrent Liabilities, June 30, 2018	\$ 288,370,275
Less: Due Within One Year	<u>(998,927)</u>
Noncurrent Liabilities - Due in More Than One Year - Exhibit A	<u>\$ 287,371,348</u>

Compensated absences, other postemployment benefits, and net pension liability will be paid from the employing funds, primarily the General Purpose School and School Federal Projects funds. Claims and judgments will be paid from the General Purpose School Fund.

G. Short-term Debt

Williamson County issued tax anticipation notes in advance of property tax collections and deposited the proceeds in the General Purpose School Fund. These notes were necessary because funds were not available to meet operating expenses due before current tax collections. Short-term debt activity for the year ended June 30, 2018, was as follows:

	Balance 7-1-17	Issued	Paid	Balance 6-30-18
Tax Anticipation Notes	\$ 0	\$ 20,000,000	\$ (20,000,000)	\$ 0

V. OTHER INFORMATION

A. Risk Management

Williamson County and the Williamson County School Department have chosen to establish the Self-Insurance Fund for risks associated with the employees' health insurance plans. The Self-Insurance Fund is accounted for as an internal service fund where assets are set aside for claim settlements. The county retains the risk of loss to a limit of \$200,000 per specific loss. The plans do not carry aggregate reinsurance.

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

		Beginning of Fiscal Year Liability		Current-year Claims and Estimates		Payments		Balance at Fiscal Year-end
2016-17	\$	7,167,329	\$	50,156,872	\$	(49,670,141)	\$	7,654,060
2017-18		7,654,060		49,109,567		(49,596,332)		7,167,295

Williamson County and the discretely presented Williamson County School Department are self-insured for all other risks of loss, including general liability, property, casualty, and workers' compensation. The county carries commercial insurance coverage for any specific loss related to general liability, property, and casualty exceeding \$100,000 up to \$12,000,000 and any specific loss related to workers' compensation exceeding \$250,000 up to \$2,000,000. Claims liabilities are reported as claims and judgments payable in the General, Highway/Public Works, Solid Waste/Sanitation, and the discretely presented General Purpose School funds.

B. Accounting Changes

Provisions of Governmental Accounting Standards Board (GASB) Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions*; Statement No. 81, *Irrevocable Split-Interest Agreements*; Statement No. 85, *Omnibus 2017*; and Statement No. 86, *Certain Debt Extinguishment Issues* became effective for the year ended June 30, 2018.

GASB Statement No. 75, establishes accounting and reporting requirements for postemployment benefits other than pensions (other postemployment benefits or OPEB), which are included in the general purpose financial reports of state and local governmental OPEB plans. This statement replaces GASB Statements No. 45 and No. 57. The scope of this statement establishes standards for recognizing and measuring liabilities, deferred outflows of resources, deferred inflows of resources, and expense/expenditures. For defined benefit OPEB, this statement identifies the methods and assumptions that are required to be used to project benefit payments, discount projected benefit payments to their actuarial present value, and attribute that present value to periods of employee service. Note disclosure and required supplementary information requirements about defined benefit OPEB also are addressed.

GASB Statement No. 81, establishes accounting and financial reporting guidance for irrevocable split-interest agreements in which a government is a beneficiary.

GASB Statement No. 85, addresses practice issues that have been identified during implementation and application of certain GASB Statements. This statement addresses a variety of topics including issues related to blending component units, goodwill, fair value measurement and application, and postemployment benefits (pensions and other postemployment benefits [OPEB]).

GASB Statement No. 86, establishes guidance for transactions in which cash and other monetary assets acquired with only existing resources—resources other than the proceeds of refunding debt—are placed in an irrevocable trust for the sole purpose of extinguishing debt. This statement also provides guidance for accounting and financial reporting for prepaid insurance on debt that is extinguished and notes to financial statements for debt that is defeased in substance.

C. Contingent Liabilities

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

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

D. Landfill Closure/Postclosure Care Costs

Williamson County has active permits on file with the state Department of Environment and Conservation for a sanitary landfill, solid waste transfer station, demolition landfill, and a compost facility. The county has provided financial assurances for estimated closure and postclosure liabilities as required by the State of Tennessee. These financial assurances are on file with the State Department of Environment and Conservation.

State and federal laws and regulations require Williamson County to place a final cover on its sanitary landfill site when it stops accepting waste and to perform certain maintenance and monitoring functions at the site for 30 years after closure. Although closure and postclosure care costs will be paid only near or after the date that the landfill stops accepting waste, the county reports a portion of these closure and postclosure care costs as an operating expense in each period based on landfill capacity used as of each balance sheet date. The \$71,027 reported as landfill closure and postclosure care liability at June 30, 2018, represents the cumulative amount reported to date based on the use of seven percent of the estimated capacity of the landfill. The county will recognize the remaining estimated costs of closure and postclosure care of \$943,643 if the remaining estimated capacity is filled. These amounts are based on what it would cost to perform all closure and postclosure care in 2018. Actual costs may be higher due to inflation, changes in technology, or changes in regulations.

E. Joint Ventures

The Williamson County Joint Communication Network Authority is a joint venture formed by an interlocal agreement between Williamson County and the cities of Brentwood and Franklin. The purpose of the authority is to oversee the expansion, maintenance, operation, and access of an 800MHz trunked radio system with the intent to improve emergency dispatch and response throughout Williamson County. It is governed by a nine-member committee, which consists of three representatives from each governmental unit. The authority receives financial support from each of the three government entities that created it. During the year ended June 30, 2018, Williamson County contributed \$5,571,482 to the operations of the Williamson County Joint Communication Authority.

The Cool Springs Conference Center is a joint venture between Williamson County and the City of Franklin. The parties have agreed to share equally all revenues, expenses, and other legal obligations from the operation of the conference center. The county's net investment of \$6,794,625 is reported as an

asset in the governmental activities column on the Statement of Net Position. The county's share of 2017-18 revenues (\$330,069) and expenditures (\$108,209) related to the conference center are included in the county's General Fund. Williamson County and the City of Franklin have contracted with VI/H Franklin Cool Springs, LLC, for the operation and maintenance of the conference center.

The Twenty-first Judicial District Drug Task Force (DTF) is a joint venture formed by an interlocal agreement between the district attorney general of the Twenty-first Judicial District, Williamson, Perry, Lewis, and Hickman counties, and various cities within these counties. The purpose of the DTF is to provide multi-jurisdictional law enforcement to promote the investigation and prosecution of drug-related activities. Funds for the operations of the DTF come primarily from federal grants, drug fines, and the forfeiture of drug-related assets to the DTF. The DTF is overseen by the district attorney general and is governed by a board of directors, including the district attorney general, sheriffs, and police chiefs of participating law enforcement agencies within each judicial district. Williamson County contributed \$71,845 to the DTF for the year ended June 30, 2018, but does not have any equity interest in this joint venture.

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

Administrative Offices:

Williamson County Joint Communication Network
Authority
Williamson County Office of Accounts and Budgets
304 Beasley Drive, Suite 145
Franklin, TN 37064

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

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

F. Retirement Commitments

1. Tennessee Consolidated Retirement System (TCRS)

Primary Government

General Information About the Pension Plan

Plan Description. Employees of Williamson County and non-certified employees of the discretely presented Williamson County School Department are provided a defined benefit pension plan through the Public Employee Retirement Plan, an agent multiple-employer pension plan administered by the TCRS. The primary government employees comprise 51.63 percent and the non-certified employees of the discretely presented School Department comprise 48.37 percent of the plan based on contribution data. The TCRS was created by state statute under *Tennessee Code Annotated (TCA)*, Title 8, Chapters 34-37. The TCRS Board of Trustees is responsible for the proper operation and administration of the TCRS. The Tennessee Treasury Department, an agency in the legislative branch of state government, administers the plans of the TCRS. The TCRS issues a publicly available financial report that can be obtained at www.treasury.tn.gov/tcrs.

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

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

leaves employment may withdraw their employee contributions plus any accumulated interest.

Employees Covered by Benefit Terms. At the measurement date of June 30, 2017, the following employees were covered by the benefit terms:

Inactive Employees or Beneficiaries Currently Receiving Benefits	832
Inactive Employees Entitled to But Not Yet Receiving Benefits	2,482
Active Employees	2,480
Total	<u>5,794</u>

Contributions. Contributions for employees are established in the statutes governing the TCRS and may only be changed by the Tennessee General Assembly. Employees contribute five percent of salary. Williamson County makes employer contributions at the rate set by the Board of Trustees as determined by an actuarial valuation. For the year ended June 30, 2018, the employer contribution for Williamson County was \$3,489,907 based on a rate of 4.07 percent of covered payroll. By law, employer contributions are required to be paid. The TCRS may intercept Williamson County's state shared taxes if required employer contributions are not remitted. The employer's actuarially determined contributions (ADC) and member contributions are expected to finance the costs of benefits earned by members during the year, the cost of administration, as well as an amortized portion of any unfunded liability.

Net Pension Liability (Asset)

Williamson County's net pension liability (asset) was measured as of June 30, 2017, and the total pension liability (asset) used to calculate net pension liability (asset) was determined by an actuarial valuation as of that date.

Actuarial Assumptions. The total pension liability as of the June 30, 2017, actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	2.5%
Salary Increases	Graded Salary Ranges from 8.72% to 3.46% Based on Age, Including Inflation, Averaging 4%
Investment Rate of Return	7.25%, Net of Pension Plan Investment Expenses, Including Inflation
Cost of Living Adjustment	2.25%

Mortality rates were based on actual experience including an adjustment for some anticipated improvement.

The actuarial assumptions used in the June 30, 2017, actuarial valuation were based on the results of an actuarial experience study performed for the period July 1, 2012, through June 30, 2016. The demographic assumptions were adjusted to more closely reflect actual and expected future experience.

The long-term expected rate of return on pension plan investments was established by the TCRS Board of Trustees in conjunction with the June 30, 2016, actuarial experience study. A blend of future capital market projections and historic market returns was used in a building-block method in which a best-estimate of expected future real rates of return (expected returns, net of pension plan investments expense and inflation) is developed for each major asset class. These best-estimates are combined to produce the long-term expected rate of return by weighing the expected future real rates of return by the target allocation percentage and by adding expected inflation of 2.5 percent. The best-estimates of geometric real rates of return and the TCRS investment policy target asset allocation for each major class are summarized in the following table:

Asset Class	Percentage Long-term Expected Real Rate of Return	Percentage Target Allocations
U.S. Equity	5.69	31
Developed Market		
International Equity	5.29	14
Emerging Market		
International Equity	6.36	4
Private Equity and		
Strategic Lending	5.79	20
U.S. Fixed Income	2.01	20
Real Estate	4.32	10
Short-term Securities	0.00	1
Total		100

The long-term expected rate of return on pension plan investments was established by the TCRS Board of Trustees as 7.25 percent based on a blending of the factors described above.

Changes of Assumptions. In 2017, the following assumptions were changed: decreased inflation rate from 3.0 percent to 2.5 percent; decreased the investment rate of return from 7.5 percent to 7.25 percent; decreased the cost-of-living adjustment from 2.5 to 2.25 percent; decreased salary growth graded ranges from an average of 4.25 percent to an average of 4.0 percent; and modified the mortality assumptions.

Discount Rate. The discount rate used to measure the total pension liability was 7.25 percent. The projection of cash flows used to determine the discount rate assumes that employee contributions will be made at the current rate and that contributions from Williamson County will be made at the actuarially determined contribution rate pursuant to an actuarial valuation in accordance with the funding policy of the TCRS Board of Trustees and as required to be paid by state statute. Based on those assumptions, the pension plan's fiduciary net position was projected to be available to make projected future benefit payments of current active and inactive members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

Changes in the Net Pension Liability (Asset)

	Increase (Decrease)		
	Total	Plan	Net Pension
	Pension	Fiduciary	Liability
	Liability	Net Position	(Asset)
	(a)	(b)	(a)-(b)
Balance, July 1, 2016	\$ 183,735,397	\$ 182,351,120	\$ 1,384,277
Changes for the Year:			
Service Cost	\$ 6,321,989	\$ 0	\$ 6,321,989
Interest	14,019,186	0	14,019,186
Differences Between Expected and Actual Experience	1,665,523	0	1,665,523
Changes in Assumptions	5,224,383	0	5,224,383
Contributions-Employer	0	3,266,805	(3,266,805)
Contributions-Employees	0	4,030,237	(4,030,237)
Net Investment Income	0	20,712,058	(20,712,058)
Benefit Payments, Including Refunds of Employee Contributions	(6,269,802)	(6,269,802)	0
Administrative Expense	0	(214,469)	214,469
Other Changes	0	12,856	(12,856)
Net Changes	\$ 20,961,279	\$ 21,537,685	\$ (576,406)
Balance, June 30, 2017	\$ 204,696,676	\$ 203,888,805	\$ 807,871

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

		Total	Plan	Net
		Pension	Fiduciary	Pension
		Liability	Net	Liability
			Position	(Asset)
Primary Government	51.63%	\$ 105,684,894	\$ 105,267,790	\$ 417,104
School Department	48.37%	99,011,782	98,621,015	390,767
Total		\$ 204,696,676	\$ 203,888,805	\$ 807,871

Sensitivity of the Net Pension Liability (Asset) to Changes in the Discount Rate. The following presents the net pension liability (asset) of Williamson County calculated using the discount rate of 7.25 percent, as well as what the net pension liability (asset) would be if it were calculated using a discount rate that is one percentage point lower (6.25%) or one percentage point higher (8.25%) than the current rate:

	1% Decrease	Current Discount Rate	1% Increase
Williamson County	6.25%	7.25%	8.25%

Net Pension Liability \$ 28,612,918 \$ 807,871 \$ (22,249,236)

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

Pension Expense or Negative Pension Expense. For the year ended June 30, 2018, Williamson County recognized pension expense of \$3,525,382.

Deferred Outflows of Resources and Deferred Inflows of Resources. For the year ended June 30, 2018, Williamson County reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference Between Expected and Actual Experience	\$ 4,278,872	\$ 835,984
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	0	87,227
Changes in Assumptions	4,353,652	0
Contributions Subsequent to the Measurement Date of June 30, 2017 (1)	3,489,907	N/A
Total	<u>\$ 12,122,431</u>	<u>\$ 923,211</u>

- (1) The amount shown above for “Contributions Subsequent to the Measurement Date of June 30, 2017,” will be recognized as a reduction (increase) to net pension liability (asset) in the following measurement period.

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

	Deferred Outflows of Resources	Deferred Inflows of Resources
Primary Government	\$ 6,262,505	\$ 476,654
School Department	5,859,926	446,557
Total	<u>\$ 12,122,431</u>	<u>\$ 923,211</u>

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

Year Ending June 30	Amount
2019	\$ 720,126
2020	3,305,531
2021	2,235,267
2022	300,073
2023	1,148,318
Thereafter	0

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

Discretely Presented Williamson County School Department

Non-certified Employees

General Information About the Pension Plan

Plan Description. As noted above under the primary government, employees of Williamson County and non-certified employees of the discretely presented Williamson County School Department are provided a defined benefit pension plan through the Public Employee Retirement Plan, an agent multiple-employer pension plan administered by the TCRS. The primary government employees comprise 51.63 percent and the non-certified employees of the discretely presented School Department comprise 48.37 percent of the plan based on contribution data.

Certified Employees

Teacher Retirement Plan

General Information About the Pension Plan

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

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

Retirement Plan, benefit terms and conditions, including COLA, can be adjusted on a prospective basis. Moreover, there are defined cost controls and unfunded liability controls that provide for the adjustment of benefit terms and conditions on an automatic basis.

Contributions. Contributions for teachers are established in the statutes governing the TCRS and may only be changed by the Tennessee General Assembly or by automatic cost controls set out in law. Teachers are required to contribute five percent of their salary to the plan. The Local Education Agencies (LEAs) make employer contributions at the rate set by the Board of Trustees as determined by an actuarial valuation. Per the statutory provisions governing TCRS, the employer contribution rate cannot be less than four percent, except in years when the maximum funded level, approved by the TCRS Board of Trustees, is reached. By law, employer contributions for the Teacher Retirement Plan are required to be paid. The TCRS may intercept the state shared taxes of the sponsoring governmental entity of the LEA if the required employer contributions are not remitted. Employer contributions for the year ended June 30, 2018, to the Teacher Retirement Plan were \$1,689,013, which is four percent of covered payroll. The employer rate, when combined with member contributions, is expected to finance the costs of benefits earned by members during the year, the cost of administration, as well as an amortized portion of any unfunded liability.

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

Pension Liabilities (Assets). At June 30, 2018, the School Department reported a liability (asset) of (\$1,340,890) for its proportionate share of the net pension liability (asset). The net pension liability (asset) was measured as of June 30, 2017, and the total pension liability (asset) used to calculate the net pension liability (asset) was determined by an actuarial valuation as of that date. The School Department's proportion of the net pension liability (asset) was based on the School Department's share of contributions to the pension plan relative to the contributions of all participating LEAs. At the measurement date of June 30, 2017, the School Department's proportion was 5.082309 percent. The proportion as of June 30, 2016, was 4.663044 percent.

Pension Expense. For the year ended June 30, 2018, the School Department recognized pension expense of \$602,987.

Deferred Outflows of Resources and Deferred Inflows of Resources. For the year ended June 30, 2018, the School Department reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference Between Expected and Actual Experience	\$ 46,993	\$ 100,845
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	0	72,151
Changes in Assumptions	117,803	0
Changes in Proportion of Net Pension Liability (Asset)	0	57,576
LEA's Contributions Subsequent to the Measurement Date of June 30, 2017 (1)	1,689,013	N/A
Total	\$ 1,853,809	\$ 230,572

The School Department's employer contributions of \$1,689,013 reported as pension related deferred outflows of resources subsequent to the measurement date, will be recognized as an increase of net pension asset in the year ending June 30, 2019. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year Ending June 30	Amount
2019	\$ (11,621)
2020	(11,621)
2021	(15,752)
2022	(34,310)
2023	(288)
Thereafter	7,816

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

Actuarial Assumptions. The total pension liability in the June 30, 2017, actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	2.5%
Salary Increases	Graded Salary Ranges from 8.72% to 3.46% Based on Age, Including Inflation, Averaging 4%
Investment Rate of Return	7.25%, Net of Pension Plan Investment Expenses, Including Inflation
Cost of Living Adjustment	2.25%

Mortality rates are based on actual experience including an adjustment for some anticipated improvement.

The actuarial assumptions used in the June 30, 2017, actuarial valuation were based on the results of an actuarial experience study performed for the period July 1, 2012, through June 30, 2016. The demographic assumptions were adjusted to more closely reflect actual and expected future experience.

The long-term expected rate of return on pension plan investments was established by the TCRS Board of Trustees in conjunction with the June 30, 2016, actuarial experience study. A blend of future capital market projections and historic market returns was used in a building-block method in which a best-estimate of expected future real rates of return (expected returns, net of pension plan investments expense and inflation) is developed for each major asset class. These best-estimates are combined to produce the long-term expected rate of return by weighing the expected future real rates of return by the target allocation percentage and by adding expected inflation of 2.5 percent. The best-estimates of geometric real rates of return and the TCRS investment policy target asset allocation for each major class are summarized in the following table:

Asset Class	Percentage Long-term Expected Real Rate of Return	Percentage Target Allocations
U.S. Equity Developed Market	5.69 %	31 %
International Equity Emerging Market	5.29	14
International Equity Private Equity and Strategic Lending	6.36	4
U.S. Fixed Income	5.79	20
Real Estate	2.01	20
Short-term Securities	4.32	10
	0.00	1
Total		100 %

The long-term expected rate of return on pension plan investments was established by the TCRS Board of Trustees as 7.25 percent based on a blending of the factors described above.

Changes of Assumptions. In 2017, the following assumptions were changed: decreased inflation rate from 3.0 percent to 2.5 percent; decreased the investment rate of return from 7.5 percent to 7.25 percent; decreased the cost-of-living adjustment from 2.5 percent to 2.25 percent; decreased salary growth graded ranges from an average of 4.25 percent to an average of 4.0 percent; and modified the mortality assumptions.

Discount Rate. The discount rate used to measure the total pension liability was 7.25 percent. The projection of cash flows used to determine the discount rate assumes that employee contributions will be made at the current rate and that contributions from all the LEAs will be made at the actuarially determined contribution rate pursuant to an actuarial valuation in accordance with the funding policy of the TCRS Board of Trustees and as required to be paid by state statute. Based on those assumptions, the pension plan's fiduciary net position was projected to be available to make projected future benefit payments of current active and inactive members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

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

Department's proportionate share of the net pension liability (asset) calculated using the discount rate of 7.25 percent, as well as what the School Department's proportionate share of the net pension liability (asset) would be if it were calculated using a discount rate that is one percentage point lower (6.25%) or one percentage point higher (8.25%) than the current rate:

School Department's Proportionate Share of the Net Pension Liability (Asset)	1% Decrease 6.25%	Current Discount Rate 7.25%	1% Increase 8.25%
Net Pension Liability	\$ 267,524	\$ (1,340,890)	\$ (2,520,687)

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

Teacher Legacy Pension Plan

General Information About the Pension Plan

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

Benefits Provided. TCA, Title 8, Chapters 34-37 establish the benefit terms and can be amended only by the Tennessee General Assembly. Members of the Teacher Legacy Pension Plan are eligible to retire with an unreduced benefit at age 60 with five years of service credit or after 30 years of service credit regardless of age. Benefits are determined by a formula using the member's highest five consecutive year average compensation and the member's years of service credit. A reduced early retirement benefit is available to vested members at age 55. Members are vested with five years of service credit. Service related disability

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

Contributions. Contributions for teachers are established in the statutes governing the TCRS and may only be changed by the Tennessee General Assembly. Teachers are required to contribute five percent of their salaries. The Local Education Agencies (LEAs) make employer contributions at the rate set by the Board of Trustees as determined by an actuarial valuation. By law, employer contributions for the Teacher Legacy Pension Plan are required to be paid. The TCRS may intercept the state shared taxes of the sponsoring governmental entity of the LEA if the required employer contributions are not remitted. Employer contributions by the Williamson County School Department for the year ended June 30, 2018, to the Teacher Legacy Pension Plan were \$11,081,684, which is 9.08 percent of covered payroll. The employer rate, when combined with member contributions, is expected to finance the costs of benefits earned by members during the year, the cost of administration, as well as an amortized portion of any unfunded liability.

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

Pension Liability (Assets). At June 30, 2018, the School Department reported a liability (asset) of (\$1,156,317) for its proportionate share of the net pension liability (asset). The net pension liability (asset) was measured as of June 30, 2017, and the total pension liability used to calculate the net pension liability (asset) was determined by an actuarial valuation as of that date. The School Department's proportion

of the net pension liability (asset) was based on the School Department's long-term share of contributions to the pension plan relative to the contributions of all participating LEAs. At the measurement date of June 30, 2017, the School Department's proportion was 3.534152 percent. The proportion measured at June 30, 2016, was 3.512405 percent.

Pension Expense. For the year ended June 30, 2018, the School Department recognized pension expense of \$886,406.

Deferred Outflows of Resources and Deferred Inflows of Resources. For the year ended June 30, 2018, the School Department reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference Between Expected and Actual Experience	\$ 697,109	\$ 23,872,472
Changes in Assumptions	9,793,316	0
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	175,526	0
Changes in Proportion of Net Pension Liability (Asset)	2,536,027	
LEA's Contributions Subsequent to the Measurement Date of June 30, 2017	11,081,684	N/A
Total	<u>\$ 24,283,662</u>	<u>\$ 23,872,472</u>

The School Department's employer contributions of \$11,081,684 reported as pension related deferred outflows of resources subsequent to the measurement date, will be recognized as a decrease in net pension liability in the year ending June 30, 2019. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year Ending June 30	Amount
2019	\$ (7,400,992)
2020	4,428,330
2021	(2,106,945)
2022	(5,590,888)
2023	0
Thereafter	0

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

Actuarial Assumptions. The total pension liability in the June 30, 2017, actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	2.5%
Salary Increases	Graded Salary Ranges from 8.72% to 3.46% Based on Age, Including Inflation, Averaging 4%
Investment Rate of Return	7.25%, Net of Pension Plan Investment Expenses, Including Inflation
Cost of Living Adjustment	2.25%

Mortality rates are based actual experience including an adjustment for some anticipated improvement.

The actuarial assumptions used in the June 30, 2017, actuarial valuation were based on the results of an actuarial experience study performed for the period July 1, 2012, through June 30, 2016. The demographic assumptions were adjusted to more closely reflect actual and expected future experience.

The long-term expected rate of return on pension plan investments was established by the TCRS Board of Trustees in conjunction with the June 30, 2016, actuarial experience study. A blend of future capital market projections and historic market returns was used in a building-block method in which a best-estimate of expected future real rates of return (expected returns, net of pension plan investments expense and inflation) is developed for each major asset class. These best-estimates are combined to produce the long-term expected rate of return by weighing the expected future real rates of return by the target allocation percentage and by adding expected inflation of 2.5 percent. The best-estimates of geometric real rates of return and the TCRS

investment policy target asset allocation for each major class are summarized in the following table:

Asset Class	Percentage Long-term Expected Real Rate of Return	Percentage Target Allocations
U.S. Equity Developed Market	5.69 %	31 %
International Equity Emerging Market	5.29	14
International Equity Private Equity and Strategic Lending	6.36	4
U.S. Fixed Income	5.79	20
Real Estate	2.01	20
Short-term Securities	4.32	10
	0.00	1
Total		100 %

The long-term expected rate of return on pension plan investments was established by the TCRS Board of Trustees as 7.25 percent based on a blending of the factors described above.

Changes of Assumptions. In 2017, the following assumptions were changed: decreased inflation rate from 3.0 percent to 2.5 percent; decreased the investment rate of return from 7.5 percent to 7.25 percent; decreased the cost-of-living adjustment from 2.5 percent to 2.25 percent; decreased salary growth graded ranges from an average of 4.25 percent to an average of 4.0 percent; and modified the mortality assumptions.

Discount Rate. The discount rate used to measure the total pension liability was 7.25 percent. The projection of cash flows used to determine the discount rate assumes that employee contributions will be made at the current rate and that contributions from all the LEAs will be made at the actuarially determined contribution rate pursuant to an actuarial valuation in accordance with the funding policy of the TCRS Board of Trustees and as required to be paid by state statute. Based on those assumptions, the pension plan's fiduciary net position was projected to be available to make projected future benefit payments of current active and inactive members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

Sensitivity of the Proportionate Share of Net Pension Liability (Asset) to Changes in the Discount Rate. The following presents the School Department's proportionate share of the net pension liability (asset) calculated using the discount rate of 7.25 percent, as well as what the School Department's proportionate share of the net pension liability (asset) would be if it were calculated using a discount rate that is one percentage point lower (6.25%) or one percentage point higher (8.25%) than the current rate:

School Department's Proportionate Share of the Net Pension Liability (Asset)	1% Decrease 6.25%	Current Discount Rate 7.25%	1% Increase 8.25%
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Net Pension Liability	\$ 103,754,423	\$ (1,156,317)	\$ (87,871,953)
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Pension Plan Fiduciary Net Position. Detailed information about the pension plan's fiduciary net position is available in a separately issued TCRS financial report.

2. **Deferred Compensation**

Primary Government

Williamson County offers its employees two deferred compensation plans, one established pursuant to IRC Section 457 and the other pursuant to IRC Section 401(k). All costs of administering and funding these programs are the responsibility of plan participants. The Section 401(k) and Section 457 plan assets remain the property of the contributing employees and are not presented in the accompanying financial statements. IRC Sections 401(k) and 457 establish participation, contribution, and withdrawal provisions for the plan.

Discretely Presented Williamson County School Department

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

Teachers hired after July 1, 2014, by the School Department are required to participate in a hybrid pension plan consisting of a defined

benefit portion, which is detailed in the pensions footnote above and is managed by the Tennessee Consolidated Retirement System, and a defined contribution portion, which is placed into the state's 401(k) plan and is managed by the employee. The defined contribution portion of the plan requires that the School Department contribute five percent of each teacher's salary into their deferred compensation plan. In addition, teachers are required to contribute two percent of their salaries into this deferred compensation plan, unless they opt out of the employee portion. During the year the School Department contributed \$2,108,598 to this deferred compensation pension plan.

G. Other Postemployment Benefits (OPEB)

Williamson County and the discretely presented Williamson County School Department provide OPEB benefits to their retirees through a single commercial insurance plan administered by Cigna Insurance Company. For reporting purposes, the plan is considered a single-employer defined benefit OPEB plan based on criteria in Statement No. 75 of the Governmental Accounting Standards Board (GASB). The plan is funded on a pay-as-you-go basis, and there are no assets accumulating in a trust that meets the criteria of paragraph 4 of GASB Statement No. 75.

Plan Description. All full-time employees hired prior to July 1, 2009, and eligible retirees of the primary government and the discretely presented Williamson County School Department are eligible to participate in the health insurance plan accounted for in the Self-Insurance Fund (internal service fund).

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

Benefits Provided. The plan provides healthcare and dental insurance benefits to eligible retirees and their dependents. Vision insurance and life insurance are also available through the plan at full cost to the retiree.

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

one year prior to the employee's retirement. Medicare eligible retirees are automatically enrolled on the Medicare Advantage plan chosen by Williamson County.

Employees Covered by Benefit Terms

At the valuation date of June 30, 2018, the following employees were covered by the benefit terms:

Active Employees Not Fully Eligible to Receive Benefits	1,430
Active Employees Entitled to But Not Yet Receiving Benefits	664
Inactive Employees or Beneficiaries Currently Receiving Benefits	<u>1,134</u>
Total	<u>3,228</u>

Total OPEB Liability

The plan's total OPEB liability was measured as of June 30, 2018, and was determined by an actuarial valuation as of that date.

Actuarial Assumptions and Methods. The total OPEB liability in the June 30, 2018, actuarial valuation was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement, unless otherwise specified:

Actuarial Cost Method	Entry Age Normal based on level percentage of projected salary
Discount Rate	3.89%
Salary Increase Rate	3.5%
Medical Consumer Price Index Trend	3.0%
Inflation Rate	3.0%
Healthcare Cost Trend Rates	4.5% for dental and administrative fees; 6.5% for Pre 65 medical/Rx and 5.5% for Post Medicare with both rates being reduced by 0.5% each year until reaching the ultimate trend rate of 4.5%
Retirees Share of Benefit Related Cost	20%
Future Participation Rate	95%
Mortality Rates	RP-2014 generational table using MP-17 and applied on a gender-specific basis

The discount rate was based on the Bond Buyer 20 – Bond GO index.

The actuarial assumptions used for the June 30, 2018, valuation were based on plan data and costs presented by Williamson County with concurrence by the actuary and certain actuarial assumptions from the 2017 Tennessee Consolidated Retirement Plan valuation report.

Changes in Assumptions. The discount rate changed from 3.58 percent as of the beginning of the measurement period to 3.89 percent as of the measurement date of June 30, 2018.

Changes in the Total OPEB Liability

	Share of Collective Liability		
	Primary	School	Total OPEB
	Government	Department	Liability
Balance July 1, 2017	\$ 65,950,431	\$ 283,363,292	\$ 349,313,723
Changes for the Year:			
Service Cost	\$ 2,711,566	\$ 11,650,541	\$ 14,362,107
Interest	2,643,381	11,357,578	14,000,959
Changes in Assumptions	(3,424,450)	(14,710,921)	(18,135,371)
Benefit Payments	(1,417,510)	(6,090,490)	(7,508,000)
Net Changes	\$ 512,987	\$ 2,206,708	\$ 2,719,695
Balance June 30, 2018	\$ 66,463,418	\$ 285,570,000	\$ 352,033,418

During the year, the plan members' proportionate share of the collective OPEB liability was as follows: Primary Government 18.88% and School Department 81.12%.

OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources. For the year ended June 30, 2018, the plan recognized OPEB expense of \$24,009,930, which was allocated as follows: Primary Government (\$4,532,565) and School Department (\$19,477,365). At June 30, 2018, the plan reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference Between Expected and Actual Experience	\$ 0	\$ 0
Changes in Assumptions	0	13,782,235
Benefits Paid After the Measurement Date	0	0
Total	<u>\$ 0</u>	<u>\$ 13,782,235</u>

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

	Deferred Outflows of Resources	Deferred Inflows of Resources
Primary Government	\$ 0	\$ 2,602,068
School Department	0	11,180,167
Total	<u>\$ 0</u>	<u>\$ 13,782,235</u>

Amounts reported as deferred inflows and deferred outflows of resources (excluding benefits paid after the measurement date) related to OPEB will be recognized in OPEB expense as follows:

Year Ending June 30	Primary Government	School Department
2019	\$ (821,872)	\$ (3,531,264)
2020	(821,872)	(3,531,264)
2021	(821,872)	(3,531,264)
2022	(136,452)	(586,375)
2023	0	0
Thereafter	0	0

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

Sensitivity of the Total OPEB Liability to Changes in the Discount Rate. The following presents the proportionate share of the total OPEB liability of the plan members calculated using the discount rate of 3.89 percent, as well as

what the OPEB liability would be if it was calculated using a discount rate that is one percentage point lower (2.89%) or one percentage point higher (4.89%) than the current rate:

	1% Decrease 2.89%	Current Discount Rate 3.89%	1% Increase 4.89%
Primary Government	\$ 80,424,147	\$ 66,463,418	\$ 55,762,867
School Department	<u>345,554,359</u>	<u>285,570,000</u>	<u>239,593,484</u>
Total OPEB Liability	<u>\$ 425,978,506</u>	<u>\$ 352,033,418</u>	<u>\$ 295,356,351</u>

Sensitivity of the Total OPEB Liability to Changes in the Healthcare Cost Trend Rate. The following presents the proportionate share of the total OPEB liability of the plan members calculated using the current healthcare cost trend rate, as well as what the OPEB liability would be if it was calculated using a trend rate that is one percentage point lower or one percentage point higher than the current rate:

	1% Decrease 3.5 to 5.5%	Current Trend Rates 4.5 to 6.5%	1% Increase 5.5 to 7.5%
Primary Government	\$ 56,044,177	\$ 66,463,418	\$ 79,736,731
School Department	<u>240,802,175</u>	<u>285,570,000</u>	<u>342,600,770</u>
Total OPEB Liability	<u>\$ 296,846,352</u>	<u>\$ 352,033,418</u>	<u>\$ 422,337,501</u>

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 the County Purchasing Law of 1957, Section 5-14-101, et seq., *Tennessee Code Annotated (TCA)*. Purchasing procedures for the Highway Department are also governed by provisions of the Uniform Road Law, Section 54-7-113, *TCA*. These statutes require that purchase orders be issued for all purchases and that sealed bids be solicited on purchases exceeding \$25,000 for the Offices of County Mayor and Highway Superintendent. Additionally, the county commission requires three quotes for purchases over \$10,000.

Office of Director of Schools

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

J. Subsequent Events

On August 31, 2018, Sadie Wade left the Office of Register of Deeds and was succeeded by Sherry Anderson.

On October 30, 2018, Williamson County issued the following debt: General Obligation Public Improvement and School Bonds in the amount of \$85,480,000 for various county projects and the school building program; and County District School Bonds in the amount of \$45,410,000 to fund various projects in the school building program.

On January 19, 2019, Jeff Long left the Office of Sheriff and was succeeded by Dusty Rhoades on an interim basis.

On August 20, 2018, Williamson County entered two lease-purchase agreements for the School Department for computers totaling \$225,964 and \$279,364.

VI. **OTHER NOTES – DISCRETELY PRESENTED WILLIAMSON COUNTY HOSPITAL DISTRICT**

A. **Nature of operations**

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

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

Williamson Medical Center Foundation is a tax-exempt organization, which was established in 2003. The foundation was formed to coordinate the fund-raising and development activities of the medical center, which is the sole member of the organization. The activities of the foundation are reflected in the operating, nonoperating revenues (expenses) and capital grants and contributions as they relate to the foundation in the accompanying statements of revenues, expenses, and changes in net position. All assets of the foundation, other than unconditional promises to give, are shown as part of assets limited as to use in the accompanying Statement of Net Position. No contributions to the foundation were used for capital purposes, and thus all contributions during 2018 were classified as operating activities.

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

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

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

Williamson Medical Center
4321 Carothers Parkway
Franklin, TN 37067

B. Summary of Significant Accounting Policies

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

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

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

Assets Limited as to Use – Assets limited as to use include cash and investments designated by the Board of Trustees for future capital improvements and debt repayment, over which the board retains control and may at its discretion use for other purposes; cash and investments from county bond proceeds to be used for capital improvements; and restricted cash and investments from donors through the foundation. Investments are reported at fair value in accordance with GASB Statement No. 72, *Fair Value Measurement and Application*.

Property and Equipment – Property and equipment are recorded at cost. The medical center capitalizes purchases that cost a minimum of \$5,000 and have a useful life greater than two years. Assets are depreciated on a straight-line basis over their estimated useful lives as follows: land improvements two to 25 years; buildings generally 40 years; fixed equipment five to 20 years; and major movable equipment three to 20 years. Assets under capital leases are

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

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

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

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

Patient Service Revenue – The medical center has agreements with third-party payors that provide for payments to the medical center at amounts different from its established rates. Payment arrangements include prospectively determined rates per discharge, reimbursed costs, discounted charges, and per-diem payments. Net patient service revenue is reported at the estimated net realizable amounts from patients, third-party payors, and others for services rendered, including estimated retroactive adjustments under reimbursement agreements with third-party payors. Retroactive adjustments are accrued on an estimated basis in the period the related services are rendered and adjusted in future periods as final settlements are determined.

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

Income Taxes – The medical center and its blended component unit are classified as an organization exempt from federal income taxes as it is a political subdivision of Williamson County. The foundation is classified as an

organization exempt from federal income taxes under Section 501(c)(3) of the Internal Revenue Code. Accordingly, no provision for income taxes has been included in the accompanying financial statements.

Net Position – The medical center’s net position is classified in three components. The *net investment in capital assets* consist of capital assets net of accumulated depreciation and reduced by the remaining balances of any outstanding borrowings used to finance the purchase or construction of those assets. The *restricted net position* is the noncapital net position that must be used for a particular purpose, as specified by creditors, grantors, or contributors external to the medical center, including amounts related to county contributions and bond indebtedness restricted for specific purposes. The *unrestricted net position* is the remaining net position that does not meet the definition of net investment in capital assets or restricted. The medical center first applies restricted resources when an expense is incurred for purposes for which both restricted and unrestricted net position are available. As of June 30, 2018, the medical center had no permanently or temporarily restricted net assets.

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

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

Contributed Resources – The medical center receives grants from the county, as well as from individuals and private organizations through the foundation. Revenues from grants and contributions (including contributions of capital assets) are recognized when all eligibility requirements, including time requirements are met. Grants and contributions may be restricted for either specific operating purposes or for capital purposes. Amounts received by the

medical center that are unrestricted or that are restricted for specific operating purposes are reported as nonoperating income (expenses). Amounts received by the foundation that are unrestricted or that are restricted for specific operating purposes are reported as operating revenues. Amounts restricted to capital acquisitions are reported as other increases in net position.

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

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

Events Occurring After Reporting Date – The medical center has evaluated events and transactions subsequent to the date the financial statements were available to be issued for possible recognition or disclosure in the financial statements.

C. Fair Value Measurements

Fair value is a market-based measurement, not an entity-specific measurement. Therefore, a fair value measurement should be determined based on the assumptions that market participants would use in pricing the asset or liability. As a basis for considering market participant assumptions in fair value measurements, fair value accounting standards establish a fair value hierarchy that distinguishes between market participant assumptions based on market data obtained from sources independent of the reporting entity including quoted market prices in active markets for identical assets (Level 1), or significant other observable inputs (Level 2), and the reporting entity's own assumptions about market participant assumptions (Level 3). The medical center does not have any fair value measurements using significant unobservable inputs (Level 3) as of June 30, 2018. All of the medical center's investments are classified as Level 1 under the hierarchy above.

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

Non-financial Assets – The medical center's non-financial assets, which include property and equipment, are not required to be measured at fair value on a recurring basis. However, if certain triggering events occur, or if an annual impairment test is required, and the medical center is required to evaluate the

non-financial instrument for impairment, a resulting asset impairment would require that the non-financial asset be recorded at the fair value. During the year ended June 30, 2018, there were no triggering events that prompted an asset impairment test of the medical center's non-financial assets. Accordingly, the medical center did not measure any non-recurring, non-financial assets or recognize any amounts in earnings related to changes in fair value for non-financial assets for the year ended June 30, 2018.

D. Net Patient Service Revenue

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

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

Gross Patient Service Charges	\$ 634,121,287
Less:	
Medicare Contractual Adjustments	(189,789,018)
TennCare Contractual Adjustments	(28,053,934)
Other Contractual Adjustments	(195,227,141)
Bad Debt	(12,049,342)
Charity Care	<u>(649,416)</u>
Net Patient Service Revenue	<u><u>\$ 208,352,436</u></u>

Net patient accounts receivable consists of the following:

Commercial and Managed Care Plans	\$ 16,063,551
Medicare	6,879,679
TennCare	673,576
Patients, Including Self-Insured	12,878,919
Less: Allowance for Uncollectible Accounts	<u>(9,557,261)</u>
Total	<u><u>\$ 26,938,464</u></u>

E. Third-party Reimbursement Programs

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

Amounts earned under these contractual arrangements are subject to review and final determination by fiscal intermediaries and other appropriate governmental authorities or their agents. Activity with respect to audits and reviews of governmental programs and reimbursement has increased and is expected to increase in the future. No additional reserves or allowances have been established with regard to these increased audits and reviews as management is not able to estimate such amounts. In the opinion of management, any adjustments, which may result from such audits and reviews, will not have a material impact on the financial statements; however, due to the uncertainties involved, it is at least reasonably possible that management's estimates will change in the future. In addition, participation in these programs subjects the medical center to significant rules and regulations; failure to adhere to such could result in fines, penalties, or expulsion from the programs.

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

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

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

Net patient service revenue related to Medicare and TennCare was approximately \$61,775,000 and \$4,514,000, respectively, in 2018.

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

The American Recovery and Reinvestment Act of 2009 (ARRA) established incentive payments under the Medicare and Medicaid programs for hospitals that implemented "meaningful use" certified electronic health record (EHR) technology. In order to receive incentive payments, a hospital that is able to meet the meaningful use criteria must attest that during the EHR reporting period, the hospital used certified EHR technology and specify the technology used, satisfied the required meaningful use objectives and associated measures for the applicable stage, and must also specify the EHR reporting period and provide the result of each applicable measure for all patients admitted to the inpatient or emergency department of the hospital during the EHR reporting

period for which a selected measure is applicable. A hospital may receive an incentive payment for up to four years, provided it successfully demonstrates meaningful use of certified EHR technology for the EHR reporting period. Hospitals that adopt a certified EHR system and are meaningful users can begin receiving incentive payments in any federal fiscal year from 2011 (October 1, 2010 – September 30, 2011) to 2015; however, the incentive payments will decrease for hospitals that first start receiving payments in federal fiscal year 2014 or 2015.

The medical center met the meaningful use criteria during 2018. As a result, the medical center recognized income of approximately \$22,000 from Medicare in 2018. The income is reported as other revenue on the accompanying statements of revenue, expenses and changes in net position. The medical center does not expect to receive any additional Medicare or Medicaid EHR incentive payments.

F. Assets Limited as to Use

Assets limited as to use consist of the following:

By Board for Capital Improvements:	\$ 32,117,811
By Board for Bond Principal and Interest Payments:	
Cash	3,030,564
By Donors:	
Cash and Cash Equivalents	2,532,060
Investments	<u>1,643,317</u>
Total Assets Limited as to Use	<u><u>\$ 39,323,752</u></u>

Balances consist of cash and mutual funds and an investment in real estate at June 30, 2018. The mutual funds are held by the foundation, which is a discretely presented component unit of the medical center and a 501(c)(3) organization. Amounts are classified as noncurrent assets to the extent they are not expected to be used to satisfy current obligations.

Amounts classified as current assets will be used to make bond principal and interest payments. All assets limited as to use relating to the primary enterprise at June 30, 2018, are insured by the Federal Deposit Insurance Corporation, registered or otherwise collateralized by the financial institution through the State of Tennessee Collateral Bank Pool. See Note VI.O. for additional information related to the medical center's risks with respect to its investments.

G. Property and Equipment

The major classifications and changes in property and equipment, as of and for the year ended June 30, 2018, are as follows:

	Balance 7-1-17	Additions	Retirements	Balance 6-30-18
Land	\$ 13,599,755	\$ 0	\$ 0	\$ 13,599,755
Land Improvements	2,442,942	0	0	2,442,942
Building and Improvements	200,649,628	1,462,254	0	202,111,882
Equipment	105,960,114	7,141,229	(19,091)	113,082,252
Equipment Under Capital Leases	15,238,516	0	0	15,238,516
Subtotal	\$ 337,890,955	\$ 8,603,483	\$ (19,091)	\$ 346,475,347
Less: Accumulated Depreciation and Amortization	(164,659,488)	(12,540,383)	19,091	(177,180,780)
Add: Construction in Progress	783,533	15,462,311	0	16,245,844
Total	\$ 174,015,000	\$ 11,525,411	\$ 0	\$ 185,540,411

The construction in progress at June 30, 2018, consists primarily of various projects to construct a medical office building to be completed in 2019, renovate certain leased office space, develop certain owned property and upgrade accounting software. Estimated costs to complete these projects amount to approximately \$33,000,000 at June 30, 2018.

H. Investments in Joint Ventures

The medical center has an investment in Shared Hospital Services, Inc. (S.H.S.), which provides laundry and linen services. This investment is in a joint venture in which the medical center owns approximately seven percent at June 30, 2018. Equity earnings are distributed based upon tons of laundry processed by S.H.S.

The medical center paid S.H.S. approximately \$566,000 for laundry services for 2018.

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

The medical center has a 20 percent ownership interest in Williamson Imaging, LLC, doing business as Cool Springs Imaging, LLC.

Summary information for the joint ventures as of June 30, 2018, and for the year then ended, is as follows:

Total Assets	\$ 29,965,000
Total Liabilities	\$ 5,183,000
Net Revenues	\$ 38,145,000
Net Earnings	\$ 4,859,000

Medical Center's Interest:

Investment in Joint Ventures	\$ 15,727,548
Equity in Earnings of Joint Ventures	\$ 1,145,637

I. Williamson County Ambulance Service

Pursuant to terms of an agreement with the county, which has been and may continue to be renewed annually upon agreement by both parties, the medical center controls and operates the Williamson County Ambulance Service. In accordance with this agreement, the county made unrestricted donations to the medical center of \$1,943,624 in 2018, which is included in nonoperating income in the accompanying statements of revenues, expenses, and changes in net position. For the year ended June 30, 2018, the medical center received an additional \$310,000 from the county in order to reimburse the medical center for the purchase of ambulances. This amount is included within nonoperating income in the accompanying statements of revenues, expenses, and changes in net position. The agreement also provides for the medical center to return all related assets (as defined) of the Ambulance Service to the county at the end of the contract period. The net book value of assets related to the Ambulance Service was \$1,512,256 at June 30, 2018.

J. Long-term Debt

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

	Balance 7-1-17	Additions	Reductions	Balance 6-30-18	Amounts Due Within One Year
General Obligation Refunding Bonds Series 2012A	\$ 15,050,000	\$ 0	\$ (1,785,000)	\$ 13,265,000	\$ 1,845,000
3.005% Note Payable to Bank	3,888,180	0	(362,109)	3,526,071	374,777
2.90% Note Payable to Bank	3,369,841	0	(240,882)	3,128,959	249,348
4.5% Note Payable to Bank	371,804	0	(233,019)	138,785	138,785
General obligation School and Public Improvement Bonds, Series 2013	25,030,000	0	(1,005,000)	24,025,000	1,055,000
Premium on Series 2013 Bonds	1,817,314	0	(109,587)	1,707,727	109,587
2.2% Note payable to bank	1,921,957	0	(240,842)	1,681,115	251,967
2.4% Note payable to bank	6,074,905	0	(1,369,669)	4,705,236	4,705,236
2.2% Note payable to bank (2016)	2,894,324	0	(180,637)	2,713,687	185,002
Total	\$ 60,418,325	\$ 0	\$ (5,526,745)	\$ 54,891,580	\$ 8,914,702

In June 2012, the county issued \$17,780,000 in General Obligation Refunding Bonds, Series 2012A. The Series 2012A Bonds bear interest at rates ranging from two to four percent and are due through May 1, 2025.

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

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

The medical center also issues notes payable to finance certain property and equipment additions. The 3.005 percent note payable to bank represents amounts drawn under a \$7.5 million construction loan, which converted to a term loan on December 1, 2008, and was amended again in November 2016 to extend monthly principal and interest payments of \$39,628 through November 2019. This loan is secured by security interests in accounts receivable,

excluding Medicare payments. The 2.9 percent note payable to bank was amended in April 2017 and is payable in monthly amounts of principal and interest of \$28,062 through March 2020 with all outstanding principal and interest payments due in April 2020 and is secured by certain accounts receivable of the medical center. The amendment also increased the interest rate from 2.7 percent to 2.9 percent. The 2.46 percent note payable to bank secured by certain personal property of the medical center and the 1.44 percent note payable to bank secured by accounts receivable were refinanced in June 2016 with the 2.4 percent note payable. The 2.4 percent note payable to bank is payable in monthly principal and interest payments of \$135,595 based on a 5-year amortization and matures in June 2019. The 4.5 percent note payable to the bank is payable in monthly amounts of principal and interest of \$20,390 through February 2019 and is secured by the medical center's deposit accounts and security interest in accounts receivable, excluding Medicare payments. The 2.2 percent note payable to bank is payable in monthly principal and interest payments of \$23,902 based on a 20-year amortization, and matures on October 9, 2020. In November 2017, the interest rate was adjusted to an annual rate equal to 1.3 basis points in excess of the weekly average yield on United States Treasury securities adjusted to a constant maturity of three years. The interest rate will never exceed 3 percent and all outstanding principal and interest is due on October 9, 2020. The loan is secured by the encumbering property. The 2.2 percent note payable to bank (2016) is payable in monthly principal and interest of \$20,236 through April 2031 and is secured by the encumbering property.

In March 2018, the medical center entered into a revolving line of credit loan with a bank in the amount of \$10,000,000. The revolving loan bears interest at a variable rate of prime rate as stated in the Wall Street Journal minus 1.2 percent. The entire unpaid principal balance and all accrued interest is due in full on March 23, 2020. There were no borrowings made on the revolving loan during 2018.

The debt service requirements at June 30, 2018, related to long-term debt are as follows:

Year Ending June 30	Principal Maturities or Sinking Fund Requirements	Interest
2019	\$ 8,914,702	\$ 1,698,000
2020	9,612,516	1,381,000
2021	4,629,482	1,134,000
2022	3,617,199	986,000
2023	3,776,591	837,000
2024-2028	12,849,233	2,715,000
2029-2033	9,432,935	945,000
2034	2,058,922	16,000
Total	<u>\$ 54,891,580</u>	<u>\$ 9,712,000</u>

The medical center did not capitalize any interest relating to construction projects in 2018.

K. Other Receivables

Other current and long-term receivables at June 30, 2018, include receivables from certain physicians and donors. Receivables from certain physicians, which were made as part of the medical center's recruitment program to attract physicians to the medical center's service area totaled \$351,341 at June 30, 2018. Under terms of the related agreements, such receivables will be forgiven over a period of time, generally over three years, as long as the physician continues to practice in the area. The medical center is amortizing these loans over the physicians' service commitments. Contributions receivable totaled \$757,244 at June 30, 2018. The foundation solicits pledges of support from board members and others for contributions to be used for specific purposes. The pledges are discounted when recorded to reflect the present value of expected future collections due after one year. Contributions receivable are reported as restricted net assets in the accompanying financial statements and are scheduled to be received as follows:

	2018
Receivables in Less than a Year	\$ 743,000
Receivables in One to Five Years	390,000
	<u>\$ 1,133,000</u>
Less Allowance for Uncollectible Pledges	(227,000)
Less Discounts	<u>(148,756)</u>
Total	<u>\$ 757,244</u>

L. Employees Retirement Plan

Tax sheltered annuity program

The medical center participates in a tax-sheltered annuity program for substantially all of its employees who have one or more years of service, more than 1,000 scheduled hours, and have attained the age of 21. The Plan is administered by Tanner & Associates, Inc. Benefits expense includes approximately \$2,290,000 in 2018 related to the medical center's share of expenses for contributions and service charges on tax-sheltered annuities for covered employees. The medical center's contribution percentage is seven percent of covered wages for physicians and ten percent of covered wages for executives as of June 30, 2018. The medical center also matches executives up to two percent of compensation, administrative and non-physician department heads up to nine percent of compensation and all other employee contributions up to five percent of compensation. Employees may make voluntary contributions so long as the total amount contributed by the employee does not exceed 25 percent of the employee's wages or maximum amounts as provided by law. The plan's investments at June 30, 2018, consist of various mutual fund and fixed income investments.

Deferred compensation plan

Effective September 1, 2016, the medical center implemented a physician call pay plan. The medical center made contributions to the plan of approximately \$553,000 during 2018. The plan had assets of approximately \$929,000 and a liability of approximately \$914,000 at June 30, 2018. The assets are included in other assets and the liability is included in other long-term liabilities on the accompanying statements of net position.

M. Functional Expenses

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

Healthcare Services	\$ 112,461,386
General and Administrative	<u>96,830,443</u>
Total	<u><u>\$ 209,291,829</u></u>

N. Leases

The medical center leases equipment and office space under operating lease agreements. Future minimum lease payments under noncancellable operating leases with initial or remaining lease terms in excess of one year as of June 30, 2018, are as follows:

Year Ending June 30	Operating Leases
2019	\$ 1,973,000
2020	1,070,000
2021	952,000
2022	<u>862,000</u>
Total Future Minimum Lease Payments	<u>\$ 4,857,000</u>

Lease expense for the year ended June 30, 2018, was \$2,008,813.

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

Balance 7-1-17	Additions	Reductions	Balance 6-30-18	Due Within One Year
\$ 88,164	\$ 0	\$ (88,164)	\$ 0	\$ 0

The medical center generates rental income primarily from operating leases of two medical office buildings. Rental revenue was \$2,074,673 in 2018 and is included in other revenue.

Approximate future minimum rental revenue under noncancellable leases at June 30, 2018, was as follows:

Year Ending June 30	Amount
2019	\$ 1,603,000
2020	1,257,000
2021	1,251,000
2022	879,000
2023	344,000
2024 and later years	<u>1,057,000</u>
Total	<u>\$ 6,391,000</u>

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

O. Commitments and Contingencies

Medical malpractice liability is limited under provisions of the Tennessee Governmental Tort Liability Act (Section 29-20-403, et seq., *Tennessee Code Annotated*), which removed tort liability from governmental entities which, in the opinion of management and legal counsel, includes the medical center. In addition to requiring claims to be made in conformance with this act, special

provisions include, but are not limited to, special notice of requirements imposed upon the claimant, a one-year statute of limitations, and a provision requiring the governmental entity to purchase insurance or to be self-insured within certain limits. This act also prohibits a judgment or award exceeding the minimum amounts of insurance coverage set out in the act (\$300,000 for bodily injury or death of any one person and \$700,000 in the aggregate for all persons in any one accident, occurrence, or act) or the amount of insurance purchased by the governmental entity.

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

There are known incidents occurring through June 30, 2018, that have resulted in the assertion of claims, although other claims may be asserted, arising from services provided to patients in the past. Management of the medical center is of the opinion that such liability, if any, related to these asserted claims will not have a material effect on the medical center's financial position. No amounts have been accrued for potential losses related to unreported incidents or reported incidents, which have not yet resulted in asserted claims, as the medical center is not able to estimate such amounts.

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

The medical center is self-insured for medical and other health care benefits provided to its employees and their families. The medical center maintains reinsurance through a commercial excess coverage policy, which covers annual individual employee claims paid in excess of \$100,000 for the plan year. Contributions by the medical center and participating employees are based on actual claims experience. A provision for estimated incurred but not reported

claims has been provided in the accompanying financial statements. Expenses under this program totaled approximately \$10,360,000 for the year ended June 30, 2018.

The medical center is exposed to risks related to its cash and investments, a portion of which is included in assets limited as to use, although certain risks such as credit risk are mitigated due to the medical center's practice of maintaining investments primarily in cash and cash equivalents. The medical center's investment policy includes certificates of deposit, bank demand and savings accounts, and investment vehicles of the United States government. The medical center is subject to investment rate risk, the risk that changes in interest rates will adversely affect the fair value of an investment; however, the medical center's cash and investments are short-term in nature. The medical center's investment policy does not specifically address custodial credit risk, the risk that in the event of failure of a counterparty to a transaction, the medical center will not be able to recover the value of the investment or any collateral securities that are in the possession of an outside party, or concentration of credit risk, the risk that the amount of investments the medical center has with any one issuer exceeds five percent of its total investment. State statutes require that all deposits with financial institutions must be collateralized by securities whose market value is equal to 105 percent of the values of the uninsured deposits. The deposits must be covered by federal depository insurance or the Tennessee Bank Collateral Pool, by collateral held by the medical center's agent in the medical center's name, or by the Federal Reserve Banks acting as third party agents. Statutes also require that securities underlying repurchase agreements must have a market value at least equal to the amount of funds invested in the repurchase transaction. Substantially all of the medical center's cash and assets limited as to use are held in institutions, which participate in the Tennessee Bank collateral pool.

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

The Centers for Medicare and Medicaid Services (CMS) have implemented a Recovery Audit Contractors (RAC) program. The purpose of the program is to reduce improper Medicare payments through the detection and recovery of overpayments. CMS has engaged subcontractors to perform these audits, and they are being compensated on a contingency basis based on the amount of overpayments that are recovered. While management believes that all Medicare billings are proper and adequate support is maintained, certain aspects of Medicare billing, coding and support are subject to interpretation and may be viewed differently by the RAC auditors. The medical center has

not recorded any potential losses as of June 30, 2018; however, the amount of actual losses incurred could differ materially from this estimate.

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

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

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

A. Summary of Significant Accounting Policies

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

Financial Reporting Entity - Component Unit – The district is a component unit of the primary government of Williamson County, Tennessee. The district

reports its financial information separately from Williamson County; however, the county in its financial report also presents the district's financial information.

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

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

At June 30, 2018, there were no related party receivables and one payable in the amount of \$45,696 between Williamson County and the district. The district did not engage in any activities that were subject to the approval of Williamson County.

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

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

with taxes or similar revenues; or (iii) that the pricing policies of the activity establish fees and charges designed to recover its costs, including capital costs (such as depreciation or debt service).

The district does not have the authority to levy or collect taxes but is supported instead by the fees collected from telephone subscribers who benefit from the availability of its service. It recovers the cost of providing its services from its customers. Consequently, the district functions in a manner similar to a private business enterprise and utilizes the accrual method of accounting. Income is recognized as it is earned, and expenses are recognized as they are incurred, whether or not cash is received or paid out at that time.

The accounting and financial reporting treatment applied to the district is determined by its measurement focus. The transactions of the district are accounted for on a flow of economic resources measurement focus. With this measurement focus, all assets and all liabilities associated with the operations are included on the Statement of Net Position. Net position (i.e., total assets plus net deferred outflows net of total liabilities and net deferred inflows) is segregated into net investment in capital assets, restricted for capital projects, and unrestricted components. As of June 30, 2018, the district had no debt that related to the aforementioned categories.

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

Cash Flow - Cash and Cash Equivalents – The district presents its cash flow statement using the direct method. For purposes of cash flow presentation, the district considers cash in operating bank accounts, cash on hand, and certificates of deposit with an original maturity of 90 days or less to be cash and cash equivalents. At June 30, 2018, there were no certificates of deposit that qualified as cash equivalents.

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

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

Equipment – Equipment is stated at cost or estimated historical cost if actual cost is not available and depreciated from two to ten years by the straight-line method of depreciation. The district defines capital assets as assets with an initial, individual cost of more than \$10,000 and an estimated useful life in

excess of one year. Maintenance and repairs are charged to operations when incurred. Major renewals and betterments are capitalized. When items of property are sold or retired, the related costs and accumulated depreciation are removed from the accounts, and any gain or loss is included as nonoperating revenue or loss.

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

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

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

Reclassifications – Certain reclassifications have been made to the prior year financial statements in order to conform to the current year presentation.

B. Cash and Certificates of Deposit Investments

The district is authorized to make investments in bonds, notes, or treasury bills of the United States, Federal Land Bank bonds, Federal Home Loan Bank notes and bonds, Federal National Mortgage Association notes and debentures, banks for cooperative debentures, or any of its other agencies, or obligations guaranteed as to principal and interest by the United States or any of its agencies with a maturity not greater than one year, or in the pooled investment fund established under Tennessee law. During the year ended June 30, 2018, the board of directors chose to limit the investment of funds to certificates of deposits at banks. Cash reserves for operations were held in bank checking and savings accounts.

Cash – At June 30, 2018, the carrying amount of cash deposits and cash on hand was \$775,558, and the bank balance was \$1,059,299 as listed below. At June 30, 2018, the entire bank balance was covered by federal depository insurance, or by collateral held in the Tennessee Bank Collateral Pool. The Tennessee Bank Collateral pool is a multiple financial institution collateral

pool to which member financial institutions holding public funds pledge collateral securities. In the event any member financial institution fails, the entire collateral pool becomes available to satisfy the claims of governmental entities. The pool also has the ability to make additional assessments on a pro rata basis to the members of the pool if the value of collateral is inadequate to cover a loss.

Cash Accounts	Interest Rate	June 30, 2018	
		Carrying Amount	Bank Balance
Franklin Synergy Bank Checking	1.17%	\$ 709,794	\$ 993,535
Franklin Synergy Bank Money Market	1.16	65,764	65,764
Total		<u>\$ 775,558</u>	<u>\$ 1,059,299</u>

Certificates of Deposit – At June 30, 2018, the district held the following certificates of deposit:

Bank	Maturity	Interest	Amount
Franklin Synergy Bank	12-09-18	1.84 %	\$ 250,000
Franklin Synergy Bank	12-09-18	1.84	250,000
Franklin Synergy Bank	12-09-18	1.84	250,000
Franklin Synergy Bank	11-08-18	1.85	250,000
Total			<u>\$ 1,000,000</u>

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

C. Capital Assets

Capital assets are summarized as follows:

	Balance 7-1-17	Additions	Deductions	Balance 6-30-18
Capital Assets, being Depreciated-				
Communications Equipment	\$ 10,124	\$ 0	\$ 0	\$ 10,124
Less: Accumulated Depreciation	(8,718)	(1,406)	0	(10,124)
Total Capital Assets, net	<u>\$ 1,406</u>	<u>\$ (1,406)</u>	<u>\$ 0</u>	<u>\$ 0</u>

D. Risk Management

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

E. Due From Other Government

At June 30, 2018, \$506,230 was due from the City of Franklin, Tennessee, in accordance with an Interlocal Agreement to provide payment for dispatcher positions, which are reimbursed by the district to Williamson County.

F. Related-party Transactions

Williamson County provides dispatch employees and certain services to the district. The district and the county signed an interlocal contract effective from July 1, 1998, to June 30, 1999, that automatically renews each year unless one party notifies the other in writing within 60 days prior to the commencement of the new fiscal year. The expenses, which are primarily salaries, employee benefits, and services, are billed to the district quarterly and are included in the Statement of Revenues, Expenses, and Changes in Net Position as contracts with government agencies. Amounts paid to Williamson County for the fiscal year ended June 30, 2018, totaled \$2,128,049 for these services. Also included in contracts with government agencies is \$179,950 paid to Williamson County for software and equipment. A contribution in the amount of \$250,000 was remitted back to the district from the county. In addition, the district reimbursed the county for training and travel in the amount of \$37,475 and \$374, respectively, and \$22,848 for maintenance agreement expenses (included in accounts payable).

G. Prior-period Adjustment

A prior-period adjustment was made in the amount of \$46,107 which represents a receipt from the TCEB received in July of 2017, which should have been accrued as of June 30, 2017, as a receivable.

REQUIRED SUPPLEMENTARY INFORMATION

Exhibit F-1

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

	2014	2015	2016	2017
Total Pension Liability				
Service Cost	\$ 5,487,696	\$ 5,559,981	\$ 5,936,041	\$ 6,321,989
Interest	11,100,084	11,780,321	12,788,888	14,019,186
Differences Between Actual and Expected Experience	(2,507,952)	1,360,207	3,316,248	1,665,523
Change of Assumptions	0	0	0	5,224,383
Benefit Payments, Including Refunds of Employee Contributions	(4,683,009)	(5,481,560)	(5,776,480)	(6,269,802)
Net Change in Total Pension Liability	\$ 9,396,819	\$ 13,218,949	\$ 16,264,697	\$ 20,961,279
Total Pension Liability, Beginning	144,854,932	154,251,751	167,470,700	183,735,397
Total Pension Liability, Ending (a)	\$ 154,251,751	\$ 167,470,700	\$ 183,735,397	\$ 204,696,676
Plan Fiduciary Net Position				
Contributions - Employer	\$ 5,483,272	\$ 4,679,182	\$ 5,081,850	\$ 3,266,805
Contributions - Employee	3,303,197	3,394,129	3,688,472	4,030,237
Net Investment Income	23,546,181	5,187,493	4,675,744	20,712,058
Benefit Payments, Including Refunds of Employee Contributions	(4,683,009)	(5,481,560)	(5,776,480)	(6,269,802)
Administrative Expense	(84,247)	(113,559)	(175,266)	(214,469)
Other	0	0	46,600	12,856
Net Change in Plan Fiduciary Net Position	\$ 27,565,394	\$ 7,665,685	\$ 7,540,920	\$ 21,537,685
Plan Fiduciary Net Position, Beginning	139,579,121	167,144,515	174,810,200	182,351,120
Plan Fiduciary Net Position, Ending (b)	\$ 167,144,515	\$ 174,810,200	\$ 182,351,120	\$ 203,888,805
Net Pension Liability (Asset), Ending (a - b)	\$ (12,892,764)	\$ (7,339,500)	\$ 1,384,277	\$ 807,871
Plan Fiduciary Net Position as a Percentage of Total Pension Liability	108.36%	104.38%	99.25%	99.61%
Covered Payroll	\$ 66,063,529	\$ 67,487,335	\$ 73,441,452	\$ 80,666,395
Net Pension Liability (Asset) as a Percentage of Covered Payroll	(19.52)%	(10.88)%	1.88%	1.00%

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

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

Exhibit F-2

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

	2014	2015	2016	2017	2018
Actuarially Determined Contribution	\$ 5,483,272	\$ 4,679,182	\$ 5,081,850	\$ 3,266,805	\$ 3,489,907
Less Contributions in Relation to the Actuarially Determined Contribution	(5,483,272)	(4,679,182)	(5,081,850)	(3,266,805)	(3,489,907)
Contribution Deficiency (Excess)	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Covered Payroll	\$ 66,063,529	\$ 67,487,335	\$ 73,441,452	\$ 80,666,395	\$ 85,747,021
Contributions as a Percentage of Covered Payroll	8.30%	6.93%	6.92%	4.05%	4.07%

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

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

Exhibit F-3

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

	2015	2016	2017	2018
Contractually Required Contribution	\$ 358,890	\$ 820,704	\$ 1,334,286	\$ 1,689,013
Less Contributions in Relation to the Contractually Required Contribution	(358,890)	(820,704)	(1,334,286)	(1,689,013)
Contribution Deficiency (Excess)	\$ 0	\$ 0	\$ 0	\$ 0
Covered Payroll	\$ 8,972,207	\$ 20,517,553	\$ 33,087,857	\$ 42,225,107
Contributions as a Percentage of Covered Payroll	4.00%	4.00%	4.03%	4.00%

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

Exhibit F-4

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

	2014	2015	2016	2017	2018
Contractually Required Contribution	\$ 11,316,956	\$ 11,506,530	\$ 11,461,882	\$ 11,293,719	\$ 11,081,684
Less Contributions in Relation to the Contractually Required Contribution	(11,316,956)	(11,506,530)	(11,461,882)	(11,293,719)	(11,081,684)
Contribution Deficiency (Excess)	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Covered Payroll	\$ 127,443,200	\$ 127,284,800	\$ 126,790,914	\$ 125,002,293	\$ 122,045,809
Contributions as a Percentage of Covered Payroll	8.88%	9.04%	9.04%	9.03%	9.08%

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

Exhibit F-5

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

	2016	2017	2018
School Department's Proportion of the Net Pension Liability (Asset)	4.229148%	4.663044%	5.082309%
School Department's Proportionate Share of the Net Pension Liability (Asset)	\$ (173,723)	\$ (485,438)	\$ (1,340,890)
Covered Payroll	\$ 8,972,207	\$ 20,517,553	\$ 33,087,857
School Department's Proportionate Share of the Net Pension Liability (Asset) as a Percentage of its Covered Payroll	(1.94)%	(2.37)%	(4.05)%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	127.46%	121.88%	126.81%

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

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

Exhibit F-6

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

	2015	2016	2017	2018
School Department's Proportion of the Net Pension Liability (Asset)	3.246967%	3.400148%	3.512405%	3.534152%
School Department's Proportionate Share of the Net Pension Liability (Asset)	\$ (527,617)	\$ 1,392,817	\$ 21,950,582	\$ (1,156,317)
Covered Payroll	\$ 127,443,200	\$ 127,284,800	\$ 126,790,914	\$ 125,002,293
School Department's Proportionate Share of the Net Pension Liability (Asset) as a Percentage of its Covered Payroll	(0.41)%	1.09%	17.31%	(0.93)%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	100.08%	99.81%	97.14%	100.14%

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

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

Exhibit F-7

Williamson County, Tennessee
Schedule of Changes in the Total OPEB Liability and Related Ratios - Single-Employer Defined Benefit Plan
Primary Government and the Discretely Presented Williamson County School Department
For the Fiscal Year Ended June 30

	2018
Total OPEB Liability	
Service Cost	\$ 14,362,107
Interest	14,000,959
Changes in Benefit Terms	0
Differences Between Actual and Expected Experience	0
Changes in Assumptions or Other Inputs	(18,135,371)
Benefit Payments	(7,508,000)
Net Change in Total OPEB Liability	\$ 2,719,695
Total OPEB Liability, Beginning	349,313,723
Total OPEB Liability, Ending	<u>\$ 352,033,418</u>
Proportionate Share of Total OPEB Liability:	
Primary Government	\$ 66,463,418
School Department	285,570,000
Covered Employee Payroll:	
Primary Government	\$ 23,028,017
School Department	98,942,414
Net OPEB Liability as a Percentage of Covered Employee Payroll:	
Primary Government	288.62%
School Department	288.62%

Note 1: Ten years of data will be presented when available.

Note 2: Changes in assumptions. Changes in assumptions and other inputs reflect the effects of changes in the discount rate each period. The following are the discount rates used in each period:

2017	3.58%
2018	3.89%

Note 3: No assets are accumulated in a trust that meets the criteria in paragraph 4 of GASB Statement No. 75.

WILLIAMSON COUNTY, TENNESSEE
NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION
For the Year Ended June 30, 2018

TENNESSEE CONSOLIDATED RETIREMENT SYSTEM

Valuation Date: Actuarially determined contribution rates for fiscal year 2017 were calculated based on the June 30, 2016, actuarial valuation.

Methods and assumptions used to determine contribution rates:

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

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

Nonmajor Governmental Funds

Special Revenue Funds

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

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

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

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

Exhibit G-1

Williamson County, Tennessee
Combining Balance Sheet
Nonmajor Governmental Funds
June 30, 2018

	<u>Special Revenue Funds</u>		Total Nonmajor Governmental Funds
	Solid Waste / Sanitation	Drug Control	
<u>ASSETS</u>			
Cash	\$ 871	\$ 0	\$ 871
Equity in Pooled Cash and Investments	5,490,327	195,460	5,685,787
Accounts Receivable	148,774	0	148,774
Property Taxes Receivable	4,144,907	0	4,144,907
Allowance for Uncollectible Property Taxes	(30,701)	0	(30,701)
Total Assets	<u>\$ 9,754,178</u>	<u>\$ 195,460</u>	<u>\$ 9,949,638</u>
<u>LIABILITIES</u>			
Accounts Payable	\$ 25	\$ 0	\$ 25
Claims and Judgments Payable	170,847	0	170,847
Total Liabilities	<u>\$ 170,872</u>	<u>\$ 0</u>	<u>\$ 170,872</u>
<u>DEFERRED INFLOWS OF RESOURCES</u>			
Deferred Current Property Taxes	\$ 4,059,410	\$ 0	\$ 4,059,410
Deferred Delinquent Property Taxes	48,796	0	48,796
Other Deferred/Unavailable Revenue	40,000	0	40,000
Total Deferred Inflows of Resources	<u>\$ 4,148,206</u>	<u>\$ 0</u>	<u>\$ 4,148,206</u>
<u>FUND BALANCES</u>			
Restricted:			
Restricted for Public Safety	\$ 0	\$ 195,460	\$ 195,460
Committed:			
Committed for Public Health and Welfare	5,435,100	0	5,435,100
Total Fund Balances	<u>\$ 5,435,100</u>	<u>\$ 195,460</u>	<u>\$ 5,630,560</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 9,754,178</u>	<u>\$ 195,460</u>	<u>\$ 9,949,638</u>

Exhibit G-2

Williamson County, Tennessee
Combining Statement of Revenues, Expenditures,
and Changes in Fund Balances
Nonmajor Governmental Funds
For the Year Ended June 30, 2018

	Special Revenue Funds			Total Nonmajor Governmental Funds
	Solid Waste / Sanitation	Drug Control	Constitu - tional Officers - Fees	
<u>Revenues</u>				
Local Taxes	\$ 4,014,421	\$ 0	\$ 0	\$ 4,014,421
Fines, Forfeitures, and Penalties	0	70,971	0	70,971
Charges for Current Services	2,152,434	0	100	2,152,534
Other Local Revenues	393,614	1,287	0	394,901
Other Governments and Citizens Groups	0	10,639	0	10,639
Total Revenues	<u>\$ 6,560,469</u>	<u>\$ 82,897</u>	<u>\$ 100</u>	<u>\$ 6,643,466</u>
<u>Expenditures</u>				
Current:				
Public Safety	\$ 0	\$ 69,847	\$ 100	\$ 69,947
Public Health and Welfare	4,609,389	0	0	4,609,389
Other Operations	935,843	0	0	935,843
Total Expenditures	<u>\$ 5,545,232</u>	<u>\$ 69,847</u>	<u>\$ 100</u>	<u>\$ 5,615,179</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ 1,015,237</u>	<u>\$ 13,050</u>	<u>\$ 0</u>	<u>\$ 1,028,287</u>
<u>Other Financing Sources (Uses)</u>				
Insurance Recovery	\$ 4,827	\$ 0	\$ 0	\$ 4,827
Transfers Out	(480,000)	0	0	(480,000)
Total Other Financing Sources (Uses)	<u>\$ (475,173)</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ (475,173)</u>

(Continued)

Exhibit G-2

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

	Special Revenue Funds			Total Nonmajor Governmental Funds
	Solid Waste / Sanitation	Drug Control	Constitu - tional Officers - Fees	
Net Change in Fund Balances	\$ 540,064	\$ 13,050	\$ 0	\$ 553,114
Fund Balance, July 1, 2017	4,895,036	182,410	0	5,077,446
Fund Balance, June 30, 2018	\$ 5,435,100	\$ 195,460	\$ 0	\$ 5,630,560

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, 2018

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2017	Add: Encumbrances 6/30/2018	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
<u>Revenues</u>							
Local Taxes	\$ 4,014,421	\$ 0	\$ 0	\$ 4,014,421	\$ 3,685,657	\$ 3,685,657	\$ 328,764
Charges for Current Services	2,152,434	0	0	2,152,434	1,750,000	1,750,000	402,434
Other Local Revenues	393,614	0	0	393,614	259,550	259,550	134,064
Total Revenues	\$ 6,560,469	\$ 0	\$ 0	\$ 6,560,469	\$ 5,695,207	\$ 5,695,207	\$ 865,262
<u>Expenditures</u>							
<u>Public Health and Welfare</u>							
Sanitation Management	\$ 4,609,389	\$ (192,481)	\$ 294,006	\$ 4,710,914	\$ 4,896,910	\$ 5,196,910	\$ 485,996
<u>Other Operations</u>							
Other Charges	469,577	0	0	469,577	504,000	530,000	60,423
Employee Benefits	466,266	0	0	466,266	513,877	513,877	47,611
Total Expenditures	\$ 5,545,232	\$ (192,481)	\$ 294,006	\$ 5,646,757	\$ 5,914,787	\$ 6,240,787	\$ 594,030
Excess (Deficiency) of Revenues Over Expenditures	\$ 1,015,237	\$ 192,481	\$ (294,006)	\$ 913,712	\$ (219,580)	\$ (545,580)	\$ 1,459,292
<u>Other Financing Sources (Uses)</u>							
Insurance Recovery	\$ 4,827	\$ 0	\$ 0	\$ 4,827	\$ 0	\$ 0	\$ 4,827
Transfers Out	(480,000)	0	0	(480,000)	0	(480,000)	0
Total Other Financing Sources	\$ (475,173)	\$ 0	\$ 0	\$ (475,173)	\$ 0	\$ (480,000)	\$ 4,827
Net Change in Fund Balance	\$ 540,064	\$ 192,481	\$ (294,006)	\$ 438,539	\$ (219,580)	\$ (1,025,580)	\$ 1,464,119
Fund Balance, July 1, 2017	4,895,036	(192,481)	0	4,702,555	4,702,555	4,702,555	0
Fund Balance, June 30, 2018	\$ 5,435,100	\$ 0	\$ (294,006)	\$ 5,141,094	\$ 4,482,975	\$ 3,676,975	\$ 1,464,119

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, 2018

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2017	Add: Encumbrances 6/30/2018	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
<u>Revenues</u>							
Fines, Forfeitures, and Penalties	\$ 70,971	\$ 0	\$ 0	\$ 70,971	\$ 36,000	\$ 36,000	\$ 34,971
Other Local Revenues	1,287	0	0	1,287	0	0	1,287
Other Governments and Citizens Groups	10,639	0	0	10,639	0	0	10,639
Total Revenues	<u>\$ 82,897</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 82,897</u>	<u>\$ 36,000</u>	<u>\$ 36,000</u>	<u>\$ 46,897</u>
<u>Expenditures</u>							
<u>Public Safety</u>							
Drug Enforcement	\$ 69,847	\$ (4,950)	\$ 1,610	\$ 66,507	\$ 87,000	\$ 87,000	\$ 20,493
Total Expenditures	<u>\$ 69,847</u>	<u>\$ (4,950)</u>	<u>\$ 1,610</u>	<u>\$ 66,507</u>	<u>\$ 87,000</u>	<u>\$ 87,000</u>	<u>\$ 20,493</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ 13,050</u>	<u>\$ 4,950</u>	<u>\$ (1,610)</u>	<u>\$ 16,390</u>	<u>\$ (51,000)</u>	<u>\$ (51,000)</u>	<u>\$ 67,390</u>
Net Change in Fund Balance	\$ 13,050	\$ 4,950	\$ (1,610)	\$ 16,390	\$ (51,000)	\$ (51,000)	\$ 67,390
Fund Balance, July 1, 2017	<u>182,410</u>	<u>(4,950)</u>	<u>0</u>	<u>177,460</u>	<u>169,828</u>	<u>169,828</u>	<u>7,632</u>
Fund Balance, June 30, 2018	<u><u>\$ 195,460</u></u>	<u><u>\$ 0</u></u>	<u><u>\$ (1,610)</u></u>	<u><u>\$ 193,850</u></u>	<u><u>\$ 118,828</u></u>	<u><u>\$ 118,828</u></u>	<u><u>\$ 75,022</u></u>

Major Governmental Funds

Debt Service Funds

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

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

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

Exhibit H-1

Williamson County, Tennessee
Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Actual and Budget
General Debt Service Fund
For the Year Ended June 30, 2018

	Actual	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
		Original	Final	
<u>Revenues</u>				
Local Taxes	\$ 33,738,223	\$ 31,035,407	\$ 31,035,407	\$ 2,702,816
Other Local Revenues	3,035,345	510,000	510,000	2,525,345
State of Tennessee	359,321	350,000	350,000	9,321
Federal Government	696,663	644,213	644,213	52,450
Other Governments and Citizens Groups	1,853,633	455,545	455,545	1,398,088
Total Revenues	<u>\$ 39,683,185</u>	<u>\$ 32,995,165</u>	<u>\$ 32,995,165</u>	<u>\$ 6,688,020</u>
<u>Expenditures</u>				
<u>Principal on Debt</u>				
General Government	\$ 12,955,797	\$ 15,745,797	\$ 12,955,797	\$ 0
Highways and Streets	205,200	205,200	205,200	0
Education	13,144,003	13,144,004	13,144,004	1
<u>Interest on Debt</u>				
General Government	5,668,533	6,966,000	5,668,534	1
Highways and Streets	8,208	8,208	8,208	0
Education	7,257,231	6,732,000	7,257,232	1
<u>Other Debt Service</u>				
General Government	713,135	642,000	726,999	13,864
Total Expenditures	<u>\$ 39,952,107</u>	<u>\$ 43,443,209</u>	<u>\$ 39,965,974</u>	<u>\$ 13,867</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ (268,922)</u>	<u>\$ (10,448,044)</u>	<u>\$ (6,970,809)</u>	<u>\$ 6,701,887</u>
<u>Other Financing Sources (Uses)</u>				
Transfers In	\$ 5,500,000	\$ 9,839,300	\$ 5,500,000	\$ 0
Total Other Financing Sources	<u>\$ 5,500,000</u>	<u>\$ 9,839,300</u>	<u>\$ 5,500,000</u>	<u>\$ 0</u>
Net Change in Fund Balance	\$ 5,231,078	\$ (608,744)	\$ (1,470,809)	\$ 6,701,887
Fund Balance, July 1, 2017	<u>15,332,562</u>	<u>11,980,740</u>	<u>11,980,740</u>	<u>3,351,822</u>
Fund Balance, June 30, 2018	<u><u>\$ 20,563,640</u></u>	<u><u>\$ 11,371,996</u></u>	<u><u>\$ 10,509,931</u></u>	<u><u>\$ 10,053,709</u></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, 2018

	Actual	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
		Original	Final	
<u>Revenues</u>				
Local Taxes	\$ 23,653,136	\$ 20,690,162	\$ 20,837,725	\$ 2,815,411
Other Local Revenues	142,285	60,000	60,000	82,285
Federal Government	950,605	925,814	925,814	24,791
Other Governments and Citizens Groups	4,541,137	0	196,335	4,344,802
Total Revenues	<u>\$ 29,287,163</u>	<u>\$ 21,675,976</u>	<u>\$ 22,019,874</u>	<u>\$ 7,267,289</u>
<u>Expenditures</u>				
<u>Principal on Debt</u>				
Education	\$ 31,915,000	\$ 31,915,000	\$ 31,915,000	\$ 0
<u>Interest on Debt</u>				
Education	11,819,826	10,749,000	11,833,556	13,730
<u>Other Debt Service</u>				
Education	469,268	380,000	469,268	0
Total Expenditures	<u>\$ 44,204,094</u>	<u>\$ 43,044,000</u>	<u>\$ 44,217,824</u>	<u>\$ 13,730</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ (14,916,931)</u>	<u>\$ (21,368,024)</u>	<u>\$ (22,197,950)</u>	<u>\$ 7,281,019</u>
<u>Other Financing Sources (Uses)</u>				
Bonds Issued	\$ 15,000,000	\$ 15,000,000	\$ 15,000,000	\$ 0
Transfers In	6,200,000	6,200,000	6,200,000	0
Total Other Financing Sources	<u>\$ 21,200,000</u>	<u>\$ 21,200,000</u>	<u>\$ 21,200,000</u>	<u>\$ 0</u>
Net Change in Fund Balance	\$ 6,283,069	\$ (168,024)	\$ (997,950)	\$ 7,281,019
Fund Balance, July 1, 2017	<u>7,363,466</u>	<u>7,333,389</u>	<u>7,333,389</u>	<u>30,077</u>
Fund Balance, June 30, 2018	<u><u>\$ 13,646,535</u></u>	<u><u>\$ 7,165,365</u></u>	<u><u>\$ 6,335,439</u></u>	<u><u>\$ 7,311,096</u></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 City of Nolensville, City of Brentwood, City of Franklin, and the Town of Thompson's Station. These collections are remitted to each city and town monthly.

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

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

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

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

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

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

Exhibit I-1

Williamson County, Tennessee
Combining Statement of Fiduciary Assets and Liabilities
Fiduciary Funds
June 30, 2018

	Agency Funds							
	Cities - Sales Tax	Cities - Property Tax	Special School District	Judicial District Drug	District Attorney General	Constitu- tional Officers - Agency	Other Agency	Total
<u>ASSETS</u>								
Cash	\$ 0	\$ 0	\$ 0	\$ 9,220	\$ 0	\$ 11,967,220	\$ 0	\$ 11,976,440
Equity in Pooled Cash and Investments	0	75,141	577,362	1,302,588	138,773	0	16,605	2,110,469
Accounts Receivable	0	0	0	0	0	106,530	0	106,530
Due from Other Governments	11,907,200	0	1,004,138	0	0	0	0	12,911,338
Property Taxes Receivable	0	0	13,002,084	0	0	0	0	13,002,084
Allowance for Uncollectible Property Taxes	0	0	(68,694)	0	0	0	0	(68,694)
Total Assets	\$ 11,907,200	\$ 75,141	\$ 14,514,890	\$ 1,311,808	\$ 138,773	\$ 12,073,750	\$ 16,605	\$ 40,038,167
<u>LIABILITIES</u>								
Due to Other Funds	\$ 913,502	\$ 0	\$ 0	\$ 0	\$ 0	\$ 443,141	\$ 0	\$ 1,356,643
Due to Other Taxing Units	10,993,698	75,141	14,514,890	0	0	0	0	25,583,729
Due to Litigants, Heirs, and Others	0	0	0	448,097	138,773	11,630,609	16,605	12,234,084
Due to Joint Ventures	0	0	0	863,711	0	0	0	863,711
Total Liabilities	\$ 11,907,200	\$ 75,141	\$ 14,514,890	\$ 1,311,808	\$ 138,773	\$ 12,073,750	\$ 16,605	\$ 40,038,167

Exhibit I-2

Williamson County, Tennessee
Combining Statement of Changes in Assets and
Liabilities - All Agency Funds
For the Year Ended June 30, 2018

	Beginning Balance	Additions	Deductions	Ending Balance
<u>Cities - Sales Tax Fund</u>				
<u>Assets</u>				
Equity in Pooled Cash and Investments	\$ 0	\$ 57,017,115	\$ 57,017,115	\$ 0
Due from Other Governments	8,917,648	11,907,200	8,917,648	11,907,200
Total Assets	\$ 8,917,648	\$ 68,924,315	\$ 65,934,763	\$ 11,907,200
<u>Liabilities</u>				
Due to Other Funds	\$ 0	\$ 913,502	\$ 0	\$ 913,502
Due to Other Taxing Units	8,917,648	68,010,813	65,934,763	10,993,698
Total Liabilities	\$ 8,917,648	\$ 68,924,315	\$ 65,934,763	\$ 11,907,200
<u>Cities - Property Tax Fund</u>				
<u>Assets</u>				
Equity in Pooled Cash and Investments	\$ 95,347	\$ 33,495,743	\$ 33,515,949	\$ 75,141
Total Assets	\$ 95,347	\$ 33,495,743	\$ 33,515,949	\$ 75,141
<u>Liabilities</u>				
Due to Other Taxing Units	\$ 95,347	\$ 33,495,743	\$ 33,515,949	\$ 75,141
Total Liabilities	\$ 95,347	\$ 33,495,743	\$ 33,515,949	\$ 75,141
<u>Cities Adequate Facilities Tax Fund</u>				
<u>Assets</u>				
Equity in Pooled Cash and Investments	\$ 0	\$ 2,322,086	\$ 2,322,086	\$ 0
Total Assets	\$ 0	\$ 2,322,086	\$ 2,322,086	\$ 0
<u>Liabilities</u>				
Due to Other Taxing Units	\$ 0	\$ 2,322,086	\$ 2,322,086	\$ 0
Total Liabilities	\$ 0	\$ 2,322,086	\$ 2,322,086	\$ 0
<u>Special School District Fund</u>				
<u>Assets</u>				
Equity in Pooled Cash and Investments	\$ 540,246	\$ 39,508,208	\$ 39,471,092	\$ 577,362
Due from Other Governments	768,525	1,004,138	768,525	1,004,138
Property Taxes Receivable	12,053,881	13,002,084	12,053,881	13,002,084
Allowance for Uncollectible Property Taxes	(83,364)	(68,694)	(83,364)	(68,694)
Total Assets	\$ 13,279,288	\$ 53,445,736	\$ 52,210,134	\$ 14,514,890
<u>Liabilities</u>				
Due to Other Taxing Units	\$ 13,279,288	\$ 53,445,736	\$ 52,210,134	\$ 14,514,890
Total Liabilities	\$ 13,279,288	\$ 53,445,736	\$ 52,210,134	\$ 14,514,890

(Continued)

Exhibit I-2

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

	Beginning Balance	Additions	Deductions	Ending Balance
<u>Judicial District Drug Fund</u>				
<u>Assets</u>				
Cash	\$ 6,729	\$ 9,220	\$ 6,729	\$ 9,220
Equity in Pooled Cash and Investments	1,408,526	872,907	978,845	1,302,588
Total Assets	<u>\$ 1,415,255</u>	<u>\$ 882,127</u>	<u>\$ 985,574</u>	<u>\$ 1,311,808</u>
<u>Liabilities</u>				
Due to Other Funds	\$ 15,579	\$ 0	\$ 15,579	\$ 0
Due to Litigants, Heirs, and Others	363,650	680,517	596,070	448,097
Due to Joint Ventures	1,036,026	201,610	373,925	863,711
Total Liabilities	<u>\$ 1,415,255</u>	<u>\$ 882,127</u>	<u>\$ 985,574</u>	<u>\$ 1,311,808</u>
<u>District Attorney General Fund</u>				
<u>Assets</u>				
Equity in Pooled Cash and Investments	\$ 169,309	\$ 42,846	\$ 73,382	\$ 138,773
Total Assets	<u>\$ 169,309</u>	<u>\$ 42,846</u>	<u>\$ 73,382</u>	<u>\$ 138,773</u>
<u>Liabilities</u>				
Due to Litigants, Heirs, and Others	\$ 169,309	\$ 42,846	\$ 73,382	\$ 138,773
Total Liabilities	<u>\$ 169,309</u>	<u>\$ 42,846</u>	<u>\$ 73,382</u>	<u>\$ 138,773</u>
<u>Constitutional Officers - Agency Fund</u>				
<u>Assets</u>				
Cash	\$ 11,257,039	\$ 77,654,883	\$ 76,944,702	\$ 11,967,220
Accounts Receivable	135,121	106,530	135,121	106,530
Total Assets	<u>\$ 11,392,160</u>	<u>\$ 77,761,413</u>	<u>\$ 77,079,823</u>	<u>\$ 12,073,750</u>
<u>Liabilities</u>				
Due to Other Funds	\$ 233,504	\$ 443,141	\$ 233,504	\$ 443,141
Due to Litigants, Heirs, and Others	11,158,656	77,318,272	76,846,319	11,630,609
Total Liabilities	<u>\$ 11,392,160</u>	<u>\$ 77,761,413</u>	<u>\$ 77,079,823</u>	<u>\$ 12,073,750</u>

(Continued)

Exhibit I-2

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

	Beginning Balance	Additions	Deductions	Ending Balance
<u>Other Agency Fund</u>				
<u>Assets</u>				
Equity in Pooled Cash and Investments	\$ 15,938	\$ 27,828	\$ 27,161	\$ 16,605
Total Assets	\$ 15,938	\$ 27,828	\$ 27,161	\$ 16,605
<u>Liabilities</u>				
Due to Litigants, Heirs, and Others	\$ 15,938	\$ 27,828	\$ 27,161	\$ 16,605
Total Liabilities	\$ 15,938	\$ 27,828	\$ 27,161	\$ 16,605
<u>Totals - All Agency Funds</u>				
<u>Assets</u>				
Cash	\$ 11,263,768	\$ 77,664,103	\$ 76,951,431	\$ 11,976,440
Equity in Pooled Cash and Investments	2,229,366	133,286,733	133,405,630	2,110,469
Accounts Receivable	135,121	106,530	135,121	106,530
Due from Other Governments	9,686,173	12,911,338	9,686,173	12,911,338
Property Taxes Receivable	12,053,881	13,002,084	12,053,881	13,002,084
Allowance for Uncollectible Property Taxes	(83,364)	(68,694)	(83,364)	(68,694)
Total Assets	\$ 35,284,945	\$ 236,902,094	\$ 232,148,872	\$ 40,038,167
<u>Liabilities</u>				
Due to Other Funds	\$ 249,083	\$ 1,356,643	\$ 249,083	\$ 1,356,643
Due to Other Taxing Units	22,292,283	157,274,378	153,982,932	25,583,729
Due to Litigants, Heirs, and Others	11,707,553	78,069,463	77,542,932	12,234,084
Due to Joint Venture	1,036,026	201,610	373,925	863,711
Total Liabilities	\$ 35,284,945	\$ 236,902,094	\$ 232,148,872	\$ 40,038,167

Williamson County School Department

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

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

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

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

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

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

Exhibit J-1

Williamson County, Tennessee
Statement of Activities
Discretely Presented Williamson County School Department
For the Year Ended June 30, 2018

Functions/Programs	Expenses	Program Revenues			Net (Expense) Revenue and Changes in Net Position Total Governmental Activities
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	
Governmental Activities:					
Instruction	\$ 221,679,273	\$ 358,122	\$ 8,954,283	\$ 0	\$ (212,366,868)
Support Services	155,553,411	576,712	38,954,813	71,370,881	(44,651,005)
Operation of Non-instructional Services	20,843,010	16,479,647	3,376,937	0	(986,426)
Total Governmental Activities	<u>\$ 398,075,694</u>	<u>\$ 17,414,481</u>	<u>\$ 51,286,033</u>	<u>\$ 71,370,881</u>	<u>\$ (258,004,299)</u>
General Revenues:					
Taxes:					
Property Taxes Levied for General Purposes					\$ 136,764,603
Local Option Sales Tax					58,357,060
Grants and Contributions Not Restricted to Specific Programs					135,612,648
Unrestricted Investment Income					1,994,356
Miscellaneous					130,941
Total General Revenues					<u>\$ 332,859,608</u>
Change in Net Position					\$ 74,855,309
Net Position, July 1, 2017					411,568,213
Restatement - See Note I.D.8.					<u>(130,319,935)</u>
Net Position, June 30, 2018					<u>\$ 356,103,587</u>

Exhibit J-2

Williamson County, Tennessee
 Balance Sheet - Governmental Funds
 Discretely Presented Williamson County School Department
 June 30, 2018

	Major Funds		Nonmajor Funds	
	General Purpose School	Education Capital Projects	Other Govern- mental Funds	Total Governmental Funds
<u>ASSETS</u>				
Cash	\$ 300	\$ 0	\$ 707,992	\$ 708,292
Equity in Pooled Cash and Investments	47,625,994	79,986,125	2,158,653	129,770,772
Accounts Receivable	160,877	0	6,689	167,566
Due from Other Governments	17,614,557	0	24,940	17,639,497
Property Taxes Receivable	148,723,072	0	0	148,723,072
Allowance for Uncollectible Property Taxes	(782,408)	0	0	(782,408)
Restricted Assets	0	0	573,430	573,430
Total Assets	\$ 213,342,392	\$ 79,986,125	\$ 3,471,704	\$ 296,800,221
<u>LIABILITIES</u>				
Accounts Payable	\$ 63,882	\$ 1,562,419	\$ 8,012	\$ 1,634,313
Accrued Payroll	18,060,021	0	123,763	18,183,784
Payroll Deductions Payable	5,224,016	0	20,451	5,244,467
Contracts Payable	0	7,208,782	0	7,208,782
Retainage Payable	0	310,645	0	310,645
Claims and Judgments Payable	750,000	0	0	750,000
Due to Primary Government	882,833	0	0	882,833
Current Liabilities Payable From Restricted Assets	0	0	573,430	573,430
Total Liabilities	\$ 24,980,752	\$ 9,081,846	\$ 725,656	\$ 34,788,254
<u>DEFERRED INFLOWS OF RESOURCES</u>				
Deferred Current Property Taxes	\$ 146,883,658	\$ 0	\$ 0	\$ 146,883,658
Deferred Delinquent Property Taxes	907,006	0	0	907,006

(Continued)

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

	Major Funds		Nonmajor Funds	
	General Purpose School	Education Capital Projects	Other Govern- mental Funds	Total Governmental Funds
<u>DEFERRED INFLOWS OF RESOURCES (Cont.)</u>				
Other Deferred/Unavailable Revenue	\$ 5,912,404	\$ 0	\$ 929	\$ 5,913,333
Total Deferred Inflows of Resources	\$ 153,703,068	\$ 0	\$ 929	\$ 153,703,997
<u>FUND BALANCES</u>				
Restricted:				
Restricted for Education	\$ 52,403	\$ 0	\$ 2,888	\$ 55,291
Committed:				
Committed for Education	20,131	0	175,000	195,131
Committed for Capital Outlay	0	70,904,279	0	70,904,279
Assigned:				
Assigned for Education	17,008,244	0	2,567,231	19,575,475
Unassigned	17,577,794	0	0	17,577,794
Total Fund Balances	\$ 34,658,572	\$ 70,904,279	\$ 2,745,119	\$ 108,307,970
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	\$ 213,342,392	\$ 79,986,125	\$ 3,471,704	\$ 296,800,221

Exhibit J-3

Williamson County, Tennessee
Reconciliation of the Balance Sheet of Governmental Funds to the Statement of Net Position
Discretely Presented Williamson County School Department
June 30, 2018

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

Total fund balances - balance sheet - governmental funds (Exhibit J-2)		\$ 108,307,970
(1) Capital assets used in governmental activities are not financial resources and therefore are not reported in the governmental funds.		
Add: land	\$ 48,064,414	
Add: construction in progress	90,861,815	
Add: buildings and improvements net of accumulated depreciation	368,680,888	
Add: other capital assets net of accumulated depreciation	<u>22,223,600</u>	529,830,717
(2) Long-term liabilities are not due and payable in the current period and therefore are not reported in the governmental funds.		
Less: compensated absences payable	\$ (1,659,508)	
Less: other postemployment benefits liability	(285,570,000)	
Less: net pension liability - agent pension plan	<u>(390,767)</u>	(287,620,275)
(3) Amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions/OPEB will be amortized and recognized as components of pension/OPEB expense in future years.		
Add: deferred outflows of resources related to pensions	\$ 31,997,397	
Less: deferred inflows of resources related to pensions	(24,549,601)	
Less: deferred inflows of resources related to OPEB	<u>(11,180,167)</u>	(3,732,371)
(4) Net pension assets of the teacher retirement and teacher legacy pension plans are not current financial resources and therefore are not reported in the governmental funds.		
Add: net pension asset - teacher retirement plan	\$ 1,340,890	
Add: net pension asset - teacher legacy pension plan	<u>1,156,317</u>	2,497,207
(5) Other long-term assets are not available to pay for current-period expenditures and therefore are deferred in the governmental funds.		<u>6,820,339</u>
Net position of governmental activities (Exhibit A)		<u>\$ 356,103,587</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, 2018

	Major Funds		Nonmajor Funds	
	General Purpose School	Education Capital Projects	Other Govern- mental Funds	Total Governmental Funds
<u>Revenues</u>				
Local Taxes	\$ 194,947,344	\$ 0	\$ 0	\$ 194,947,344
Licenses and Permits	8,972	0	0	8,972
Charges for Current Services	1,583,848	0	15,386,328	16,970,176
Other Local Revenues	1,457,784	1,131,971	45,783	2,635,538
State of Tennessee	134,517,667	0	103,785	134,621,452
Federal Government	1,459,294	0	10,464,043	11,923,337
Other Governments and Citizens Groups	1,700,000	108,411,425	0	110,111,425
Total Revenues	<u>\$ 335,674,909</u>	<u>\$ 109,543,396</u>	<u>\$ 25,999,939</u>	<u>\$ 471,218,244</u>
<u>Expenditures</u>				
Current:				
Instruction	\$ 211,693,763	\$ 0	\$ 5,230,417	\$ 216,924,180
Support Services	116,387,904	0	1,790,773	118,178,677
Operation of Non-Instructional Services	1,635,840	0	18,510,511	20,146,351
Debt Service:				
Other Debt Service	1,726,049	2,400,000	0	4,126,049
Capital Projects	0	85,317,611	0	85,317,611
Total Expenditures	<u>\$ 331,443,556</u>	<u>\$ 87,717,611</u>	<u>\$ 25,531,701</u>	<u>\$ 444,692,868</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ 4,231,353</u>	<u>\$ 21,825,785</u>	<u>\$ 468,238</u>	<u>\$ 26,525,376</u>
<u>Other Financing Sources (Uses)</u>				
Insurance Recovery	\$ 21,601	\$ 0	\$ 0	\$ 21,601
Transfers In	299,092	0	0	299,092

(Continued)

Williamson County, Tennessee
Statement of Revenues, Expenditures,
and Changes in Fund Balances -
Governmental Funds
Discretely Presented Williamson County School Department (Cont.)

	<u>Major Funds</u>		<u>Nonmajor Funds</u>	
	<u>General Purpose School</u>	<u>Education Capital Projects</u>	<u>Other Govern- mental Funds</u>	<u>Total Governmental Funds</u>
<u>Other Financing Sources (Uses) (Cont.)</u>				
Transfers Out	\$ 0	\$ 0	\$ (299,092)	\$ (299,092)
Total Other Financing Sources (Uses)	\$ 320,693	\$ 0	\$ (299,092)	\$ 21,601
Net Change in Fund Balances	\$ 4,552,046	\$ 21,825,785	\$ 169,146	\$ 26,546,977
Fund Balance, July 1, 2017	30,106,526	49,078,494	2,575,973	81,760,993
Fund Balance, June 30, 2018	<u>\$ 34,658,572</u>	<u>\$ 70,904,279</u>	<u>\$ 2,745,119</u>	<u>\$ 108,307,970</u>

Williamson County, Tennessee
Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances
of Governmental Funds to the Statement of Activities
Discretely Presented Williamson County School Department
For the Year Ended June 30, 2018

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)		\$ 26,546,977
(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	\$ 71,352,182	
Less: current-year depreciation expense	<u>(16,527,070)</u>	54,825,112
(2) The net effect of various miscellaneous transactions involving capital assets (sales, trade-ins, and donations) is to increase net position.		
Add: assets donated and capitalized	\$ 194,269	
Less: book value of capital assets disposed	<u>(66,932)</u>	127,337
(3) Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.		
Less: deferred delinquent property taxes and other deferred June 30, 2017	\$ (5,301,849)	
Add: deferred delinquent property taxes and other deferred June 30, 2018	<u>6,820,339</u>	1,518,490
(4) Some expenses reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in the governmental funds.		
Change in other postemployment benefits liability (net of restatement)	\$ (2,206,708)	
Change in deferred outflows related to OPEB (net of restatement)	(6,090,490)	
Change in deferred inflows related to OPEB	(11,180,167)	
Change in net pension asset - teacher retirement plan	855,452	
Change in net pension liability - agent pension plan	246,416	
Change in net pension asset - teacher legacy pension plan	23,106,899	
Change in deferred outflows related to pensions	(15,415,178)	
Change in deferred inflows related to pensions	2,670,627	
Change in compensated absences payable	<u>(149,458)</u>	<u>(8,162,607)</u>
Change in net position of governmental activities (Exhibit B)		<u>\$ 74,855,309</u>

Exhibit J-6

Williamson County, Tennessee
Combining Balance Sheet - Nonmajor Governmental Funds
Discretely Presented Williamson County School Department
June 30, 2018

ASSETS

Cash
Equity in Pooled Cash and Investments
Accounts Receivable
Due from Other Governments
Restricted Assets

Total Assets

LIABILITIES

Accounts Payable
Accrued Payroll
Payroll Deductions Payable
Current Liabilities Payable From Restricted Assets
Total Liabilities

DEFERRED INFLOWS OF RESOURCES

Other Deferred/Unavailable Revenue
Total Deferred Inflows of Resources

FUND BALANCES

Restricted:
 Restricted for Education

Special Revenue Funds			Total Nonmajor Governmental Funds
School Federal Projects	Central Cafeteria	Extended School Program	
\$ 0	\$ 22,988	\$ 685,004	\$ 707,992
297,162	683,183	1,178,308	2,158,653
0	1,944	4,745	6,689
24,940	0	0	24,940
0	573,430	0	573,430
\$ 322,102	\$ 1,281,545	\$ 1,868,057	\$ 3,471,704
\$ 0	\$ 1,331	\$ 6,681	\$ 8,012
123,763	0	0	123,763
20,451	0	0	20,451
0	573,430	0	573,430
\$ 144,214	\$ 574,761	\$ 6,681	\$ 725,656
\$ 0	\$ 0	\$ 929	\$ 929
\$ 0	\$ 0	\$ 929	\$ 929
\$ 2,888	\$ 0	\$ 0	\$ 2,888

(Continued)

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

	Special Revenue Funds			Total Nonmajor Governmental Funds
	School Federal Projects	Central Cafeteria	Extended School Program	
<u>FUND BALANCES (Cont.)</u>				
Committed:				
Committed for Education	\$ 175,000	\$ 0	\$ 0	\$ 175,000
Assigned:				
Assigned for Education	0	706,784	1,860,447	2,567,231
Total Fund Balances	<u>\$ 177,888</u>	<u>\$ 706,784</u>	<u>\$ 1,860,447</u>	<u>\$ 2,745,119</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 322,102</u>	<u>\$ 1,281,545</u>	<u>\$ 1,868,057</u>	<u>\$ 3,471,704</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, 2018

	<u>Special Revenue Funds</u>			Total Nonmajor Governmental Funds
	School Federal Projects	Central Cafeteria	Extended School Program	
<u>Revenues</u>				
Charges for Current Services	\$ 0	\$ 9,349,641	\$ 6,036,687	\$ 15,386,328
Other Local Revenues	0	28,300	17,483	45,783
State of Tennessee	0	103,785	0	103,785
Federal Government	7,190,891	3,273,152	0	10,464,043
Total Revenues	<u>\$ 7,190,891</u>	<u>\$ 12,754,878</u>	<u>\$ 6,054,170</u>	<u>\$ 25,999,939</u>
<u>Expenditures</u>				
Current:				
Instruction	\$ 5,230,417	\$ 0	\$ 0	\$ 5,230,417
Support Services	1,790,773	0	0	1,790,773
Operation of Non-Instructional Services	180	12,957,437	5,552,894	18,510,511
Total Expenditures	<u>\$ 7,021,370</u>	<u>\$ 12,957,437</u>	<u>\$ 5,552,894</u>	<u>\$ 25,531,701</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ 169,521</u>	<u>\$ (202,559)</u>	<u>\$ 501,276</u>	<u>\$ 468,238</u>
<u>Other Financing Sources (Uses)</u>				
Transfers Out	\$ (167,647)	\$ 0	\$ (131,445)	\$ (299,092)
Total Other Financing Sources (Uses)	<u>\$ (167,647)</u>	<u>\$ 0</u>	<u>\$ (131,445)</u>	<u>\$ (299,092)</u>
Net Change in Fund Balances	\$ 1,874	\$ (202,559)	\$ 369,831	\$ 169,146
Fund Balance, July 1, 2017	<u>176,014</u>	<u>909,343</u>	<u>1,490,616</u>	<u>2,575,973</u>
Fund Balance, June 30, 2018	<u><u>\$ 177,888</u></u>	<u><u>\$ 706,784</u></u>	<u><u>\$ 1,860,447</u></u>	<u><u>\$ 2,745,119</u></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, 2018

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2017	Add: Encumbrances 6/30/2018	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
<u>Revenues</u>							
Local Taxes	\$ 194,947,344	\$ 0	\$ 0	\$ 194,947,344	\$ 183,648,540	\$ 186,281,584	\$ 8,665,760
Licenses and Permits	8,972	0	0	8,972	9,000	9,000	(28)
Charges for Current Services	1,583,848	0	0	1,583,848	1,382,978	1,430,478	153,370
Other Local Revenues	1,457,784	0	0	1,457,784	812,000	863,000	594,784
State of Tennessee	134,517,667	0	0	134,517,667	134,699,078	135,024,388	(506,721)
Federal Government	1,459,294	0	0	1,459,294	1,198,000	1,420,085	39,209
Other Governments and Citizens Groups	1,700,000	0	0	1,700,000	0	200,000	1,500,000
Total Revenues	\$ 335,674,909	\$ 0	\$ 0	\$ 335,674,909	\$ 321,749,596	\$ 325,228,535	\$ 10,446,374
<u>Expenditures</u>							
<u>Instruction</u>							
Regular Instruction Program	\$ 158,235,003	\$ (254,228)	\$ 1,838,569	\$ 159,819,344	\$ 161,552,081	\$ 162,632,497	\$ 2,813,153
Alternative Instruction Program	573,222	0	0	573,222	595,456	629,228	56,006
Special Education Program	44,683,652	(26,963)	83,780	44,740,469	48,203,812	47,764,274	3,023,805
Career and Technical Education Program	6,699,737	(24,026)	26,100	6,701,811	7,179,913	7,467,878	766,067
Student Body Education Program	1,502,149	(18,476)	47,144	1,530,817	1,743,928	1,743,928	213,111
<u>Support Services</u>							
Attendance	378,567	0	0	378,567	374,454	396,353	17,786
Health Services	4,836,006	(11,036)	350	4,825,320	4,790,956	4,979,690	154,370
Other Student Support	9,870,092	(150,375)	390	9,720,107	9,997,641	10,098,341	378,234
Regular Instruction Program	8,899,790	(8,766)	9,274	8,900,298	9,277,452	9,407,378	507,080
Special Education Program	5,602,014	(16,868)	240,664	5,825,810	5,628,893	6,321,275	495,465
Career and Technical Education Program	309,756	(630)	0	309,126	298,306	374,503	65,377
Technology	10,289,689	(145,418)	191,721	10,335,992	10,852,291	10,921,585	585,593
Board of Education	6,097,249	(68,606)	70,001	6,098,644	6,201,080	6,363,700	265,056
Director of Schools	1,407,438	(18,709)	20,810	1,409,539	1,393,403	1,487,801	78,262
Office of the Principal	21,496,238	0	0	21,496,238	21,283,752	21,849,686	353,448
Fiscal Services	1,616,950	(36,119)	91,546	1,672,377	1,629,233	1,709,415	37,038
Human Services/Personnel	1,128,869	(387)	7,000	1,135,482	1,185,277	1,200,370	64,888

(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 7/1/2017	Add: Encumbrances 6/30/2018	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
<u>Expenditures (Cont.)</u>							
<u>Support Services (Cont.)</u>							
Operation of Plant	\$ 15,656,022	\$ (216,648)	\$ 959,749	\$ 16,399,123	\$ 17,019,020	\$ 17,312,681	\$ 913,558
Maintenance of Plant	8,727,157	(1,246,106)	1,252,509	8,733,560	9,038,889	9,340,145	606,585
Transportation	20,072,067	(1,826,375)	409,768	18,655,460	17,796,413	19,651,889	996,429
<u>Operation of Non-Instructional Services</u>							
Community Services	854,532	(14,258)	21,448	861,722	863,260	922,614	60,892
Early Childhood Education	781,308	0	27,320	808,628	800,890	838,243	29,615
<u>Other Debt Service</u>							
Education	1,726,049	0	0	1,726,049	0	1,726,049	0
Total Expenditures	\$ 331,443,556	\$ (4,083,994)	\$ 5,298,143	\$ 332,657,705	\$ 337,706,400	\$ 345,139,523	\$ 12,481,818
Excess (Deficiency) of Revenues Over Expenditures	\$ 4,231,353	\$ 4,083,994	\$ (5,298,143)	\$ 3,017,204	\$ (15,956,804)	\$ (19,910,988)	\$ 22,928,192
<u>Other Financing Sources (Uses)</u>							
Insurance Recovery	\$ 21,601	\$ 0	\$ 0	\$ 21,601	\$ 0	\$ 9,311	\$ 12,290
Transfers In	299,092	0	0	299,092	650,000	650,000	(350,908)
Total Other Financing Sources	\$ 320,693	\$ 0	\$ 0	\$ 320,693	\$ 650,000	\$ 659,311	\$ (338,618)
Net Change in Fund Balance	\$ 4,552,046	\$ 4,083,994	\$ (5,298,143)	\$ 3,337,897	\$ (15,306,804)	\$ (19,251,677)	\$ 22,589,574
Fund Balance, July 1, 2017	30,106,526	(4,083,994)	0	26,022,532	25,241,485	25,241,485	781,047
Fund Balance, June 30, 2018	\$ 34,658,572	\$ 0	\$ (5,298,143)	\$ 29,360,429	\$ 9,934,681	\$ 5,989,808	\$ 23,370,621

Exhibit J-9

Williamson County, Tennessee
Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Actual and Budget
Discretely Presented Williamson County School Department
School Federal Projects Fund
For the Year Ended June 30, 2018

	Actual	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
		Original	Final	
<u>Revenues</u>				
Federal Government	\$ 7,190,891	\$ 7,451,937	\$ 8,784,881	\$ (1,593,990)
Total Revenues	\$ 7,190,891	\$ 7,451,937	\$ 8,784,881	\$ (1,593,990)
<u>Expenditures</u>				
<u>Instruction</u>				
Regular Instruction Program	\$ 729,068	\$ 786,337	\$ 820,974	\$ 91,906
Special Education Program	4,311,832	4,529,688	5,432,782	1,120,950
Career and Technical Education Program	189,517	214,420	190,131	614
<u>Support Services</u>				
Health Services	711,538	799,699	732,537	20,999
Other Student Support	97,922	112,361	100,905	2,983
Regular Instruction Program	489,811	428,914	683,506	193,695
Special Education Program	477,004	428,775	508,412	31,408
Career and Technical Education Program	13,166	14,362	13,188	22
Transportation	1,332	2,500	2,500	1,168
<u>Operation of Non-Instructional Services</u>				
Food Service	180	0	180	0
Total Expenditures	\$ 7,021,370	\$ 7,317,056	\$ 8,485,115	\$ 1,463,745
Excess (Deficiency) of Revenues Over Expenditures	\$ 169,521	\$ 134,881	\$ 299,766	\$ (130,245)
<u>Other Financing Sources (Uses)</u>				
Transfers Out	\$ (167,647)	\$ (152,081)	\$ (204,765)	\$ 37,118
Total Other Financing Sources	\$ (167,647)	\$ (152,081)	\$ (204,765)	\$ 37,118
Net Change in Fund Balance	\$ 1,874	\$ (17,200)	\$ 95,001	\$ (93,127)
Fund Balance, July 1, 2017	176,014	176,014	176,014	0
Fund Balance, June 30, 2018	\$ 177,888	\$ 158,814	\$ 271,015	\$ (93,127)

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, 2018

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2017	Add: Encumbrances 6/30/2018	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
<u>Revenues</u>							
Charges for Current Services	\$ 9,349,641	\$ 0	\$ 0	\$ 9,349,641	\$ 9,398,468	\$ 9,398,468	\$ (48,827)
Other Local Revenues	28,300	0	0	28,300	18,000	18,000	10,300
State of Tennessee	103,785	0	0	103,785	105,000	105,000	(1,215)
Federal Government	3,273,152	0	0	3,273,152	3,162,563	3,330,764	(57,612)
Total Revenues	\$ 12,754,878	\$ 0	\$ 0	\$ 12,754,878	\$ 12,684,031	\$ 12,852,232	\$ (97,354)
<u>Expenditures</u>							
<u>Operation of Non-Instructional Services</u>							
Food Service	\$ 12,957,437	\$ (64,081)	\$ 175,608	\$ 13,068,964	\$ 11,974,882	\$ 13,229,307	\$ 160,343
Total Expenditures	\$ 12,957,437	\$ (64,081)	\$ 175,608	\$ 13,068,964	\$ 11,974,882	\$ 13,229,307	\$ 160,343
Excess (Deficiency) of Revenues Over Expenditures	\$ (202,559)	\$ 64,081	\$ (175,608)	\$ (314,086)	\$ 709,149	\$ (377,075)	\$ 62,989
<u>Other Financing Sources (Uses)</u>							
Transfers Out	\$ 0	\$ 0	\$ 0	\$ 0	\$ (461,544)	\$ 0	\$ 0
Total Other Financing Sources	\$ 0	\$ 0	\$ 0	\$ 0	\$ (461,544)	\$ 0	\$ 0
Net Change in Fund Balance	\$ (202,559)	\$ 64,081	\$ (175,608)	\$ (314,086)	\$ 247,605	\$ (377,075)	\$ 62,989
Fund Balance, July 1, 2017	909,343	(64,081)	0	845,262	773,164	773,164	72,098
Fund Balance, June 30, 2018	\$ 706,784	\$ 0	\$ (175,608)	\$ 531,176	\$ 1,020,769	\$ 396,089	\$ 135,087

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, 2018

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2017	Add: Encumbrances 6/30/2018	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
<u>Revenues</u>							
Charges for Current Services	\$ 6,036,687	\$ 0	\$ 0	\$ 6,036,687	\$ 7,210,050	\$ 7,210,050	\$ (1,173,363)
Other Local Revenues	17,483	0	0	17,483	4,900	8,400	9,083
Total Revenues	\$ 6,054,170	\$ 0	\$ 0	\$ 6,054,170	\$ 7,214,950	\$ 7,218,450	\$ (1,164,280)
<u>Expenditures</u>							
<u>Operation of Non-Instructional Services</u>							
Community Services	\$ 5,552,894	\$ (60,219)	\$ 75,932	\$ 5,568,607	\$ 6,375,364	\$ 6,477,574	\$ 908,967
Total Expenditures	\$ 5,552,894	\$ (60,219)	\$ 75,932	\$ 5,568,607	\$ 6,375,364	\$ 6,477,574	\$ 908,967
Excess (Deficiency) of Revenues Over Expenditures	\$ 501,276	\$ 60,219	\$ (75,932)	\$ 485,563	\$ 839,586	\$ 740,876	\$ (255,313)
<u>Other Financing Sources (Uses)</u>							
Transfers Out	\$ (131,445)	\$ 0	\$ 0	\$ (131,445)	\$ (144,785)	\$ (144,785)	\$ 13,340
Total Other Financing Sources	\$ (131,445)	\$ 0	\$ 0	\$ (131,445)	\$ (144,785)	\$ (144,785)	\$ 13,340
Net Change in Fund Balance	\$ 369,831	\$ 60,219	\$ (75,932)	\$ 354,118	\$ 694,801	\$ 596,091	\$ (241,973)
Fund Balance, July 1, 2017	1,490,616	(60,219)	0	1,430,397	910,668	910,668	519,729
Fund Balance, June 30, 2018	\$ 1,860,447	\$ 0	\$ (75,932)	\$ 1,784,515	\$ 1,605,469	\$ 1,506,759	\$ 277,756

MISCELLANEOUS SCHEDULES

Exhibit K-1

Williamson County, Tennessee
Schedule of Changes in Long-term Notes and Bonds
For the Year Ended June 30, 2018

Description of Indebtedness	Original Amount of Issue	Interest Rate	Date of Issue	Last Maturity Date	Outstanding 7-1-17	Issued During Period	Paid and/or Matured During Period	Outstanding 6-30-18
<u>NOTES PAYABLE</u>								
<u>Payable through Rural Debt Service Fund</u>								
County District School Bond Anticipation Note, Series 2017	\$ 15,000,000	.9983	%	2-27-17	11-27-17	\$ 15,000,000	\$ 0	\$ 15,000,000 \$ 0
Total Payable through Rural Debt Service Fund						\$ 15,000,000	\$ 0	\$ 15,000,000 \$ 0
Total Notes Payable						\$ 15,000,000	\$ 0	\$ 15,000,000 \$ 0
<u>BONDS PAYABLE</u>								
<u>Payable through General Debt Service Fund</u>								
General Obligation Refunding	5,025,000	2 to 4		2-1-04	3-16-18	\$ 570,000	\$ 0	\$ 570,000 \$ 0
General Obligation Refunding - Schools	1,335,000	2 to 4		2-1-04	3-16-18	150,000	0	150,000 0
General Obligation Schools	7,465,000	3.5 to 4.25		2-28-08	5-1-19	790,000	0	390,000 400,000
General Obligation Refunding	3,635,000	3.5 to 4.25		2-28-08	5-1-19	390,000	0	190,000 200,000
General Obligation Bonds, Series 2009A	18,000,000	2.5 to 4.4		2-24-09	4-1-20	2,655,000	0	850,000 1,805,000
General Obligation Bonds, Series 2009A - School	8,450,000	2.5 to 4.4		2-24-09	4-1-20	1,245,000	0	400,000 845,000
General Obligation School Bonds, Series 2009	24,700,000	2.25 to 5.75		12-3-09	4-1-34	23,100,000	0	750,000 22,350,000
General Obligation Refunding Bonds, Series 2010	32,960,000	2.5 to 5		4-1-10	4-1-26	27,160,000	0	3,090,000 24,070,000
General Obligation School Bonds, Series 2010	17,950,000	1 to 4.6		10-26-10	4-1-30	16,250,000	0	1,000,000 15,250,000
General Obligation Refunding Bonds, Series 2010A	24,500,000	2 to 4		12-22-10	3-1-19	3,860,000	0	1,895,000 1,965,000
General Obligation Refunding Bonds, Series 2012B	30,085,000	2 to 4		12-7-12	3-1-25	17,920,000	0	4,580,000 13,340,000
General Obligation Bonds, Series 2013	30,115,000	3 to 5		11-20-13	5-1-34	28,325,000	0	1,140,000 27,185,000
General Obligation Bonds, Series 2013 - School	25,095,000	3 to 5		11-20-13	5-1-34	23,605,000	0	955,000 22,650,000
General Obligation Bonds, Series 2014	13,675,000	3 to 5		8-28-14	4-1-34	12,515,000	0	610,000 11,905,000
General Obligation Bonds, Series 2014 - School	19,765,000	3 to 5		8-28-14	4-1-34	18,075,000	0	890,000 17,185,000
General Obligation School Bonds, Series 2015A	19,170,000	1.75 to 4		6-11-15	4-1-35	17,970,000	0	735,000 17,235,000
General Obligation School Bonds, Series 2015B	12,040,000	2 to 5		10-29-15	4-1-30	11,405,000	0	665,000 10,740,000
General Obligation Public Improvement Bonds, Series 2015B	6,975,000	2 to 5		10-29-15	4-1-30	6,610,000	0	385,000 6,225,000
General Obligation Refunding Bonds, Series 2016	8,875,000	2 to 5		1-5-16	4-1-21	7,265,000	0	1,705,000 5,560,000
General Obligation Refunding Bonds, Series 2016 - School	12,435,000	2 to 5		1-5-16	4-1-21	10,170,000	0	2,375,000 7,795,000
General Obligation Refunding Bonds, Series 2016A	13,510,000	1.5 to 5		3-10-16	4-1-29	13,510,000	0	85,000 13,425,000
General Obligation Refunding Bonds, Series 2016A - School	10,695,000	1.5 to 5		3-10-16	4-1-29	10,695,000	0	125,000 10,570,000
General Obligation Public Improvement Bonds, Series 2016B	20,755,294	3 to 5		11-29-16	4-1-37	20,755,294	0	1,010,294 19,745,000
General Obligation School Bonds, Series 2016B	2,789,706	3 to 5		11-29-16	4-1-37	2,789,706	0	84,706 2,705,000
General Obligation Refunding Bonds, Series 2017	9,105,703	2 to 5		1-4-17	4-1-22	9,105,703	0	1,660,703 7,445,000
General Obligation Refunding Bonds, Series 2017 - School	74,297	2 to 5		1-4-17	4-1-22	74,297	0	14,297 60,000
Federally Taxable General Obligation School Bonds, Series 2017A	5,285,000	1.5 to 3.2		8-30-17	6-1-34	0	5,285,000	0 5,285,000
General Obligation School Bonds, Series 2017	31,375,000	2.25 to 5		11-21-17	4-1-38	0	31,375,000	0 31,375,000
General Obligation Public Improvement Bonds, Series 2017	18,855,000	2.25 to 5		11-21-17	4-1-38	0	18,855,000	0 18,855,000
Total Payable through General Debt Service Fund						\$ 286,960,000	\$ 55,515,000	\$ 26,305,000 \$ 316,170,000

(Continued)

Exhibit K-1

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

Description of Indebtedness	Original Amount of Issue	Interest Rate	Date of Issue	Last Maturity Date	Outstanding 7-1-17	Issued During Period	Paid and/or Matured During Period	Outstanding 6-30-18
<u>BONDS PAYABLE (CONT.)</u>								
<u>Payable through Rural Debt Service Fund</u>								
Rural School Refunding	\$ 11,750,000	2 to 5	%	2-1-04	3-16-18	\$ 1,435,000	\$ 0	\$ 1,435,000
County District School Bonds, Series 2008	19,250,000	3.5 to 4.25		2-28-08	5-1-19	2,250,000	0	1,100,000
County District School Bonds, Series 2009A	23,660,000	2.5 to 5		2-24-09	4-1-29	4,735,000	0	980,000
County District School Bonds, Series 2009B	39,000,000	2.25 to 5.75		12-31-09	4-1-34	37,400,000	0	500,000
County District School Refunding Bonds, Series 2010	38,930,000	3 to 5		4-1-10	4-1-26	29,720,000	0	3,820,000
County District School Bonds, Series 2010	18,000,000	.85 to 5		10-26-10	4-1-30	16,650,000	0	400,000
County District School Refunding Bonds, Series 2010A	14,500,000	2 to 4		12-22-10	3-1-19	3,930,000	0	1,930,000
County District School Refunding Bonds, Series 2012	11,085,000	2 to 4		12-7-12	3-1-25	8,225,000	0	1,445,000
County District School Bonds, Series 2013	18,100,000	2 to 5		11-20-13	5-1-34	17,500,000	0	500,000
County District School Bonds, Series 2014A	21,100,000	3 to 5		8-28-14	4-1-34	19,100,000	0	1,000,000
County District School Refunding Bonds, Series 2014B	17,500,000	2.5 to 5		8-28-14	4-1-27	17,500,000	0	1,530,000
County District School Bonds, Series 2015A	14,120,000	3 to 5		6-11-15	4-1-35	13,155,000	0	490,000
County District School Bonds, Series 2015B	5,000,000	2		10-29-15	4-1-25	4,490,000	0	525,000
County District School Refunding Bonds, Series 2016A	23,355,000	2.75 to 5		3-10-16	4-1-29	23,355,000	0	0
County District School Bonds, Series 2016B	14,425,000	1.75 to 5		4-28-16	4-1-36	14,425,000	0	560,000
County District School Bonds, Series 2016C	36,225,000	3 to 5		11-29-16	4-1-37	36,225,000	0	700,000
County District School Bonds, Series 2017A	4,830,000	1.50 to 3.20		8-30-17	6-1-34	0	4,830,000	0
County District School Bonds, Series 2017	74,530,000	2.25 to 5		11-21-17	4-1-38	0	74,530,000	0
Total Payable through Rural Debt Service Fund						<u>\$ 250,095,000</u>	<u>\$ 79,360,000</u>	<u>\$ 16,915,000</u>
Total Bonds Payable						<u>\$ 537,055,000</u>	<u>\$ 134,875,000</u>	<u>\$ 43,220,000</u>

Exhibit K-2

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

Year Ending June 30	Principal		Bonds Interest		Total
2019	\$	43,795,000	\$	25,785,642	\$ 69,580,642
2020		41,725,000		23,915,591	65,640,591
2021		44,030,000		22,119,928	66,149,928
2022		41,280,000		20,193,319	61,473,319
2023		39,575,000		18,337,424	57,912,424
2024		40,560,000		16,482,781	57,042,781
2025		40,670,000		14,656,028	55,326,028
2026		38,455,000		12,943,037	51,398,037
2027		36,210,000		11,230,214	47,440,214
2028		35,180,000		9,652,578	44,832,578
2029		33,690,000		8,307,090	41,997,090
2030		31,265,000		7,102,244	38,367,244
2031		27,220,000		5,859,829	33,079,829
2032		28,120,000		4,844,969	32,964,969
2033		28,550,000		3,801,261	32,351,261
2034		28,915,000		2,716,006	31,631,006
2035		14,910,000		1,606,431	16,516,431
2036		13,035,000		1,124,360	14,159,360
2037		12,450,000		700,588	13,150,588
2038		9,075,000		285,800	9,360,800
Total	\$	628,710,000	\$	211,665,120	\$ 840,375,120

Exhibit K-3

Williamson County, Tennessee
Schedule of Notes Receivable
June 30, 2018

Description	Debtor	Original Amount of Notes	Date of Issue	Date of Maturity	Interest Rate	Balance
<u>General Debt Service Fund</u>						
Spring Hill Recreation Center	City of Spring Hill	\$ 2,858,428	4-1-10	4-1-26	2.5 to 5 %	\$ 2,345,000
Spring Hill Recreation Center	City of Spring Hill	751,000	3-10-16	4-1-29	1.5 to 5	<u>695,000</u>
Total Notes Receivable						<u><u>\$ 3,040,000</u></u>

Exhibit K-4

Williamson County, Tennessee
Schedule of Transfers
Primary Government and Discretely Presented Williamson County School Department
For the Year Ended June 30, 2018

From Fund	To Fund	Purpose	Amount
<u>PRIMARY GOVERNMENT</u>			
General	General Capital Projects	Various capital projects	\$ 2,527,387
"	Judicial District Drug	Salaries	71,845
General Capital Projects	Highway/Public Works	To provide funds for paving projects	216,829
"	General Debt Service	Allocation of adequate school facilities privilege tax	5,500,000
"	Rural Debt Service	Allocation of education privilege tax	6,200,000
"	Cities Adequate Facilities Tax	Allocation of cities share of adequate facilities tax	2,322,086
"	Special School District	Allocation of ADA share of education privilege tax	545,675
"	"	Allocation of ADA share of adequate school facilities privilege tax	435,568
Judicial District Drug	General	Salaries	58,045
Highway/Public Works	General Capital Projects	To provide funds for paving projects	6,250,000
Solid Waste Sanitation	"	To fund equipment repair cost	480,000
Total Transfers Primary Government			<u>\$ 24,607,435</u>
<u>DISCRETELY PRESENTED WILLIAMSON</u> <u>COUNTY SCHOOL DEPARTMENT</u>			
School Federal Projects	General Purpose School	Indirect costs	\$ 167,647
Extended School Program	"	"	<u>131,445</u>
Total Transfers Discretely Presented Williamson County School Department			<u>\$ 299,092</u>

Exhibit K-5

Williamson County, Tennessee
Schedule of Salaries and Official Bonds of Principal Officials
Primary Government and Discretely Presented Williamson County School Department
For the Year Ended June 30, 2018

Official	Authorization for Salary	Salary Paid During Period	Bond	Surety
County Mayor	Section 8-24-102, <i>TCA</i>	\$ 161,075	\$ 100,000	Cincinnati Insurance Company
Highway Superintendent	Section 8-24-102, <i>TCA</i>	133,328	100,000	"
Director of Schools	State Board of Education and Williamson County Board of Education	281,200 (1)	(2)	
Trustee	Section 8-24-102, <i>TCA</i>	121,202	11,136,072	Cincinnati Insurance Company
Assessor of Property	Section 8-24-102, <i>TCA</i>	121,202	100,000	"
County Clerk	Section 8-24-102, <i>TCA</i>	121,202	100,000	"
Circuit and General Sessions Courts Clerk	Section 8-24-102, <i>TCA</i>	121,202	100,000	"
Clerk and Master	Section 8-24-102, <i>TCA</i>	121,202	100,000	"
Juvenile Court Clerk	Section 8-24-102, <i>TCA</i>	121,202	100,000	"
Register of Deeds	Section 8-24-102, <i>TCA</i>	121,202	100,000	"
Sheriff	Section 8-24-102, <i>TCA</i>	133,328 (3)	100,000	"
Director of Accounts and Budgets	County Commission	108,368	100,000	"
Employee Blanket Bonds - All County and School Department Employees:				
Public Employee Dishonesty			100,000	Self-insured
Public Employee Dishonesty			100,001 to 500,000	The Princeton Excess and Surplus Lines Insurance Company

(1) Includes unused vacation pay of \$16,000; does not include a \$500 career ladder payment.

(2) Covered under county's employee blanket bond.

(3) Does not include a law enforcement training supplement of \$600.

Exhibit K-6

Williamson County, Tennessee
Schedule of Detailed Revenues -
All Governmental Fund Types
For the Year Ended June 30, 2018

	Special Revenue Funds				
	General	Solid Waste / Sanitation	Drug Control	Constitutional - Officers - Fees	Highway / Public Works
<u>Local Taxes</u>					
<u>County Property Taxes</u>					
Current Property Tax	\$ 45,948,536	\$ 3,929,801	\$ 0	\$ 0	\$ 484,684
Trustee's Collections - Prior Year	332,277	37,090	0	0	8,734
Circuit Clerk/Clerk and Master Collections - Prior Years	162,880	13,526	0	0	2,585
Interest and Penalty	71,494	7,506	0	0	1,522
Payments in-Lieu-of Taxes - T.V.A.	906	143	0	0	48
Payments in-Lieu-of Taxes - Other	286,636	26,355	0	0	948
<u>County Local Option Taxes</u>					
Local Option Sales Tax	0	0	0	0	0
Hotel/Motel Tax	5,694,181	0	0	0	0
Wheel Tax	599,656	0	0	0	4,050,000
Litigation Tax - General	50,005	0	0	0	0
Litigation Tax - Special Purpose	302,152	0	0	0	0
Litigation Tax - Jail, Workhouse, or Courthouse	4,433	0	0	0	0
Litigation Tax - Courthouse Security	340,357	0	0	0	0
Business Tax	3,739,966	0	0	0	3,266,500
Mixed Drink Tax	34,376	0	0	0	0
Mineral Severance Tax	0	0	0	0	147,716
Other County Local Option Taxes	0	0	0	0	0
<u>Statutory Local Taxes</u>					
Bank Excise Tax	1,890,386	0	0	0	0
Wholesale Beer Tax	520,346	0	0	0	0
Beer Privilege Tax	2,090	0	0	0	0
Other Statutory Local Taxes	8,387	0	0	0	0
Total Local Taxes	\$ 59,989,064	\$ 4,014,421	\$ 0	\$ 0	\$ 7,962,737

(Continued)

Exhibit K-6

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

	General	Special Revenue Funds			
		Solid Waste / Sanitation	Drug Control	Constitu - tional Officers - Fees	Highway / Public Works
<u>Licenses and Permits</u>					
<u>Licenses</u>					
Animal Vaccination	\$ 128,062	\$ 0	\$ 0	\$ 0	\$ 0
Cable TV Franchise	866,236	0	0	0	0
<u>Permits</u>					
Beer Permits	3,088	0	0	0	0
Building Permits	818,462	0	0	0	0
Electrical Permits	1,070	0	0	0	0
Other Permits	52,650	0	0	0	0
Total Licenses and Permits	\$ 1,869,568	\$ 0	\$ 0	\$ 0	\$ 0
<u>Fines, Forfeitures, and Penalties</u>					
<u>Circuit Court</u>					
Fines	\$ 16,325	\$ 0	\$ 0	\$ 0	\$ 0
Officers Costs	41,342	0	0	0	0
Drug Control Fines	0	0	18,003	0	0
Jail Fees	7,560	0	0	0	0
Judicial Commissioner Fees	693	0	0	0	0
DUI Treatment Fines	4,752	0	0	0	0
Data Entry Fee - Circuit Court	5,630	0	0	0	0
Courtroom Security Fee	1,791	0	0	0	0
<u>Criminal Court</u>					
Drug Court Fees	8,135	0	0	0	0
Veterans Treatment Court Fees	3,898	0	0	0	0
Data Entry Fee - Criminal Court	32,008	0	0	0	0
Courtroom Security Fee	7,557	0	0	0	0
Victims Assistance Assessments	17,388	0	0	0	0

(Continued)

Exhibit K-6

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

	Special Revenue Funds				
	General	Solid Waste / Sanitation	Drug Control	Constitu - tional Officers - Fees	Highway / Public Works
<u>Fines, Forfeitures, and Penalties (Cont.)</u>					
<u>General Sessions Court</u>					
Fines	\$ 119,028	\$ 0	\$ 0	\$ 0	\$ 0
Officers Costs	218,595	0	0	0	0
Game and Fish Fines	531	0	0	0	0
Drug Control Fines	0	0	34,741	0	0
Drug Court Fees	51,114	0	0	0	0
Veterans Treatment Court Fees	32,010	0	0	0	0
Jail Fees	28,107	0	0	0	0
District Attorney General Fees	1,449	0	0	0	0
Judicial Commissioner Fees	6,074	0	0	0	0
DUI Treatment Fines	31,832	0	0	0	0
Data Entry Fee - General Sessions Court	16,274	0	0	0	0
Victims Assistance Assessments	66,252	0	0	0	0
<u>Juvenile Court</u>					
Fines	56,626	0	0	0	0
Data Entry Fee - Juvenile Court	4,111	0	0	0	0
<u>Chancery Court</u>					
Officers Costs	8,107	0	0	0	0
Data Entry Fee - Chancery Court	13,144	0	0	0	0
<u>Other Courts - In-county</u>					
Drug Court Fees	3,122	0	0	0	0
DUI Treatment Fines	1,633	0	0	0	0
<u>Judicial District Drug Program</u>					
Victims Assistance Assessments	5,196	0	0	0	0
<u>Other Fines, Forfeitures, and Penalties</u>					
Proceeds from Confiscated Property	0	0	18,227	0	0

(Continued)

Exhibit K-6

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

	Special Revenue Funds				
	General	Solid Waste / Sanitation	Drug Control	Constitutional Officers - Fees	Highway / Public Works
<u>Fines, Forfeitures, and Penalties (Cont.)</u>					
<u>Other Fines, Forfeitures, and Penalties (Cont.)</u>					
Other Fines, Forfeitures, and Penalties	\$ 41,263	\$ 0	\$ 0	\$ 0	\$ 0
Total Fines, Forfeitures, and Penalties	\$ 851,547	\$ 0	\$ 70,971	\$ 0	\$ 0
<u>Charges for Current Services</u>					
<u>General Service Charges</u>					
Tipping Fees	\$ 0	\$ 1,897,029	\$ 0	\$ 0	\$ 0
Surcharge - Waste Tire Disposal	0	255,405	0	0	0
Other General Service Charges	6,561	0	0	0	0
Service Charges	123,650	0	0	0	0
<u>Fees</u>					
Engineer Review Fees	33,650	0	0	0	0
Recreation Fees	5,979,880	0	0	0	0
Copy Fees	17,983	0	0	0	0
Library Fees	91,190	0	0	0	0
Archives and Records Management Fee	80,941	0	0	0	0
Telephone Commissions	152,648	0	0	0	0
Constitutional Officers' Fees and Commissions	0	0	0	100	0
Data Processing Fee - Register	103,208	0	0	0	0
Probation Fees	480,463	0	0	0	0
Data Processing Fee - Sheriff	16,397	0	0	0	0
Sexual Offender Registration Fee - Sheriff	1,900	0	0	0	0
Data Processing Fee - County Clerk	56,946	0	0	0	0
Vehicle Insurance Coverage and Reinstatement Fees	210	0	0	0	0
<u>Education Charges</u>					
Transportation from Individuals	33,345	0	0	0	0

(Continued)

Exhibit K-6

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

	Special Revenue Funds				
	General	Solid Waste / Sanitation	Drug Control	Constitu - tional Officers - Fees	Highway / Public Works
<u>Charges for Current Services (Cont.)</u>					
<u>Education Charges (Cont.)</u>					
Other Charges for Services	\$ 207,637	\$ 0	\$ 0	\$ 0	\$ 0
Total Charges for Current Services	\$ 7,386,609	\$ 2,152,434	\$ 0	\$ 100	\$ 0
<u>Other Local Revenues</u>					
<u>Recurring Items</u>					
Investment Income	\$ 434,104	\$ 60,732	\$ 0	\$ 0	\$ 0
Lease/Rentals	485,367	12,300	0	0	0
Sale of Materials and Supplies	2,942	223,377	0	0	25,803
Commissary Sales	31,237	0	0	0	0
Sale of Maps	108,902	0	0	0	0
Sale of Recycled Materials	1,595	94,322	0	0	0
Miscellaneous Refunds	4,270	0	0	0	73,759
Expenditure Credits	30,446	0	0	0	0
<u>Nonrecurring Items</u>					
Sale of Equipment	30,312	0	1,287	0	0
Sale of Property	138,900	0	0	0	0
Damages Recovered from Individuals	246	0	0	0	560
<u>Other Local Revenues</u>					
Other Local Revenues	22,924	2,883	0	0	2,991
Total Other Local Revenues	\$ 1,291,245	\$ 393,614	\$ 1,287	\$ 0	\$ 103,113
<u>Fees Received From County Officials</u>					
<u>Fees In-Lieu-of Salary</u>					
County Clerk	\$ 3,278,357	\$ 0	\$ 0	\$ 0	\$ 0
Circuit Court Clerk	383,636	0	0	0	0

(Continued)

Exhibit K-6

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

	Special Revenue Funds				
	General	Solid Waste / Sanitation	Drug Control	Constitu - tional Officers - Fees	Highway / Public Works
<u>Fees Received From County Officials (Cont.)</u>					
<u>Fees In-Lieu-of Salary (Cont.)</u>					
General Sessions Court Clerk	\$ 906,321	\$ 0	\$ 0	\$ 0	\$ 0
Clerk and Master	580,997	0	0	0	0
Juvenile Court Clerk	37,087	0	0	0	0
Register	2,158,962	0	0	0	0
Sheriff	209,626	0	0	0	0
Trustee	7,960,221	0	0	0	0
Total Fees Received From County Officials	\$ 15,515,207	\$ 0	\$ 0	\$ 0	\$ 0
<u>State of Tennessee</u>					
<u>General Government Grants</u>					
Juvenile Services Program	\$ 4,500	\$ 0	\$ 0	\$ 0	\$ 0
<u>Public Safety Grants</u>					
Law Enforcement Training Programs	95,400	0	0	0	0
<u>Public Works Grants</u>					
State Aid Program	0	0	0	0	945,252
Litter Program	84,311	0	0	0	0
<u>Other State Revenues</u>					
Income Tax	4,877,710	0	0	0	0
Beer Tax	17,839	0	0	0	0
Alcoholic Beverage Tax	279,636	0	0	0	0
State Revenue Sharing - T.V.A.	359,321	0	0	0	0
State Revenue Sharing - Telecommunications	355,836	0	0	0	0
Contracted Prisoner Boarding	820,740	0	0	0	0
Gasoline and Motor Fuel Tax	0	0	0	0	3,855,143
Petroleum Special Tax	0	0	0	0	132,174

(Continued)

Exhibit K-6

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

	Special Revenue Funds				
	General	Solid Waste / Sanitation	Drug Control	Constitu - tional Officers - Fees	Highway / Public Works
<u>State of Tennessee (Cont.)</u>					
<u>Other State Revenues (Cont.)</u>					
T.B.I. - Equipment Reimbursement	\$ 52,782	\$ 0	\$ 0	\$ 0	\$ 0
Registrar's Salary Supplement	15,164	0	0	0	0
Other State Grants	1,192,419	0	0	0	0
Other State Revenues	111,117	0	0	0	0
Total State of Tennessee	<u>\$ 8,266,775</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 4,932,569</u>
<u>Federal Government</u>					
<u>Federal Through State</u>					
Civil Defense Reimbursement	\$ 1,878,049	\$ 0	\$ 0	\$ 0	\$ 0
Other Federal through State	605,355	0	0	0	0
<u>Direct Federal Revenue</u>					
Asset Forfeiture Funds	40,667	0	0	0	0
Tax Credit Bond Rebate	0	0	0	0	0
Other Direct Federal Revenue	335,995	0	0	0	0
Total Federal Government	<u>\$ 2,860,066</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
<u>Other Governments and Citizens Groups</u>					
<u>Other Governments</u>					
Prisoner Board	\$ 3,284	\$ 0	\$ 0	\$ 0	\$ 0
Paving and Maintenance	0	0	0	0	134,923
Contributions	0	0	0	0	0
Contracted Services	347,367	0	0	0	0
<u>Citizens Groups</u>					
Donations	861,467	0	10,639	0	0
Total Other Governments and Citizens Groups	<u>\$ 1,212,118</u>	<u>\$ 0</u>	<u>\$ 10,639</u>	<u>\$ 0</u>	<u>\$ 134,923</u>
Total	<u>\$ 99,242,199</u>	<u>\$ 6,560,469</u>	<u>\$ 82,897</u>	<u>\$ 100</u>	<u>\$ 13,133,342</u>

(Continued)

Exhibit K-6

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

	Debt Service Funds		Capital Projects Fund	
	General Debt Service	Rural Debt Service	General Capital Projects	Total
<u>Local Taxes</u>				
<u>County Property Taxes</u>				
Current Property Tax	\$ 32,656,381	\$ 19,968,574	\$ 0	\$ 102,987,976
Trustee's Collections - Prior Year	231,721	147,436	0	757,258
Circuit Clerk/Clerk and Master Collections - Prior Years	115,731	71,442	0	366,164
Interest and Penalty	53,089	32,265	0	165,876
Payments in-Lieu-of Taxes - T.V.A.	644	501	0	2,242
Payments in-Lieu-of Taxes - Other	203,662	158,404	0	676,005
<u>County Local Option Taxes</u>				
Local Option Sales Tax	0	3,274,514	0	3,274,514
Hotel/Motel Tax	0	0	0	5,694,181
Wheel Tax	0	0	0	4,649,656
Litigation Tax - General	0	0	0	50,005
Litigation Tax - Special Purpose	0	0	0	302,152
Litigation Tax - Jail, Workhouse, or Courthouse	476,995	0	0	481,428
Litigation Tax - Courthouse Security	0	0	0	340,357
Business Tax	0	0	0	7,006,466
Mixed Drink Tax	0	0	0	34,376
Mineral Severance Tax	0	0	0	147,716
Other County Local Option Taxes	0	0	15,645,097	15,645,097
<u>Statutory Local Taxes</u>				
Bank Excise Tax	0	0	0	1,890,386
Wholesale Beer Tax	0	0	0	520,346
Beer Privilege Tax	0	0	0	2,090
Other Statutory Local Taxes	0	0	0	8,387
Total Local Taxes	\$ 33,738,223	\$ 23,653,136	\$ 15,645,097	\$ 145,002,678

(Continued)

Exhibit K-6

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

	Debt Service Funds		Capital Projects Fund	
	General Debt Service	Rural Debt Service	General Capital Projects	Total
<u>Licenses and Permits</u>				
<u>Licenses</u>				
Animal Vaccination	\$ 0	\$ 0	\$ 0	128,062
Cable TV Franchise	0	0	0	866,236
<u>Permits</u>				
Beer Permits	0	0	0	3,088
Building Permits	0	0	0	818,462
Electrical Permits	0	0	0	1,070
Other Permits	0	0	0	52,650
Total Licenses and Permits	\$ 0	\$ 0	\$ 0	1,869,568
<u>Fines, Forfeitures, and Penalties</u>				
<u>Circuit Court</u>				
Fines	\$ 0	\$ 0	\$ 0	16,325
Officers Costs	0	0	0	41,342
Drug Control Fines	0	0	0	18,003
Jail Fees	0	0	0	7,560
Judicial Commissioner Fees	0	0	0	693
DUI Treatment Fines	0	0	0	4,752
Data Entry Fee - Circuit Court	0	0	0	5,630
Courtroom Security Fee	0	0	0	1,791
<u>Criminal Court</u>				
Drug Court Fees	0	0	0	8,135
Veterans Treatment Court Fees	0	0	0	3,898
Data Entry Fee - Criminal Court	0	0	0	32,008
Courtroom Security Fee	0	0	0	7,557
Victims Assistance Assessments	0	0	0	17,388

(Continued)

Exhibit K-6

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

	Debt Service Funds		Capital Projects Fund	
	General Debt Service	Rural Debt Service	General Capital Projects	Total
<u>Fines, Forfeitures, and Penalties (Cont.)</u>				
<u>General Sessions Court</u>				
Fines	\$ 0	\$ 0	\$ 0	119,028
Officers Costs	0	0	0	218,595
Game and Fish Fines	0	0	0	531
Drug Control Fines	0	0	0	34,741
Drug Court Fees	0	0	0	51,114
Veterans Treatment Court Fees	0	0	0	32,010
Jail Fees	0	0	0	28,107
District Attorney General Fees	0	0	0	1,449
Judicial Commissioner Fees	0	0	0	6,074
DUI Treatment Fines	0	0	0	31,832
Data Entry Fee - General Sessions Court	0	0	0	16,274
Victims Assistance Assessments	0	0	0	66,252
<u>Juvenile Court</u>				
Fines	0	0	0	56,626
Data Entry Fee - Juvenile Court	0	0	0	4,111
<u>Chancery Court</u>				
Officers Costs	0	0	0	8,107
Data Entry Fee - Chancery Court	0	0	0	13,144
<u>Other Courts - In-county</u>				
Drug Court Fees	0	0	0	3,122
DUI Treatment Fines	0	0	0	1,633
<u>Judicial District Drug Program</u>				
Victims Assistance Assessments	0	0	0	5,196
<u>Other Fines, Forfeitures, and Penalties</u>				
Proceeds from Confiscated Property	0	0	0	18,227

(Continued)

Exhibit K-6

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

	Debt Service Funds		Capital Projects Fund	
	General Debt Service	Rural Debt Service	General Capital Projects	Total
<u>Fines, Forfeitures, and Penalties (Cont.)</u>				
<u>Other Fines, Forfeitures, and Penalties (Cont.)</u>				
Other Fines, Forfeitures, and Penalties	\$ 0	\$ 0	\$ 0	\$ 41,263
Total Fines, Forfeitures, and Penalties	\$ 0	\$ 0	\$ 0	\$ 922,518
<u>Charges for Current Services</u>				
<u>General Service Charges</u>				
Tipping Fees	\$ 0	\$ 0	\$ 0	\$ 1,897,029
Surcharge - Waste Tire Disposal	0	0	0	255,405
Other General Service Charges	0	0	0	6,561
Service Charges	0	0	0	123,650
<u>Fees</u>				
Engineer Review Fees	0	0	0	33,650
Recreation Fees	0	0	0	5,979,880
Copy Fees	0	0	0	17,983
Library Fees	0	0	0	91,190
Archives and Records Management Fee	0	0	0	80,941
Telephone Commissions	0	0	0	152,648
Constitutional Officers' Fees and Commissions	0	0	0	100
Data Processing Fee - Register	0	0	0	103,208
Probation Fees	0	0	0	480,463
Data Processing Fee - Sheriff	0	0	0	16,397
Sexual Offender Registration Fee - Sheriff	0	0	0	1,900
Data Processing Fee - County Clerk	0	0	0	56,946
Vehicle Insurance Coverage and Reinstatement Fees	0	0	0	210
<u>Education Charges</u>				
Transportation from Individuals	0	0	0	33,345

(Continued)

Exhibit K-6

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

	Debt Service Funds		Capital Projects Fund	
	General Debt Service	Rural Debt Service	General Capital Projects	Total
<u>Charges for Current Services (Cont.)</u>				
<u>Education Charges (Cont.)</u>				
Other Charges for Services	\$ 0	\$ 0	\$ 0	\$ 207,637
Total Charges for Current Services	\$ 0	\$ 0	\$ 0	\$ 9,539,143
<u>Other Local Revenues</u>				
<u>Recurring Items</u>				
Investment Income	\$ 971,540	\$ 142,285	\$ 670,463	\$ 2,279,124
Lease/Rentals	459,446	0	0	957,113
Sale of Materials and Supplies	0	0	0	252,122
Commissary Sales	0	0	0	31,237
Sale of Maps	0	0	0	108,902
Sale of Recycled Materials	0	0	0	95,917
Miscellaneous Refunds	0	0	0	78,029
Expenditure Credits	0	0	0	30,446
<u>Nonrecurring Items</u>				
Sale of Equipment	0	0	0	31,599
Sale of Property	1,518,473	0	0	1,657,373
Damages Recovered from Individuals	0	0	0	806
<u>Other Local Revenues</u>				
Other Local Revenues	85,886	0	16,816,600	16,931,284
Total Other Local Revenues	\$ 3,035,345	\$ 142,285	\$ 17,487,063	\$ 22,453,952
<u>Fees Received From County Officials</u>				
<u>Fees In-Lieu-of Salary</u>				
County Clerk	\$ 0	\$ 0	\$ 0	\$ 3,278,357
Circuit Court Clerk	0	0	0	383,636

(Continued)

Exhibit K-6

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

	Debt Service Funds		Capital Projects Fund	
	General Debt Service	Rural Debt Service	General Capital Projects	Total
<u>Fees Received From County Officials (Cont.)</u>				
<u>Fees In-Lieu-of Salary (Cont.)</u>				
General Sessions Court Clerk	\$ 0	\$ 0	\$ 0	\$ 906,321
Clerk and Master	0	0	0	580,997
Juvenile Court Clerk	0	0	0	37,087
Register	0	0	0	2,158,962
Sheriff	0	0	0	209,626
Trustee	0	0	0	7,960,221
Total Fees Received From County Officials	\$ 0	\$ 0	\$ 0	\$ 15,515,207
<u>State of Tennessee</u>				
<u>General Government Grants</u>				
Juvenile Services Program	\$ 0	\$ 0	\$ 0	\$ 4,500
<u>Public Safety Grants</u>				
Law Enforcement Training Programs	0	0	0	95,400
<u>Public Works Grants</u>				
State Aid Program	0	0	0	945,252
Litter Program	0	0	0	84,311
<u>Other State Revenues</u>				
Income Tax	0	0	0	4,877,710
Beer Tax	0	0	0	17,839
Alcoholic Beverage Tax	0	0	0	279,636
State Revenue Sharing - T.V.A.	359,321	0	0	718,642
State Revenue Sharing - Telecommunications	0	0	0	355,836
Contracted Prisoner Boarding	0	0	0	820,740
Gasoline and Motor Fuel Tax	0	0	0	3,855,143
Petroleum Special Tax	0	0	0	132,174

(Continued)

Exhibit K-6

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

	Debt Service Funds		Capital Projects Fund	
	General Debt Service	Rural Debt Service	General Capital Projects	Total
<u>State of Tennessee (Cont.)</u>				
<u>Other State Revenues (Cont.)</u>				
T.B.I. - Equipment Reimbursement	\$ 0	\$ 0	\$ 0	\$ 52,782
Registrar's Salary Supplement	0	0	0	15,164
Other State Grants	0	0	0	1,192,419
Other State Revenues	0	0	0	111,117
Total State of Tennessee	\$ 359,321	\$ 0	\$ 0	\$ 13,558,665
<u>Federal Government</u>				
<u>Federal Through State</u>				
Civil Defense Reimbursement	\$ 0	\$ 0	\$ 0	\$ 1,878,049
Other Federal through State	0	0	939,879	1,545,234
<u>Direct Federal Revenue</u>				
Asset Forfeiture Funds	0	0	0	40,667
Tax Credit Bond Rebate	696,663	950,605	0	1,647,268
Other Direct Federal Revenue	0	0	63,165	399,160
Total Federal Government	\$ 696,663	\$ 950,605	\$ 1,003,044	\$ 5,510,378
<u>Other Governments and Citizens Groups</u>				
<u>Other Governments</u>				
Prisoner Board	\$ 0	\$ 0	\$ 0	\$ 3,284
Paving and Maintenance	0	0	0	134,923
Contributions	1,853,633	4,541,137	0	6,394,770
Contracted Services	0	0	0	347,367
<u>Citizens Groups</u>				
Donations	0	0	3,986,638	4,858,744
Total Other Governments and Citizens Groups	\$ 1,853,633	\$ 4,541,137	\$ 3,986,638	\$ 11,739,088
Total	\$ 39,683,185	\$ 29,287,163	\$ 38,121,842	\$ 226,111,197

Exhibit K-7

Williamson County, Tennessee
Schedule of Detailed Revenues -
All Governmental Fund Types
Discretely Presented Williamson County School Department
For the Year Ended June 30, 2018

	Special Revenue Funds				Capital Projects Fund	
	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	\$ 134,680,427	\$ 0	\$ 0	\$ 0	\$ 0	\$ 134,680,427
Trustee's Collections - Prior Year	822,747	0	0	0	0	822,747
Circuit Clerk/Clerk and Master Collections - Prior Years	477,009	0	0	0	0	477,009
Interest and Penalty	219,553	0	0	0	0	219,553
Payments in-Lieu-of Taxes - T.V.A.	2,650	0	0	0	0	2,650
Payments in-Lieu-of Taxes - Local Utilities	131,625	0	0	0	0	131,625
Payments in-Lieu-of Taxes - Other	707,715	0	0	0	0	707,715
<u>County Local Option Taxes</u>						
Local Option Sales Tax	56,684,656	0	0	0	0	56,684,656
Mixed Drink Tax	1,220,962	0	0	0	0	1,220,962
Total Local Taxes	\$ 194,947,344	\$ 0	\$ 0	\$ 0	\$ 0	\$ 194,947,344
<u>Licenses and Permits</u>						
<u>Licenses</u>						
Marriage Licenses	\$ 8,972	\$ 0	\$ 0	\$ 0	\$ 0	\$ 8,972
Total Licenses and Permits	\$ 8,972	\$ 0	\$ 0	\$ 0	\$ 0	\$ 8,972
<u>Charges for Current Services</u>						
<u>Education Charges</u>						
Tuition - Regular Day Students	\$ 289,828	\$ 0	\$ 0	\$ 0	\$ 0	\$ 289,828
Tuition - Summer School	55,094	0	0	0	0	55,094
Lunch Payments - Children	0	0	5,144,785	0	0	5,144,785
Lunch Payments - Adults	0	0	240,447	0	0	240,447
Income from Breakfast	0	0	270,691	0	0	270,691

(Continued)

Exhibit K-7

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

	Special Revenue Funds				Capital Projects Fund	
	General Purpose School	School Federal Projects	Central Cafeteria	Extended School Program	Education Capital Projects	Total
<u>Charges for Current Services (Cont.)</u>						
<u>Education Charges (Cont.)</u>						
A la Carte Sales	\$ 0	\$ 0	\$ 3,693,718	\$ 0	\$ 0	\$ 3,693,718
Contract for Instructional Services with Other LEA's	74,980	0	0	0	0	74,980
Receipts from Individual Schools	13,200	0	0	0	0	13,200
Community Service Fees - Children	649,014	0	0	6,036,687	0	6,685,701
Other Charges for Services	501,732	0	0	0	0	501,732
Total Charges for Current Services	\$ 1,583,848	\$ 0	\$ 9,349,641	\$ 6,036,687	\$ 0	\$ 16,970,176
<u>Other Local Revenues</u>						
<u>Recurring Items</u>						
Investment Income	\$ 816,602	\$ 0	\$ 28,300	\$ 17,483	\$ 1,131,971	\$ 1,994,356
Lease/Rentals	266,750	0	0	0	0	266,750
Commodity Rebates	20,005	0	0	0	0	20,005
Miscellaneous Refunds	26,722	0	0	0	0	26,722
<u>Nonrecurring Items</u>						
Sale of Equipment	54,756	0	0	0	0	54,756
Damages Recovered from Individuals	29,458	0	0	0	0	29,458
Contributions and Gifts	54,870	0	0	0	0	54,870
<u>Other Local Revenues</u>						
Other Local Revenues	188,621	0	0	0	0	188,621
Total Other Local Revenues	\$ 1,457,784	\$ 0	\$ 28,300	\$ 17,483	\$ 1,131,971	\$ 2,635,538
<u>State of Tennessee</u>						
<u>State Education Funds</u>						
Basic Education Program	\$ 131,840,249	\$ 0	\$ 0	\$ 0	\$ 0	\$ 131,840,249

(Continued)

Exhibit K-7

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

	Special Revenue Funds				Capital Projects Fund	
	General Purpose School	School Federal Projects	Central Cafeteria	Extended School Program	Education Capital Projects	Total
<u>State of Tennessee (Cont.)</u>						
<u>State Education Funds (Cont.)</u>						
Early Childhood Education	\$ 487,947	\$ 0	\$ 0	\$ 0	\$ 0	\$ 487,947
School Food Service	0	0	103,785	0	0	103,785
Other State Education Funds	681,984	0	0	0	0	681,984
Career Ladder Program	429,525	0	0	0	0	429,525
<u>Other State Revenues</u>						
State Revenue Sharing - T.V.A.	1,077,962	0	0	0	0	1,077,962
Total State of Tennessee	\$ 134,517,667	\$ 0	\$ 103,785	\$ 0	\$ 0	\$ 134,621,452
<u>Federal Government</u>						
<u>Federal Through State</u>						
USDA School Lunch Program	\$ 0	\$ 0	\$ 2,038,788	\$ 0	\$ 0	\$ 2,038,788
USDA - Commodities	0	0	941,200	0	0	941,200
Breakfast	0	0	293,164	0	0	293,164
Vocational Education - Basic Grants to States	0	297,973	0	0	0	297,973
Other Vocational	87,662	0	0	0	0	87,662
Title I Grants to Local Education Agencies	0	787,411	0	0	0	787,411
Special Education - Grants to States	894,085	5,577,765	0	0	0	6,471,850
Special Education Preschool Grants	0	57,364	0	0	0	57,364
English Language Acquisition Grants	0	65,375	0	0	0	65,375
Eisenhower Professional Development State Grants	0	343,275	0	0	0	343,275
Other Federal through State	20,000	61,728	0	0	0	81,728
<u>Direct Federal Revenue</u>						
ROTC Reimbursement	457,547	0	0	0	0	457,547
Total Federal Government	\$ 1,459,294	\$ 7,190,891	\$ 3,273,152	\$ 0	\$ 0	\$ 11,923,337

(Continued)

Exhibit K-7

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

	<u>Special Revenue Funds</u>				<u>Capital Projects Fund</u>	
	General Purpose School	School Federal Projects	Central Cafeteria	Extended School Program	Education Capital Projects	Total
<u>Other Governments and Citizens Groups</u>						
<u>Other Governments</u>						
Contributions	\$ 1,700,000	\$ 0	\$ 0	\$ 0	\$ 108,411,425	\$ 110,111,425
Total Other Governments and Citizens Groups	\$ 1,700,000	\$ 0	\$ 0	\$ 0	\$ 108,411,425	\$ 110,111,425
 Total	 \$ 335,674,909	 \$ 7,190,891	 \$ 12,754,878	 \$ 6,054,170	 \$ 109,543,396	 \$ 471,218,244

Exhibit K-8

Williamson County, Tennessee
Schedule of Detailed Expenditures -
All Governmental Fund Types
For the Year Ended June 30, 2018

General FundGeneral GovernmentCounty Commission

County Official/Administrative Officer	\$	142,362	
Other Per Diem and Fees		5,125	
Audit Services		151,877	
Maintenance and Repair Services - Office Equipment		4,528	
Postal Charges		2,000	
Travel		3,853	
Tax Relief Program		601,008	
Other Charges		300	
Total County Commission			\$ 911,053

Board of Equalization

Board and Committee Members Fees	\$	2,311	
Total Board of Equalization			2,311

Beer Board

Board and Committee Members Fees	\$	3,075	
Total Beer Board			3,075

Other Boards and Committees

Board and Committee Members Fees	\$	225	
Total Other Boards and Committees			225

County Mayor/Executive

County Official/Administrative Officer	\$	161,075	
Supervisor/Director		94,353	
Secretary(ies)		101,165	
Part-time Personnel		6,124	
Longevity Pay		2,450	
Overtime Pay		707	
Advertising		34	
Communication		2,374	
Consultants		16,667	
Dues and Memberships		1,077	
Operating Lease Payments		2,377	
Maintenance and Repair Services - Office Equipment		119	
Postal Charges		3,250	
Printing, Stationery, and Forms		2,835	
Travel		3,166	
Other Contracted Services		163,907	
Office Supplies		1,018	
Other Supplies and Materials		689	
Premiums on Corporate Surety Bonds		50	
In Service/Staff Development		7,393	
Other Charges		5,905	
Total County Mayor/Executive			576,735

(Continued)

Exhibit K-8

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

General Fund (Cont.)General Government (Cont.)Personnel Office

Assistant(s)	\$	73,826	
Supervisor/Director		110,157	
Part-time Personnel		8,875	
Longevity Pay		1,050	
Advertising		115	
Communication		258	
Dues and Memberships		591	
Postal Charges		300	
Printing, Stationery, and Forms		2,299	
Travel		38	
Office Supplies		1,259	
Periodicals		593	
In Service/Staff Development		2,916	
Total Personnel Office			\$ 202,277

County Attorney

Legal Services	\$	750,938	
Total County Attorney			750,938

Election Commission

County Official/Administrative Officer	\$	109,075	
Assistant(s)		165,284	
Temporary Personnel		71,847	
Part-time Personnel		29,192	
Longevity Pay		2,000	
Overtime Pay		11,703	
Election Commission		5,785	
Election Workers		104,008	
Advertising		11,081	
Communication		850	
Dues and Memberships		4,230	
Freight Expenses		17,143	
Operating Lease Payments		5,137	
Licenses		23,845	
Maintenance and Repair Services - Equipment		41,800	
Maintenance and Repair Services - Office Equipment		42,473	
Postal Charges		16,246	
Printing, Stationery, and Forms		13,025	
Travel		1,919	
Office Supplies		11,373	
Other Charges		9,166	
Total Election Commission			697,182

Register of Deeds

County Official/Administrative Officer	\$	121,202	
Deputy(ies)		465,263	
Part-time Personnel		5,790	

(Continued)

Exhibit K-8

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

General Fund (Cont.)General Government (Cont.)Register of Deeds (Cont.)

Longevity Pay	\$	9,050	
Communication		321	
Dues and Memberships		1,055	
Operating Lease Payments		10,855	
Maintenance and Repair Services - Office Equipment		22,841	
Postal Charges		4,014	
Printing, Stationery, and Forms		29,190	
In Service/Staff Development		330	
Data Processing Equipment		9,747	
Total Register of Deeds			\$ 679,658

Development

Assistant(s)	\$	1,592,819	
Supervisor/Director		117,999	
Deputy(ies)		433,429	
Secretary(ies)		302,696	
Temporary Personnel		3,476	
Part-time Personnel		1,824	
Longevity Pay		32,100	
Board and Committee Members Fees		17,789	
Communication		11,087	
Dues and Memberships		694	
Operating Lease Payments		9,518	
Licenses		30,689	
Maintenance and Repair Services - Office Equipment		3,513	
Postal Charges		4,946	
Travel		42	
Other Contracted Services		6,641	
Office Supplies		8,439	
In Service/Staff Development		630	
Other Charges		912	
Total Development			2,579,243

Planning

Advertising	\$	1,140	
Consultants		27,859	
Dues and Memberships		1,180	
Evaluation and Testing		6,000	
Maintenance and Repair Services - Vehicles		736	
Travel		67	
Gasoline		461	
Instructional Supplies and Materials		335	
In Service/Staff Development		3,762	
Total Planning			41,540

Building

Communication	\$	855	
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(Continued)

Exhibit K-8

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

General Fund (Cont.)General Government (Cont.)Building (Cont.)

Dues and Memberships	\$	440	
Maintenance and Repair Services - Vehicles		2,542	
Gasoline		6,967	
Uniforms		350	
In Service/Staff Development		11,669	
Motor Vehicles		25,432	
Total Building			\$ 48,255

Engineering

Board and Committee Members Fees	\$	2,154	
Dues and Memberships		1,459	
Evaluation and Testing		460	
Maintenance and Repair Services - Vehicles		2,345	
Permits		3,460	
Gasoline		4,775	
Instructional Supplies and Materials		2,328	
In Service/Staff Development		3,655	
Motor Vehicles		28,999	
Total Engineering			49,635

Codes Compliance

Advertising	\$	434	
Communication		1,311	
Consultants		1,500	
Contracts with Private Agencies		14,582	
Maintenance and Repair Services - Vehicles		668	
Gasoline		1,320	
Periodicals		137	
In Service/Staff Development		2,736	
Total Codes Compliance			22,688

Geographical Information Systems

Supervisor/Director	\$	110,406	
Data Processing Personnel		651,048	
Secretary(ies)		36,628	
Part-time Personnel		15,276	
Longevity Pay		8,100	
Communication		226,772	
Dues and Memberships		1,106	
Licenses		606,057	
Maintenance and Repair Services - Vehicles		105	
Other Contracted Services		44,456	
Gasoline		2,599	
Instructional Supplies and Materials		76	
Office Supplies		4,841	
Uniforms		3,291	
In Service/Staff Development		8,839	
Other Charges		50	
Total Geographical Information Systems			1,719,650

(Continued)

Exhibit K-8

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

General Fund (Cont.)General Government (Cont.)County Buildings

Supervisor/Director	\$	91,324	
Deputy(ies)		90,364	
Foremen		222,139	
Mechanic(s)		660,608	
Nightwatchmen		31,366	
Clerical Personnel		43,555	
Custodial Personnel		287,824	
Part-time Personnel		256,934	
Longevity Pay		9,900	
Overtime Pay		73,027	
Communication		55,678	
Contracts with Private Agencies		129,545	
Operating Lease Payments		1,405	
Maintenance and Repair Services - Buildings		571,512	
Maintenance and Repair Services - Vehicles		30,903	
Travel		201	
Custodial Supplies		73,435	
Electricity		596,986	
Gasoline		40,091	
Natural Gas		42,066	
Office Supplies		1,734	
Uniforms		12,828	
Water and Sewer		67,200	
In Service/Staff Development		8,564	
Other Charges		85	
Data Processing Equipment		25,000	
Motor Vehicles		24,000	
Total County Buildings			\$ 3,448,274

Other Facilities

Assistant(s)	\$	68,848	
Supervisor/Director		48,443	
Part-time Personnel		20,393	
Longevity Pay		1,300	
Communication		577	
Licenses		2,569	
Travel		269	
Gasoline		270	
Office Supplies		1,777	
Other Supplies and Materials		2,644	
Motor Vehicles		1,997	
Total Other Facilities			149,087

Preservation of Records

County Official/Administrative Officer	\$	59,217	
Assistant(s)		90,626	
Temporary Personnel		5,998	

(Continued)

Exhibit K-8

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

General Fund (Cont.)General Government (Cont.)Preservation of Records (Cont.)

Part-time Personnel	\$	25,017	
Longevity Pay		300	
Board and Committee Members Fees		50	
Advertising		605	
Communication		2,533	
Dues and Memberships		890	
Operating Lease Payments		2,393	
Licenses		1,870	
Maintenance and Repair Services - Office Equipment		2,439	
Postal Charges		192	
Gasoline		36	
Office Supplies		11,510	
Other Supplies and Materials		6,898	
Total Preservation of Records			\$ 210,574

Risk Management

County Official/Administrative Officer	\$	96,741	
Assistant(s)		83,381	
Longevity Pay		1,650	
Communication		1,616	
Dues and Memberships		140	
Operating Lease Payments		1,220	
Postal Charges		1,000	
Travel		72	
Instructional Supplies and Materials		358	
Office Supplies		1,295	
In Service/Staff Development		495	
Total Risk Management			187,968

Other Risk Management

Paraprofessionals	\$	86,091	
Clerical Personnel		220,960	
Longevity Pay		2,050	
Communication		985	
Operating Lease Payments		5,805	
Postal Charges		8,349	
Printing, Stationery, and Forms		3,990	
Travel		264	
Office Supplies		2,503	
In Service/Staff Development		649	
Total Other Risk Management			331,646

FinanceAccounting and Budgeting

County Official/Administrative Officer	\$	108,368	
Assistant(s)		73,217	
Accountants/Bookkeepers		469,402	

(Continued)

Exhibit K-8

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

General Fund (Cont.)Finance (Cont.)Accounting and Budgeting (Cont.)

Purchasing Personnel	\$	115,209	
Longevity Pay		7,300	
Overtime Pay		84	
Advertising		290	
Communication		2,846	
Dues and Memberships		700	
Operating Lease Payments		1,227	
Licenses		221,186	
Postal Charges		5,998	
Printing, Stationery, and Forms		1,977	
Office Supplies		6,738	
In Service/Staff Development		10,757	
Other Charges		190	
Total Accounting and Budgeting			\$ 1,025,489

Property Assessor's Office

County Official/Administrative Officer	\$	121,202	
Deputy(ies)		1,191,035	
Salary Supplements		15,747	
Part-time Personnel		31,170	
Longevity Pay		17,700	
Overtime Pay		24,298	
Advertising		79	
Communication		1,224	
Consultants		82,050	
Data Processing Services		13,919	
Dues and Memberships		3,778	
Operating Lease Payments		27,157	
Maintenance and Repair Services - Office Equipment		20,986	
Maintenance and Repair Services - Vehicles		285	
Postal Charges		9,959	
Printing, Stationery, and Forms		980	
Travel		3,336	
Gasoline		1,818	
Office Supplies		16,917	
Periodicals		3,061	
Uniforms		2,336	
In Service/Staff Development		4,029	
Other Charges		6,295	
Motor Vehicles		24,001	
Total Property Assessor's Office			1,623,362

County Trustee's Office

County Official/Administrative Officer	\$	121,202	
Assistant(s)		325,658	
Part-time Personnel		23,196	
Longevity Pay		3,600	

(Continued)

Exhibit K-8

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

General Fund (Cont.)Finance (Cont.)County Trustee's Office (Cont.)

Overtime Pay	\$	271	
Advertising		595	
Communication		1,539	
Data Processing Services		63,610	
Dues and Memberships		1,270	
Maintenance and Repair Services - Office Equipment		22,636	
Postal Charges		4,714	
Printing, Stationery, and Forms		1,084	
Travel		897	
Office Supplies		6,840	
In Service/Staff Development		2,058	
Other Charges		196	
Total County Trustee's Office			\$ 579,366

County Clerk's Office

County Official/Administrative Officer	\$	121,202	
Assistant(s)		733,417	
Part-time Personnel		38,186	
Longevity Pay		10,650	
Advertising		1,680	
Communication		346	
Dues and Memberships		980	
Operating Lease Payments		3,472	
Maintenance and Repair Services - Office Equipment		24,295	
Postal Charges		101,844	
Printing, Stationery, and Forms		7,076	
Travel		300	
Office Equipment		21,850	
Total County Clerk's Office			1,065,298

Other Finance

Duplicating Supplies	\$	36,965	
Data Processing Equipment		282,784	
Furniture and Fixtures		50,241	
Total Other Finance			369,990

Administration of JusticeCircuit Court

County Official/Administrative Officer	\$	121,202	
Deputy(ies)		1,221,981	
Part-time Personnel		24,674	
Longevity Pay		19,900	
Jury and Witness Expense		11,575	
Communication		4,454	
Dues and Memberships		880	
Operating Lease Payments		40,020	
Postal Charges		17,297	

(Continued)

Exhibit K-8

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	\$	9,290	
Travel		49	
Other Contracted Services		4,778	
Office Supplies		14,738	
Office Equipment		35,284	
Total Circuit Court			\$ 1,526,122

General Sessions Court

Judge(s)	\$	326,938	
Assistant(s)		186,618	
Probation Officer(s)		162,129	
Secretary(ies)		86,050	
Clerical Personnel		33,467	
Part-time Personnel		19,595	
Longevity Pay		4,450	
Communication		660	
Contracts with Government Agencies		242,627	
Dues and Memberships		1,940	
Evaluation and Testing		4,155	
Operating Lease Payments		3,192	
Printing, Stationery, and Forms		1,169	
Travel		1,016	
Other Contracted Services		13,554	
Office Supplies		5,227	
Periodicals		2,342	
In Service/Staff Development		166	
Other Charges		76	
Total General Sessions Court			1,095,371

Drug Court

Drug Treatment	\$	99,517	
Total Drug Court			99,517

Chancery Court

County Official/Administrative Officer	\$	121,202	
Assistant(s)		290,403	
Part-time Personnel		15,916	
Longevity Pay		5,700	
Overtime Pay		919	
Communication		338	
Dues and Memberships		1,055	
Maintenance and Repair Services - Office Equipment		26,239	
Postal Charges		6,877	
Printing, Stationery, and Forms		4,029	
Office Supplies		9,751	
Periodicals		761	
In Service/Staff Development		409	
Total Chancery Court			483,599

(Continued)

Exhibit K-8

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

General Fund (Cont.)Administration of Justice (Cont.)Juvenile Court

County Official/Administrative Officer	\$	121,202	
Assistant(s)		324,461	
Part-time Personnel		12,212	
Longevity Pay		5,200	
Communication		1,106	
Dues and Memberships		1,075	
Operating Lease Payments		6,255	
Maintenance and Repair Services - Office Equipment		1,085	
Postal Charges		5,870	
Printing, Stationery, and Forms		6,003	
Travel		24	
Other Contracted Services		11,274	
Office Supplies		817	
In Service/Staff Development		230	
Other Charges		438	
Total Juvenile Court			\$ 497,252

Judicial Commissioners

Assistant(s)	\$	257,052	
Part-time Personnel		29,749	
Longevity Pay		4,400	
Overtime Pay		629	
Communication		91	
Dues and Memberships		600	
Operating Lease Payments		2,022	
Office Supplies		974	
Periodicals		561	
In Service/Staff Development		63	
Total Judicial Commissioners			296,141

Other Administration of Justice

County Official/Administrative Officer	\$	53,847	
Assistant(s)		167,573	
Part-time Personnel		37,879	
Total Other Administration of Justice			259,299

Victim Assistance Programs

Contributions	\$	85,361	
Total Victim Assistance Programs			85,361

Public SafetySheriff's Department

County Official/Administrative Officer	\$	133,328	
Deputy(ies)		7,609,964	
Accountants/Bookkeepers		70,553	
Salary Supplements		95,400	
Clerical Personnel		665,701	

(Continued)

Exhibit K-8

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

General Fund (Cont.)Public Safety (Cont.)Sheriff's Department (Cont.)

Longevity Pay	\$	83,700	
Overtime Pay		304,847	
Communication		6,790	
Contracts with Private Agencies		125,770	
Evaluation and Testing		7,980	
Operating Lease Payments		13,061	
Maintenance and Repair Services - Vehicles		357,475	
Postal Charges		7,040	
Transportation - Other than Students		60,030	
Travel		3,814	
Data Processing Supplies		49,461	
Gasoline		447,569	
Law Enforcement Supplies		52,357	
Office Supplies		24,543	
Periodicals		701	
Tires and Tubes		43,871	
Uniforms		209,588	
Other Supplies and Materials		8,328	
In Service/Staff Development		157,116	
Other Charges		22,877	
Data Processing Equipment		148,460	
Law Enforcement Equipment		278,181	
Motor Vehicles		35,000	
Other Equipment		34,323	
Other Capital Outlay		82,076	
Total Sheriff's Department			\$ 11,139,904

Traffic Control

Guards	\$	167,215	
Uniforms		4,590	
Total Traffic Control			171,805

Jail

Guards	\$	3,654,478	
Longevity Pay		15,950	
Overtime Pay		185,928	
Advertising		930	
Audit Services		482	
Communication		21,455	
Evaluation and Testing		14,110	
Laundry Service		69,515	
Operating Lease Payments		14,181	
Maintenance and Repair Services - Buildings		156,956	
Maintenance and Repair Services - Equipment		20,315	
Maintenance and Repair Services - Vehicles		9,426	
Medical and Dental Services		1,499,843	
Postal Charges		148	

(Continued)

Exhibit K-8

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

General Fund (Cont.)Public Safety (Cont.)Jail (Cont.)

Drugs and Medical Supplies	\$	7,477	
Electricity		195,625	
Food Supplies		585,604	
Gasoline		12,618	
Natural Gas		43,448	
Office Supplies		28,274	
Periodicals		79	
Prisoners Clothing		22,946	
Uniforms		59,679	
Water and Sewer		144,093	
Other Supplies and Materials		53,545	
In Service/Staff Development		36,178	
Total Jail			\$ 6,853,283

Workhouse

Deputy(ies)	\$	94,034	
Longevity Pay		2,150	
Maintenance and Repair Services - Vehicles		4,912	
Gasoline		10,427	
Instructional Supplies and Materials		27,518	
Other Road Materials		3,601	
Small Tools		504	
Uniforms		1,836	
Other Supplies and Materials		3,758	
Total Workhouse			148,740

Juvenile Services

Judge(s)	\$	163,469	
Assistant(s)		1,337,285	
Teachers		156,922	
Part-time Personnel		134,725	
Longevity Pay		11,500	
Overtime Pay		12,303	
Communication		8,188	
Contracts with Government Agencies		171,144	
Dues and Memberships		725	
Operating Lease Payments		7,505	
Legal Services		2,386	
Licenses		38,953	
Maintenance and Repair Services - Office Equipment		2,813	
Medical and Dental Services		30	
Postal Charges		1,412	
Printing, Stationery, and Forms		1,784	
Transportation - Other than Students		877	
Travel		4,911	
Other Contracted Services		17,952	
Food Supplies		12,173	

(Continued)

Exhibit K-8

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

General Fund (Cont.)Public Safety (Cont.)Juvenile Services (Cont.)

Instructional Supplies and Materials	\$	384	
Office Supplies		11,239	
Other Supplies and Materials		28,481	
In Service/Staff Development		9,055	
Other Charges		387	
Total Juvenile Services			\$ 2,136,603

Fire Prevention and Control

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

Other Emergency Management

Travel	\$	301	
In Service/Staff Development		12,177	
Total Other Emergency Management			12,478

County Coroner/Medical Examiner

Contracts with Private Agencies	\$	81,900	
Medical and Dental Services		33,120	
Other Contracted Services		91,080	
Drugs and Medical Supplies		67,620	
Total County Coroner/Medical Examiner			273,720

Other Public Safety

County Official/Administrative Officer	\$	103,127	
Assistant(s)		573,886	
Supervisor/Director		160,160	
Dispatchers/Radio Operators		1,571,870	
Secretary(ies)		42,431	
Part-time Personnel		66,736	
Longevity Pay		10,750	
Overtime Pay		197,855	
Advertising		22	
Communication		86,291	
Contracts with Government Agencies		1,725	
Dues and Memberships		3,478	
Evaluation and Testing		20,530	
Operating Lease Payments		232,476	
Maintenance Agreements		375,284	
Maintenance and Repair Services - Equipment		62,246	
Maintenance and Repair Services - Office Equipment		2,664	
Maintenance and Repair Services - Vehicles		41,601	
Postal Charges		322	
Travel		5,706	
Other Contracted Services		13,402	
Electricity		251,966	

(Continued)

Exhibit K-8

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

General Fund (Cont.)Public Safety (Cont.)Other Public Safety (Cont.)

Gasoline	\$	31,126	
Natural Gas		53,289	
Office Supplies		8,062	
Uniforms		16,412	
Water and Sewer		6,713	
Other Supplies and Materials		40,097	
In Service/Staff Development		29,396	
Other Charges		75	
Motor Vehicles		479,766	
Other Equipment		329,261	
Total Other Public Safety			\$ 4,818,725

Public Health and WelfareLocal Health Center

Medical Personnel	\$	188,963	
Secretary(ies)		36,816	
Clerical Personnel		30,479	
Custodial Personnel		28,371	
Part-time Personnel		16,686	
Longevity Pay		6,950	
Board and Committee Members Fees		775	
Communication		11,629	
Contracts with Government Agencies		633,302	
Dues and Memberships		365	
Laundry Service		184	
Maintenance and Repair Services - Buildings		5,404	
Travel		2,129	
Other Contracted Services		6,196	
Drugs and Medical Supplies		4,398	
Food Supplies		1,413	
Instructional Supplies and Materials		15,866	
Office Supplies		7,623	
Utilities		28,984	
Liability Insurance		1,224	
Other Charges		460	
Total Local Health Center			1,028,217

Rabies and Animal Control

Assistant(s)	\$	59,256	
Supervisor/Director		83,650	
Paraprofessionals		124,378	
Attendants		470,646	
Custodial Personnel		31,636	
Part-time Personnel		72,560	
Longevity Pay		3,650	
Overtime Pay		34,893	
Communication		11,588	

(Continued)

Exhibit K-8

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

General Fund (Cont.)Public Health and Welfare (Cont.)Rabies and Animal Control (Cont.)

Contracts with Private Agencies	\$	5,877	
Operating Lease Payments		1,919	
Maintenance and Repair Services - Office Equipment		332	
Maintenance and Repair Services - Vehicles		8,694	
Postal Charges		475	
Printing, Stationery, and Forms		1,950	
Veterinary Services		37,840	
Other Contracted Services		16,738	
Animal Food and Supplies		54,673	
Custodial Supplies		5,510	
Drugs and Medical Supplies		204,208	
Electricity		24,618	
Gasoline		12,295	
Instructional Supplies and Materials		146	
Natural Gas		6,711	
Office Supplies		9,362	
Uniforms		3,159	
Water and Sewer		10,624	
Other Supplies and Materials		24,440	
In Service/Staff Development		9,505	
Data Processing Equipment		1,981	
Total Rabies and Animal Control			\$ 1,333,314

Ambulance/Emergency Medical Services

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

Other Local Health Services

Contributions	\$	9,576	
Total Other Local Health Services			9,576

Regional Mental Health Center

Contributions	\$	19,000	
Total Regional Mental Health Center			19,000

Appropriation to State

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

General Welfare Assistance

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

Aid to Dependent Children

Contracts with Government Agencies	\$	10,436	
Total Aid to Dependent Children			10,436

(Continued)

Exhibit K-8

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

General Fund (Cont.)Public Health and Welfare (Cont.)Other Local Welfare Services

Pauper Burials	\$	1,200	
Total Other Local Welfare Services			\$ 1,200

Other Public Health and Welfare

Communication	\$	7,374	
Dues and Memberships		1,350	
Operating Lease Payments		7,972	
Maintenance and Repair Services - Vehicles		5,047	
Printing, Stationery, and Forms		1,091	
Data Processing Supplies		370	
Gasoline		8,658	
Office Supplies		6,547	
Periodicals		38	
Uniforms		4,372	
Other Supplies and Materials		2,600	
Premiums on Corporate Surety Bonds		120	
In Service/Staff Development		3,629	
Total Other Public Health and Welfare			49,168

Social, Cultural, and Recreational ServicesAdult Activities

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

Senior Citizens Assistance

Contributions	\$	61,552	
Total Senior Citizens Assistance			61,552

Libraries

County Official/Administrative Officer	\$	82,409	
Librarians		1,259,074	
Temporary Personnel		13,527	
Part-time Personnel		268,344	
Longevity Pay		13,950	
Communication		11,981	
Contributions		98,115	
Data Processing Services		5,500	
Dues and Memberships		170	
Operating Lease Payments		10,369	
Maintenance and Repair Services - Office Equipment		4,406	
Postal Charges		2,082	
Printing, Stationery, and Forms		1,171	
Travel		70	
Other Contracted Services		22,487	
Data Processing Supplies		114,765	
Library Books/Media		230,872	
Office Supplies		8,458	

(Continued)

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

General Fund (Cont.)

Social, Cultural, and Recreational Services (Cont.)

Libraries (Cont.)

Periodicals	\$	7,500	
Utilities		122,252	
Other Supplies and Materials		33,506	
In Service/Staff Development		3,315	
Other Charges		6,000	
Data Processing Equipment		16,598	
Other Capital Outlay		55,746	
Total Libraries			\$ 2,392,667

Parks and Fair Boards

County Official/Administrative Officer	\$	103,459
Assistant(s)		2,633,056
Supervisor/Director		435,636
Mechanic(s)		41,434
Clerical Personnel		347,838
Custodial Personnel		210,478
Maintenance Personnel		502,577
Temporary Personnel		500,633
Part-time Personnel		3,694,730
Longevity Pay		36,350
Overtime Pay		30,087
Advertising		37,560
Communication		100,645
Contracts with Private Agencies		283,655
Dues and Memberships		4,136
Evaluation and Testing		3,928
Maintenance and Repair Services - Buildings		544,901
Maintenance and Repair Services - Equipment		139,319
Maintenance and Repair Services - Office Equipment		44,789
Maintenance and Repair Services - Vehicles		40,716
Pest Control		4,112
Postal Charges		8,682
Printing, Stationery, and Forms		13,523
Rentals		2,973
Disposal Fees		35,598
Permits		2,540
Other Contracted Services		164,818
Custodial Supplies		149,739
Drugs and Medical Supplies		6,231
Electricity		917,781
Fertilizer, Lime, and Seed		53,862
Food Supplies		6,324
Fuel Oil		2,003
Gasoline		47,445
Instructional Supplies and Materials		200,999
Natural Gas		212,488
Office Supplies		19,566

(Continued)

Exhibit K-8

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

General Fund (Cont.)Social, Cultural, and Recreational Services (Cont.)Parks and Fair Boards (Cont.)

Periodicals	\$	819	
Uniforms		35,693	
Water and Sewer		213,433	
Chemicals		97,161	
Other Supplies and Materials		253,236	
Refunds		60,460	
Surcharge		20,221	
In Service/Staff Development		1,198	
Other Charges		257,079	
Motor Vehicles		35,000	
Other Capital Outlay		8,460	
Total Parks and Fair Boards			\$ 12,567,371

Other Social, Cultural, and Recreational

Supervisor/Director	\$	81,411	
Foremen		52,811	
Clerical Personnel		89,295	
Cafeteria Personnel		73,444	
Maintenance Personnel		300,829	
Temporary Personnel		11,813	
Longevity Pay		6,000	
Overtime Pay		19,380	
Communication		11,315	
Dues and Memberships		1,315	
Operating Lease Payments		1,523	
Maintenance and Repair Services - Buildings		25,934	
Maintenance and Repair Services - Equipment		12,041	
Maintenance and Repair Services - Vehicles		1,588	
Rentals		20,016	
Travel		370	
Disposal Fees		132,940	
Other Contracted Services		3,935	
Custodial Supplies		16,836	
Electricity		166,247	
Food Supplies		71,938	
Gasoline		5,638	
Natural Gas		38,482	
Office Supplies		988	
Small Tools		3,399	
Tires and Tubes		1,263	
Uniforms		3,223	
Water and Sewer		26,614	
Other Supplies and Materials		14,821	
In Service/Staff Development		818	
Other Capital Outlay		49,370	
Total Other Social, Cultural, and Recreational			1,245,597

(Continued)

Exhibit K-8

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

General Fund (Cont.)Agriculture and Natural ResourcesAgricultural Extension Service

Assistant(s)	\$	70,121	
Salary Supplements		170,976	
Part-time Personnel		60,698	
Longevity Pay		1,866	
Board and Committee Members Fees		300	
Social Security		10,102	
Extension Service Medicare		1,982	
Pensions		29,301	
Medical Insurance		21,320	
Communication		3,869	
Dues and Memberships		985	
Janitorial Services		6,355	
Operating Lease Payments		2,727	
Maintenance and Repair Services - Vehicles		849	
Travel		1,432	
Gasoline		1,441	
Office Equipment		966	
Total Agricultural Extension Service			\$ 385,290

Soil Conservation

Secretary(ies)	\$	47,465	
Longevity Pay		1,650	
Other Charges		5,463	
Total Soil Conservation			54,578

Other OperationsOther Economic and Community Development

Contracts with Other Public Agencies	\$	295,000	
Total Other Economic and Community Development			295,000

Public Transportation

Other Contracted Services	\$	298,661	
Total Public Transportation			298,661

Veterans' Services

Supervisor/Director	\$	19,374	
Dues and Memberships		449	
Travel		138	
Office Supplies		422	
Other Supplies and Materials		3,615	
Total Veterans' Services			23,998

Other Charges

Dues and Memberships	\$	70,892	
Building and Contents Insurance		167,018	
Excess Risk Insurance		819,666	
Trustee's Commission		1,294,234	

(Continued)

Exhibit K-8

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

General Fund (Cont.)Other Operations (Cont.)Other Charges (Cont.)

Workers' Compensation Insurance	\$	66,425	
Liability Claims		1,483,638	
Total Other Charges			\$ 3,901,873

Employee Benefits

Social Security	\$	2,732,111	
Pensions		1,611,273	
Life Insurance		47,476	
Medical Insurance		9,714,017	
Disability Insurance		37,227	
Unemployment Compensation		5,046	
Local Retirement		150,000	
Employer Medicare		644,873	
Total Employee Benefits			14,942,023

Miscellaneous

Consultants	\$	16,639	
Contracts with Government Agencies		2,356	
Contracts with Private Agencies		108,209	
Contributions		1,393,572	
Total Miscellaneous			<u>1,520,776</u>

Total General Fund \$ 89,920,616

Solid Waste/Sanitation FundPublic Health and WelfareSanitation Management

Supervisor/Director	\$	88,171	
Deputy(ies)		195,545	
Laborers		662,509	
Guards		572,715	
Clerical Personnel		110,572	
Longevity Pay		15,100	
Overtime Pay		89,453	
Advertising		3,736	
Communication		20,054	
Dues and Memberships		549	
Evaluation and Testing		1,030	
Maintenance and Repair Services - Buildings		17,677	
Maintenance and Repair Services - Equipment		177,874	
Maintenance and Repair Services - Office Equipment		1,758	
Maintenance and Repair Services - Vehicles		141,019	
Postal Charges		3	
Printing, Stationery, and Forms		975	
Other Contracted Services		2,003,989	
Diesel Fuel		296,909	
Electricity		29,206	

(Continued)

Exhibit K-8

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

Solid Waste/Sanitation Fund (Cont.)Public Health and Welfare (Cont.)Sanitation Management (Cont.)

Gasoline	\$	14,520	
Lubricants		9,280	
Natural Gas		2,650	
Office Supplies		1,664	
Periodicals		220	
Tires and Tubes		48,791	
Uniforms		10,066	
Water and Sewer		2,558	
Other Supplies and Materials		32,755	
In Service/Staff Development		2,790	
Other Charges		55,251	
Total Sanitation Management			\$ 4,609,389

Other OperationsOther Charges

Building and Contents Insurance	\$	6,967	
Excess Risk Insurance		137,604	
Trustee's Commission		102,411	
Workers' Compensation Insurance		2,410	
Liability Claims		220,185	
Total Other Charges			469,577

Employee Benefits

Social Security	\$	102,895	
Pensions		46,334	
Life Insurance		1,404	
Medical Insurance		286,200	
Disability Insurance		5,120	
Unemployment Compensation		91	
Employer Medicare		24,222	
Total Employee Benefits			466,266

Total Solid Waste/Sanitation Fund \$ 5,545,232

Drug Control FundPublic SafetyDrug Enforcement

Communication	\$	2,212	
Confidential Drug Enforcement Payments		10,000	
Maintenance and Repair Services - Vehicles		32	
Towing Services		1,447	
Other Supplies and Materials		11,754	
Trustee's Commission		508	
In Service/Staff Development		2,812	
Other Capital Outlay		41,082	
Total Drug Enforcement			\$ 69,847

Total Drug Control Fund 69,847

(Continued)

Exhibit K-8

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

Constitutional Officers - Fees Fund

Public Safety

Sheriff's Department

Constitutional Officers' Operating Expenses

\$ 100

Total Sheriff's Department

\$ 100

Total Constitutional Officers - Fees Fund

\$ 100

Highway/Public Works Fund

Highways

Administration

County Official/Administrative Officer

\$ 133,328

Accountants/Bookkeepers

68,890

Dispatchers/Radio Operators

60,174

Secretary(ies)

49,816

Longevity Pay

47,150

Board and Committee Members Fees

6,300

Advertising

246

Communication

11,311

Engineering Services

352,123

Evaluation and Testing

2,074

Operating Lease Payments

1,045

Legal Services

24,554

Maintenance and Repair Services - Office Equipment

572

Postal Charges

1,125

Electricity

40,402

Natural Gas

16,591

Office Supplies

661

Water and Sewer

10,676

Other Charges

4,854

Total Administration

\$ 831,892

Highway and Bridge Maintenance

Foremen

\$ 185,308

Equipment Operators

2,321,032

Part-time Personnel

53,602

Overtime Pay

55,721

Contracts with Private Agencies

24,830

Rentals

65,143

Asphalt - Cold Mix

4,425

Asphalt - Hot Mix

2,717,622

Asphalt - Liquid

43,767

Other Road Materials

93,895

Pipe

32,712

Road Signs

17,106

Salt

142,301

Uniforms

22,668

Other Charges

3,566

Total Highway and Bridge Maintenance

5,783,698

(Continued)

Exhibit K-8

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

Highway/Public Works Fund (Cont.)Highways (Cont.)Operation and Maintenance of Equipment

Foremen	\$	65,437	
Mechanic(s)		177,527	
Nightwatchmen		124,488	
Part-time Personnel		6,879	
Diesel Fuel		332,260	
Equipment Parts - Heavy		494,132	
Equipment and Machinery Parts		957	
Garage Supplies		38,270	
Gasoline		66,557	
Lubricants		24,300	
Tires and Tubes		68,587	
Total Operation and Maintenance of Equipment			\$ 1,399,394

Quarry Operations

Equipment Operators	\$	362,626	
Overtime Pay		7,990	
Explosive and Drilling Services		68,239	
Maintenance and Repair Services - Vehicles		309,765	
Electricity		31,044	
Other Supplies and Materials		5,225	
Total Quarry Operations			784,889

Other Charges

Building and Contents Insurance	\$	12,164	
Excess Risk Insurance		298,276	
Trustee's Commission		123,652	
Workers' Compensation Insurance		4,956	
Liability Claims		148,818	
Total Other Charges			587,866

Employee Benefits

Social Security	\$	222,325	
Pensions		147,926	
Life Insurance		4,200	
Medical Insurance		826,800	
Disability Insurance		6,640	
Unemployment Compensation		5,714	
Employer Medicare		52,003	
Total Employee Benefits			1,265,608

Capital Outlay

Bridge Construction	\$	137,666	
Highway Construction		27,018	
Highway Equipment		629,999	
Site Development		3,078	
Total Capital Outlay			797,761

Total Highway/Public Works Fund \$ 11,451,108

(Continued)

Exhibit K-8

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

General Debt Service FundPrincipal on DebtGeneral Government

Principal on Bonds

\$ 12,955,797

Total General Government

\$ 12,955,797

Highways and Streets

Principal on Bonds

\$ 205,200

Total Highways and Streets

205,200

Education

Principal on Bonds

\$ 13,144,003

Total Education

13,144,003

Interest on DebtGeneral Government

Interest on Bonds

\$ 5,668,533

Total General Government

5,668,533

Highways and Streets

Interest on Bonds

\$ 8,208

Total Highways and Streets

8,208

Education

Interest on Bonds

\$ 7,257,231

Total Education

7,257,231

Other Debt ServiceGeneral Government

Fiscal Agent Charges

\$ 7,428

Trustee's Commission

705,707

Total General Government

713,135

Total General Debt Service Fund

\$ 39,952,107

Rural Debt Service FundPrincipal on DebtEducation

Principal on Bonds

\$ 16,915,000

Principal on Notes

15,000,000

Total Education

\$ 31,915,000

Interest on DebtEducation

Interest on Bonds

\$ 11,709,826

Interest on Notes

110,000

Total Education

11,819,826

(Continued)

Exhibit K-8

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

Rural Debt Service Fund (Cont.)

Other Debt Service

Education

Fiscal Agent Charges	\$	6,191	
Trustee's Commission		463,077	
Total Education			\$ 469,268

Total Rural Debt Service Fund \$ 44,204,094

General Capital Projects Fund

Capital Projects

General Administration Projects

Underwriter's Discount	\$	41,848	
Other Debt Issuance Charges		54,174	
Building Improvements		1,859,529	
Data Processing Equipment		2,283	
Land		92,593	
Other Equipment		39,680	
Other Capital Outlay		470,857	
Total General Administration Projects			\$ 2,560,964

Public Safety Projects

Trustee's Commission	\$	3,158	
Building Construction		214,304	
Building Improvements		271,674	
Communication Equipment		73,204	
Data Processing Equipment		612,862	
Motor Vehicles		1,365,019	
Other Equipment		389,458	
Other Capital Outlay		10,932,227	
Total Public Safety Projects			13,861,906

Public Health and Welfare Projects

Land	\$	3,106,142	
Solid Waste Equipment		1,421,266	
Other Equipment		191,538	
Other Capital Outlay		161,531	
Total Public Health and Welfare Projects			4,880,477

Social, Cultural, and Recreation Projects

Trustee's Commission	\$	6,365	
Building Construction		1,572	
Building Improvements		279,742	
Other Equipment		140	
Other Capital Outlay		2,889,116	
Total Social, Cultural, and Recreation Projects			3,176,935

Other General Government Projects

Motor Vehicles	\$	753,623	
Total Other General Government Projects			753,623

(Continued)

Exhibit K-8

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

General Capital Projects Fund (Cont.)

Capital Projects (Cont.)

Highway and Street Capital Projects

Engineering Services	\$	69,982	
Trustee's Commission		575	
Bridge Construction		629,114	
Highway Construction		<u>472,948</u>	
Total Highway and Street Capital Projects			\$ 1,172,619

Education Capital Projects

Trustee's Commission	\$	316,973	
Underwriter's Discount		265,513	
Other Debt Issuance Charges		<u>386,860</u>	
Total Education Capital Projects			969,346

Capital Projects - Donated

Capital Projects Donated to School Department

Contributions	\$	<u>109,511,425</u>	
Total Capital Projects Donated to School Department			<u>109,511,425</u>

Total General Capital Projects Fund			<u>\$ 136,887,295</u>
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Total Governmental Funds - Primary Government			<u><u>\$ 328,030,399</u></u>
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Exhibit K-9

Williamson County, Tennessee
Schedule of Detailed Expenditures -
All Governmental Fund Types
Discretely Presented Williamson County School Department
For the Year Ended June 30, 2018

General Purpose School Fund

Instruction

Regular Instruction Program

Teachers	\$ 108,338,672	
Career Ladder Program	248,125	
Career Ladder Extended Contracts	72,622	
Homebound Teachers	169,033	
Educational Assistants	2,006,598	
Longevity Pay	32,525	
Overtime Pay	173	
Other Salaries and Wages	714,517	
Certified Substitute Teachers	773,431	
Non-certified Substitute Teachers	2,541,224	
Social Security	6,784,339	
Pensions	9,984,696	
Life Insurance	88,759	
Medical Insurance	20,509,336	
Dental Insurance	1,109,000	
Unemployment Compensation	13,533	
Employer Medicare	1,598,517	
Maintenance and Repair Services - Equipment	82,091	
Other Contracted Services	182,130	
Instructional Supplies and Materials	824,111	
Textbooks - Bound	1,538,901	
Other Supplies and Materials	116,929	
Other Charges	143,946	
Regular Instruction Equipment	361,795	
Total Regular Instruction Program		\$ 158,235,003

Alternative Instruction Program

Teachers	\$ 367,913	
Career Ladder Program	2,667	
Educational Assistants	17,399	
Social Security	23,414	
Pensions	35,312	
Life Insurance	319	
Medical Insurance	110,000	
Dental Insurance	5,000	
Employer Medicare	5,476	
Other Supplies and Materials	4,617	
Other Equipment	1,105	
Total Alternative Instruction Program		573,222

Special Education Program

Teachers	\$ 18,297,505	
Career Ladder Program	38,957	
Educational Assistants	7,592,266	
Speech Pathologist	2,284,625	
Longevity Pay	66,675	

(Continued)

Exhibit K-9

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

General Purpose School Fund (Cont.)

Instruction (Cont.)

Special Education Program (Cont.)

Other Salaries and Wages	\$	202,789	
Social Security		1,668,649	
Pensions		2,185,975	
Life Insurance		38,274	
Medical Insurance		10,134,355	
Dental Insurance		439,600	
Employer Medicare		390,949	
Contracts with Private Agencies		839,735	
Maintenance and Repair Services - Equipment		8,331	
Other Contracted Services		65,085	
Instructional Supplies and Materials		195,575	
Textbooks - Bound		96,164	
Special Education Equipment		138,143	
Total Special Education Program			\$ 44,683,652

Career and Technical Education Program

Teachers	\$	3,411,592	
Career Ladder Program		9,500	
Educational Assistants		527,162	
Longevity Pay		5,000	
Overtime Pay		520	
Other Salaries and Wages		165,234	
Social Security		244,232	
Pensions		327,545	
Life Insurance		3,322	
Medical Insurance		963,380	
Dental Insurance		43,000	
Employer Medicare		57,120	
Maintenance and Repair Services - Equipment		6,826	
Other Contracted Services		208,230	
Instructional Supplies and Materials		206,937	
Other Supplies and Materials		270	
Other Charges		11,870	
Vocational Instruction Equipment		507,997	
Total Career and Technical Education Program			6,699,737

Student Body Education Program

Other Salaries and Wages	\$	63,498	
Certified Substitute Teachers		72,155	
In-service Training		5,510	
Other Contracted Services		4,424	
Instructional Supplies and Materials		496,341	
Library Books/Media		160,032	
Other Supplies and Materials		122,789	
In Service/Staff Development		153,827	
Fee Waivers		15,182	

(Continued)

Exhibit K-9

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

General Purpose School Fund (Cont.)

Instruction (Cont.)

Student Body Education Program (Cont.)

Other Charges	\$	62,683	
Regular Instruction Equipment		345,708	
Total Student Body Education Program			\$ 1,502,149

Support Services

Attendance

Supervisor/Director	\$	85,465	
Longevity Pay		1,400	
Other Salaries and Wages		191,479	
Social Security		16,694	
Pensions		15,610	
Life Insurance		199	
Medical Insurance		55,000	
Dental Insurance		2,500	
Employer Medicare		3,904	
Other Contracted Services		629	
In Service/Staff Development		5,687	
Total Attendance			378,567

Health Services

Medical Personnel	\$	3,259,838	
Longevity Pay		12,950	
Other Salaries and Wages		117,037	
Social Security		196,475	
Pensions		282,033	
Life Insurance		2,912	
Medical Insurance		808,350	
Dental Insurance		37,250	
Employer Medicare		46,314	
Communication		180	
Travel		10,608	
Other Contracted Services		17,000	
Drugs and Medical Supplies		18,936	
Other Supplies and Materials		9,539	
In Service/Staff Development		3,865	
Health Equipment		12,719	
Total Health Services			4,836,006

Other Student Support

Career Ladder Program	\$	9,876	
Guidance Personnel		5,292,086	
Social Workers		484,640	
Secretary(ies)		300,951	
Longevity Pay		3,200	
Social Security		355,441	
Pensions		532,505	

(Continued)

Exhibit K-9

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

General Purpose School Fund (Cont.)

Support Services (Cont.)

Other Student Support (Cont.)

Life Insurance	\$	4,907	
Medical Insurance		1,287,000	
Dental Insurance		58,500	
Employer Medicare		84,240	
Contracts with Government Agencies		596,167	
Other Contracted Services		590,502	
Other Supplies and Materials		270,077	
Total Other Student Support			\$ 9,870,092

Regular Instruction Program

Supervisor/Director	\$	499,578	
Career Ladder Program		19,001	
Librarians		2,664,044	
Secretary(ies)		335,085	
Clerical Personnel		714,002	
Longevity Pay		20,700	
Other Salaries and Wages		1,670,842	
In-service Training		53,069	
Social Security		350,594	
Pensions		482,141	
Life Insurance		5,066	
Medical Insurance		1,358,500	
Dental Insurance		63,500	
Employer Medicare		82,153	
Consultants		8,762	
Travel		16,296	
Other Contracted Services		122,877	
Other Supplies and Materials		70,601	
In Service/Staff Development		194,622	
Other Charges		104,542	
Regular Instruction Equipment		63,815	
Total Regular Instruction Program			8,899,790

Special Education Program

Supervisor/Director	\$	115,929	
Career Ladder Program		4,000	
Psychological Personnel		2,480,778	
Secretary(ies)		63,569	
Other Salaries and Wages		724,469	
In-service Training		70,741	
Social Security		205,361	
Pensions		306,375	
Life Insurance		2,354	
Medical Insurance		654,500	
Dental Insurance		29,850	
Employer Medicare		48,061	

(Continued)

Exhibit K-9

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

General Purpose School Fund (Cont.)

Support Services (Cont.)

Special Education Program (Cont.)

Travel	\$	94,030	
Other Contracted Services		615,269	
Other Supplies and Materials		145,752	
In Service/Staff Development		38,334	
Other Equipment		2,642	
Total Special Education Program			\$ 5,602,014

Career and Technical Education Program

Supervisor/Director	\$	113,566	
Secretary(ies)		24,187	
Longevity Pay		1,000	
Other Salaries and Wages		61,467	
Social Security		12,224	
Pensions		17,589	
Life Insurance		80	
Medical Insurance		27,500	
Dental Insurance		1,250	
Employer Medicare		2,859	
Travel		5,144	
Other Contracted Services		10,613	
Other Supplies and Materials		3,014	
In Service/Staff Development		1,128	
Other Equipment		28,135	
Total Career and Technical Education Program			309,756

Technology

Supervisor/Director	\$	173,915	
Data Processing Personnel		2,071,761	
Educational Assistants		411,193	
Longevity Pay		22,200	
Overtime Pay		21,861	
Other Salaries and Wages		507,301	
Social Security		187,188	
Pensions		155,524	
Life Insurance		2,591	
Medical Insurance		539,000	
Dental Insurance		24,000	
Employer Medicare		43,840	
Internet Connectivity		471,859	
Travel		19,221	
Other Contracted Services		2,057,838	
Instructional Supplies and Materials		426,423	
Software		1,924,325	
Other Supplies and Materials		130,464	
In Service/Staff Development		19,117	
Data Processing Equipment		1,029,939	
Regular Instruction Equipment		50,129	
Total Technology			10,289,689

(Continued)

Exhibit K-9

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

General Purpose School Fund (Cont.)

Support Services (Cont.)

Board of Education

Other Salaries and Wages	\$	92,684	
Board and Committee Members Fees		72,600	
Social Security		9,059	
Pensions		3,772	
Life Insurance		40	
Medical Insurance		10,100	
Dental Insurance		500	
Employer Medicare		2,119	
Audit Services		53,795	
Dues and Memberships		20,201	
Legal Services		150	
Travel		819	
Lobbying Services		21,153	
Other Contracted Services		5,595	
Other Supplies and Materials		6,904	
Judgments		7,000	
Liability Insurance		998,586	
Trustee's Commission		3,422,680	
Workers' Compensation Insurance		1,325,749	
In Service/Staff Development		6,773	
Criminal Investigation of Applicants - TBI		36,970	
Total Board of Education			\$ 6,097,249

Director of Schools

County Official/Administrative Officer	\$	281,200	
Assistant(s)		149,938	
Career Ladder Program		500	
Secretary(ies)		211,992	
Longevity Pay		2,850	
Other Salaries and Wages		289,309	
Social Security		45,939	
Pensions		52,950	
Life Insurance		913	
Medical Insurance		122,025	
Dental Insurance		5,250	
Employer Medicare		13,061	
Communication		171,138	
Travel		246	
Other Contracted Services		20,651	
Office Supplies		31,502	
In Service/Staff Development		7,974	
Total Director of Schools			1,407,438

Office of the Principal

Principals	\$	5,196,727
Career Ladder Program		36,529

(Continued)

Exhibit K-9

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

General Purpose School Fund (Cont.)

Support Services (Cont.)

Office of the Principal (Cont.)

Accountants/Bookkeepers	\$	1,589,035	
Assistant Principals		6,938,788	
Secretary(ies)		2,116,380	
Longevity Pay		41,550	
Overtime Pay		420	
Social Security		935,708	
Pensions		1,241,053	
Life Insurance		9,854	
Medical Insurance		2,601,892	
Dental Insurance		120,100	
Employer Medicare		220,438	
Other Contracted Services		447,764	
Total Office of the Principal			\$ 21,496,238

Fiscal Services

Supervisor/Director	\$	130,299	
Accountants/Bookkeepers		584,237	
Purchasing Personnel		244,889	
Longevity Pay		9,850	
Overtime Pay		878	
Other Salaries and Wages		102,113	
Social Security		63,302	
Pensions		42,247	
Life Insurance		678	
Medical Insurance		187,000	
Dental Insurance		8,500	
Employer Medicare		14,858	
Travel		710	
Other Contracted Services		155,455	
In Service/Staff Development		11,392	
Administration Equipment		60,542	
Total Fiscal Services			1,616,950

Human Services/Personnel

Supervisor/Director	\$	123,585	
Secretary(ies)		364,215	
Longevity Pay		3,050	
Overtime Pay		2,321	
Other Salaries and Wages		241,313	
Social Security		44,049	
Pensions		35,847	
Life Insurance		558	
Medical Insurance		154,000	
Dental Insurance		7,000	
Employer Medicare		10,302	
Travel		984	

(Continued)

Exhibit K-9

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

General Purpose School Fund (Cont.)

Support Services (Cont.)

Human Services/Personnel (Cont.)

Other Contracted Services	\$	64,299	
Other Supplies and Materials		60,350	
In Service/Staff Development		10,914	
Administration Equipment		6,082	
Total Human Services/Personnel			\$ 1,128,869

Operation of Plant

Supervisor/Director	\$	118,052	
Secretary(ies)		30,126	
Custodial Personnel		226,522	
Longevity Pay		4,250	
Other Salaries and Wages		148,125	
Social Security		31,833	
Pensions		21,634	
Life Insurance		359	
Medical Insurance		99,000	
Dental Insurance		5,000	
Employer Medicare		7,445	
Janitorial Services		6,138,429	
Disposal Fees		180,807	
Other Contracted Services		13,695	
Electricity		6,396,200	
Natural Gas		465,561	
Water and Sewer		1,324,137	
Other Supplies and Materials		46,711	
Building and Contents Insurance		260,481	
Building Improvements		100,174	
Plant Operation Equipment		37,481	
Total Operation of Plant			15,656,022

Maintenance of Plant

Supervisor/Director	\$	95,469	
Secretary(ies)		84,523	
Maintenance Personnel		2,715,661	
Longevity Pay		29,100	
Overtime Pay		75,434	
Other Salaries and Wages		146,949	
Social Security		184,755	
Pensions		125,780	
Life Insurance		3,191	
Medical Insurance		814,000	
Dental Insurance		37,000	
Employer Medicare		43,808	
Maintenance and Repair Services - Buildings		698,725	
Maintenance and Repair Services - Equipment		440,115	
Travel		646	

(Continued)

Exhibit K-9

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

General Purpose School Fund (Cont.)Support Services (Cont.)Maintenance of Plant (Cont.)

Other Contracted Services	\$	1,508,400	
General Construction Materials		1,467,966	
Other Supplies and Materials		13,885	
In Service/Staff Development		12,392	
Other Charges		15,905	
Plant Operation Equipment		213,453	
Total Maintenance of Plant			\$ 8,727,157

Transportation

Supervisor/Director	\$	95,469	
Mechanic(s)		367,245	
Bus Drivers		7,011,024	
Clerical Personnel		95,577	
Longevity Pay		115,300	
Overtime Pay		395,644	
Other Salaries and Wages		1,309,931	
Social Security		546,596	
Pensions		377,203	
Life Insurance		14,202	
Medical Insurance		3,714,770	
Dental Insurance		177,330	
Employer Medicare		128,851	
Contracts with Parents		14,437	
Contracts with Public Carriers		26,400	
Maintenance and Repair Services - Vehicles		200,668	
Other Contracted Services		74,633	
Gasoline		1,332,618	
Lubricants		32,793	
Tires and Tubes		182,797	
Vehicle Parts		551,507	
Other Supplies and Materials		46,627	
Vehicle and Equipment Insurance		261,795	
In Service/Staff Development		3,401	
Other Charges		44,922	
Transportation Equipment		2,950,327	
Total Transportation			20,072,067

Operation of Non-Instructional ServicesCommunity Services

Supervisor/Director	\$	95,469	
Clerical Personnel		48,362	
Longevity Pay		2,850	
Overtime Pay		5,719	
Other Salaries and Wages		385,997	
Social Security		31,224	
Pensions		22,372	

(Continued)

Exhibit K-9

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

General Purpose School Fund (Cont.)

Operation of Non-Instructional Services (Cont.)

Community Services (Cont.)

Life Insurance	\$	279	
Medical Insurance		66,000	
Dental Insurance		3,000	
Employer Medicare		7,370	
Travel		3,664	
Other Contracted Services		155,532	
Food Supplies		632	
Other Supplies and Materials		5,593	
In Service/Staff Development		8,047	
Other Equipment		12,422	
Total Community Services			\$ 854,532

Early Childhood Education

Supervisor/Director	\$	85,465	
Teachers		355,870	
Career Ladder Program		1,000	
Educational Assistants		97,556	
In-service Training		113	
Social Security		32,315	
Pensions		39,478	
Life Insurance		359	
Medical Insurance		97,500	
Dental Insurance		4,500	
Employer Medicare		7,558	
Travel		768	
Other Contracted Services		800	
Instructional Supplies and Materials		29,713	
Other Supplies and Materials		11,506	
In Service/Staff Development		4,549	
Regular Instruction Equipment		12,258	
Total Early Childhood Education			781,308

Other Debt Service

Education

Debt Service Contribution to Primary Government	\$	1,726,049	
Total Education			<u>1,726,049</u>

Total General Purpose School Fund \$ 331,443,556

School Federal Projects Fund

Instruction

Regular Instruction Program

Teachers	\$	482,712	
Educational Assistants		22,220	
Other Salaries and Wages		35,591	
Certified Substitute Teachers		1,200	

(Continued)

Exhibit K-9

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

School Federal Projects Fund (Cont.)

Instruction (Cont.)

Regular Instruction Program (Cont.)

Social Security	\$	29,890	
Pensions		43,919	
Life Insurance		346	
Medical Insurance		83,746	
Dental Insurance		4,146	
Employer Medicare		7,538	
Instructional Supplies and Materials		17,760	
Total Regular Instruction Program			\$ 729,068

Special Education Program

Teachers	\$	37,000	
Educational Assistants		2,277,846	
Other Salaries and Wages		141,094	
Certified Substitute Teachers		5,780	
Social Security		141,294	
Pensions		98,098	
Life Insurance		5,544	
Medical Insurance		1,340,779	
Dental Insurance		66,380	
Employer Medicare		33,045	
Other Contracted Services		150,151	
Instructional Supplies and Materials		14,821	
Total Special Education Program			4,311,832

Career and Technical Education Program

Teachers	\$	37,316	
Clerical Personnel		18,136	
Social Security		3,202	
Pensions		4,126	
Life Insurance		47	
Medical Insurance		11,362	
Dental Insurance		562	
Employer Medicare		749	
Vocational Instruction Equipment		114,017	
Total Career and Technical Education Program			189,517

Support Services

Health Services

Medical Personnel	\$	537,293	
Social Security		30,661	
Pensions		40,645	
Life Insurance		369	
Medical Insurance		89,217	
Dental Insurance		4,417	
Employer Medicare		7,334	
Travel		1,602	
Total Health Services			711,538

(Continued)

Exhibit K-9

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

School Federal Projects Fund (Cont.)

Support Services (Cont.)

Other Student Support

Other Salaries and Wages	\$	8,969	
Social Security		533	
Pensions		805	
Employer Medicare		124	
Travel		59,814	
In Service/Staff Development		20,645	
Other Charges		7,032	
Total Other Student Support			\$ 97,922

Regular Instruction Program

Supervisor/Director	\$	6,700	
Secretary(ies)		18,149	
Other Salaries and Wages		286,132	
Social Security		18,482	
Pensions		27,675	
Life Insurance		189	
Medical Insurance		45,450	
Dental Insurance		2,250	
Employer Medicare		4,322	
Travel		1,826	
In Service/Staff Development		78,636	
Total Regular Instruction Program			489,811

Special Education Program

Psychological Personnel	\$	116,284	
Secretary(ies)		39,240	
Other Salaries and Wages		175,475	
In-service Training		2,412	
Social Security		19,768	
Pensions		28,036	
Life Insurance		210	
Medical Insurance		50,500	
Dental Insurance		2,500	
Employer Medicare		4,623	
Travel		3,644	
Other Supplies and Materials		28,239	
In Service/Staff Development		6,073	
Total Special Education Program			477,004

Career and Technical Education Program

Clerical Personnel	\$	6,045	
Social Security		370	
Pensions		246	
Life Insurance		5	
Medical Insurance		1,262	
Dental Insurance		62	

(Continued)

Exhibit K-9

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

School Federal Projects Fund (Cont.)

Support Services (Cont.)

Career and Technical Education Program (Cont.)

Employer Medicare	\$	87	
In Service/Staff Development		<u>5,089</u>	
Total Career and Technical Education Program			\$ 13,166

Transportation

Contracts with Parents	\$	<u>1,332</u>	
Total Transportation			1,332

Operation of Non-Instructional Services

Food Service

Food Supplies	\$	<u>180</u>	
Total Food Service			<u>180</u>

Total School Federal Projects Fund \$ 7,021,370

Central Cafeteria Fund

Operation of Non-Instructional Services

Food Service

Supervisor/Director	\$	95,469	
Clerical Personnel		67,292	
Cafeteria Personnel		3,479,228	
Longevity Pay		44,450	
Overtime Pay		59,461	
Other Salaries and Wages		327,736	
Social Security		241,079	
Pensions		119,269	
Life Insurance		5,108	
Medical Insurance		1,145,340	
Dental Insurance		55,200	
Employer Medicare		56,513	
Bank Charges		14,182	
Communication		4,083	
Maintenance and Repair Services - Equipment		3,902	
Transportation - Other than Students		50,890	
Travel		8,830	
Other Contracted Services		93,474	
Electricity		461,544	
Equipment and Machinery Parts		44,408	
Food Supplies		4,843,913	
Uniforms		10,895	
USDA - Commodities		941,200	
Other Supplies and Materials		556,875	
In Service/Staff Development		13,455	
Food Service Equipment		<u>213,641</u>	
Total Food Service			<u>\$ 12,957,437</u>

Total Central Cafeteria Fund 12,957,437

(Continued)

Exhibit K-9

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

Extended School Program Fund
Operation of Non-Instructional Services

Community Services

Accountants/Bookkeepers	\$	16,007	
Secretary(ies)		17,196	
Attendants		2,294,077	
Longevity Pay		2,300	
Overtime Pay		78,241	
Other Salaries and Wages		1,424,048	
Social Security		223,379	
Pensions		102,272	
Life Insurance		1,924	
Medical Insurance		460,168	
Dental Insurance		20,835	
Unemployment Compensation		1,881	
Employer Medicare		52,248	
Bank Charges		97,855	
Communication		17,103	
Consultants		7,912	
Travel		22,952	
Other Contracted Services		335,629	
Food Supplies		160,341	
Other Supplies and Materials		140,070	
Refunds		7,627	
In Service/Staff Development		12,913	
Other Equipment		55,916	
Total Community Services			\$ 5,552,894

Total Extended School Program Fund \$ 5,552,894

Education Capital Projects Fund

Other Debt Service

Education

Debt Service Contribution to Primary Government	\$	2,400,000	
Total Education			\$ 2,400,000

Capital Projects

Education Capital Projects

Architects	\$	1,935,847	
Engineering Services		125,500	
Other Contracted Services		411,230	
Library Books/Media		660	
T&I Construction Materials		65,577	
Utilities		278,193	
Building Construction		53,585,964	
Building Improvements		18,696,177	
Data Processing Equipment		8,192,784	
Furniture and Fixtures		1,300,269	
Land		247,173	

(Continued)

Exhibit K-9

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

<u>Education Capital Projects Fund (Cont.)</u>			
<u>Capital Projects (Cont.)</u>			
<u>Education Capital Projects (Cont.)</u>			
Site Development	\$	407,676	
Other Equipment		26,338	
Other Capital Outlay		<u>44,223</u>	
Total Education Capital Projects			<u>\$ 85,317,611</u>
Total Education Capital Projects Fund			<u>\$ 87,717,611</u>
Total Governmental Funds - Williamson County School Department			<u><u>\$ 444,692,868</u></u>

Williamson County, Tennessee
Schedule of Detailed Revenues and Expenses
Proprietary Fund
For the Year Ended June 30, 2018

	Governmental Activities - Internal Service Fund Self - Insurance Fund
<u>Revenues</u>	
<u>Charges for Current Services</u>	
<u>General Service Charges</u>	
Self-Insurance Premiums/Contributions	\$ 60,955,850
Other Employee Benefits Charges/Contributions	7,708,590
Total Charges for Current Services	<u>\$ 68,664,440</u>
<u>Other Local Revenues</u>	
<u>Recurring Items</u>	
Retirees' Insurance Payments	\$ 2,048,200
Cobra Insurance Payments	225,975
Miscellaneous Refunds	2,874,433
Total Other Local Revenues	<u>\$ 5,148,608</u>
Total Revenues	<u><u>\$ 73,813,048</u></u>
<u>Expenses</u>	
<u>Other Operations</u>	
<u>Employee Benefits</u>	
Handling Charges and Administrative Costs	\$ 9,465,917
Life Insurance	234,397
Dental Insurance	3,778,811
Other Fringe Benefits	2,066,245
Medical Claims	45,096,359
Other Self-Insured Claims	12,432,850
Total Other General Government	<u>\$ 73,074,579</u>
Total Expenses	<u><u>\$ 73,074,579</u></u>

Exhibit K-11

Williamson County, Tennessee
Schedule of Detailed Receipts, Disbursements,
and Changes in Cash Balances - City Agency Funds
For the Year Ended June 30, 2018

	Cities - Sales Tax Fund	Cities - Property Tax Fund	Cities Adequate Facilities Tax Fund	Special School District Fund	Total
<u>Cash Receipts</u>					
<u>County Property Taxes</u>					
Current Property Taxes	\$ 0	\$ 0	\$ 0	\$ 11,760,281	\$ 11,760,281
Trustee's Collections - Prior Years	0	0	0	85,054	85,054
Circuit/Clerk & Master Collections - Prior Years	0	0	0	36,757	36,757
Interest and Penalty	0	0	0	19,226	19,226
Payments in-Lieu-of Taxes - Other	0	0	0	73,604	73,604
Local Option Sales Tax	57,017,115	0	0	4,835,780	61,852,895
Mixed Drink Tax	0	0	0	108,748	108,748
<u>City/School District Property Taxes</u>					
Current Property Taxes	0	32,821,504	0	21,390,039	54,211,543
Trustee's Collections - Prior Years	0	300,539	0	112,366	412,905
Interest and Penalty	0	45,070	0	34,999	80,069
Payments in-Lieu-of Taxes	0	328,630	0	0	328,630
Pick-up Taxes	0	0	0	69,225	69,225
Marriage Licenses	0	0	0	784	784
Other Local Revenues	0	0	0	102	102
Transfers In	0	0	2,322,086	981,243	3,303,329
Total Cash Receipts	\$ 57,017,115	\$ 33,495,743	\$ 2,322,086	\$ 39,508,208	\$ 132,343,152
<u>Cash Disbursements</u>					
Remittance of Revenues Collected	\$ 55,608,907	\$ 33,497,694	\$ 2,278,166	\$ 38,750,119	\$ 130,134,886
Trustee's Commission	561,706	18,255	0	720,973	1,300,934
Contributions	846,502	0	43,920	0	890,422
Total Cash Disbursements	\$ 57,017,115	\$ 33,515,949	\$ 2,322,086	\$ 39,471,092	\$ 132,326,242
Excess of Cash Receipts Over (Under) Cash Disbursements	\$ 0	\$ (20,206)	\$ 0	\$ 37,116	\$ 16,910
Cash Balance, July 1, 2017	0	95,347	0	540,246	635,593
Cash Balance, June 30, 2018	\$ 0	\$ 75,141	\$ 0	\$ 577,362	\$ 652,503

SINGLE AUDIT SECTION



JUSTIN P. WILSON
Comptroller

JASON E. MUMPOWER
Deputy Comptroller

**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***

Independent Auditor's Report

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

To the County Mayor and Board of County Commissioners:

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Williamson County, Tennessee, as of and for the year ended June 30, 2018, and the related notes to the financial statements, which collectively comprise Williamson County's basic financial statements, and have issued our report thereon dated February 4, 2019. Our report includes a reference to other auditors who 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 of the financial statements, we considered Williamson County's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of Williamson County's internal control. Accordingly, we do not express an opinion on the effectiveness of Williamson County's internal control.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether Williamson County's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed an instance of noncompliance or other matter that is required to be reported under *Government Auditing Standards* and is described in the accompanying Schedule of Findings and Questioned Costs as item: 2018-001.

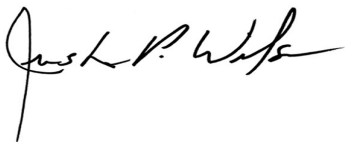
Williamson County's Response to the Finding

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

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the result of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering Williamson County's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Very truly yours,



Justin P. Wilson
Comptroller of the Treasury
Nashville, Tennessee

February 4, 2019

JPW/tg



JUSTIN P. WILSON
Comptroller

JASON E. MUMPOWER
Deputy Comptroller

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

Independent Auditor's Report

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

To the County Mayor and Board of County Commissioners:

Report on Compliance for Each Major Federal Program

We have audited Williamson County's compliance with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on each of Williamson County's major federal programs for the year ended June 30, 2018. Williamson County's major federal programs are identified in the summary of auditor's results section of the accompanying Schedule of Findings and Questioned Costs.

Management's Responsibility

Management is responsible for compliance with the federal statutes, regulations, and the terms and conditions of its federal awards applicable to its federal programs.

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of Williamson County's major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Those standards and the Uniform Guidance require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about Williamson County's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for each major federal program. However, our audit does not provide a legal determination of Williamson County's compliance.

Opinion on Each Major Federal Program

In our opinion, Williamson County complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2018.

Report on Internal Control Over Compliance

Management of Williamson County is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered Williamson County's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of Williamson County's internal control over compliance.

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

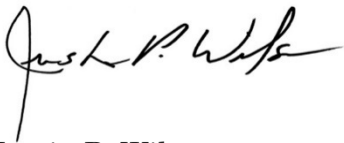
Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

Report on Schedule of Expenditures of Federal Awards Required by the Uniform Guidance

We have audited the financial statements of the governmental activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Williamson County, Tennessee, as of and for the year ended June 30, 2018, and the related notes to the financial statements, which collectively comprise Williamson County's basic financial statements. We issued our report thereon dated February 4, 2019, which contained unmodified opinions on those financial statements. Our audit was conducted for the purpose of forming opinions on the basic financial statements. The accompanying Schedule of Expenditures of Federal Awards is presented for purposes of additional analysis as required by the Uniform Guidance and is not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the Schedule of Expenditures of Federal Awards is fairly stated in all material respects in relation to the basic financial statements as a whole.

Very truly yours,



Justin P. Wilson
Comptroller of the Treasury
Nashville, Tennessee

February 4, 2019

JPW/tg

Williamson County, Tennessee, and the Williamson County School Department
Schedule of Expenditures of Federal Awards and State Grants (1) (2)
For the Year Ended June 30, 2018

Federal/Pass-through Agency/State Grantor Program Title	Federal CFDA Number	Pass-through Entity Identifying Number	Expenditures
U.S. Department of Agriculture:			
Passed-through State Department of Agriculture:			
Child Nutrition Cluster: (4)			
National School Lunch Program (Commodities - Noncash Assistance)	10.555	N/A	\$ 941,200 (5)
Passed-through State Department of Education:			
Child Nutrition Cluster: (4)			
School Breakfast Program	10.553	N/A	293,164
National School Lunch Program	10.555	N/A	2,038,788 (5)
Total U.S. Department of Agriculture			<u>\$ 3,273,152</u>
U.S. Department of Justice:			
Direct Programs:			
Federal Asset Forfeiture Program	16.U01	N/A	\$ 40,667
Drug Court Discretionary Grant Program	16.585	N/A	30,940
Passed-through State Administrative Office of the Courts:			
Edward Byrne Memorial Justice Assistance Grant Program	16.738	N/A	2,348
Total U.S. Department of Justice			<u>\$ 73,955</u>
U.S. Department of Transportation:			
Passed-through State Department of Transportation:			
Highway Planning and Construction Cluster:			
Highway Planning and Construction	20.205	(3)	\$ 1,199,501
Highway Safety Cluster: (4)			
State and Community Highway Safety	20.600	(3)	20,000
National Priority Safety Programs	20.616	(3)	58,789
Alcohol Open Container Requirements	20.607	(3)	35,750
Total U.S. Department of Transportation			<u>\$ 1,314,040</u>
U.S. Institute of Museum and Library Services:			
Passed-through Tennessee State Library and Archives:			
Grants to States	45.310	(3)	\$ 6,000
Total U.S. Institute of Museum and Library Services			<u>\$ 6,000</u>
U.S. Department of Education:			
Passed-through State Department of Education:			
Title I Grants to Local Educational Agencies	84.010	N/A	\$ 785,533
Special Education Cluster: (4)			
Special Education - Grants to States	84.027	N/A	6,471,850
Special Education - Preschool Grants	84.173	N/A	57,364
Career and Technical Education - Basic Grants to States	84.048	N/A	297,973
Rehabilitation Services Vocational Rehabilitation Grants to States	84.126	N/A	87,662
English Language Acquisition State Grants	84.365	N/A	65,375
Supporting Effective Instruction State Grants	84.367	N/A	343,275
Student Support and Academic Enrichment Program	84.424	N/A	17,466
Total U.S. Department of Education			<u>\$ 8,126,498</u>

(Continued)

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

Federal/Pass-through Agency/State Grantor Program Title	Federal CFDA Number	Pass-through Entity Identifying Number	Expenditures
U.S. Department of Health and Human Services:			
Direct Program:			
Substance Abuse and Mental Health Services - Projects of Regional and National Significance	93.243	N/A	\$ 335,995
Passed-through State Department of Human Services:			
CCDF Cluster:			
Child Care and Development Block Grant	93.575	(3)	44,266
Passed-through State Administrative Office of the Courts:			
State Court Improvement Program	93.586	(3)	4,585
Total U.S. Department of Health and Human Services			<u>\$ 384,846</u>
U.S. Department of Homeland Security:			
Direct Program:			
Assistance to Firefighters Grant	97.044	N/A	\$ 63,165
Passed-through State Department of Military:			
Emergency Management Performance Grants	97.042	(3)	53,850
Homeland Security Grant Program	97.067	(3)	153,471
Total U.S. Department of Homeland Security			<u>\$ 270,486</u>
Total Expenditures of Federal Awards			<u>\$ 13,448,977</u>

State Grants		Contract Number	
Access to Visitation Grant - State Department of Administration for Children and Families	N/A	(3)	\$ 509
Animal Friendly Spay/Neuter Grant - State Department of Health	N/A	(3)	1,700
Community Intervention Services - State Department of Children's Services	N/A	(3)	140,992
Competency Based Learning Grant - State Department of Education	N/A	(3)	10,000
Coordinated School Health - State Department of Education	N/A	(3)	153,532
CTE Equipment Grant - State Department of Education	N/A	(3)	240,984
Dental Services Grant - State Department of Health	N/A	(3)	175,800
Development and Coordination of Rural Health Services Grant - State Department of Health	N/A	(3)	868,868
Early Childhood Education - State Department of Education	N/A	(3)	487,947
Internet Connectivity - State Department of Education	N/A	(3)	99,690
Juvenile Justice and Delinquency Prevention - State Commission on Children and Youth	N/A	(3)	4,500
Litter Grant - State Department of Transportation	N/A	(3)	84,311
Lottery for Education Afterschool Program - State Department of Education	N/A	(3)	48,958
Parent Education and Mediation Fund - State Administrative Office of the Courts	N/A	(3)	4,550
Safe Schools Act Grant - State Department of Education	N/A	(3)	128,820
Total State Grants			<u>\$ 2,451,161</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) Williamson County elected not to use the 10% de minimis cost rate permitted in the Uniform Guidance.
- (3) Information not available.
- (4) Child Nutrition Cluster total is \$3,273,152; Highway Safety Cluster total is \$78,789; Special Education Cluster total is \$6,529,214.
- (5) Total for CFDA No. 10.555 is \$2,979,988.

SUBRECIPIENTS	Federal CFDA Number	Amount Provided to Subrecipient	Subrecipient
Highway Planning and Construction	20.205	\$ 1,154,296	The TMA Group

Williamson County, Tennessee
Summary Schedule of Prior-year Findings
For the Year Ended June 30, 2018

Government Auditing Standards require auditors to report the status of uncorrected findings from prior audits. In addition, OMB's Uniform Guidance requires auditees to report the status of all prior-year findings whether corrected or not. Presented below are financial statement findings along with their current status from the Annual Financial Report for Williamson County, Tennessee, for the year ended June 30, 2018.

Prior-year Financial Statement Findings

Fiscal Year	Page Number	Finding Number	Title of Finding	CFDA Number	Current Status
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There were no prior-year findings to report.

Prior-year Federal Awards Findings

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

WILLIAMSON COUNTY, TENNESSEE
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
For the Year Ended June 30, 2018

PART I, SUMMARY OF AUDITOR'S RESULTS

Financial Statements:

1. Our report on the financial statements of Williamson County is unmodified.
2. Internal Control Over Financial Reporting:
 - * Material weakness identified? **NO**
 - * Significant deficiency identified? **NO**
3. Noncompliance material to the financial statements noted? **NO**

Federal Awards:

4. Internal Control Over Major Federal Programs:
 - * Material weakness identified? **NO**
 - * Significant deficiency identified? **NONE REPORTED**
5. Type of report auditor issued on compliance for major programs. **UNMODIFIED**
6. Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200.516(a)? **NO**
7. Identification of Major Federal Programs:
 - * CFDA Numbers: 10.553 and 10.555 Nutrition Cluster: School Breakfast Program and National School Lunch Program
8. Dollar threshold used to distinguish between Type A and Type B Programs. **\$750,000**
9. Auditee qualified as low-risk auditee? **YES**

PART II, FINDINGS RELATING TO THE FINANCIAL STATEMENTS

The finding, as a result of our audit of the financial statements of Williamson County, Tennessee, is presented below. We reviewed this finding with management to provide an opportunity for their response. The written response is paraphrased and presented following the finding.

Findings relating specifically to the audit of federal awards of Williamson County, Tennessee, if any, are separately presented under Part III, Findings and Questioned Costs for Federal Awards.

OFFICE OF COUNTY MAYOR

FINDING 2018-001 **AN INVESTIGATION OF THE WILLIAMSON COUNTY PARKS AND RECREATION DISCLOSED A MISAPPROPRIATION OF AT LEAST \$7,615** (Noncompliance Under *Government Auditing Standards*)

An investigation by the Comptroller's Division of Investigations disclosed that a former employee of the Williamson County Parks and Recreation misappropriated funds designated for the adult softball league program. Details of the cash shortage can be found in a report released by the Comptroller's Division of Investigations at www.comptroller.tn.gov. On January 14, 2019, the former employee pled guilty to one count of Theft under \$1,000 and one count of Official Misconduct, was sentenced to supervised probation, and paid court ordered restitution of \$7,615.

MANAGEMENT'S RESPONSE – DIRECTOR OF ACCOUNTS AND BUDGETS

In 2017, upon discovering a discrepancy in department financial records, Williamson County Parks and Recreation Officials self-reported the possible missing funds to the State Comptroller's Office. An investigation disclosed a cash shortage and deficiencies in financial processes within the department.

In August 2017, the individual was confronted by parks officials and admitted to taking funds without permission. WC Parks officials terminated the individual. The investigative report was turned over to the local District Attorney General. In January 2019, the former employee pled guilty to charges. The former employee paid the full amount of court ordered restitution in the amount of \$7,615.

In 2017, Williamson County Parks and Recreation officials immediately addressed discrepancies identified in the department financial processes with changes in the fee collection process and proper segregation of duties within the department.

PART III, FINDINGS AND QUESTIONED COSTS FOR FEDERAL AWARDS

There were no findings and questioned costs related to federal awards for the year ended June 30, 2018.

**Williamson County, Tennessee
Management's Corrective Action Plan
For the Year Ended June 30, 2018**

The audit of Williamson County did not report any findings that contained recommendations. Therefore, no management responses are required by the auditee requirements within Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance).

BEST PRACTICE

Accounting literature describes a best practice as a recommended policy, procedure, or technique that aids management in improving financial performance. Historically, a best practice has consistently shown superior results over conventional methods.

The Division of Local Government Audit strongly believes that the item noted below is a best practice that should be adopted by the governing body as a means of significantly improving accountability and the quality of services provided to the citizens of Williamson County.

WILLIAMSON COUNTY SHOULD ADOPT A CENTRAL SYSTEM OF ACCOUNTING, BUDGETING, AND PURCHASING

Williamson County does not have a central system of accounting, budgeting, and purchasing. Sound business practices dictate that establishing a central system would significantly improve internal controls over the accounting, budgeting, and purchasing processes. The absence of a central system of accounting, budgeting, and purchasing has been a management decision by the county commission resulting in decentralization and some duplication of effort. The Division of Local Government Audit strongly believes that the adoption of a central system of accounting, budgeting, and purchasing is a best practice that would significantly improve accountability and the quality of services provided to the citizens of Williamson County. Therefore, we recommend the adoption of the County Financial Management System of 1981 or a private act, which would provide for a central system of accounting, budgeting, and purchasing covering all county departments.