

Jerry Lee
'90

**SCHEDULE OF REQUIRED SUPPLEMENTARY INFORMATION
PUBLIC EMPLOYEE RETIREMENT SYSTEMS**

HAMILTON COUNTY, TENNESSEE

June 30, 2006

Schedule of Funding Progress

(Dollar amounts in thousands)

Tennessee Consolidated Retirement System

Actuarial Valuation Date (frozen initial liability)	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) (b)	Unfunded AAL (UAAL) (b - a)	Funded Ratio (a/b)	Covered Payroll (c)	UAAL as a Percentage of Covered Payroll ((b - a)/c)
Political Subdivision Pension Plan (PSPP) -						
07/01/05	\$ 237,545	\$ 247,301	\$ 9,756	96.06%	\$ 84,860	11.50%
07/01/03	214,239	224,946	10,707	95.24%	84,989	12.60%
07/01/01	195,135	205,638	10,503	94.89%	75,417	13.93%

Hamilton County Administered Plans

Actuarial Valuation Date (entry age normal)	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) (b)	Unfunded AAL (UAAL) (b - a)	Funded Ratio (a/b)	Covered Payroll (c)	UAAL as a Percentage of Covered Payroll ((b - a)/c)
Employees' Retirement -						
06/30/05	2,380	1,249	(1,131)	190.5%	0	N/A
06/30/03	2,539	1,413	(1,126)	179.7%	0	N/A
06/30/01	3,063	1,658	(1,405)	184.8%	44	(3,193.2%)
Commissioners' Retirement -						
06/30/05	330	614	284	53.8%	166	170.5%
06/30/03	465	488	23	95.3%	0	N/A
06/30/01	438	456	18	96.1%	14	128.6%
Teachers' Retirement -						
06/30/05	151	151	0	100.0%	0	N/A
06/30/03	217	233	16	93.1%	0	N/A
06/30/01	300	360	60	83.3%	0	N/A

**SCHEDULE OF REQUIRED SUPPLEMENTARY INFORMATION
PUBLIC EMPLOYEE RETIREMENT SYSTEMS**

HAMILTON COUNTY, TENNESSEE

June 30, 2006

Schedule of Employer Contributions

Tennessee Consolidated Retirement System

Year Ended June 30	PSPP		SETHEPP	
	Annual Required Contribution	Percentage Contributed	Annual Required Contribution	Percentage Contributed
2006	\$ 10,971,880	100.0%	\$ 14,453,467	100.0%
2005	10,027,369	100.0%	13,850,969	100.0%
2004	7,600,075	100.0%	11,325,694	100.0%
2003	7,437,867	100.0%	10,942,201	100.0%
2002	6,412,940	100.0%	11,436,201	100.0%

Hamilton County Administered Plans

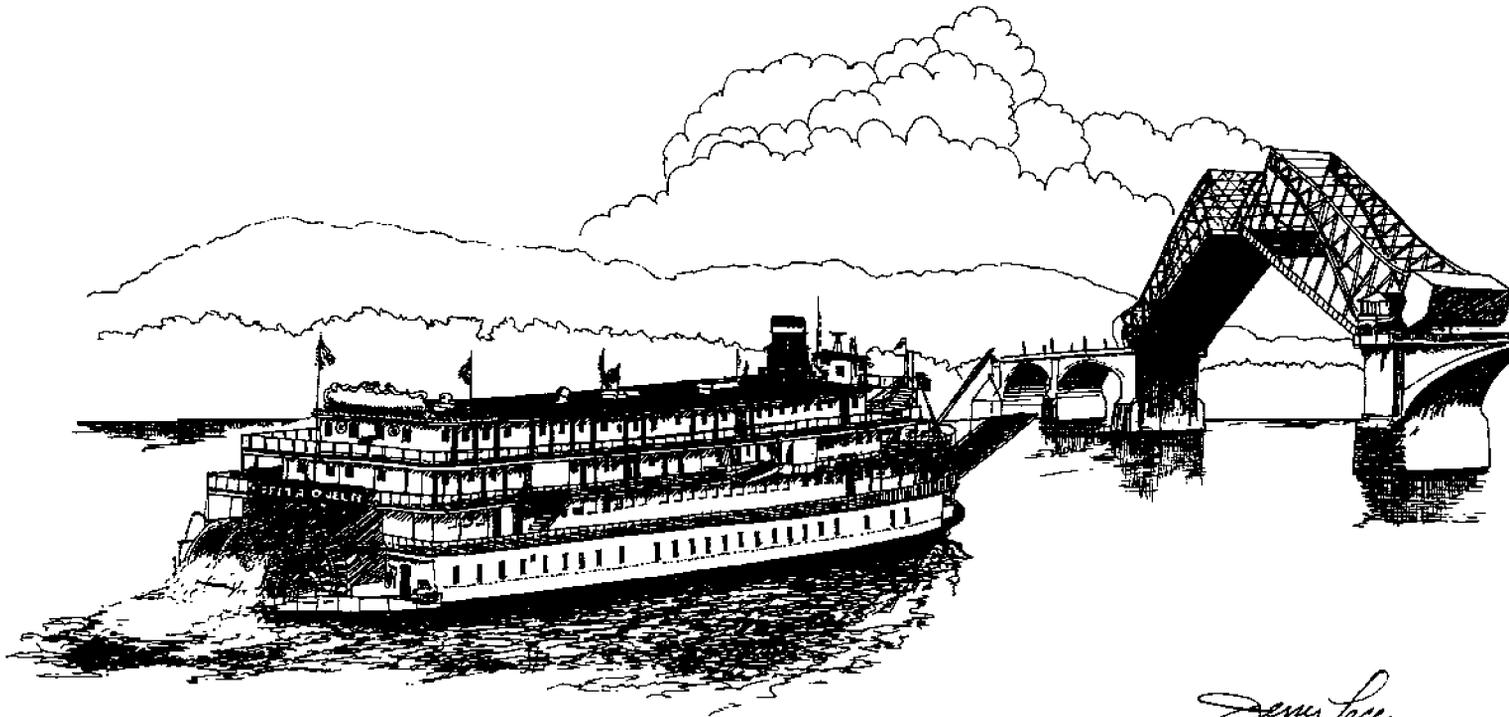
Year Ended June 30	Employees' Retirement		Commissioners' Retirement		Teachers' Retirement	
	Annual Required Contribution	Percentage Contributed	Annual Required Contribution	Percentage Contributed	Annual Required Contribution	Percentage Contributed
2006	\$ -	0.0%	\$ 30,454	247.1%	\$ -	0.0%
2005	-	0.0%	27,317	219.6%	928	900.1%
2004	-	0.0%	27,317	18.6%	928	900.1%
2003	-	0.0%	1,194	.0%	3,418	1707.6%
2002	-	0.0%	1,194	1,548.6%	3,418	0.0%

**NOTE TO SCHEDULE OF REQUIRED SUPPLEMENTARY INFORMATION
PUBLIC EMPLOYEE RETIREMENT SYSTEMS**

**HAMILTON COUNTY, TENNESSEE
June 30, 2006**

Actuarial Information of the County Administered Plans

The annual required contribution for each of these plans was determined using the entry age normal funding method. The actuarial value of assets was determined at market value and the unfunded actuarial accrued liability is being amortized as a level dollar amount over a 40-year period commencing on the valuation date for the Employees' Retirement and Teachers' Retirement Plan. For the Commissioners' Retirement Plan the actuarial value of assets is being amortized as a level dollar amount for a 5 to 10-year period commencing on the valuation date. The assumption with respect to investment return was 7.5% for the Employees' Retirement Plan, 5.0% for the Teachers' Retirement Plan, and 6.0% for the Commissioners' Retirement Plan. No explicit assumptions were made with regard to inflation. Salary increases were not considered for the Employees' and Teachers' Retirements Plans because the benefits are either capped or not based on salary. The assumption with respect to salary increases was 4.0% for the Commissioners' Retirement Plan.



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GENERAL FUND

The General Fund accounts for all sources and uses of financial resources applicable to the general operations of county government, which are not properly accounted for in another fund. All general operating revenues which are not restricted or designated as to use are recorded in the General Fund. Revenues are derived primarily from taxes and intergovernmental revenues.

**BUDGETARY COMPARISON SCHEDULE
GENERAL FUND DETAIL**

**HAMILTON COUNTY, TENNESSEE
Year ended June 30, 2006**

	Original Budget	Final Budget	Actual (Non-GAAP Basis)	Variance with Final Budget Positive (Negative)
REVENUES				
Taxes:				
Property taxes	\$ 94,203,096	\$ 94,203,096	\$ 93,553,047	\$ (650,049)
Local sales tax	13,015,000	13,015,000	12,964,524	(50,476)
Business taxes	4,227,417	4,227,417	5,096,014	868,597
Wholesale beer tax	750,000	750,000	654,770	(95,230)
Total taxes	<u>112,195,513</u>	<u>112,195,513</u>	<u>112,268,355</u>	<u>72,842</u>
Licenses and permits	<u>1,081,200</u>	<u>1,081,200</u>	<u>1,118,017</u>	<u>36,817</u>
Intergovernmental revenues:				
State of Tennessee	13,759,236	19,353,707	14,722,753	(4,630,954)
United States Government	2,407,835	3,113,500	2,865,263	(248,237)
Cities	<u>1,264,256</u>	<u>1,285,089</u>	<u>1,460,277</u>	<u>175,188</u>
Total intergovernmental revenues	<u>17,431,327</u>	<u>23,752,296</u>	<u>19,048,293</u>	<u>(4,704,003)</u>
Charges for services:				
Health department	11,217,392	11,217,392	10,613,382	(604,010)
Other	<u>1,506,843</u>	<u>1,800,931</u>	<u>1,950,218</u>	<u>149,287</u>
Total charges for services	<u>12,724,235</u>	<u>13,018,323</u>	<u>12,563,600</u>	<u>(454,723)</u>
Fines, forfeitures and penalties	<u>1,177,801</u>	<u>1,177,801</u>	<u>1,243,215</u>	<u>65,414</u>
Investment earnings	<u>1,030,500</u>	<u>1,030,500</u>	<u>1,384,153</u>	<u>353,653</u>
Miscellaneous	<u>3,552,626</u>	<u>3,564,826</u>	<u>3,877,477</u>	<u>312,651</u>
Total revenues	<u>149,193,202</u>	<u>155,820,459</u>	<u>151,503,110</u>	<u>(4,317,349)</u>
EXPENDITURES				
Current:				
General government:				
County Clerk	1,389,624	1,389,624	1,361,106	28,518
Register	509,290	509,290	403,714	105,576
County Trustee	339,582	339,582	276,455	63,127
Assessor of Property	2,899,545	2,899,545	2,653,128	246,417
District Attorney General	767,782	767,782	705,250	62,532
Election Commission	1,433,575	1,433,575	1,108,202	325,373
Board of Equalization	2,000	2,000	630	1,370
Soil Conservation	92,251	92,251	96,340	(4,089)
Agricultural Department	210,058	210,058	185,263	24,795
County-City Planning Commission	848,535	848,535	848,535	-

(continued)

BUDGETARY COMPARISON SCHEDULE--(continued)
GENERAL FUND DETAIL

HAMILTON COUNTY, TENNESSEE
Year ended June 30, 2006

	Original Budget	Final Budget	Actual (Non-GAAP Basis)	Variance with Final Budget Positive (Negative)
EXPENDITURES--(continued):				
Current--(continued):				
General government--(continued):				
Regional Council of				
Government & SETTDD	\$ 61,579	\$ 61,579	\$ 61,579	\$ -
CARTA	96,660	96,660	96,660	-
Carter Street Corporation	244,875	244,875	244,900	(25)
Economic Development	467,500	473,282	473,282	-
Representative-General Assembly	20,000	20,000	8,013	11,987
Utilities	1,668,310	1,668,310	1,512,111	156,199
County Board of Commissioners	535,364	569,079	543,763	25,316
County Mayor	504,824	504,824	497,753	7,071
County Auditor	2,104,913	2,104,913	2,137,012	(32,099)
Chief of Staff	321,764	321,764	318,367	3,397
Title VI	25,000	25,000	10	24,990
County Attorney	761,143	761,143	731,774	29,369
Emp Assistance Program	28,800	28,800	27,732	1,068
Human Resources	534,535	534,535	531,799	2,736
Insurance	212,330	212,330	78,404	133,926
Employee Benefits	403,988	373,488	194,817	178,671
Trustee's Commission	2,300,000	2,300,000	2,471,954	(171,954)
External Audits	220,700	220,700	211,963	8,737
TSCA Dues	9,937	9,937	9,937	-
NACO Dues	6,105	6,105	6,104	1
Equal Employment Opportunity	55,000	55,000	54,097	903
Finance Administrator	212,325	212,325	209,377	2,948
Accounting	1,666,611	1,666,611	1,650,465	16,146
Financial Management	348,710	348,710	346,837	1,873
Information Technology Services	2,521,975	2,521,975	2,429,064	92,911
Purchasing	359,413	359,413	341,674	17,739
Geographic Information System	487,951	1,043,430	711,847	331,583
Custodial Services	1,362,159	1,362,159	1,420,259	(58,100)
Real Property	329,117	329,117	351,785	(22,668)
Recycling	177,500	203,000	198,497	4,503
Human Services Administrator	186,190	186,190	182,599	3,591
Development Services	453,431	1,861,793	492,770	1,369,023
Maintenance	2,371,542	2,371,542	2,246,839	124,703
Railroad Authority	109,785	109,785	104,988	4,797
Rural Transportation	173,778	173,778	159,563	14,215
Title XX	460,951	460,951	440,593	20,358
Total general government	<u>30,297,007</u>	<u>32,295,345</u>	<u>29,137,811</u>	<u>3,157,534</u>

BUDGETARY COMPARISON SCHEDULE--(continued)
GENERAL FUND DETAIL

HAMILTON COUNTY, TENNESSEE
Year ended June 30, 2006

	Original Budget	Final Budget	Actual (Non-GAAP Basis)	Variance with Final Budget Positive (Negative)
EXPENDITURES--(continued):				
Current--(continued):				
Public safety:				
Medical Examiner	\$ 784,338	\$ 784,338	\$ 726,142	\$ 58,196
Criminal Court Clerk	1,085,179	1,085,179	1,020,722	64,457
Public Defender	296,186	296,186	291,680	4,506
General Sessions Court	977,804	977,804	968,138	9,666
Juries	180,000	180,000	182,789	(2,789)
Court Judges	413,244	413,244	413,355	(111)
Judicial Commission Magistrates	266,699	266,699	271,335	(4,636)
Juvenile Crime Prosecution	44,991	44,991	47,582	(2,591)
Forest Fire Prevention	4,000	4,000	4,000	-
Juvenile Court	5,974,644	5,974,644	5,596,008	378,636
Humane Education Society	259,434	259,434	259,434	-
Certified Cost Reimbursement	719,300	719,300	670,094	49,206
Building Inspection	828,157	828,157	773,084	55,073
Emergency Services	2,024,407	5,135,291	3,722,186	1,413,105
Community Corrections Program	13,679,665	13,891,035	12,742,865	1,148,170
Litter Grant	376,401	376,401	356,771	19,630
Local Law Enforcement Block Grant	-	25,000	26,226	(1,226)
Project Safe Neighbor	-	30,282	28,608	1,674
Community Gun Violence Grant	-	146,646	80,603	66,043
Community Prosecution	-	63,100	45,928	17,172
Governor's Highway Safety Trauma	-	3,195	808	2,387
Security Services	656,442	656,442	616,405	40,037
Volunteer Emergency Services	151,514	151,514	145,587	5,927
Ambulance Services	<u>6,904,068</u>	<u>6,904,068</u>	<u>6,840,283</u>	<u>63,785</u>
Total public safety	<u>35,626,473</u>	<u>39,216,950</u>	<u>35,830,633</u>	<u>3,386,317</u>
Highways and streets:				
Public Works Administrator	191,681	191,681	187,523	4,158
Engineering Services	2,604,586	2,640,254	2,568,866	71,388
Highway	<u>8,147,756</u>	<u>8,168,756</u>	<u>8,133,336</u>	<u>35,420</u>
Total highways and streets	<u>10,944,023</u>	<u>11,000,691</u>	<u>10,889,725</u>	<u>110,966</u>
Health:				
Air Pollution Control	188,548	188,548	188,548	-
Baroness Erlanger Hospital	3,000,000	3,000,000	3,000,000	-
Health Department	<u>16,998,659</u>	<u>17,627,507</u>	<u>15,703,904</u>	<u>1,923,603</u>
Total health	<u>20,187,207</u>	<u>20,816,055</u>	<u>18,892,452</u>	<u>1,923,603</u>

BUDGETARY COMPARISON SCHEDULE--(continued)
GENERAL FUND DETAIL

HAMILTON COUNTY, TENNESSEE
Year ended June 30, 2006

	Original Budget	Final Budget	Actual (Non-GAAP Basis)	Variance with Final Budget Positive (Negative)
EXPENDITURES--(continued):				
Current--(continued):				
Social services:				
Clerk and Master	\$ 669,311	\$ 669,311	\$ 659,679	\$ 9,632
Circuit Court Clerk	958,600	958,600	943,169	15,431
Senior Neighbors	25,493	25,493	25,493	-
Urban League	45,000	45,000	48,382	(3,382)
Emergency Support Programs	210,347	210,347	159,505	50,842
Chattanooga Endeavors	27,000	27,000	27,000	-
Chattanooga Homeless Coalition	13,500	13,500	13,500	-
Children's Services	<u>2,914,650</u>	<u>2,927,900</u>	<u>2,850,185</u>	<u>77,715</u>
Total social services	<u>4,863,901</u>	<u>4,877,151</u>	<u>4,726,913</u>	<u>150,238</u>
Culture and recreation:				
Bethlehem Sports Academy	13,500	13,500	13,500	-
Public Library	2,165,152	2,165,152	2,165,152	-
City Beautiful Commission	22,888	22,888	22,888	-
Convention and Visitors Bureau	2,490,338	2,490,338	2,490,338	-
Allied Arts	135,000	135,000	135,000	-
WTCI Public Television	27,000	27,000	27,000	-
Regional History Museum	25,200	25,200	25,200	-
Bessie Smith Museum	57,600	57,600	57,600	-
Heritage Hall	55,825	55,825	55,825	-
Parks and Recreation Department	<u>5,706,851</u>	<u>5,706,851</u>	<u>5,263,797</u>	<u>443,054</u>
Total culture and recreation	<u>10,699,354</u>	<u>10,699,354</u>	<u>10,256,300</u>	<u>443,054</u>
Capital outlay	<u>2,608,578</u>	<u>3,512,045</u>	<u>2,314,562</u>	<u>1,197,483</u>
Total budgetary expenditures	<u>115,226,543</u>	<u>122,417,591</u>	<u>112,048,396</u>	<u>10,369,195</u>
Excess of revenues over expenditures	<u>33,966,659</u>	<u>33,402,868</u>	<u>39,454,714</u>	<u>6,051,846</u>

(continued)

BUDGETARY COMPARISON SCHEDULE--(continued)
GENERAL FUND DETAIL

HAMILTON COUNTY, TENNESSEE
Year ended June 30, 2006

	Original Budget	Final Budget	Actual (Non-GAAP Basis)	Variance with Final Budget Positive (Negative)
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
OTHER FINANCING SOURCES (USES)				
Transfers in	\$ 11,619,861	\$ 11,619,861	\$ 11,876,151	\$ 256,290
Transfers out	(45,615,914)	(45,636,040)	(45,702,530)	(66,490)
Sale of capital	<u> -</u>	<u> -</u>	<u>52,802</u>	<u>52,802</u>
Total other financing sources (uses)	<u>(33,996,053)</u>	<u>(34,016,179)</u>	<u>(33,773,577)</u>	<u>242,602</u>
Net change in fund balance	(29,394)	(613,311)	5,681,137	6,294,448
Fund balance allocation	<u>29,394</u>	<u>613,311</u>	<u> -</u>	<u>(613,311)</u>
	<u>\$ -</u>	<u>\$ -</u>	5,681,137	<u>\$ 5,681,137</u>
Add encumbrances at end of year			1,376,659	
Less encumbrances at beginning of year			<u>(1,409,276)</u>	
Net change in fund balance--(GAAP Modified Accrual Basis)			5,648,520	
Fund balance at beginning of year--(GAAP Modified Accrual Basis)			<u>49,714,308</u>	
Fund balance at end of year--(GAAP Modified Accrual Basis)			<u>\$ 55,362,828</u>	

EXPLANATION OF DIFFERENCES:

REVENUES

Actual amounts (budgetary basis) from the budgetary comparison schedule	\$ 151,503,110
Ambulance services bad debt	3,251,833
Ambulance services contractual allowance	<u>7,385,800</u>
Total revenues as reported on the statement of revenues, expenditures, and changes in fund balances - governmental funds	<u>\$ 162,140,743</u>

EXPENDITURES

Actual amounts (budgetary basis) from the budgetary comparison schedule	\$ 112,048,396
Adjustment for encumbrances	32,617
Ambulance services bad debt	3,251,833
Ambulance services contractual allowance	<u>7,385,800</u>
Total expenditures as reported on the statement of revenues, expenditures, and changes in fund balances - governmental funds	<u>\$ 122,718,646</u>

NONMAJOR GOVERNMENTAL FUNDS

SPECIAL REVENUE FUNDS

These are operating funds which are restricted as to use by the federal or state governments and special purpose funds established by the County Board of Commissioners.

Constitutional Officers Funds account for revenues and expenditures associated with the administrative function of the Constitutional Officers.

Governmental Law Library Fund accounts for revenues and expenditures associated with maintaining a law library for attorneys practicing in state and county courts.

Hotel/Motel Fund accounts for revenues and expenditures associated with the County's Hotel/Motel room tax.

Nursing Home Fund accounts for the residual activities of the Hamilton County Nursing Home that are the County's responsibilities after the sale of the Nursing Home.

Children's Services Fund accounts for money received for the benefit of the children of Hamilton County.

Economic Crimes Fund accounts for revenues and expenditures of the bad check restitution program established by the Tennessee Legislature.

**COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS**

**HAMILTON COUNTY, TENNESSEE
June 30, 2006**

	Special Revenue Funds	
	Constitutional Officers	Governmental Law Library
ASSETS		
Cash	\$ 2,218,788	\$ 1,546
Investments	2,054,129	51,454
Prepaid items	-	-
Receivables:		
Accounts	608,899	-
Intergovernmental	296,316	-
Due from other funds	53,977	-
Total assets	\$ 5,232,109	\$ 53,000
LIABILITIES AND FUND BALANCES		
Liabilities:		
Accrued items and other payables	\$ 966,908	\$ -
Due to other funds	710	-
Total liabilities	967,618	-
Fund Balances (Deficit):		
Reserved for restricted activities	770,484	-
Reserved for tourism	-	-
Reserved for litigants and beneficiaries	-	-
Unreserved:		
Undesignated	3,494,007	53,000
Total fund balances	4,264,491	53,000
Total liabilities and fund balances	\$ 5,232,109	\$ 53,000

Hotel/ Motel	Children's Services	Economic Crimes	Total Nonmajor Governmental Funds
\$ 500	\$ 500	\$ 500	\$ 2,221,834
3,762,236	1,886,540	39,067	7,793,426
44,600	-	-	44,600
388,165	-	-	997,064
-	-	-	296,316
-	<u>36,339</u>	-	<u>90,316</u>
<u>\$ 4,195,501</u>	<u>\$ 1,923,379</u>	<u>\$ 39,567</u>	<u>\$ 11,443,556</u>
\$ 91,401	\$ -	\$ 3,663	1,061,972
<u>2,764,153</u>	<u>325,293</u>	-	<u>3,090,156</u>
<u>2,855,554</u>	<u>325,293</u>	<u>3,663</u>	<u>4,152,128</u>
-	-	35,904	806,388
1,339,947	-	-	1,339,947
-	1,598,086	-	1,598,086
-	-	-	<u>3,547,007</u>
<u>1,339,947</u>	<u>1,598,086</u>	<u>35,904</u>	<u>7,291,428</u>
<u>\$ 4,195,501</u>	<u>\$ 1,923,379</u>	<u>\$ 39,567</u>	<u>\$ 11,443,556</u>

**COMBINING STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS**

**HAMILTON COUNTY, TENNESSEE
Year ended June 30, 2006**

	Special Revenue Funds	
	Constitutional Officers	Governmental Law Library
REVENUES		
Taxes	\$ -	\$ 17,603
Charges for services	18,771,014	-
Fines, forfeitures and penalties	32,727	-
Investment earnings	301,317	1,672
Miscellaneous	44,431	-
	19,149,489	19,275
Total revenues		
EXPENDITURES		
Current:		
General government	4,087,510	-
Public safety:		
Criminal Court	2,242,127	-
Juvenile Court	1,797,970	-
Other	-	6,733
Social services	2,990,964	-
Capital outlay	-	-
	11,118,571	6,733
Total expenditures		
Excess (deficiency) of revenues over (under) expenditures	8,030,918	12,542
OTHER FINANCING SOURCES (USES)		
Transfers in	1,137,679	-
Transfers out	(8,700,903)	-
	(7,563,224)	-
Total other financing sources (uses)		
Net change in fund balances	467,694	12,542
Fund balances (deficit) at beginning of year	3,796,797	40,458
Fund balances (deficit) at end of year	\$ 4,264,491	\$ 53,000

Hotel/ Motel	Children's Services	Economic Crimes	Total Nonmajor Governmental Funds
\$ 3,960,862	\$ -	\$ -	\$ 3,978,465
-	-	-	18,771,014
-	-	49,074	81,801
210,070	152,723	1,469	667,251
<u>-</u>	<u>-</u>	<u>-</u>	<u>44,431</u>
<u>4,170,932</u>	<u>152,723</u>	<u>50,543</u>	<u>23,542,962</u>
975,981	-	-	5,063,491
-	-	-	2,242,127
-	-	-	1,797,970
-	-	-	6,733
-	13,377	22,209	3,026,550
<u>-</u>	<u>-</u>	<u>25,948</u>	<u>25,948</u>
<u>975,981</u>	<u>13,377</u>	<u>48,157</u>	<u>12,162,819</u>
<u>3,194,951</u>	<u>139,346</u>	<u>2,386</u>	<u>11,380,143</u>
-	-	-	1,137,679
<u>(2,761,371)</u>	<u>(325,293)</u>	<u>(616)</u>	<u>(11,788,183)</u>
<u>(2,761,371)</u>	<u>(325,293)</u>	<u>(616)</u>	<u>(10,650,504)</u>
433,580	(185,947)	1,770	729,639
<u>906,367</u>	<u>1,784,033</u>	<u>34,134</u>	<u>6,561,789</u>
<u>\$ 1,339,947</u>	<u>\$ 1,598,086</u>	<u>\$ 35,904</u>	<u>\$ 7,291,428</u>

**COMBINING BALANCE SHEET
CONSTITUTIONAL OFFICERS NONMAJOR GOVERNMENTAL FUNDS**

HAMILTON COUNTY, TENNESSEE

June 30, 2006

	Circuit Court Clerk	Clerk and Master	County Clerk
	<u> </u>	<u> </u>	<u> </u>
ASSETS			
Cash and cash equivalents	\$ 412,495	\$ 617,286	\$ 551,234
Investments	-	-	-
Receivables:			
Accounts	-	-	-
Intergovernmental	-	-	-
Due from other funds	<u>-</u>	<u>-</u>	<u>-</u>
Total assets	<u>\$ 412,495</u>	<u>\$ 617,286</u>	<u>\$ 551,234</u>
LIABILITIES AND FUND BALANCES			
Liabilities:			
Accrued items and other payables	\$ 62,468	\$ 21,962	\$ 55,049
Due to other funds	<u>-</u>	<u>-</u>	<u>-</u>
Total liabilities	<u>62,468</u>	<u>21,962</u>	<u>55,049</u>
Fund Balances:			
Reserved for restricted activities	-	-	3,651
Unreserved:			
Undesignated	<u>350,027</u>	<u>595,324</u>	<u>492,534</u>
Total fund balances	<u>350,027</u>	<u>595,324</u>	<u>496,185</u>
Total liabilities and fund balances	<u>\$ 412,495</u>	<u>\$ 617,286</u>	<u>\$ 551,234</u>

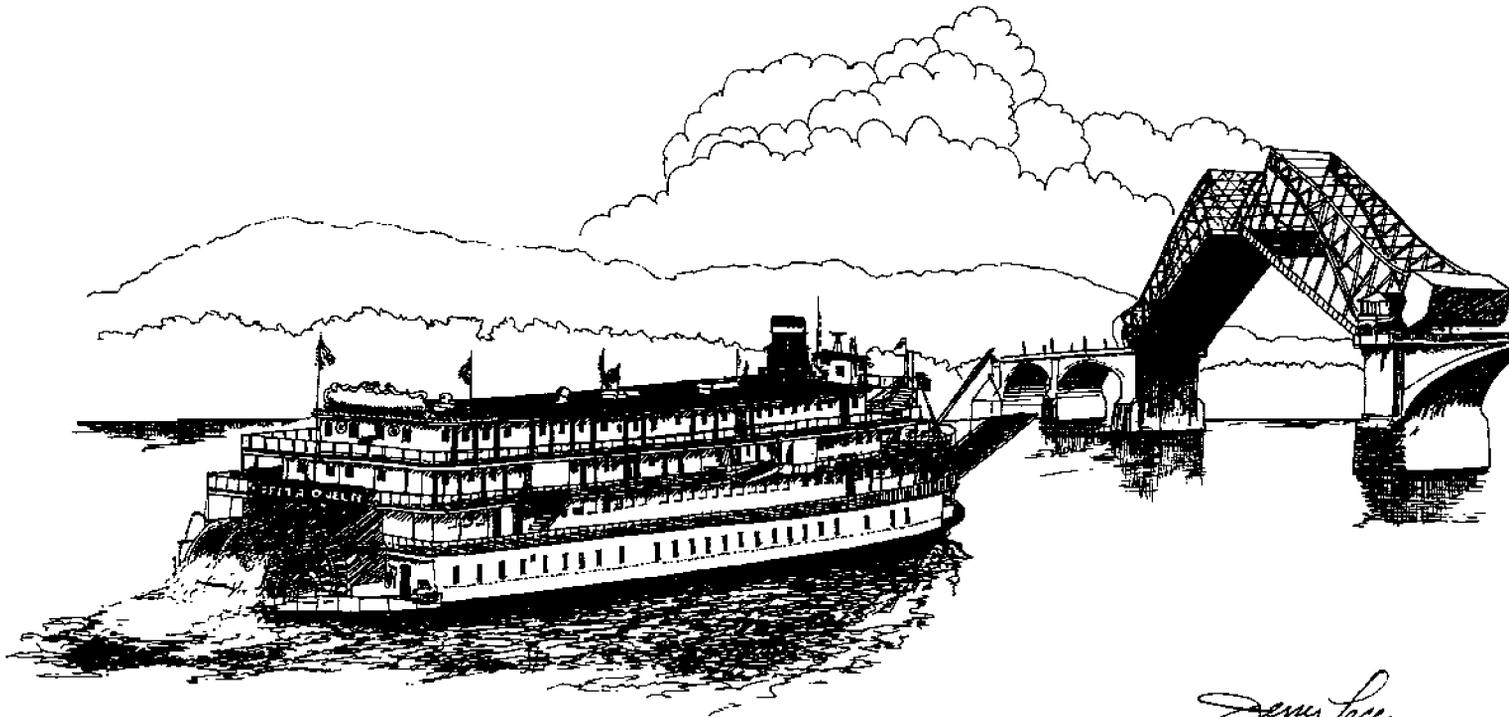
<u>Criminal Court Clerk</u>	<u>Juvenile Court Clerk</u>	<u>Register</u>	<u>Trustee</u>	<u>Total Constitutional Officers</u>
\$ 3,300	\$ -	\$ 561,271	\$ 73,202	\$ 2,218,788
1,668,101	386,028	-	-	2,054,129
79,993	23,829	-	505,077	608,899
225,345	70,971	-	-	296,316
53,267	-	-	710	53,977
<u>\$ 2,030,006</u>	<u>\$ 480,828</u>	<u>\$ 561,271</u>	<u>\$ 578,989</u>	<u>\$ 5,232,109</u>
\$ 735,567	\$ 45,521	\$ 27,914	\$ 18,427	\$ 966,908
-	710	-	-	710
<u>735,567</u>	<u>46,231</u>	<u>27,914</u>	<u>18,427</u>	<u>967,618</u>
766,833	-	-	-	770,484
<u>527,606</u>	<u>434,597</u>	<u>533,357</u>	<u>560,562</u>	<u>3,494,007</u>
<u>1,294,439</u>	<u>434,597</u>	<u>533,357</u>	<u>560,562</u>	<u>4,264,491</u>
<u>\$ 2,030,006</u>	<u>\$ 480,828</u>	<u>\$ 561,271</u>	<u>\$ 578,989</u>	<u>\$ 5,232,109</u>

**COMBINING STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES
CONSTITUTIONAL OFFICERS NONMAJOR GOVERNMENTAL FUNDS**

**HAMILTON COUNTY, TENNESSEE
Year ended June 30, 2006**

	Circuit Court Clerk	Clerk and Master	County Clerk
	<u> </u>	<u> </u>	<u> </u>
REVENUES			
Charges for services	\$ 1,853,431	\$ 1,841,914	\$ 3,297,038
Fines, forfeitures and penalties	-	-	-
Investment earnings	23,379	53,122	29,525
Miscellaneous	<u>-</u>	<u>-</u>	<u>40,957</u>
 Total revenues	 <u>1,876,810</u>	 <u>1,895,036</u>	 <u>3,367,520</u>
EXPENDITURES			
Current:			
General government	-	-	2,644,204
Public safety:			
Criminal Court	-	-	-
Juvenile Court	-	-	-
Social services	<u>1,692,029</u>	<u>1,298,935</u>	<u>-</u>
 Total expenditures	 <u>1,692,029</u>	 <u>1,298,935</u>	 <u>2,644,204</u>
 Excess (deficiency) of revenues over (under) expenditures	 <u>184,781</u>	 <u>596,101</u>	 <u>723,316</u>
OTHER FINANCING SOURCES (USES)			
Transfers in	-	-	-
Transfers out	<u>-</u>	<u>(578,282)</u>	<u>(879,000)</u>
 Total other financing sources (uses)	 <u>-</u>	 <u>(578,282)</u>	 <u>(879,000)</u>
 Net change in fund balances	 184,781	 17,819	 (155,684)
 Fund balances at beginning of year	 <u>165,246</u>	 <u>577,505</u>	 <u>651,869</u>
 Fund balances at end of year	 <u>\$ 350,027</u>	 <u>\$ 595,324</u>	 <u>\$ 496,185</u>

<u>Criminal Court Clerk</u>	<u>Juvenile Court Clerk</u>	<u>Register</u>	<u>Trustee</u>	<u>Total Constitutional Officers</u>
\$ 2,393,387	\$ 716,157	\$ 2,881,665	\$ 5,787,422	\$ 18,771,014
-	32,727	-	-	32,727
38,181	7,730	2,986	146,394	301,317
-	3,474	-	-	44,431
<u>2,431,568</u>	<u>760,088</u>	<u>2,884,651</u>	<u>5,933,816</u>	<u>19,149,489</u>
-	-	602,658	840,648	4,087,510
2,242,127	-	-	-	2,242,127
-	1,797,970	-	-	1,797,970
-	-	-	-	2,990,964
<u>2,242,127</u>	<u>1,797,970</u>	<u>602,658</u>	<u>840,648</u>	<u>11,118,571</u>
<u>189,441</u>	<u>(1,037,882)</u>	<u>2,281,993</u>	<u>5,093,168</u>	<u>8,030,918</u>
-	1,137,679	-	-	1,137,679
-	-	(2,260,492)	(4,983,129)	(8,700,903)
-	<u>1,137,679</u>	<u>(2,260,492)</u>	<u>(4,983,129)</u>	<u>(7,563,224)</u>
189,441	99,797	21,501	110,039	467,694
<u>1,104,998</u>	<u>334,800</u>	<u>511,856</u>	<u>450,523</u>	<u>3,796,797</u>
<u>\$ 1,294,439</u>	<u>\$ 434,597</u>	<u>\$ 533,357</u>	<u>\$ 560,562</u>	<u>\$ 4,264,491</u>



Jerry Lee
'90

FIDUCIARY FUNDS

AGENCY FUNDS

These funds are used to account for assets held by the County in a custodial capacity as an agent on behalf of individuals and other government entities.

Constitutional Officers Funds account for various deposits, bail bonds and performance bonds held by the Constitutional Officers.

**COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
CONSTITUTIONAL OFFICERS AGENCY FUNDS**

HAMILTON COUNTY, TENNESSEE

Year ended June 30, 2006

	Balance July 1, 2005	Additions	Deductions	Balance June 30, 2006
CIRCUIT COURT CLERK				
Cash	\$ 1,317,758	\$ 6,569,464	\$ 6,527,059	\$ 1,360,163
Certificates of deposit	<u>3,715,634</u>	<u>1,431,734</u>	<u>1,340,990</u>	<u>3,806,378</u>
Total assets	<u>\$ 5,033,392</u>	<u>\$ 8,001,198</u>	<u>\$ 7,868,049</u>	<u>\$ 5,166,541</u>
Accrued items and other	\$ 5,005,802	\$ 7,644,989	\$ 7,511,024	\$ 5,139,767
Intergovernmental payables	<u>27,590</u>	<u>356,209</u>	<u>357,025</u>	<u>26,774</u>
Total liabilities	<u>\$ 5,033,392</u>	<u>\$ 8,001,198</u>	<u>\$ 7,868,049</u>	<u>\$ 5,166,541</u>
CLERK AND MASTER				
Cash	\$ 2,033,050	\$ 8,427,920	\$ 7,559,823	\$ 2,901,147
Certificates of deposit	<u>6,234,984</u>	<u>1,613,030</u>	<u>2,916,317</u>	<u>4,931,697</u>
Total assets	<u>\$ 8,268,034</u>	<u>\$ 10,040,950</u>	<u>\$ 10,476,140</u>	<u>\$ 7,832,844</u>
Accrued items and other	\$ 8,032,816	\$ 6,474,514	\$ 6,827,026	\$ 7,680,304
Intergovernmental payables	<u>235,218</u>	<u>3,566,436</u>	<u>3,649,114</u>	<u>152,540</u>
Total liabilities	<u>\$ 8,268,034</u>	<u>\$ 10,040,950</u>	<u>\$ 10,476,140</u>	<u>\$ 7,832,844</u>
COUNTY CLERK				
Cash	\$ 2,655,245	\$ 26,884,317	\$ 27,260,721	\$ 2,278,841
Accounts receivable	<u>1,367</u>	<u>23,993</u>	<u>25,056</u>	<u>304</u>
Total assets	<u>\$ 2,656,612</u>	<u>\$ 26,908,310</u>	<u>\$ 27,285,777</u>	<u>\$ 2,279,145</u>
Accrued items and other	\$ 96,238	\$ 803,518	\$ 798,431	\$ 101,325
Intergovernmental payables	<u>2,560,374</u>	<u>26,104,792</u>	<u>26,487,346</u>	<u>2,177,820</u>
Total liabilities	<u>\$ 2,656,612</u>	<u>\$ 26,908,310</u>	<u>\$ 27,285,777</u>	<u>\$ 2,279,145</u>

(continued)

COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES--(continued)
CONSTITUTIONAL OFFICERS AGENCY FUNDS

HAMILTON COUNTY, TENNESSEE

Year ended June 30, 2006

	Balance July 1, 2005	Additions	Deductions	Balance June 30, 2006
CRIMINAL COURT CLERK				
Cash	\$ -	\$ 2,818,810	\$ 2,816,310	\$ 2,500
Investments	243,500	-	153,267	90,233
Accounts receivable	58,009	8,874	-	66,883
	<u>301,509</u>	<u>2,827,684</u>	<u>2,969,577</u>	<u>159,616</u>
Total assets	\$ 301,509	\$ 2,827,684	\$ 2,969,577	\$ 159,616
Accrued items and other	\$ 301,509	\$ 1,362,964	\$ 1,504,857	\$ 159,616
Intergovernmental payables	-	1,464,720	1,464,720	-
	<u>301,509</u>	<u>2,827,684</u>	<u>2,969,577</u>	<u>159,616</u>
Total liabilities	\$ 301,509	\$ 2,827,684	\$ 2,969,577	\$ 159,616
JUVENILE COURT CLERK				
Cash	\$ 34,609	\$ 501,197	\$ 526,285	\$ 9,521
Investments	-	28,709	-	28,709
Certificates of deposit	810,345	78,755	75,640	813,460
	<u>844,954</u>	<u>608,661</u>	<u>601,925</u>	<u>851,690</u>
Total assets	\$ 844,954	\$ 608,661	\$ 601,925	\$ 851,690
Accrued items and other	\$ 844,954	\$ 608,661	\$ 601,925	\$ 851,690
Total liabilities	\$ 844,954	\$ 608,661	\$ 601,925	\$ 851,690
REGISTER				
Cash	\$ 1,008,135	\$ 12,140,409	\$ 11,963,020	\$ 1,185,524
Accounts receivable	5,286	26,335	28,264	3,357
	<u>1,013,421</u>	<u>12,166,744</u>	<u>11,991,284</u>	<u>1,188,881</u>
Total assets	\$ 1,013,421	\$ 12,166,744	\$ 11,991,284	\$ 1,188,881
Intergovernmental payables	\$ 1,013,421	\$ 12,166,744	\$ 11,991,284	\$ 1,188,881
Total liabilities	\$ 1,013,421	\$ 12,166,744	\$ 11,991,284	\$ 1,188,881

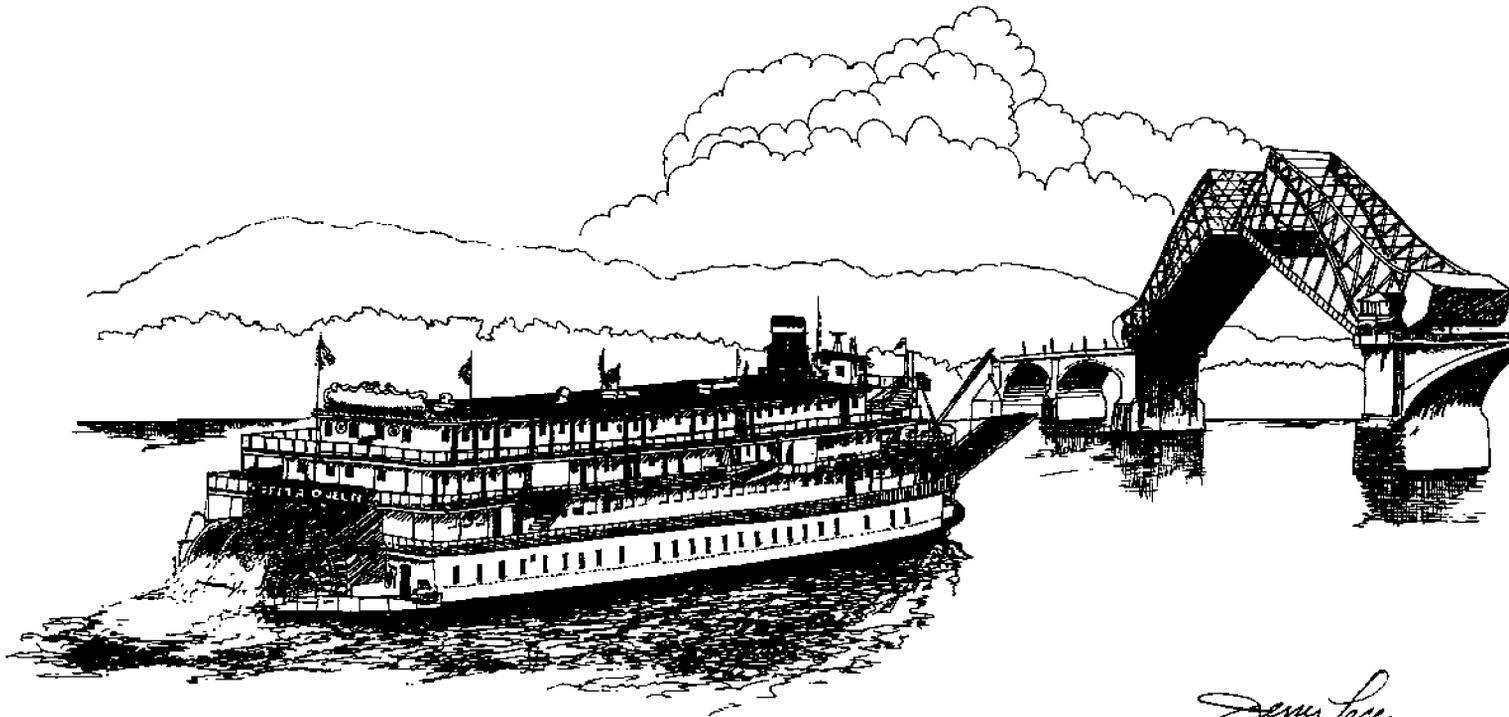
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COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES--(continued)
CONSTITUTIONAL OFFICERS AGENCY FUNDS

HAMILTON COUNTY, TENNESSEE

Year ended June 30, 2006

	Balance July 1, 2005	Additions	Deductions	Balance June 30, 2006
SHERIFF				
Cash	\$ 7,215	\$ 1,252,464	\$ 1,247,120	\$ 12,559
Investments	-	339,217	-	339,217
Accounts receivable	145,977	-	145,977	-
Total assets	<u>\$ 153,192</u>	<u>\$ 1,591,681</u>	<u>\$ 1,393,097</u>	<u>\$ 351,776</u>
Accrued items and other	\$ 153,192	\$ 1,591,681	\$ 1,393,097	\$ 351,776
Total liabilities	<u>\$ 153,192</u>	<u>\$ 1,591,681</u>	<u>\$ 1,393,097</u>	<u>\$ 351,776</u>
TRUSTEE				
Cash	\$ 448,525	\$ 15,067,455	\$ 14,963,238	\$ 552,742
Total assets	<u>\$ 448,525</u>	<u>\$ 15,067,455</u>	<u>\$ 14,963,238</u>	<u>\$ 552,742</u>
Intergovernmental payables	\$ 448,525	\$ 15,067,455	\$ 14,963,238	\$ 552,742
Total liabilities	<u>\$ 448,525</u>	<u>\$ 15,067,455</u>	<u>\$ 14,963,238</u>	<u>\$ 552,742</u>
TOTAL CONSTITUTIONAL OFFICERS AGENCY FUNDS				
Cash	\$ 7,504,537	\$ 73,662,036	\$ 72,863,576	\$ 8,302,997
Certificates of deposit	10,760,963	3,123,519	4,332,947	9,551,535
Investments	243,500	367,926	153,267	458,159
Accounts receivable	210,639	59,202	199,297	70,544
Total assets	<u>\$ 18,719,639</u>	<u>\$ 77,212,683</u>	<u>\$ 77,549,087</u>	<u>\$ 18,383,235</u>
Accrued items and other	\$ 14,434,511	\$ 18,486,327	\$ 18,636,360	\$ 14,284,478
Intergovernmental payables	4,285,128	58,726,356	58,912,727	4,098,757
Total liabilities	<u>\$ 18,719,639</u>	<u>\$ 77,212,683</u>	<u>\$ 77,549,087</u>	<u>\$ 18,383,235</u>



Jenny Lane
'90

**BUDGETARY COMPARISON SCHEDULE
 CONSTITUTIONAL OFFICERS NONMAJOR GOVERNMENTAL FUND**

HAMILTON COUNTY, TENNESSEE

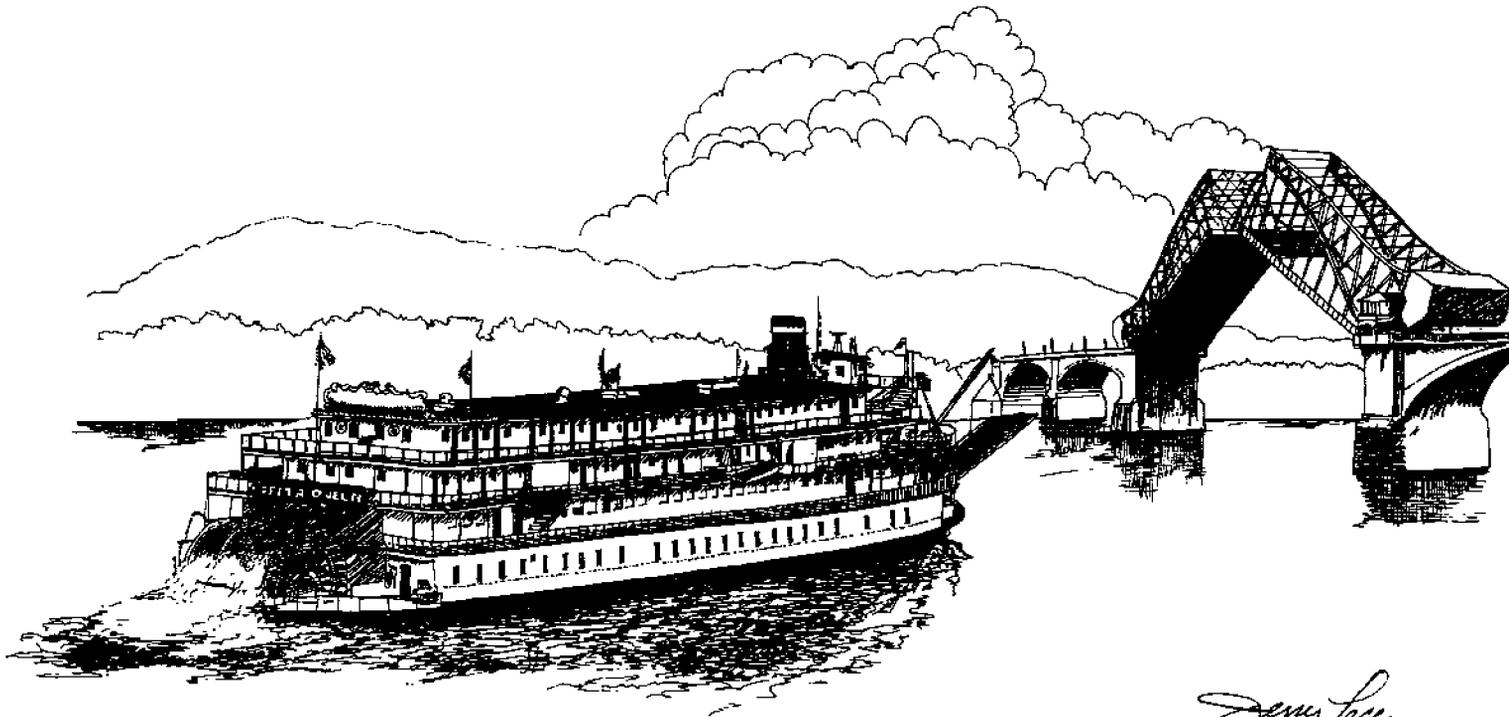
Year ended June 30, 2006

	Juvenile Court Clerk			Variance with Final Budget Positive (Negative)
	Budgeted Amounts		Actual (Non-GAAP Basis)	
	Original	Final		
REVENUES				
Charges for current services	\$ 633,000	\$ 633,000	\$ 709,972	\$ 76,972
Fines, forfeitures and penalties	38,500	38,500	38,912	412
Investment earnings	-	-	7,730	7,730
Miscellaneous	<u>750</u>	<u>750</u>	<u>3,475</u>	<u>2,725</u>
Total revenues	<u>672,250</u>	<u>672,250</u>	<u>760,089</u>	<u>87,839</u>
EXPENDITURES				
Current:				
Public safety:				
Juvenile Court	1,069,314	1,069,314	1,101,948	(32,634)
Social Services:				
Child support	<u>740,615</u>	<u>740,615</u>	<u>696,022</u>	<u>44,593</u>
Total budgetary expenditures	<u>1,809,929</u>	<u>1,809,929</u>	<u>1,797,970</u>	<u>11,959</u>
Excess (deficiency) of revenues over (under) budgetary expenditures	(1,137,679)	(1,137,679)	(1,037,881)	99,798
OTHER FINANCING SOURCES (USES)				
Transfers in	<u>1,137,679</u>	<u>1,137,679</u>	<u>1,137,679</u>	<u>-</u>
Net change in fund balance	-	-	99,798	99,798
Fund balance allocation	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
	<u>\$ -</u>	<u>\$ -</u>	99,798	<u>\$ 99,798</u>
Fund balances at beginning of year--(GAAP Modified Accrual Basis)			<u>334,799</u>	
Fund balances at end of year--(GAAP Modified Accrual Basis)			<u>\$ 434,597</u>	

**BUDGETARY COMPARISON SCHEDULE
DEBT SERVICE FUND**

**HAMILTON COUNTY, TENNESSEE
Year ended June 30, 2006**

	<u>Budgeted Amounts</u>		<u>Actual (Non-GAAP Basis)</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Taxes	\$ -	\$ -	\$ 572	\$ 572
Intergovernmental	1,579,509	1,579,509	2,061,199	481,690
Charges for current services	415,000	415,000	460,247	45,247
Investment earnings	<u>12,000</u>	<u>12,000</u>	<u>53</u>	<u>(11,947)</u>
Total revenues	<u>2,006,509</u>	<u>2,006,509</u>	<u>2,522,071</u>	<u>515,562</u>
EXPENDITURES				
Debt Service:				
Principal retirement	19,787,405	19,787,405	19,978,367	(190,962)
Interest and fiscal charges	<u>6,905,546</u>	<u>6,905,546</u>	<u>6,800,426</u>	<u>105,120</u>
Total budgetary expenditures	<u>26,692,951</u>	<u>26,692,951</u>	<u>26,778,793</u>	<u>(85,842)</u>
Excess (deficiency) of revenues over (under) budgetary expenditures	<u>(24,686,442)</u>	<u>(24,686,442)</u>	<u>(24,256,722)</u>	<u>429,720</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	24,971,442	24,971,442	24,611,884	359,558
Transfers out	<u>(285,000)</u>	<u>(285,000)</u>	<u>(285,000)</u>	<u>-</u>
Total other financing sources (uses)	<u>24,686,442</u>	<u>24,686,442</u>	<u>24,326,884</u>	<u>359,558</u>
Net change in fund balance	-	-	70,162	70,162
Fund balance allocation	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
	<u>\$ -</u>	<u>\$ -</u>	<u>70,162</u>	<u>\$ 70,162</u>
Excess of nonbudgeted revenues over nonbudgeted expenditures			<u>7,908</u>	
Net change in fund balance--(GAAP Modified Accrual Basis)			78,070	
Fund balances at beginning of year--(GAAP Modified Accrual Basis)			<u>1,343,179</u>	
Fund balances at end of year--(GAAP Modified Accrual Basis)			<u>\$ 1,421,249</u>	



Jerry Luce
'90

DISCRETELY PRESENTED COMPONENT UNIT HAMILTON COUNTY BOARD OF EDUCATION

Discretely presented component units are entities that are legally separate from the County, but the County is considered to be financially accountable for these entities. The Hamilton County Board of Education provides public education for grades Kindergarten through twelve.

GOVERNMENTAL FUND TYPES

General Purpose School Fund accounts for the operations of the school system, including instructional programs, administration, transportation, and other educational expenditures for the individual schools.

Centralized Cafeteria Fund accounts for the food service operations at the schools.

School Activity Fund accounts for extra curricular activities of the student bodies of the schools. The school principals and activity sponsors direct these activities.

Education Capital Projects Fund accounts for resources designated for major improvements to capital assets in the school system.

PROPRIETARY FUND TYPES

Hamilton County Board of Education Internal Service Fund accounts for the Hamilton County Board of Education self-insurance programs. The Board of Education is self-insured for on-the-job injury claims, non-tort liability claims, unemployment compensation, health insurance, and the dental reimbursement program.

**COMBINING BALANCE SHEET
HAMILTON COUNTY BOARD OF EDUCATION GOVERNMENTAL FUNDS**

HAMILTON COUNTY, TENNESSEE

June 30, 2006

	General Purpose School	Centralized Cafeteria	School Activity	Education Capital Projects	Total Board of Education Governmental Funds
ASSETS					
Cash	\$ 36,190,408	\$ 3,077,297	\$ 6,031,865	\$ 23,201	\$ 45,322,771
Certificates of deposit	-	-	339,819	-	339,819
Investments	302,924	281,532	-	760,001	1,344,457
Receivables (net of allowances for uncollectibles):					
Property taxes	113,613,066	-	-	-	113,613,066
Accounts	371,355	-	30,620	-	401,975
Intergovernmental	15,943,672	77,260	-	12,805	16,033,737
Due from other BOE funds	839,045	-	-	2,826,617	3,665,662
Due from primary government	141,777	-	-	-	141,777
Inventories	30,818	349,515	27,813	-	408,146
	<u>\$167,433,065</u>	<u>\$ 3,785,604</u>	<u>\$ 6,430,117</u>	<u>\$ 3,622,624</u>	<u>\$181,271,410</u>
LIABILITIES AND FUND BALANCES					
Liabilities:					
Accounts payable	\$ 4,138,378	\$ 27,823	\$ 92,570	\$ 56,695	\$ 4,315,466
Accrued items and other	17,917,774	71,938	-	3,902	17,993,614
Intergovernmental payables	-	-	-	-	-
Due to other BOE funds	15,224,733	1,716,428	-	1,506	16,942,667
Due to primary government	65,225	22,100	-	-	87,325
Deferred revenues:					
Uncollected property taxes	109,539,605	-	-	-	109,539,605
Other	815,587	-	-	-	815,587
	<u>147,701,302</u>	<u>1,838,289</u>	<u>92,570</u>	<u>62,103</u>	<u>149,694,264</u>
Fund Balances:					
Reserved for encumbrances	1,973,989	25,096	-	335,548	2,334,633
Reserved for inventories	30,818	349,515	27,813	-	408,146
Reserved by state statute	932,120	-	-	-	932,120
Reserved for restricted activities	-	-	3,216,155	-	3,216,155
Unreserved:					
Designated for specific purposes	6,056,220	-	-	-	6,056,220
Undesignated	10,738,616	1,572,704	3,093,579	3,224,973	18,629,872
	<u>19,731,763</u>	<u>1,947,315</u>	<u>6,337,547</u>	<u>3,560,521</u>	<u>31,577,146</u>
Total liabilities and fund balances	<u>\$167,433,065</u>	<u>\$ 3,785,604</u>	<u>\$ 6,430,117</u>	<u>\$ 3,622,624</u>	<u>\$181,271,410</u>

**RECONCILIATION OF THE BALANCE SHEET OF BOARD OF EDUCATION
GOVERNMENTAL FUNDS TO THE STATEMENT OF NET ASSETS**

**HAMILTON COUNTY, TENNESSEE
June 30, 2006**

Differences in amounts reported for the Board of Education in the statement of net assets
on page A-17:

Fund balances - total Board of Education governmental funds	\$	31,577,146
Amounts reported for the Board of Education in the statement of net assets are different because:		
Capital assets used in the Board of Education's governmental activities are not financial resources and, therefore, are not reported in the funds.		191,913,920
Certain revenues will be collected after year-end but are not available soon enough to pay for the current period's expenditures and therefore are deferred in the funds.		815,587
Internal service funds are used by management to charge the costs of self-insurance programs to individual funds. The assets and liabilities of the internal service funds are included in the Board of Education in the statement of net assets.		9,497,698
Bonds payable are not reported as liabilities in the Board of Education's governmental funds		(1,098,381)
Long-term liabilities, consisting of accumulated leave, are not due and payable in the current period and therefore are not reported in the funds.		<u>(13,218,467)</u>
Net assets of the Board of Education	\$	<u>219,487,503</u>

**COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
HAMILTON COUNTY BOARD OF EDUCATION GOVERNMENTAL FUNDS**

HAMILTON COUNTY, TENNESSEE
Year ended June 30, 2006

	<u>General Purpose School</u>	<u>Centralized Cafeteria</u>	<u>School Activity</u>	<u>Education Capital Projects</u>	<u>Total Board of Education Governmental Funds</u>
REVENUES					
Taxes	\$ 162,226,217	\$ -	\$ -	\$ -	\$ 162,226,217
Intergovernmental	127,792,129	9,027,497	-	-	136,819,626
Charges for services	4,753,325	6,721,896	14,671,362	-	26,146,583
Investment earnings	1,828,601	136,553	-	21,391	1,986,545
Miscellaneous	<u>4,820,619</u>	<u>35,102</u>	<u>-</u>	<u>6,249</u>	<u>4,861,970</u>
Total revenues	<u>301,420,891</u>	<u>15,921,048</u>	<u>14,671,362</u>	<u>27,640</u>	<u>332,040,941</u>
EXPENDITURES					
Current:					
Education	292,390,461	14,828,692	14,657,294	-	321,876,447
Capital outlay	<u>90,939</u>	<u>198,933</u>	<u>-</u>	<u>1,700,382</u>	<u>1,990,254</u>
Total expenditures	<u>292,481,400</u>	<u>15,027,625</u>	<u>14,657,294</u>	<u>1,700,382</u>	<u>323,866,701</u>
Excess (deficiency) of revenues over (under) expenditures	<u>8,939,491</u>	<u>893,423</u>	<u>14,068</u>	<u>(1,672,742)</u>	<u>8,174,240</u>
OTHER FINANCING SOURCES (USES)					
Bond Proceeds	-	-	-	12,805	12,805
Transfers between BOE funds	<u>(4,402,016)</u>	<u>-</u>	<u>-</u>	<u>4,402,016</u>	<u>-</u>
Net change in fund balances	4,537,475	893,423	14,068	2,742,079	8,187,045
Fund balances, beginning	<u>15,194,288</u>	<u>1,053,892</u>	<u>6,323,479</u>	<u>818,442</u>	<u>23,390,101</u>
Fund balances, ending	<u>\$ 19,731,763</u>	<u>\$ 1,947,315</u>	<u>\$ 6,337,547</u>	<u>\$ 3,560,521</u>	<u>\$ 31,577,146</u>

**RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES OF BOARD OF EDUCATION GOVERNMENTAL
FUNDS TO THE STATEMENT OF ACTIVITIES**

HAMILTON COUNTY, TENNESSEE

Year ended June 30, 2006

Differences in amounts reported for governmental activities in the statement of activities
on pages A-18 and A-19:

Net change in fund balances - total Board of Education governmental funds	\$	8,187,045
Amounts reported for the Board of Education in the statement of activities are different because:		
Capital outlay, reported as expenditures in governmental funds, are shown as capital assets in the statement of net assets		1,990,254
Depreciation expense on governmental capital assets are included in the governmental activities in the statement of activities		(6,685,332)
Bond payments are reported as expenditures in the Board of Education's governmental activities in the period paid.		97,500
Bond proceeds are reported as revenue in the Board of Education's governmental activities in the period received.		(12,805)
The net effect of various transactions involving capital assets is to increase net assets		8,167,977
The loss on sale/abandonment of capital assets is not recognized in the Board of Education's governmental funds.		(5,380)
The net revenues of internal service funds are reported with governmental activities		2,472,201
Certain items 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		323,466
Certain governmental revenues will not be collected for several months after the fiscal year and are deferred in the governmental funds		<u>(513,314)</u>
Change in net assets of governmental activities	\$	<u><u>14,021,612</u></u>

**BUDGETARY COMPARISON SCHEDULE
HAMILTON COUNTY BOARD OF EDUCATION GOVERNMENTAL FUNDS**

**HAMILTON COUNTY, TENNESSEE
Year ended June 30, 2006**

	Original Budget	Final Budget	Actual (Non-GAAP Basis)	Variance with Final Budget Positive (Negative)
REVENUES				
Taxes				
Property taxes	\$ 109,177,603	\$ 109,177,603	\$ 107,934,700	\$ (1,242,903)
Local sales tax	<u>50,810,275</u>	<u>51,760,275</u>	<u>54,291,517</u>	<u>2,531,242</u>
Total taxes	<u>159,987,878</u>	<u>160,937,878</u>	<u>162,226,217</u>	<u>1,288,339</u>
Intergovernmental revenues:				
State of Tennessee:				
Education	94,938,195	96,707,151	96,272,215	(434,936)
Food service	190,000	190,000	185,669	(4,331)
Federal funds received from State of Tennessee and other sources:				
Education	25,815,017	41,659,513	31,519,914	(10,139,599)
Food service	<u>7,764,100</u>	<u>7,764,100</u>	<u>8,841,828</u>	<u>1,077,728</u>
Total intergovernmental revenues	<u>128,707,312</u>	<u>146,320,764</u>	<u>136,819,626</u>	<u>(9,501,138)</u>
Charges for services:				
Education	4,110,000	4,110,000	4,753,325	643,325
Food service	<u>6,702,500</u>	<u>6,702,500</u>	<u>6,721,896</u>	<u>19,396</u>
Total charges for current services	<u>10,812,500</u>	<u>10,812,500</u>	<u>11,475,221</u>	<u>662,721</u>
Investment earnings:				
Education	403,290	403,290	1,828,601	1,425,311
Food service	<u>2,500</u>	<u>2,500</u>	<u>136,553</u>	<u>134,053</u>
Total investment earnings	<u>405,790</u>	<u>405,790</u>	<u>1,965,154</u>	<u>1,559,364</u>
Miscellaneous:				
Education	1,897,500	4,685,042	4,820,619	135,577
Food service	<u>-</u>	<u>-</u>	<u>35,102</u>	<u>35,102</u>
Total miscellaneous	<u>1,897,500</u>	<u>4,685,042</u>	<u>4,855,721</u>	<u>170,679</u>
Total revenues	<u>301,810,980</u>	<u>323,161,974</u>	<u>317,341,939</u>	<u>(5,820,035)</u>

(continued)

BUDGETARY COMPARISON SCHEDULE--(continued)
HAMILTON COUNTY BOARD OF EDUCATION GOVERNMENTAL FUNDS
HAMILTON COUNTY, TENNESSEE
Year ended June 30, 2006

	Original Budget	Final Budget	Actual (Non-GAAP Basis)	Variance with Final Budget Positive (Negative)
EXPENDITURES				
Current:				
Education:				
Regular instruction program	\$ 133,821,580	\$ 133,838,554	\$ 132,052,067	\$ 1,786,487
Special education program	27,381,133	27,161,133	27,061,417	99,716
Vocational education program	8,532,063	8,512,678	8,392,587	120,091
Attendance	1,070,382	1,070,382	1,046,383	23,999
Health services	955,585	1,175,585	1,186,906	(11,321)
Other student support	5,333,848	5,138,477	5,125,230	13,247
Regular instruction support	7,587,820	7,542,420	7,547,470	(5,050)
Special education support	2,848,239	2,848,239	2,839,557	8,682
Vocational education support	179,962	179,962	174,597	5,365
Board of education	4,982,467	4,982,467	5,204,941	(222,474)
Office of superintendent	1,097,209	1,168,709	1,109,919	58,790
Office of principal	18,531,592	18,557,653	18,702,493	(144,840)
Fiscal services	2,469,355	2,532,663	2,288,137	244,526
Operation of plant	19,007,294	20,410,292	20,104,070	306,222
Maintenance of plant	6,086,019	6,106,019	6,053,646	52,373
Transportation	11,580,356	11,992,171	11,945,868	46,303
Central and other	3,080,711	3,123,211	3,471,136	(347,925)
Community services	2,609,327	2,609,327	2,210,735	398,592
Early childhood	130,034	963,512	882,203	81,309
Federal programs	24,936,114	41,616,088	31,691,579	9,924,509
Other self funded projects	638,290	3,148,816	3,896,626	(747,810)
Education Debt Service	162,500	162,500	169,779	(7,279)
Food service	14,446,940	14,446,940	14,851,119	(404,179)
Total education	297,468,820	319,287,798	308,008,465	11,279,333
Capital outlay:				
Education	130,000	155,000	195,665	(40,665)
Food service	212,160	212,160	144,676	67,484
Total budgetary expenditures	297,810,980	319,654,958	308,348,806	11,306,152
OTHER FINANCING USES				
Transfers to other BOE funds	(4,000,000)	(4,402,016)	(4,402,016)	-
Net change in fund balance	-	(895,000)	4,591,117	5,486,117
Fund balance allocation	-	895,000	-	(895,000)
	<u>\$ -</u>	<u>\$ -</u>	4,591,117	<u>\$ 4,591,117</u>
Add encumbrances at end of year			1,999,086	
Less encumbrances at beginning of year			(1,159,305)	
Excess of nonbudgeted revenues and other financing sources over nonbudgeted expenditures and other financing uses			<u>2,756,147</u>	
Net change in fund balance--(GAAP Modified Accrual Basis)			8,187,045	
Fund balances at beginning of year--(GAAP Modified Accrual Basis)			<u>23,390,101</u>	
Fund balances at end of year--(GAAP Modified Accrual Basis)			<u>\$ 31,577,146</u>	

**STATEMENT OF NET ASSETS
HAMILTON COUNTY BOARD OF EDUCATION INTERNAL SERVICE FUND**

**HAMILTON COUNTY, TENNESSEE
June 30, 2006**

	Board of Education Internal Service Fund
	<u> </u>
CURRENT ASSETS	
Cash	\$ 75,396
Investments	44,079
Receivables	844,426
Due from other BOE funds	13,281,561
Prepaid items	<u> 1,834,370</u>
Total current assets	<u> 16,079,832</u>
CURRENT LIABILITIES	
Accounts payable	755,836
Accrued claims	5,821,743
Due to other funds	<u> 4,555</u>
Total current liabilities	<u> 6,582,134</u>
NET ASSETS	
Unrestricted	<u> \$ 9,497,698</u>

**STATEMENT OF REVENUES, EXPENSES AND CHANGES IN
FUND NET ASSETS
HAMILTON COUNTY BOARD OF EDUCATION INTERNAL SERVICE FUND**

HAMILTON COUNTY, TENNESSEE
Year ended June 30, 2006

	Board of Education Internal Service Fund
OPERATING REVENUES	
Charges for services	\$ 40,898,296
Other	314,568
Total operating revenues	41,212,864
OPERATING EXPENSES	
Unemployment compensation	273,700
Claims and premiums	38,466,963
Total operating expenses	38,740,663
Operating income	2,472,201
Change in net assets	2,472,201
Net assets, beginning	7,025,497
Net assets, ending	\$ 9,497,698

**STATEMENT OF CASH FLOWS
HAMILTON COUNTY BOARD OF EDUCATION INTERNAL SERVICE FUND**

**HAMILTON COUNTY, TENNESSEE
Year ended June 30, 2006**

	Board of Education Internal Service Fund
	<u>Fund</u>
CASH FLOWS FROM OPERATING ACTIVITIES	
Cash received from insurance premiums	\$ 37,714,796
Cash paid for unemployment compensation	(273,700)
Cash paid for claims and premiums	<u>(39,061,747)</u>
Net cash used by operating activities	<u>(1,620,651)</u>
CASH FLOWS FROM INVESTING ACTIVITIES	
Sale of investments	449,815
Interest on investments	<u>-</u>
Net cash provided by investing activities	<u>449,815</u>
NET DECREASE IN CASH AND CASH EQUIVALENTS	(1,170,836)
BEGINNING CASH AND CASH EQUIVALENTS	<u>1,246,232</u>
ENDING CASH AND CASH EQUIVALENTS	<u>\$ 75,396</u>
RECONCILIATION OF OPERATING INCOME TO NET CASH PROVIDED BY OPERATING ACTIVITIES	
Operating income	<u>\$ 2,472,201</u>
ADJUSTMENTS TO RECONCILE OPERATING INCOME TO NET CASH USED BY OPERATING ACTIVITIES	
Change in accounts receivable	645,337
Change in due from other funds	(4,143,405)
Change in prepaid items	619,179
Change in accounts payable	(338,554)
Change in accrued claims	(879,965)
Change in due to other funds	<u>4,556</u>
Total adjustments	<u>(4,092,852)</u>
Net cash used by operating activities	<u>\$ (1,620,651)</u>

SCHEDULE OF PROPERTY TAXES RECEIVABLE

HAMILTON COUNTY, TENNESSEE

June 30, 2006

Year of Levy	Property Taxes Receivable	Allowance For Estimated Uncollectibles	Net Amount
2006 *	\$ 195,774,899	\$ 2,099,574	\$ 193,675,325
2005	8,155,458	47,302	8,108,156
2004	2,958,500	47,632	2,910,868
2003	1,017,885	35,219	982,666
2002	807,413	58,497	748,916
	\$ 208,714,155	\$ 2,288,224	\$ 206,425,931

DISTRIBUTION TO PRIMARY GOVERNMENT

County General	\$ 93,375,485	\$ 562,620	\$ 92,812,865
	93,375,485	562,620	92,812,865

DISTRIBUTION TO COMPONENT UNIT

General Purpose School	115,338,670	1,725,604	113,613,066
	\$ 208,714,155	\$ 2,288,224	\$ 206,425,931

* Accrual of the anticipated current year levy is required by GASB Statement No. 33.

SCHEDULE OF CERTIFICATES OF DEPOSIT BY FUND

HAMILTON COUNTY, TENNESSEE

June 30, 2006

	<u>Maturity Date</u>	<u>Interest Rate</u>	<u>Amount</u>
PRIMARY GOVERNMENT:			
PENSION TRUST FUND	07/06/06	4.80%	\$ 120,379
AGENCY FUNDS			
Constitutional Officers:			
Circuit Court Clerk	Various	Various	3,806,378
Clerk and Master	Various	Various	4,931,697
Juvenile Court Clerk	Various	Various	<u>813,460</u>
Total primary government			<u>9,671,914</u>
COMPONENT UNITS:			
GOVERNMENTAL FUNDS			
School Activity:			
First Tennessee	Various	Various	48,999
SunTrust Bank	Various	Various	116,499
Community National Bank	02/04/07	4.40%	26,629
Chattanooga Area Schools			
Federal Credit Union	Various	Various	<u>147,692</u>
			<u>339,819</u>
PROPRIETARY FUNDS			
"911" Emergency Communication:			
First Volunteer Bank	N/A	Variable	975,685
First Volunteer Bank	10/07/06	3.10%	522,189
First Tennessee	04/24/07	5.05%	1,600,000
First Tennessee	02/14/07	4.75%	450,000
SunTrust Bank	09/01/07	5.21%	850,000
AmSouth Bank	12/16/06	3.58%	482,504
AmSouth Bank	06/15/07	2.73%	<u>89,893</u>
			<u>4,970,271</u>
Total component units			<u>5,310,090</u>
Total			<u>\$ 14,982,004</u>

SCHEDULE OF INVESTMENTS BY FUND

HAMILTON COUNTY, TENNESSEE

June 30, 2006

	<u>MATURITY DATE</u>	<u>INTEREST RATE</u>	<u>FACE VALUE</u>	<u>BOOK VALUE</u>
PRIMARY GOVERNMENT				
GENERAL FUND				
Hamilton County Local Investment Pool	N/A	Monthly Weighted Average	\$ 38,096,349	\$ 38,096,349
Certificate of Deposit Classified as Investments	08/22/06	2.69%	15,000	15,000
SHERIFF				
Hamilton County Local Investment Pool	N/A	Monthly Weighted Average	1,270,999	1,270,999
DEBT SERVICE				
Hamilton County Local Investment Pool	N/A	Monthly Weighted Average	262,509	262,509
CAPITAL PROJECTS				
Hamilton County Local Investment Pool	N/A	Monthly Weighted Average	7,454,826	7,454,826
State of Tennessee Local Government Investment Pool	N/A	Monthly Weighted Average	3,475	3,475
AmSouth Investment Pool	N/A	Monthly Weighted Average	14,462,755	14,462,755
OTHER GOVERNMENTAL FUNDS				
Criminal Court Clerk: Hamilton County Local Investment Pool	N/A	Monthly Weighted Average	1,668,101	1,668,101
Juvenile Court Clerk: Hamilton County Local Investment Pool	N/A	Monthly Weighted Average	386,028	386,028
Governmental Law Library: Hamilton County Local Investment Pool	N/A	Monthly Weighted Average	51,454	51,454
Hotel/Motel: Hamilton County Local Investment Pool	N/A	Monthly Weighted Average	3,762,236	3,762,236
Children's Services: Hamilton County Local Investment Pool	N/A	Monthly Weighted Average	1,886,540	1,886,540

(continued)

SCHEDULE OF INVESTMENTS BY FUND--(continued)

HAMILTON COUNTY, TENNESSEE

June 30, 2006

	<u>MATURITY DATE</u>	<u>INTEREST RATE</u>	<u>FACE VALUE</u>	<u>BOOK VALUE</u>
OTHER GOVERNMENTAL FUNDS--(continued)				
Economic Crimes:				
Hamilton County Local Investment Pool	N/A	Monthly Weighted Average	\$ 39,067	\$ 39,067
INTERNAL SERVICE				
Hamilton County Local Investment Pool	N/A	Monthly Weighted Average	18,557,168	18,557,168
PENSION TRUST FUND				
Domestic Corporate Bonds	Various	Various	785,906	785,906
Mutual Funds	Various	Various	179,246	179,246
Domestic Equity Securities	Various	Various	1,218,822	1,218,822
Foreign Equity Securities	Various	Various	39,763	39,763
US Government Securities	Various	Various	123,399	123,399
AGENCY FUNDS				
Constitutional Officers:				
Criminal Court Clerk:				
Hamilton County Local Investment Pool	N/A	Monthly Weighted Average	90,233	90,233
Juvenile Court Clerk:				
Hamilton County Local Investment Pool	N/A	Monthly Weighted Average	28,709	28,709
Sheriff:				
Hamilton County Local Investment Pool	N/A	Monthly Weighted Average	339,217	<u>339,217</u>
				<u>90,721,802</u>

(continued)

SCHEDULE OF INVESTMENTS BY FUND--(continued)

HAMILTON COUNTY, TENNESSEE

June 30, 2006

	<u>MATURITY DATE</u>	<u>INTEREST RATE</u>	<u>FACE VALUE</u>	<u>BOOK VALUE</u>
COMPONENT UNITS				
GOVERNMENTAL FUNDS				
General Purpose School:				
Hamilton County Local Investment Pool	N/A	Monthly Weighted Average	\$ 302,924	\$ 302,924
Centralized Cafeteria:				
State of Tennessee Local Government Investment Pool	N/A	Monthly Weighted Average	1,050	1,050
AmSouth Investment Pool	N/A	Monthly Weighted Average	280,482	280,482
BOE Internal Service:				
Hamilton County Local Investment Pool	N/A	Monthly Weighted Average	44,079	44,079
BOE Education Capital Projects:				
Hamilton County Local Investment Pool	N/A	Monthly Weighted Average	760,001	760,001
ENTERPRISE FUNDS				
"911" Emergency Communication: State of Tennessee Local Government Investment Pool	N/A	Monthly Weighted Average	2,376,147	<u>2,376,147</u>
				<u>3,764,683</u>
				<u>\$ 94,486,485</u>

SCHEDULE OF BONDS, CERTIFICATES AND NOTES PAYABLE, AND OTHER DEBT

HAMILTON COUNTY, TENNESSEE
June 30, 2006

NAME OF ISSUE	INTEREST		DATE OF ISSUE
	RATES	DATES	
BONDS PAYABLE			
General Improvement	5.100	9-1/3-1	05/01/96
School	5.100	9-1/3-1	05/01/96
General Improvement	5.000 5.125	11-1/5-1	05/01/97
School	5.000 5.125	11-1/5-1	05/01/97
General Improvement	4.500 4.550 4.650 4.750 4.850 5.000	8-1/2-1	03/01/98
School	4.500 4.550 4.650 4.750 4.850 5.000	8-1/2-1	03/01/98
General Improvement	4.375 4.400 4.500 4.600 4.650 4.750 4.875 5.000 5.000 5.000 5.100 5.100	8-1/2-1	03/01/98

(continued)

FUTURE MATURITY SCHEDULE	PRINCIPAL AMOUNT		
	ISSUED	RETIRED	OUTSTANDING
731,165, 09/01/2006	\$ 731,165	\$ -	\$ 731,165
553,835, 09/01/2006	553,835	-	553,835
155,328 a year, 5/1/1998-2007	1,553,279	1,397,952	155,327
155,108 a year, 5/1/2008-2012	775,540	-	775,540
3,379,672 a year, 5/1/1998-2007	33,796,721	30,417,048	3,379,673
3,374,892 a year, 5/1/2008-2012	16,874,460	-	16,874,460
1,065,263 a year, 08/01/2004-2008	5,326,315	2,130,526	3,195,789
1,065,263, 08/01/2009	1,065,263	-	1,065,263
1,065,263, 08/01/2010	1,065,263	-	1,065,263
1,065,263, 08/01/2011	1,065,263	-	1,065,263
1,065,263, 08/01/2012	1,065,263	-	1,065,263
1,065,263, 08/01/2013	1,065,263	-	1,065,263
199,737 a year, 08/01/2004-2008	998,685	399,474	599,211
199,737, 08/01/2009	199,737	-	199,737
199,737, 08/01/2010	199,737	-	199,737
199,737, 08/01/2011	199,737	-	199,737
199,737, 08/01/2012	199,737	-	199,737
199,737, 08/01/2013	199,737	-	199,737
190,000, 08/01/2006	190,000	-	190,000
200,000, 08/01/2007	200,000	-	200,000
210,000, 08/01/2008	210,000	-	210,000
220,000, 08/01/2009	220,000	-	220,000
225,000, 08/01/2010	225,000	-	225,000
235,000, 08/01/2011	235,000	-	235,000
250,000, 08/01/2012	250,000	-	250,000
265,000, 08/01/2013	265,000	-	265,000
275,000, 08/01/2014	275,000	-	275,000
290,000, 08/01/2015	290,000	-	290,000
305,000, 08/01/2016	305,000	-	305,000
385,625, a year, 08/01/2017-2024	3,085,000	-	3,085,000

**SCHEDULE OF BONDS, CERTIFICATES AND NOTES PAYABLE,
AND OTHER DEBT--(continued)**

**HAMILTON COUNTY, TENNESSEE
June 30, 2006**

NAME OF ISSUE	INTEREST		DATE OF ISSUE
	RATES	DATES	
BONDS PAYABLE--(continued)			
General Improvement	5.000	11-1/5-1	11/01/00
	5.300		
Schools	5.000	11-1/5-1	11/01/00
	5.300		
General Improvement	4.000	10-1/4-1	10/15/02
	4.000		
	4.000		
	4.000		
Schools	4.000	10-1/4-1	10/15/02
	4.000		
	4.000		
	4.000		
General Improvement	4.000	1-1/7-1	02/10/04
	5.000		
	4.000		
	4.125		
Schools	4.000	1-1/7-1	02/10/04
	5.000		
	4.000		
	4.125		

(continued)

<u>FUTURE MATURITY SCHEDULE</u>	<u>PRINCIPAL AMOUNT</u>		
	<u>ISSUED</u>	<u>RETIRED</u>	<u>OUTSTANDING</u>
600,283, a year, 11/01/2002-2014	\$ 7,803,679	\$ 2,401,132	\$ 5,402,547
600,283, 11/01/2016	600,283	-	600,283
2,934,717, a year, 11/01/2002-2014	38,151,321	11,738,868	26,412,453
2,934,717, 11/01/2015	2,934,717	-	2,934,717
1,441,250, 10/1/2006	1,441,250	-	1,441,250
1,421,250, 10/1/2007	1,421,250	-	1,421,250
606,250, 10/1/2008	606,250	-	606,250
596,250, 10/1/2009	596,250	-	596,250
4,323,750, 10/1/2006	4,323,750	-	4,323,750
4,263,750, 10/1/2007	4,263,750	-	4,263,750
1,818,750, 10/1/2008	1,818,750	-	1,818,750
1,788,750, 10/1/2009	1,788,750	-	1,788,750
1,266,666, 1/1/2007-2008	2,533,332	-	2,533,332
1,266,666, 1/1/2009-2010	2,533,332	-	2,533,332
1,266,667, 1/1/2011-2018	10,133,336	-	10,133,336
1,266,666, 1/1/2019	1,266,666	-	1,266,666
733,334, 1/1/2007-2008	1,466,668	-	1,466,668
733,334, 1/1/2009-2010	1,466,668	-	1,466,668
733,333, 1/1/2011-2018	5,866,664	-	5,866,664
733,334, 1/1/2019	733,334	-	733,334

**SCHEDULE OF BONDS, CERTIFICATES AND NOTES PAYABLE,
AND OTHER DEBT--(continued)**

**HAMILTON COUNTY, TENNESSEE
June 30, 2006**

NAME OF ISSUE	INTEREST		DATE OF ISSUE
	RATES	DATES	
BONDS PAYABLE--(continued)			
Water & Wastewater Treatment Authority	4.000	1-1/7-1	02/10/04
	4.000		
	5.000		
	5.000		
	4.000		
	4.000		
	4.000		
	4.000		
	4.000		
	4.000		
	4.000		
	4.125		
	4.500		
	4.500		
	4.500		
	4.500		
	4.500		
	4.500		
	4.600		
	4.600		
	4.600		
	4.600		
	4.650		
	4.650		
	4.650		
	4.650		
	4.650		
	4.650		

(continued)

<u>FUTURE MATURITY SCHEDULE</u>	<u>PRINCIPAL AMOUNT</u>		
	<u>ISSUED</u>	<u>RETIRED</u>	<u>OUTSTANDING</u>
205,000, 1/1/2007	\$ 205,000	\$ -	\$ 205,000
210,000, 1/1/2008	210,000	-	210,000
215,000, 1/1/2009	215,000	-	215,000
220,000, 1/1/2010	220,000	-	220,000
220,000, 1/1/2011	220,000	-	220,000
230,000, 1/1/2012	230,000	-	230,000
235,000, 1/1/2013	235,000	-	235,000
245,000, 1/1/2014	245,000	-	245,000
255,000, 1/1/2015-2016	510,000	-	510,000
270,000, 1/1/2017	270,000	-	270,000
280,000, 1/1/2018	280,000	-	280,000
290,000, 1/1/2019	290,000	-	290,000
310,000, 1/1/2020	310,000	-	310,000
320,000, 1/1/2021	320,000	-	320,000
335,000, 1/1/2022	335,000	-	335,000
350,000, 1/1/2023	350,000	-	350,000
365,000, 1/1/2024	365,000	-	365,000
380,000, 1/1/2025	380,000	-	380,000
400,000, 1/1/2026	400,000	-	400,000
420,000, 1/1/2027	420,000	-	420,000
440,000, 1/1/2028	440,000	-	440,000
460,000, 1/1/2029	460,000	-	460,000
480,000, 1/1/2030	480,000	-	480,000
505,000, 1/1/2031	505,000	-	505,000
530,000, 1/1/2032	530,000	-	530,000
555,000, 1/1/2033	555,000	-	555,000
580,000, 1/1/2034	580,000	-	580,000
			<u>\$ 125,510,000</u>

**SCHEDULE OF BONDS, CERTIFICATES AND NOTES PAYABLE,
AND OTHER DEBT--(continued)**

**HAMILTON COUNTY, TENNESSEE
June 30, 2006**

NAME OF ISSUE	INTEREST		DATE OF ISSUE
	RATES	DATES	
TENNESSEE COUNTY LOAN POOL			
Notes, Series 1996	Variable	Monthly	Various
Notes, Series 1999	Variable	Monthly	Various
Qualified Zone Academy Bonds, Series 2003	None	-	Various

(continued)

<u>FUTURE MATURITY SCHEDULE</u>	<u>PRINCIPAL AMOUNT</u>		
	<u>ISSUED</u>	<u>RETIRED</u>	<u>OUTSTANDING</u>
724,100, 05/25/2007	\$ 724,100	\$ -	\$ 724,100
764,000, 05/25/2008	764,000	-	764,000
806,000, 05/25/2009	806,000	-	806,000
850,300, 05/25/2010	850,300	-	850,300
897,100, 05/25/2011	897,100	-	897,100
			<u>4,041,500</u>
623,000, 05/25/2007	623,000	-	623,000
648,000, 05/25/2008	648,000	-	648,000
673,000, 05/25/2009	673,000	-	673,000
700,000, 05/25/2010	700,000	-	700,000
728,000, 05/25/2011	728,000	-	728,000
757,000, 05/25/2012	757,000	-	757,000
788,000, 05/25/2013	788,000	-	788,000
819,000, 05/25/2014	819,000	-	819,000
			<u>5,736,000</u>
Annual payment, 12/23/2004-2018 of 90,733	1,361,000	181,466	<u>1,179,534</u>

**SCHEDULE OF BONDS, CERTIFICATES AND NOTES PAYABLE,
AND OTHER DEBT--(continued)**

**HAMILTON COUNTY, TENNESSEE
June 30, 2006**

NAME OF ISSUE	INTEREST		DATE OF ISSUE
	RATES	DATES	
OTHER DEBT OBLIGATIONS			
Agreement between the County & City of Chattanooga regarding Finley Stadium	5.000 4.000 4.000 5.000 5.380 5.380 5.380 5.000 4.380 4.500	9-1/3-1	3/1/2002
Agreement between the County & Corrections Corporation of America	Variable	Monthly	11/1/1998
Agreement between the County & the City of East Ridge regarding Camp Jordan Park	Various	Monthly	5/24/1989
Agreement between the County & the City of Chattanooga & Bessie Smith Hall	Various	Monthly	10/1/1990

FUTURE MATURITY SCHEDULE	PRINCIPAL AMOUNT		
	ISSUED	RETIRED	OUTSTANDING
382,500, 9/1/2006	\$ 382,500	\$ -	\$ 382,500
320,000, 9/1/2007	320,000	-	320,000
332,500, 9/1/2008	332,500	-	332,500
347,500, 9/1/2009	347,500	-	347,500
362,500, 9/1/2010	362,500	-	362,500
385,000, 9/1/2011	385,000	-	385,000
402,500, 9/1/2012	402,500	-	402,500
422,500, 9/1/2013	422,500	-	422,500
427,500, 9/1/2014	427,500	-	427,500
445,000, 9/1/2015	445,000	-	445,000
			<u>3,827,500</u>
267,005, 12/7/2006	267,005	-	267,005
267,736, 12/7/2007	267,736	-	267,736
267,005, 12/7/2008	267,005	-	267,005
267,005, 12/7/2009	267,005	-	267,005
267,005, 12/7/2010	267,005	-	267,005
267,736, 12/7/2011	267,736	-	267,736
267,005, 12/7/2012	267,005	-	267,005
81,978, 12/7/2013	81,978	-	81,978
			<u>1,952,475</u>
75,000, 12/25/2006	75,000	-	75,000
80,000, 12/25/2007	80,000	-	80,000
90,000, 12/25/2008	90,000	-	90,000
			<u>245,000</u>
170,000, 5/1/2007	170,000	-	170,000
170,000, 5/1/2008	170,000	-	170,000
			<u>340,000</u>
			<u>\$ 142,832,009</u>

DEBT SERVICE REQUIREMENTS TO MATURITY

HAMILTON COUNTY, TENNESSEE

June 30, 2006

Year Ended June 30	Combined Totals	GENERAL OBLIGATION BONDS		
		Bond Principal	Interest	Total
2007	\$ 25,986,468	\$ 17,780,000	\$ 5,562,264	\$ 23,342,264
2008	23,823,377	16,425,000	4,793,315	21,218,315
2009	19,781,651	13,180,000	4,123,415	17,303,415
2010	19,092,312	13,155,000	3,496,189	16,651,189
2011	16,183,335	10,775,000	2,911,345	13,686,345
2012	14,805,396	10,795,000	2,394,615	13,189,615
2013	10,795,173	7,285,000	1,875,357	9,160,357
2014	10,315,718	7,310,000	1,534,188	8,844,188
2015	7,835,123	6,065,000	1,222,513	7,287,513
2016	7,561,881	6,080,000	936,135	7,016,135
2017	3,402,963	2,575,000	737,230	3,312,230
2018	3,321,226	2,600,000	630,493	3,230,493
2019	3,238,328	2,625,000	522,590	3,147,590
2020	1,075,533	665,000	410,533	1,075,533
2021	1,068,095	690,000	378,095	1,068,095
2022	1,074,187	730,000	344,187	1,074,187
2023	1,073,457	765,000	308,457	1,073,457
2024	1,071,032	800,000	271,032	1,071,032
2025	1,071,785	840,000	231,785	1,071,785
2026	602,575	400,000	202,575	602,575
2027	604,175	420,000	184,175	604,175
2028	604,855	440,000	164,855	604,855
2029	604,615	460,000	144,615	604,615
2030	603,225	480,000	123,225	603,225
2031	605,905	505,000	100,905	605,905
2032	607,422	530,000	77,422	607,422
2033	607,777	555,000	52,777	607,777
2034	606,970	580,000	26,970	606,970
	\$ 178,024,559	\$ 125,510,000	\$ 33,761,257	\$ 159,271,257

