

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

**HAMILTON COUNTY, TENNESSEE  
June 30, 2011**

**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)
<b>Political Subdivision Pension Plan (PSPP)</b>						
07/01/09	\$ 290,589	\$ 352,880	\$ 62,291	82.35%	\$ 97,446	63.92%
07/01/07	275,318	316,473	41,155	87.00%	88,047	46.74%
07/01/05	237,545	247,301	9,756	96.06%	84,860	11.50%

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)
<b>Employees' Retirement</b>						
06/30/11	\$ 2,025	\$ 705	\$ (1,320) **	287.2%	\$ -	N/A
06/30/09	1,787	873	(914) **	204.7%	-	N/A
06/30/07	2,256	1,083	(1,173) **	208.4%	-	N/A
<b>Commissioners' Retirement</b>						
06/30/11	\$ 519	\$ 700	\$ 181	74.2%	\$ 187	96.6%
06/30/09	482	702	220	68.6%	196	112.3%
06/30/07	414	652	238	63.5%	192	124.2%
<b>Teachers' Retirement</b>						
06/30/11	\$ 26	\$ 42	\$ 16	61.1%	\$ -	N/A
06/30/09	57	64	7	89.6%	-	N/A
06/30/07	95	100	5	95.2%	-	N/A

\*\* Considered a "funding excess"

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

**HAMILTON COUNTY, TENNESSEE  
June 30, 2011**

**Schedule of Employer Contributions**

Tennessee Consolidated Retirement System

Year Ended June 30	PSPP		SETHEEPP	
	Annual Required Contribution	Percentage Contributed	Annual Required Contribution	Percentage Contributed
2011	\$ 14,406,682	100.0%	\$ 14,431,297	100.0%
2010	14,938,598	100.0%	10,039,596	100.0%
2009	15,063,655	100.0%	10,344,519	100.0%
2008	14,475,166	100.0%	9,702,404	100.0%
2007	13,421,822	100.0%	9,229,280	100.0%
2006	10,971,880	100.0%	7,450,326	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
2011	\$ -	0.0%	\$ 47,700	141.3%	\$ 938	0.0%
2010	-	0.0%	47,700	157.8%	938	0.0%
2009	-	0.0%	52,431	143.5%	605	0.0%
2008	-	0.0%	52,431	143.5%	605	0.0%
2007	-	0.0%	49,563	151.8%	-	N/A
2006	-	0.0%	30,454	247.1%	-	N/A

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

**HAMILTON COUNTY, TENNESSEE  
June 30, 2011**

**Schedule of Funding Progress for Other Postemployment Benefits**

<u>Actuarial Valuation Date</u>	<u>Actuarial Value of Assets</u>	<u>Actuarial Accrued Liability (AAL)</u>	<u>Unfunded AAL (UAAL)</u>	<u>Funded Ratio</u>	<u>Covered Payroll</u>	<u>UAAL as a Percentage of Covered Payroll</u>
<b>Primary Government</b>						
07/01/11	\$ 6,846,734	\$ 34,175,128	\$ 27,328,394	20.0%	\$ 71,164,995	38.4%
07/01/10	-	32,267,635	32,267,635	0.0%	69,092,228	46.7%
07/01/09	-	26,144,644	26,144,644	0.0%	71,714,440	36.5%
07/01/08	-	24,048,037	24,048,037	0.0%	69,679,245	34.5%
07/01/07	-	23,226,000	23,226,000	0.0%	56,451,000	41.1%
<b>Department of Education</b>						
07/01/11	\$ -	\$ 89,329,785	\$ 89,329,785	0.0%	\$ 192,370,258	46.4%
07/01/10	-	87,718,669	87,718,669	0.0%	182,473,427	48.1%
07/01/09	-	99,667,049	99,667,049	0.0%	173,085,756	57.6%
07/01/08	-	96,886,461	96,886,461	0.0%	171,436,001	56.5%
07/01/07	-	75,988,000	75,988,000	0.0%	169,692,000	44.8%

**Schedule of Employer Contributions**

<u>Year Ended June 30</u>	<u>Annual OPEB Cost</u>	<u>Total Contributions</u>	<u>Percentage Contributed</u>
<b>Primary Government</b>			
2012	\$ 3,023,436	\$ 3,417,718	113.0%
2011	3,365,812	8,031,145	238.6%
2010	3,082,169	1,657,186	53.8%
2009	2,906,857	1,365,283	47.0%
2008	2,582,000	757,416	29.3%
<b>Department of Education</b>			
2012	\$ 9,311,081	\$ 7,499,576	80.5%
2011	8,876,537	6,848,928	77.2%
2010	9,391,035	7,037,350	74.9%
2009	9,527,670	5,841,892	61.3%
2008	7,447,000	4,137,736	55.6%

## **NOTE TO SCHEDULE OF REQUIRED SUPPLEMENTARY INFORMATION**

**HAMILTON COUNTY, TENNESSEE**  
**June 30, 2011**

### **PUBLIC EMPLOYEE RETIREMENT SYSTEMS**

#### 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 30-year period commencing on the valuation date for the Employees' Retirement and Teachers' Retirement Plans. For the Commissioners' Retirement Plan, the actuarial value of assets is being amortized as a level dollar amount for a 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' Retirement Plans because the benefits are either capped or not based upon salary. The assumption with respect to salary increases was 4.0% for the Commissioners' Retirement Plan.

### **OTHER POST EMPLOYMENT BENEFITS**

#### Actuarial Information of the County Employees Post Retirement Medical Insurance Benefits

The annual required contribution was determined by using the entry age normal funding method and a discount rate of 6.5%. The actuarial value of the unfunded actuarial accrued liability is being amortized as a level percentage of covered payroll over a 30-year period commencing on the valuation date.

#### Actuarial Information of the Department of Education Post Retirement Medical and Dental Insurance Benefits

The annual required contribution was determined using the entry age normal funding method and a discount rate of 4.0%. The actuarial value of the unfunded actuarial accrued liability is being amortized as a level percentage of covered payroll over a 30-year period commencing on the valuation date.

## 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, 2011**

	Original Budget	Final Budget	Actual (Non-GAAP Basis)	Variance with Final Budget Positive (Negative)
<b>REVENUES</b>				
Taxes:				
Property taxes	\$ 125,970,772	\$ 125,970,772	\$ 127,058,368	\$ 1,087,596
Local sales tax	13,160,000	13,160,000	12,827,069	(332,931)
Business taxes	4,895,000	4,895,000	5,825,899	930,899
Wholesale beer tax	810,000	810,000	859,540	49,540
Total taxes	<u>144,835,772</u>	<u>144,835,772</u>	<u>146,570,876</u>	<u>1,735,104</u>
Licenses and permits	<u>550,500</u>	<u>550,500</u>	<u>519,985</u>	<u>(30,515)</u>
Intergovernmental revenues:				
State of Tennessee	15,554,569	19,407,979	17,087,562	(2,320,417)
United States Government	3,607,011	4,464,187	3,308,077	(1,156,110)
Cities	2,228,218	2,228,218	1,989,048	(239,170)
Total intergovernmental revenues	<u>21,389,798</u>	<u>26,100,384</u>	<u>22,384,687</u>	<u>(3,715,697)</u>
Charges for services:				
Health department	2,047,639	2,047,639	2,049,363	1,724
Other	11,033,169	11,033,169	12,651,943	1,618,774
Total charges for services	<u>13,080,808</u>	<u>13,080,808</u>	<u>14,701,306</u>	<u>1,620,498</u>
Fines, forfeitures and penalties	<u>1,090,700</u>	<u>1,090,700</u>	<u>921,509</u>	<u>(169,191)</u>
Investment earnings	<u>450,250</u>	<u>450,250</u>	<u>438,509</u>	<u>(11,741)</u>
Miscellaneous	<u>5,506,200</u>	<u>5,508,900</u>	<u>2,926,250</u>	<u>(2,582,650)</u>
Total revenues	<u>186,904,028</u>	<u>191,617,314</u>	<u>188,463,122</u>	<u>(3,154,192)</u>
<b>EXPENDITURES</b>				
Current:				
General government:				
County Clerk	1,722,594	1,722,594	1,690,534	32,060
Register	487,825	489,804	478,683	11,121
County Trustee	383,964	383,964	383,912	52
Assessor of Property	3,435,636	3,715,036	3,302,389	412,647
District Attorney General	984,905	984,905	898,014	86,891
Election Commission	1,666,425	1,670,063	1,430,667	239,396
Board of Equalization	5,000	5,000	2,010	2,990
Soil Conservation	104,158	104,158	108,187	(4,029)
Agricultural Department	236,410	236,410	185,860	50,550
County-City Planning Commission	1,323,500	1,323,500	1,323,500	-

(continued)

**BUDGETARY COMPARISON SCHEDULE--(continued)**  
**GENERAL FUND DETAIL**

**HAMILTON COUNTY, TENNESSEE**  
**Year Ended June 30, 2011**

	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	\$ 67,581	\$ 67,581	\$ 67,581	\$ -
CARTA	105,200	105,200	105,200	-
Economic Development	640,000	640,000	640,000	-
Representative-General Assembly	10,500	10,500	8,032	2,468
Utilities	2,233,317	2,233,317	1,928,979	304,338
County Board of Commissioners	690,627	789,062	660,584	128,478
County Mayor	654,064	654,064	631,378	22,686
County Auditor	2,444,770	2,444,770	2,294,598	150,172
Chief of Staff	372,425	372,425	510,203	(137,778)
Chief Reading Officer	272,822	272,822	265,332	7,490
County Attorney	953,103	1,098,103	1,186,639	(88,536)
Emp Assistance Program	25,720	25,720	22,395	3,325
Human Resources	770,311	770,371	717,963	52,408
Insurance	165,000	165,000	134,903	30,097
Employee Benefits	2,531,472	2,532,972	1,772,369	760,603
Trustee's Commission	3,100,000	3,100,000	3,003,301	96,699
External Audits	230,000	232,321	180,343	51,978
TSCA Dues	9,937	9,937	9,937	-
NACO Dues	6,419	6,419	6,419	-
Equal Employment Opportunity	57,000	57,000	495	56,505
Finance Administrator	241,319	241,319	240,172	1,147
Accounting	1,878,865	1,879,623	1,783,231	96,392
Financial Management	444,049	444,049	442,411	1,638
Information Technology Services	2,991,478	3,000,811	2,915,407	85,404
Purchasing	395,884	395,884	390,278	5,606
Geographic Information System	772,918	846,063	934,360	(88,297)
Custodial Services	1,823,975	1,825,614	1,888,243	(62,629)
Real Property	352,803	352,803	321,498	31,305
Recycling	183,607	183,607	158,793	24,814
Human Services Administrator	207,208	207,208	235,893	(28,685)
Development Services	458,569	1,458,569	529,564	929,005
Maintenance	2,763,105	2,778,444	2,652,773	125,671
Railroad Authority	124,561	124,561	125,785	(1,224)
Total general government	<u>38,329,026</u>	<u>39,961,573</u>	<u>36,568,815</u>	<u>3,392,758</u>

(continued)

**BUDGETARY COMPARISON SCHEDULE--(continued)**  
**GENERAL FUND DETAIL**

**HAMILTON COUNTY, TENNESSEE**  
**Year Ended June 30, 2011**

	Original Budget	Final Budget	Actual (Non-GAAP Basis)	Variance with Final Budget Positive (Negative)
EXPENDITURES--(continued):				
Current--(continued):				
Public safety:				
Drug Court	\$ -	\$ 831,622	\$ 544,835	\$ 286,787
Medical Examiner	944,717	944,717	943,406	1,311
Criminal Court Clerk	1,381,459	1,676,646	1,271,383	405,263
Public Defender	499,584	500,159	407,453	92,706
General Sessions Court	1,234,779	1,234,779	1,243,867	(9,088)
Juries	182,340	182,340	105,603	76,737
Court Judges	465,019	465,019	454,906	10,113
Judicial Commission Magistrates	352,756	352,756	356,281	(3,525)
Juvenile Court	8,756,482	8,768,076	6,588,792	2,179,284
Forest Fire Prevention	4,000	4,000	4,000	-
Humane Education Society	395,255	395,255	395,255	-
Certified Cost Reimbursement	692,600	692,600	736,222	(43,622)
Building Inspection	844,004	844,004	810,746	33,258
Emergency Services	3,369,060	3,461,065	3,392,844	68,221
Community Corrections Program	15,975,450	15,989,133	15,280,435	708,698
Litter Grant	538,012	544,922	529,208	15,714
Homeland Security Grants	-	2,140,173	894,076	1,246,097
Security Services	845,727	845,727	686,632	159,095
Volunteer Emergency Services	188,189	195,868	192,443	3,425
Ambulance Services	7,776,022	7,777,021	8,675,176	(898,155)
Total public safety	<u>44,445,455</u>	<u>47,845,882</u>	<u>43,513,563</u>	<u>4,332,319</u>
Highways and streets:				
Public Works Administrator	214,701	214,701	211,755	2,946
Engineering Services	4,063,002	4,063,002	3,572,043	490,959
Highway	9,446,861	9,529,600	8,337,394	1,192,206
Total highways and streets	<u>13,724,564</u>	<u>13,807,303</u>	<u>12,121,192</u>	<u>1,686,111</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	21,004,599	20,973,645	18,777,069	2,196,576
Total health	<u>24,193,147</u>	<u>24,162,193</u>	<u>21,965,617</u>	<u>2,196,576</u>

(continued)

**BUDGETARY COMPARISON SCHEDULE--(continued)**  
**GENERAL FUND DETAIL**

**HAMILTON COUNTY, TENNESSEE**  
**Year Ended June 30, 2011**

	Original Budget	Final Budget	Actual (Non-GAAP Basis)	Variance with Final Budget Positive (Negative)
EXPENDITURES--(continued):				
Current--(continued):				
Social services:				
Clerk and Master	\$ 754,121	\$ 754,121	\$ 786,343	\$ (32,222)
Circuit Court Clerk	1,105,603	1,108,295	1,106,233	2,062
Social services block grant	385,740	385,740	345,108	40,632
Alexian Senior Neighbors	10,300	10,300	10,300	-
Urban League	50,000	50,000	50,000	-
Emergency Support Programs	243,639	243,639	269,084	(25,445)
Chattanooga Endeavors	17,510	17,510	17,510	-
Chattanooga Homeless Coalition	15,000	15,000	15,612	(612)
Children's Services	<u>3,084,806</u>	<u>3,084,806</u>	<u>2,734,118</u>	<u>350,688</u>
Total social services	<u>5,666,719</u>	<u>5,669,411</u>	<u>5,334,308</u>	<u>335,103</u>
Culture and recreation:				
Bethlehem Sports Academy	15,000	15,000	15,000	-
Public Library	2,687,400	2,777,468	2,777,468	-
City Beautiful Commission	22,888	22,888	22,888	-
Allied Arts	150,000	150,000	150,000	-
WTCI Public Television	30,000	30,000	30,000	-
Regional History Museum	28,000	28,000	28,000	-
Bessie Smith Museum	64,000	64,000	64,000	-
Heritage Hall	62,653	62,653	62,653	-
Parks and Recreation Department	<u>6,989,339</u>	<u>7,036,100</u>	<u>6,718,198</u>	<u>317,902</u>
Total culture and recreation	<u>10,049,280</u>	<u>10,186,109</u>	<u>9,868,207</u>	<u>317,902</u>
Capital outlay	<u>4,417,511</u>	<u>5,960,248</u>	<u>3,921,173</u>	<u>2,039,075</u>
Total budgetary expenditures	<u>140,825,702</u>	<u>147,592,719</u>	<u>133,292,875</u>	<u>14,299,844</u>
Excess of revenues over expenditures	<u>46,078,326</u>	<u>44,024,595</u>	<u>55,170,247</u>	<u>11,145,652</u>

(continued)

**BUDGETARY COMPARISON SCHEDULE--(continued)**  
**GENERAL FUND DETAIL**

**HAMILTON COUNTY, TENNESSEE**  
**Year Ended June 30, 2011**

	Original Budget	Final Budget	Actual (Non-GAAP Basis)	Variance with Final Budget Positive (Negative)
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers in	\$ 8,328,842	\$ 8,328,842	\$ 8,993,858	\$ 665,016
Transfers out	(56,498,243)	(56,498,243)	(56,898,879)	(400,636)
Sale of capital	<u>49,000</u>	<u>49,000</u>	<u>52,846</u>	<u>3,846</u>
Total other financing sources (uses)	<u>(48,120,401)</u>	<u>(48,120,401)</u>	<u>(47,852,175)</u>	<u>268,226</u>
Net change in fund balance	(2,042,075)	(4,095,806)	7,318,072	11,413,878
Fund balance allocation	<u>2,042,075</u>	<u>4,095,806</u>	<u>-</u>	<u>(4,095,806)</u>
	<u>\$ -</u>	<u>\$ -</u>	7,318,072	<u>\$ 7,318,072</u>
Add encumbrances at end of year			1,537,756	
Less encumbrances at beginning of year			<u>(808,748)</u>	
Net change in fund balance--(GAAP Modified Accrual Basis)			8,047,080	
Fund balance at beginning of year--(GAAP Modified Accrual Basis)			<u>87,920,158</u>	
Fund balance at end of year--(GAAP Modified Accrual Basis)			<u>\$ 95,967,238</u>	

**EXPLANATION OF DIFFERENCES:**

**REVENUES**

Actual amounts (budgetary basis) from the budgetary comparison schedule	\$ 188,463,122
Component unit accounting services	7,216,772
Ambulance services bad debt	5,277,720
Ambulance services contractual allowance	<u>7,784,978</u>
Total revenues as reported on the statement of revenues, expenditures, and changes in fund balances - governmental funds	<u>\$ 208,742,592</u>

**EXPENDITURES**

Actual amounts (budgetary basis) from the budgetary comparison schedule	\$ 133,292,875
Adjustment for encumbrances	(729,006)
Component unit payroll	7,216,772
Ambulance services bad debt	5,277,720
Ambulance services contractual allowance	<u>7,784,978</u>
Total expenditures as reported on the statement of revenues, expenditures, and changes in fund balances - governmental funds	<u>\$ 152,843,339</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.

Statewide Meth Grant accounts for revenues and expenditures associated with the County run Meth Grant supported by State and Federal funds.

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, 2011**

	Special Revenue Funds	
	Constitutional Officers	Governmental Law Library
<b>ASSETS</b>		
Cash and equivalents	\$ 6,025,274	\$ 468
Investments	356,170	109,060
Receivables:		
Accounts	126,245	-
Intergovernmental	429,385	135
Due from other funds	64,307	-
Total assets	\$ 7,001,381	\$ 109,663
<b>LIABILITIES AND FUND BALANCES</b>		
Liabilities:		
Accrued items and other	\$ 3,146,678	\$ -
Due to other funds	442	-
Total liabilities	3,147,120	-
Fund Balances:		
Restricted for general government	35,291	-
Assigned for Constitutional Officers	3,818,970	-
Assigned for Public Safety	-	109,663
Total fund balances	3,854,261	109,663
Total liabilities and fund balances	\$ 7,001,381	\$ 109,663

<u>Hotel/ Motel</u>	<u>Statewide Meth Grant</u>	<u>Children's Services</u>	<u>Economic Crimes</u>	<u>Total Nonmajor Governmental Funds</u>
\$ 528,115	\$ -	\$ 500	\$ 500	\$ 6,554,857
-	-	247,868	49,407	762,505
529,319	-	-	-	655,564
-	-	-	-	429,520
-	-	-	-	64,307
<u>\$ 1,057,434</u>	<u>\$ -</u>	<u>\$ 248,368</u>	<u>\$ 49,907</u>	<u>\$ 8,466,753</u>
\$ 1,057,434	\$ -	\$ -	\$ 4,442	\$ 4,208,554
-	-	248,368	-	248,810
<u>1,057,434</u>	<u>-</u>	<u>248,368</u>	<u>4,442</u>	<u>4,457,364</u>
-	-	-	-	35,291
-	-	-	-	3,818,970
-	-	-	45,465	155,128
-	-	-	45,465	4,009,389
<u>\$ 1,057,434</u>	<u>\$ -</u>	<u>\$ 248,368</u>	<u>\$ 49,907</u>	<u>\$ 8,466,753</u>

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

**HAMILTON COUNTY, TENNESSEE  
Year Ended June 30, 2011**

	Special Revenue Funds	
	Constitutional Officers	Governmental Law Library
<b>REVENUES</b>		
Taxes	\$ -	\$ 14,402
Charges for services	19,285,457	-
Fines, forfeitures and penalties	-	-
Investment earnings	27,426	723
Miscellaneous	<u>73,304</u>	<u>-</u>
Total revenues	<u>19,386,187</u>	<u>15,125</u>
<b>EXPENDITURES</b>		
Current:		
General government	4,231,766	-
Public safety:		
Criminal Court	2,576,977	-
Juvenile Court	2,200,410	-
Other	-	6,624
Social services	<u>3,508,809</u>	<u>-</u>
Total expenditures	<u>12,517,962</u>	<u>6,624</u>
Excess (deficiency) of revenues over (under) expenditures	<u>6,868,225</u>	<u>8,501</u>
<b>OTHER FINANCING SOURCES (USES)</b>		
Transfers in	1,838,695	-
Transfers out	<u>(8,745,491)</u>	<u>-</u>
Total other financing sources (uses)	<u>(6,906,796)</u>	<u>-</u>
Net change in fund balances	(38,571)	8,501
Fund balances (deficit) at beginning of year	<u>3,892,832</u>	<u>101,162</u>
Fund balances (deficit) at end of year	<u>\$ 3,854,261</u>	<u>\$ 109,663</u>

<u>Hotel/ Motel</u>	<u>Statewide Meth Grant</u>	<u>Children's Services</u>	<u>Economic Crimes</u>	<u>Total Nonmajor Governmental Funds</u>
\$ 5,250,752	\$ -	\$ -	\$ -	\$ 5,265,154
-	-	-	-	19,285,457
-	-	-	33,900	33,900
1,168	-	2,013	308	31,638
<u>-</u>	<u>-</u>	<u>-</u>	<u>527</u>	<u>73,831</u>
<u>5,251,920</u>	<u>-</u>	<u>2,013</u>	<u>34,735</u>	<u>24,689,980</u>
5,251,920	-	-	-	9,483,686
-	-	-	-	2,576,977
-	-	-	-	2,200,410
-	300	1	-	6,925
<u>-</u>	<u>-</u>	<u>-</u>	<u>33,659</u>	<u>3,542,468</u>
<u>5,251,920</u>	<u>300</u>	<u>1</u>	<u>33,659</u>	<u>17,810,466</u>
<u>-</u>	<u>(300)</u>	<u>2,012</u>	<u>1,076</u>	<u>6,879,514</u>
-	-	-	-	1,838,695
<u>-</u>	<u>-</u>	<u>(248,368)</u>	<u>-</u>	<u>(8,993,859)</u>
<u>-</u>	<u>-</u>	<u>(248,368)</u>	<u>-</u>	<u>(7,155,164)</u>
-	(300)	(246,356)	1,076	(275,650)
<u>-</u>	<u>300</u>	<u>246,356</u>	<u>44,389</u>	<u>4,285,039</u>
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 45,465</u>	<u>\$ 4,009,389</u>

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

**HAMILTON COUNTY, TENNESSEE  
June 30, 2011**

	Circuit Court Clerk	Clerk and Master	County Clerk
	<u>          </u>	<u>          </u>	<u>          </u>
<b>ASSETS</b>			
Cash and cash equivalents	\$ 492,836	\$ 1,059,322	\$ 815,954
Investments	-	-	-
Receivables:			
Accounts	988	-	18,822
Intergovernmental	-	-	-
Due from other funds	<u>-</u>	<u>-</u>	<u>-</u>
Total assets	<u>\$ 493,824</u>	<u>\$ 1,059,322</u>	<u>\$ 834,776</u>
<b>LIABILITIES AND FUND BALANCES</b>			
Liabilities:			
Accrued items and other	\$ 68,288	\$ 46,331	\$ 98,786
Due to other funds	<u>-</u>	<u>-</u>	<u>-</u>
Total liabilities	<u>68,288</u>	<u>46,331</u>	<u>98,786</u>
Fund Balances:			
Restricted for automation purposes	-	-	35,291
Assigned for Consitiutional officers	<u>425,536</u>	<u>1,012,991</u>	<u>700,699</u>
Total fund balances	<u>425,536</u>	<u>1,012,991</u>	<u>735,990</u>
Total liabilities and fund balances	<u>\$ 493,824</u>	<u>\$ 1,059,322</u>	<u>\$ 834,776</u>

Criminal Court Clerk	Juvenile Court Clerk	Register	Trustee	Total Constitutional Officers
\$ 3,010,527	\$ -	\$ 183,759	\$ 462,876	\$ 6,025,274
-	356,170	-	-	356,170
73,059	3,376	-	30,000	126,245
355,848	73,537	-	-	429,385
64,307	-	-	-	64,307
<u>\$ 3,503,741</u>	<u>\$ 433,083</u>	<u>\$ 183,759</u>	<u>\$ 492,876</u>	<u>\$ 7,001,381</u>
\$ 2,702,018	\$ 133,331	\$ 27,488	\$ 70,436	\$ 3,146,678
-	442	-	-	442
<u>2,702,018</u>	<u>133,773</u>	<u>27,488</u>	<u>70,436</u>	<u>3,147,120</u>
-	-	-	-	35,291
801,723	299,310	156,271	422,440	3,818,970
<u>801,723</u>	<u>299,310</u>	<u>156,271</u>	<u>422,440</u>	<u>3,854,261</u>
<u>\$ 3,503,741</u>	<u>\$ 433,083</u>	<u>\$ 183,759</u>	<u>\$ 492,876</u>	<u>\$ 7,001,381</u>

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

**HAMILTON COUNTY, TENNESSEE  
Year Ended June 30, 2011**

	Circuit Court Clerk	Clerk and Master	County Clerk
	<u>                    </u>	<u>                    </u>	<u>                    </u>
<b>REVENUES</b>			
Charges for services	\$ 1,887,477	\$ 2,518,358	\$ 3,501,911
Investment earnings	6,364	5,291	2,473
Miscellaneous	<u>19,664</u>	<u>-</u>	<u>30,911</u>
 Total revenues	 <u>1,913,505</u>	 <u>2,523,649</u>	 <u>3,535,295</u>
<b>EXPENDITURES</b>			
Current:			
General government	-	-	2,513,904
Public safety:			
Criminal Court	-	-	-
Juvenile Court	-	-	-
Social services	<u>1,990,543</u>	<u>1,518,266</u>	<u>-</u>
 Total expenditures	 <u>1,990,543</u>	 <u>1,518,266</u>	 <u>2,513,904</u>
 Excess (deficiency) of revenues over (under) expenditures	 <u>(77,038)</u>	 <u>1,005,383</u>	 <u>1,021,391</u>
<b>OTHER FINANCING SOURCES (USES)</b>			
Transfers in	-	-	-
Transfers out	<u>(35,378)</u>	<u>(1,028,457)</u>	<u>(565,725)</u>
 Total other financing sources (uses)	 <u>(35,378)</u>	 <u>(1,028,457)</u>	 <u>(565,725)</u>
 Net change in fund balances	 (112,416)	 (23,074)	 455,666
 Fund balances at beginning of year	 <u>537,952</u>	 <u>1,036,065</u>	 <u>280,324</u>
 Fund balances at end of year	 <u>\$ 425,536</u>	 <u>\$ 1,012,991</u>	 <u>\$ 735,990</u>

Criminal Court Clerk	Juvenile Court Clerk	Register	Trustee	Total Constitutional Officers
\$ 2,265,859	\$ 355,557	\$ 1,676,824	\$ 7,079,471	\$ 19,285,457
3,246	2,530	-	7,522	27,426
-	5,267	17,462	-	73,304
<u>2,269,105</u>	<u>363,354</u>	<u>1,694,286</u>	<u>7,086,993</u>	<u>19,386,187</u>
-	-	681,305	1,036,557	4,231,766
2,576,977	-	-	-	2,576,977
-	2,200,410	-	-	2,200,410
-	-	-	-	3,508,809
<u>2,576,977</u>	<u>2,200,410</u>	<u>681,305</u>	<u>1,036,557</u>	<u>12,517,962</u>
<u>(307,872)</u>	<u>(1,837,056)</u>	<u>1,012,981</u>	<u>6,050,436</u>	<u>6,868,225</u>
-	1,838,695	-	-	1,838,695
-	-	(1,052,464)	(6,063,467)	(8,745,491)
-	<u>1,838,695</u>	<u>(1,052,464)</u>	<u>(6,063,467)</u>	<u>(6,906,796)</u>
(307,872)	1,639	(39,483)	(13,031)	(38,571)
<u>1,109,595</u>	<u>297,671</u>	<u>195,754</u>	<u>435,471</u>	<u>3,892,832</u>
<u>\$ 801,723</u>	<u>\$ 299,310</u>	<u>\$ 156,271</u>	<u>\$ 422,440</u>	<u>\$ 3,854,261</u>



## **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, 2011**

	Balance July 1, 2010	Additions	Deductions	Balance June 30, 2011
<b>CIRCUIT COURT CLERK</b>				
Cash	\$ 947,258	\$ 7,368,109	\$ 7,239,006	\$ 1,076,361
Certificates of deposit	<u>2,673,034</u>	<u>510,269</u>	<u>827,524</u>	<u>2,355,779</u>
Total assets	<u>\$ 3,620,292</u>	<u>\$ 7,878,378</u>	<u>\$ 8,066,530</u>	<u>\$ 3,432,140</u>
Accrued items and other	\$ 3,481,338	\$ 6,453,378	\$ 6,612,577	\$ 3,322,139
Intergovernmental payables	<u>138,954</u>	<u>1,425,000</u>	<u>1,453,953</u>	<u>110,001</u>
Total liabilities	<u>\$ 3,620,292</u>	<u>\$ 7,878,378</u>	<u>\$ 8,066,530</u>	<u>\$ 3,432,140</u>
<b>CLERK AND MASTER</b>				
Cash	\$ 2,303,225	\$ 14,126,825	\$ 13,875,999	\$ 2,554,051
Certificates of deposit	<u>6,217,959</u>	<u>1,319,470</u>	<u>3,117,722</u>	<u>4,419,707</u>
Total assets	<u>\$ 8,521,184</u>	<u>\$ 15,446,295</u>	<u>\$ 16,993,721</u>	<u>\$ 6,973,758</u>
Accrued items and other	\$ 7,341,281	\$ 4,270,522	\$ 6,269,150	\$ 5,342,653
Intergovernmental payables	<u>1,179,903</u>	<u>11,175,773</u>	<u>10,724,571</u>	<u>1,631,105</u>
Total liabilities	<u>\$ 8,521,184</u>	<u>\$ 15,446,295</u>	<u>\$ 16,993,721</u>	<u>\$ 6,973,758</u>
<b>COUNTY CLERK</b>				
Cash	\$ 1,202,583	\$ 23,536,238	\$ 22,352,161	\$ 2,386,660
Accounts receivable	<u>313</u>	<u>21,681</u>	<u>19,694</u>	<u>2,300</u>
Total assets	<u>\$ 1,202,896</u>	<u>\$ 23,557,919</u>	<u>\$ 22,371,855</u>	<u>\$ 2,388,960</u>
Accrued items and other	\$ 143,611	\$ 565,367	\$ 554,814	\$ 154,164
Intergovernmental payables	<u>1,059,285</u>	<u>22,992,552</u>	<u>21,817,041</u>	<u>2,234,796</u>
Total liabilities	<u>\$ 1,202,896</u>	<u>\$ 23,557,919</u>	<u>\$ 22,371,855</u>	<u>\$ 2,388,960</u>

(continued)

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

**HAMILTON COUNTY, TENNESSEE**  
**Year Ended June 30, 2011**

	Balance July 1, 2010	Additions	Deductions	Balance June 30, 2011
<b>CRIMINAL COURT CLERK</b>				
Cash	\$ 52,424	\$ 3,645,456	\$ 3,672,230	\$ 25,650
Accounts receivable	<u>36,903</u>	<u>17,222</u>	<u>-</u>	<u>54,125</u>
Total assets	<u>\$ 89,327</u>	<u>\$ 3,662,678</u>	<u>\$ 3,672,230</u>	<u>\$ 79,775</u>
Accrued items and other	\$ 89,327	\$ 511,788	\$ 521,350	\$ 79,765
Intergovernmental payables	<u>-</u>	<u>3,150,890</u>	<u>3,150,880</u>	<u>10</u>
Total liabilities	<u>\$ 89,327</u>	<u>\$ 3,662,678</u>	<u>\$ 3,672,230</u>	<u>\$ 79,775</u>
<b>JUVENILE COURT CLERK</b>				
Cash	\$ 36,317	\$ 948,955	\$ 955,018	\$ 30,254
Certificates of deposit	951,700	57,536	143,339	865,897
Investments	<u>16,077</u>	<u>598</u>	<u>-</u>	<u>16,675</u>
Total assets	<u>\$ 1,004,094</u>	<u>\$ 1,007,089</u>	<u>\$ 1,098,357</u>	<u>\$ 912,826</u>
Accrued items and other	\$ 1,004,094	\$ 1,007,089	\$ 1,098,357	\$ 912,826
Total liabilities	<u>\$ 1,004,094</u>	<u>\$ 1,007,089</u>	<u>\$ 1,098,357</u>	<u>\$ 912,826</u>
<b>REGISTER</b>				
Cash	\$ 691,757	\$ 6,540,992	\$ 6,599,999	\$ 632,750
Accounts receivable	<u>1,359</u>	<u>37,263</u>	<u>37,749</u>	<u>873</u>
Total assets	<u>\$ 693,116</u>	<u>\$ 6,578,255</u>	<u>\$ 6,637,748</u>	<u>\$ 633,623</u>
Intergovernmental payables	\$ 693,116	\$ 6,578,255	\$ 6,637,748	\$ 633,623
Total liabilities	<u>\$ 693,116</u>	<u>\$ 6,578,255</u>	<u>\$ 6,637,748</u>	<u>\$ 633,623</u>

(continued)

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

**HAMILTON COUNTY, TENNESSEE**  
**Year Ended June 30, 2011**

	Balance July 1, 2010	Additions	Deductions	Balance June 30, 2011
<b>SHERIFF</b>				
Cash	\$ 67,305	\$ 880,810	\$ 940,052	\$ 8,063
Investments	-	86,399	-	86,399
Total assets	<u>\$ 67,305</u>	<u>\$ 967,209</u>	<u>\$ 940,052</u>	<u>\$ 94,462</u>
Accrued items and other	<u>\$ 67,305</u>	<u>\$ 967,209</u>	<u>\$ 940,052</u>	<u>\$ 94,462</u>
Total liabilities	<u>\$ 67,305</u>	<u>\$ 967,209</u>	<u>\$ 940,052</u>	<u>\$ 94,462</u>
<b>TRUSTEE</b>				
Cash	\$ 699,962	\$ 21,597,796	\$ 21,415,662	\$ 882,096
Total assets	<u>\$ 699,962</u>	<u>\$ 21,597,796</u>	<u>\$ 21,415,662</u>	<u>\$ 882,096</u>
Intergovernmental payables	<u>\$ 699,962</u>	<u>\$ 21,597,796</u>	<u>\$ 21,415,662</u>	<u>\$ 882,096</u>
Total liabilities	<u>\$ 699,962</u>	<u>\$ 21,597,796</u>	<u>\$ 21,415,662</u>	<u>\$ 882,096</u>
<b>TOTAL CONSTITUTIONAL OFFICERS AGENCY FUNDS</b>				
Cash	\$ 6,000,831	\$ 78,645,181	\$ 77,050,127	\$ 7,595,885
Certificates of deposit	9,842,693	1,887,275	4,088,585	7,641,383
Investments	16,077	86,997	-	103,074
Accounts receivable	<u>38,575</u>	<u>76,166</u>	<u>57,443</u>	<u>57,298</u>
Total assets	<u>\$ 15,898,176</u>	<u>\$ 80,695,619</u>	<u>\$ 81,196,155</u>	<u>\$ 15,397,640</u>
Accrued items and other	\$ 12,126,956	\$ 13,775,353	\$ 15,996,300	\$ 9,906,009
Intergovernmental payables	<u>3,771,220</u>	<u>66,920,266</u>	<u>65,199,855</u>	<u>5,491,631</u>
Total liabilities	<u>\$ 15,898,176</u>	<u>\$ 80,695,619</u>	<u>\$ 81,196,155</u>	<u>\$ 15,397,640</u>



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

**HAMILTON COUNTY, TENNESSEE  
 Year Ended June 30, 2011**

	Juvenile Court Clerk			Variance with Final Budget Positive (Negative)
	Budgeted Amounts		Actual (Non-GAAP Basis)	
	Original	Final		
<b>REVENUES</b>				
Charges for current services	\$ 373,000	\$ 373,000	\$ 355,557	\$ (17,443)
Investment earnings	-	-	2,530	2,530
Miscellaneous	<u>3,000</u>	<u>3,000</u>	<u>5,267</u>	<u>2,267</u>
Total revenues	<u>376,000</u>	<u>376,000</u>	<u>363,354</u>	<u>(12,646)</u>
<b>EXPENDITURES</b>				
Current:				
Public safety:				
Juvenile Court	1,325,569	1,325,569	1,327,037	(1,468)
Social Services:				
Child support	<u>889,126</u>	<u>889,126</u>	<u>873,373</u>	<u>15,753</u>
Total budgetary expenditures	<u>2,214,695</u>	<u>2,214,695</u>	<u>2,200,410</u>	<u>14,285</u>
Excess (deficiency) of revenues over (under) budgetary expenditures	(1,838,695)	(1,838,695)	(1,837,056)	1,639
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers in	<u>1,838,695</u>	<u>1,838,695</u>	<u>1,838,695</u>	<u>-</u>
Net change in fund balance	-	-	1,639	1,639
Fund balance allocation	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
	<u>\$ -</u>	<u>\$ -</u>	1,639	<u>\$ 1,639</u>
Fund balances at beginning of year--(GAAP Modified Accrual Basis)			<u>297,671</u>	
Fund balances at end of year--(GAAP Modified Accrual Basis)			<u>\$ 299,310</u>	

**BUDGETARY COMPARISON SCHEDULE  
DEBT SERVICE FUND**

**HAMILTON COUNTY, TENNESSEE  
Year Ended June 30, 2011**

	Budgeted Amounts		Actual (Non-GAAP Basis)	Variance with Final Budget
	Original	Final		Positive (Negative)
<b>REVENUES</b>				
Intergovernmental	\$ -	\$ -	\$ 897,950	\$ 897,950
Charges for current services	525,000	525,000	532,524	7,524
Investment earnings	2,000	2,000	2,312	312
Miscellaneous	-	-	71,609	71,609
Total revenues	<u>527,000</u>	<u>527,000</u>	<u>1,504,395</u>	<u>977,395</u>
<b>EXPENDITURES</b>				
Debt Service:				
Principal retirement	23,664,605	23,664,605	23,755,338	(90,733)
Interest and fiscal charges	<u>10,603,697</u>	<u>10,603,697</u>	<u>9,072,871</u>	<u>1,530,826</u>
Total budgetary expenditures	<u>34,268,302</u>	<u>34,268,302</u>	<u>32,828,209</u>	<u>1,440,093</u>
Excess (deficiency) of revenues over (under) budgetary expenditures	<u>(33,741,302)</u>	<u>(33,741,302)</u>	<u>(31,323,814)</u>	<u>2,417,488</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers in	<u>33,741,302</u>	<u>33,741,302</u>	<u>31,262,757</u>	<u>(2,478,545)</u>
Total other financing sources (uses)	<u>33,741,302</u>	<u>33,741,302</u>	<u>31,262,757</u>	<u>(2,478,545)</u>
Net change in fund balance	-	-	(61,057)	(61,057)
Fund balance allocation	-	-	-	-
	<u>\$ -</u>	<u>\$ -</u>	(61,057)	<u>\$ (61,057)</u>
Fund balances at beginning of year--(GAAP Modified Accrual Basis)			<u>297,560</u>	
Fund balances at end of year--(GAAP Modified Accrual Basis)			<u>\$ 236,503</u>	



## **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 DEPARTMENT OF EDUCATION GOVERNMENTAL FUNDS**

**HAMILTON COUNTY, TENNESSEE  
June 30, 2011**

	General Purpose School	Centralized Cafeteria	School Activity	Education Capital Projects	Total Department of Education Governmental Funds
<b>ASSETS</b>					
Cash	\$ 18,105,373	\$ 3,167,824	\$ 2,637,631	\$ 13,168	\$ 23,923,996
Certificates of deposit	-	-	383,598	-	383,598
Investments	27,861,661	8,447	-	3,432	27,873,540
Receivables (net of allowances for uncollectibles):					
Property taxes	126,137,458	-	-	-	126,137,458
Accounts	1,443,103	2	17,562	-	1,460,667
Intergovernmental	26,488,455	16,154	-	-	26,504,609
Due from other DOE funds	2,452,800	-	-	5,339,369	7,792,169
Inventories	104,092	685,161	13,779	-	803,032
Prepaid items	-	-	-	-	-
Restricted Cash	-	-	3,411,354	-	3,411,354
<b>Total assets</b>	<b>\$ 202,592,942</b>	<b>\$ 3,877,588</b>	<b>\$ 6,463,924</b>	<b>\$ 5,355,969</b>	<b>\$ 218,290,423</b>
<b>LIABILITIES AND FUND BALANCES</b>					
<b>Liabilities:</b>					
Accounts payable	\$ 7,216,272	\$ 10,087	\$ 66,216	\$ 235,444	\$ 7,528,019
Accrued items and other	24,614,822	88,921	-	44,742	24,748,485
Due to other DOE funds	22,206,974	2,693,043	-	238,267	25,138,284
Due to primary government	1,011,212	25,563	-	-	1,036,775
<b>Deferred revenues:</b>					
Uncollected property taxes	120,513,197	-	-	-	120,513,197
Other	426,915	-	-	-	426,915
<b>Total current liabilities</b>	<b>175,989,392</b>	<b>2,817,614</b>	<b>66,216</b>	<b>518,453</b>	<b>179,391,675</b>
<b>Fund Balances:</b>					
Nonspendable	104,092	685,161	13,779	-	803,032
Restricted for education	951,211	-	-	-	951,211
Restricted for centralized cafeteria	-	356,572	-	-	356,572
Restricted for school activities	-	-	3,411,354	-	3,411,354
Restricted for instruction	160,160	-	-	-	160,160
Committed for education	9,492,706	-	-	4,837,516	14,330,222
Committed for centralized cafeteria	-	18,241	-	-	18,241
Committed for instruction	1,464,008	-	-	-	1,464,008
Assigned for education	1,467,717	-	102,126	-	1,569,843
Unassigned	12,963,656	-	2,870,449	-	15,834,105
<b>Total fund balances</b>	<b>26,603,550</b>	<b>1,059,974</b>	<b>6,397,708</b>	<b>4,837,516</b>	<b>38,898,748</b>
<b>Total liabilities and fund balances</b>	<b>\$ 202,592,942</b>	<b>\$ 3,877,588</b>	<b>\$ 6,463,924</b>	<b>\$ 5,355,969</b>	<b>\$ 218,290,423</b>

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

**HAMILTON COUNTY, TENNESSEE**

**June 30, 2011**

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

Fund balances - total Department of Education governmental funds	\$	38,898,748
Amounts reported for the Department of Education in the statement of net assets are different because:		
Capital assets used in the Department of Education's governmental activities are not financial resources and, therefore, are not reported in the funds.		314,183,194
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.		426,915
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 Department of Education in the statement of net assets.		13,530,731
Long-term payable to primary government are not due until the related long term liability is due and payable.		(614,494)
Long-term liabilities, consisting of accumulated leave, OPEB obligation and other long-term debt, are not due and payable in the current period and therefore are not reported in the funds.		<u>(22,410,298)</u>
Net assets of the Department of Education	\$	<u>344,014,796</u>

**COMBINING STATEMENT OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCES  
HAMILTON COUNTY DEPARTMENT OF EDUCATION GOVERNMENTAL FUNDS  
HAMILTON COUNTY, TENNESSEE  
Year Ended June 30, 2011**

	<u>General Purpose School</u>	<u>Centralized Cafeteria</u>	<u>School Activity</u>	<u>Education Capital Projects</u>	<u>Total Department of Education Governmental Funds</u>
<b>REVENUES</b>					
Taxes	\$ 179,512,393	\$ -	\$ -	\$ -	\$ 179,512,393
Intergovernmental	172,778,688	11,495,078	-	-	184,273,766
Charges for services	4,452,106	5,519,300	14,182,754	-	24,154,160
Investment earnings	247,860	7,406	-	-	255,266
Miscellaneous	<u>7,008,193</u>	<u>26,649</u>	<u>-</u>	<u>-</u>	<u>7,034,842</u>
Total revenues	<u>363,999,240</u>	<u>17,048,433</u>	<u>14,182,754</u>	<u>-</u>	<u>395,230,427</u>
<b>EXPENDITURES</b>					
Current:					
Education	356,799,888	17,163,717	13,769,671	-	387,733,276
Capital outlay	<u>207,952</u>	<u>-</u>	<u>-</u>	<u>3,652,123</u>	<u>3,860,075</u>
Total expenditures	<u>357,007,840</u>	<u>17,163,717</u>	<u>13,769,671</u>	<u>3,652,123</u>	<u>391,593,351</u>
Excess (deficiency) of revenues over (under) expenditures	<u>6,991,400</u>	<u>(115,284)</u>	<u>413,083</u>	<u>(3,652,123)</u>	<u>3,637,076</u>
<b>OTHER FINANCING SOURCES (USES)</b>					
Transfers between DOE funds	<u>(4,000,000)</u>	<u>-</u>	<u>-</u>	<u>4,000,000</u>	<u>-</u>
Net change in fund balances	2,991,400	(115,284)	413,083	347,877	3,637,076
Fund balances, beginning	<u>23,612,150</u>	<u>1,175,258</u>	<u>5,984,625</u>	<u>4,489,639</u>	<u>35,261,672</u>
Fund balances, ending	<u>\$ 26,603,550</u>	<u>\$ 1,059,974</u>	<u>\$ 6,397,708</u>	<u>\$ 4,837,516</u>	<u>\$ 38,898,748</u>

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

**HAMILTON COUNTY, TENNESSEE  
Year Ended June 30, 2011**

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 Department of Education governmental funds	\$ 3,637,076
Amounts reported for the Department of Education in the statement of activities are different because:	
Depreciation expense on governmental capital assets are included in the governmental activities in the statement of activities	(10,380,927)
Bond payments are reported as expenditures in the Department of Education's governmental activities in the period paid.	98,407
The net effect of various transactions involving capital assets is to increase net assets	20,698,010
The loss on sale/abandonment of capital assets is not recognized in the Department of Education's governmental funds.	(14,160)
Other post employment benefits will not be funded therefore the expense is not recognized in the funds	(2,027,609)
The net revenues of internal service funds are reported with governmental activities	144,142
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	(531,143)
Certain governmental revenues will not be collected for several months after the fiscal year and are deferred in the governmental funds	<u>(80,389)</u>
Change in net assets of governmental activities	<u>\$ 11,543,407</u>

**BUDGETARY COMPARISON SCHEDULE  
HAMILTON COUNTY DEPARTMENT OF EDUCATION GOVERNMENTAL FUNDS  
GENERAL PURPOSE SCHOOL AND CENTRALIZED CAFETERIA**

**HAMILTON COUNTY, TENNESSEE  
Year Ended June 30, 2011**

	Original Budget	Final Budget	Actual (Non-GAAP Basis)	Variance with Final Budget Positive (Negative)
<b>REVENUES</b>				
Taxes				
Property taxes	\$ 124,575,952	\$ 124,575,952	\$ 121,489,230	\$ (3,086,722)
Local sales tax	<u>53,862,217</u>	<u>53,862,217</u>	<u>58,023,163</u>	<u>4,160,946</u>
Total taxes	<u>178,438,169</u>	<u>178,438,169</u>	<u>179,512,393</u>	<u>1,074,224</u>
Intergovernmental revenues:				
State of Tennessee:				
Education	125,384,674	126,863,998	126,686,361	(177,637)
Food service	180,632	180,632	177,642	(2,990)
Federal funds received from State of Tennessee and other sources:				
Education	40,105,263	59,900,577	46,092,322	(13,808,255)
Food service	<u>11,589,418</u>	<u>11,589,418</u>	<u>11,317,441</u>	<u>(271,977)</u>
Total intergovernmental revenues	<u>177,259,987</u>	<u>198,534,625</u>	<u>184,273,766</u>	<u>(14,260,859)</u>
Charges for services:				
Education	4,223,274	4,996,323	4,452,106	(544,217)
Food service	<u>6,337,763</u>	<u>6,337,763</u>	<u>5,519,300</u>	<u>(818,463)</u>
Total charges for current services	<u>10,561,037</u>	<u>11,334,086</u>	<u>9,971,406</u>	<u>(1,362,680)</u>
Investment earnings:				
Education	400,000	400,473	247,860	(152,613)
Food service	<u>1,120</u>	<u>1,120</u>	<u>7,406</u>	<u>6,286</u>
Total investment earnings	<u>401,120</u>	<u>401,593</u>	<u>255,266</u>	<u>(146,327)</u>
Miscellaneous:				
Education	4,163,490	6,930,157	7,008,193	78,036
Food service	<u>-</u>	<u>30,000</u>	<u>26,649</u>	<u>(3,351)</u>
Total miscellaneous	<u>4,163,490</u>	<u>6,960,157</u>	<u>7,034,842</u>	<u>74,685</u>
Total revenues	<u>370,823,803</u>	<u>395,668,630</u>	<u>381,047,673</u>	<u>(14,620,957)</u>

(continued)

**BUDGETARY COMPARISON SCHEDULE--(continued)**  
**HAMILTON COUNTY DEPARTMENT OF EDUCATION GOVERNMENTAL FUNDS**  
**GENERAL PURPOSE SCHOOL AND CENTRALIZED CAFETERIA**

**HAMILTON COUNTY, TENNESSEE**  
**Year Ended June 30, 2011**

	Original Budget	Final Budget	Actual (Non-GAAP Basis)	Variance with Final Budget Positive (Negative)
<b>EXPENDITURES</b>				
Current:				
Education:				
Regular instruction program	\$ 157,553,042	\$ 161,463,963	\$ 160,704,503	\$ 759,460
Special education program	30,889,823	31,051,979	30,667,834	384,145
Vocational education program	8,477,904	8,232,816	8,238,588	(5,772)
Attendance	1,519,848	1,901,490	1,685,139	216,351
Health services	2,957,288	2,891,568	2,679,702	211,866
Other student support	5,922,641	6,565,536	6,575,781	(10,245)
Regular instruction support	8,997,035	8,918,501	8,769,099	149,402
Special education support	2,791,711	2,826,136	2,744,900	81,236
Vocational education support	248,085	248,085	248,953	(868)
Board of education	5,425,413	5,563,161	5,667,275	(104,114)
Office of superintendent	1,103,115	1,403,115	1,381,858	21,257
Office of principal	22,118,250	22,014,140	21,949,272	64,868
Fiscal services	2,519,222	2,639,007	2,316,745	322,262
Human resources	1,201,859	1,201,859	1,049,500	152,359
Operation of plant	25,061,685	25,529,185	23,811,461	1,717,724
Maintenance of plant	7,575,578	7,575,578	7,486,659	88,919
Transportation	13,667,995	13,367,995	13,127,632	240,363
Central and other	2,190,788	2,190,788	2,150,268	40,520
Community services	2,909,048	2,910,455	2,259,684	650,771
Early childhood	2,806,619	2,720,334	2,620,239	100,095
Federal programs	39,438,516	60,110,491	45,494,874	14,615,617
Other self funded projects	2,582,941	4,952,211	4,464,982	487,229
Education debt service	97,500	97,500	97,500	-
Food service	18,108,933	18,108,933	17,164,901	944,032
Total education	366,164,839	394,484,826	373,357,349	21,127,477
Capital outlay:				
Education	130,000	130,000	123,578	6,422
Total budgetary expenditures	366,294,839	394,614,826	373,480,927	21,133,899
<b>OTHER FINANCING USES</b>				
Transfers to other DOE funds	(5,613,202)	(5,839,139)	(5,816,456)	(22,683)
Net change in fund balance	(1,084,238)	(4,785,335)	1,750,290	6,535,625
Fund balance allocation	1,084,238	4,785,335	-	(4,785,335)
	<u>\$ -</u>	<u>\$ -</u>	1,750,290	<u>\$ 1,750,290</u>
Add encumbrances at end of year			7,162,690	
Less encumbrances at beginning of year			(6,036,864)	
Excess of nonbudgeted revenues and other financing sources over over nonbudgeted expenditures and other financing uses				
(School Activity and Education Capital Projects)			760,960	
Net change in fund balance--(GAAP Modified Accrual Basis)			3,637,076	
Fund balances at beginning of year--(GAAP Modified Accrual Basis)			35,261,672	
Fund balances at end of year--(GAAP Modified Accrual Basis)			<u>\$ 38,898,748</u>	

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

**HAMILTON COUNTY, TENNESSEE  
June 30, 2011**

	Department of Education Internal Service Fund
<b>CURRENT ASSETS</b>	
Cash	\$ 1,995
Investments	3,865
Receivables	1,253,520
Due from other DOE funds	17,346,115
Prepaid items	692,424
Total current assets	19,297,919
<b>LIABILITIES</b>	
Current Liabilities	
Accounts payable	882,304
Accrued claims	3,892,670
Total current liabilities	4,774,974
Noncurrent Liabilities	
Accrued claims	992,214
<b>NET ASSETS</b>	
Unrestricted	\$ 13,530,731

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

**HAMILTON COUNTY, TENNESSEE  
Year Ended June 30, 2011**

	Department of Education Internal Service Fund
<b>OPERATING REVENUES</b>	
Charges for services	\$ 58,549,976
Other	68,570
Total operating revenues	58,618,546
<b>OPERATING EXPENSES</b>	
Unemployment compensation	269,743
Claims and premiums	58,204,773
Total operating expenses	58,474,516
Operating income (loss)	144,030
<b>NONOPERATING REVENUES</b>	
Investment earnings	112
Change in net assets	144,142
Net assets, beginning	13,386,589
Net assets, ending	\$ 13,530,731

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

**HAMILTON COUNTY, TENNESSEE  
Year Ended June 30, 2011**

	Department of Education Internal Service Fund
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>	
Cash received from insurance premiums	\$ 56,416,275
Cash paid for unemployment compensation	(269,743)
Cash paid for claims and premiums	<u>(56,748,121)</u>
Net cash used by operating activities	<u>(601,589)</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>	
Purchase of investments	(3,865)
Proceeds from sale of investments	3,844
Interest on investments	<u>112</u>
Net cash provided by investing activities	<u>91</u>
<b>NET DECREASE IN CASH AND CASH EQUIVALENTS</b>	<b>(601,498)</b>
<b>BEGINNING CASH AND CASH EQUIVALENTS</b>	<b><u>603,493</u></b>
<b>ENDING CASH AND CASH EQUIVALENTS</b>	<b><u>\$ 1,995</u></b>
<b>RECONCILIATION OF OPERATING INCOME TO NET CASH PROVIDED BY OPERATING ACTIVITIES</b>	
Operating income (loss)	<u>\$ 144,030</u>
<b>ADJUSTMENTS TO RECONCILE OPERATING INCOME TO NET CASH USED BY OPERATING ACTIVITIES</b>	
Change in accounts receivable	(347,900)
Change in due from other government	5,304
Change in due from other funds	(1,859,675)
Change in prepaid items	(610,303)
Change in accounts payable	(44,916)
Change in accrued claims	<u>2,111,871</u>
Total adjustments	<u>(745,619)</u>
Net cash used by operating activities	<u>\$ (601,589)</u>

**SCHEDULE OF PROPERTY TAXES RECEIVABLE**

**HAMILTON COUNTY, TENNESSEE**

**June 30, 2011**

Year of Levy	Property Taxes Receivable	Allowance For Estimated Uncollectibles	Net Amount
2011 *	\$ 229,197,619	\$ 8,969,886	\$ 220,227,733
2010	17,583,198	537,338	17,045,860
2009	3,971,495	466,254	3,505,241
2008	2,482,015	557,212	1,924,803
2007	658,404	506,774	151,630
2006	359,995	293,792	66,203
2005	236,583	236,583	-
2004	232,288	232,288	-
	<u>\$ 254,721,597</u>	<u>\$ 11,800,127</u>	<u>\$ 242,921,470</u>

DISTRIBUTION TO PRIMARY GOVERNMENT

County General	\$ <u>122,682,455</u>	\$ <u>5,898,443</u>	\$ <u>116,784,012</u>
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DISTRIBUTION TO COMPONENT UNIT

General Purpose			
School	<u>132,039,142</u>	<u>5,901,684</u>	<u>126,137,458</u>
	<u>\$ 254,721,597</u>	<u>\$ 11,800,127</u>	<u>\$ 242,921,470</u>

\* 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, 2011**

	<u>Maturity Date</u>	<u>Interest Rate</u>	<u>Amount</u>
PRIMARY GOVERNMENT:			
AGENCY FUNDS			
Constitutional Officers:			
Circuit Court Clerk	Various	Various	2,355,779
Clerk and Master	Various	Various	4,419,707
Juvenile Court Clerk	Various	Various	<u>865,897</u>
Total primary government			<u>7,641,383</u>
COMPONENT UNITS:			
GOVERNMENTAL FUNDS			
School Activity:			
First Tennessee	Various	5.000%	26,427
SunTrust Bank	Various	Various	69,658
Cornerstone Community Bank	Various	Various	39,157
Community National Bank	Various	Various	67,927
Chattanooga Area Schools			
Federal Credit Union	Various	Various	<u>180,429</u>
			<u>383,598</u>
PROPRIETARY FUNDS			
"911" Emergency Communication:			
First Volunteer Bank	N/A	Variable	1,058,532
First Tennessee Bank	N/A	Variable	6,105,134
First Tennessee Bank	06/09/12	0.598%	<u>999,969</u>
			<u>8,163,635</u>
Total component units			<u>8,547,233</u>
Total			<u>\$ 16,188,616</u>

**SCHEDULE OF INVESTMENTS BY FUND**

**HAMILTON COUNTY, TENNESSEE**

**June 30, 2011**

	<u>MATURITY DATE</u>	<u>INTEREST RATE</u>	<u>FACE VALUE</u>	<u>BOOK VALUE</u>
<b>PRIMARY GOVERNMENT</b>				
<b>GENERAL FUND</b>				
Hamilton County Local Investment Pool	N/A	Monthly Weighted Average	\$ 75,429,121	\$ 75,429,121
Certificate of Deposit Classified as Investments	08/23/11	0.600%	15,000	15,000
<b>SHERIFF</b>				
Hamilton County Local Investment Pool	N/A	Monthly Weighted Average	2,893,332	2,893,332
<b>DEBT SERVICE</b>				
Hamilton County Local Investment Pool	N/A	Monthly Weighted Average	161,972	161,972
State of Tennessee Local Government Investment Pool	N/A	Monthly Weighted Average	16,133	16,133
<b>CAPITAL PROJECTS</b>				
Hamilton County Local Investment Pool	N/A	Monthly Weighted Average	9,366,583	9,366,583
State of Tennessee Local Government Investment Pool	N/A	Monthly Weighted Average	1,294	1,294
First TN Investment Pool	N/A	Monthly Weighted Average	15,897,384	15,897,384
<b>OTHER GOVERNMENTAL FUNDS</b>				
Juvenile Court Clerk:				
Hamilton County Local Investment Pool	N/A	Monthly Weighted Average	356,170	356,170
Governmental Law Library:				
Hamilton County Local Investment Pool	N/A	Monthly Weighted Average	109,060	109,060

(continued)

**SCHEDULE OF INVESTMENTS BY FUND--(continued)**

**HAMILTON COUNTY, TENNESSEE**

**June 30, 2011**

	<u>MATURITY DATE</u>	<u>INTEREST RATE</u>	<u>FACE VALUE</u>	<u>BOOK VALUE</u>
OTHER GOVERNMENTAL FUNDS--(continued)				
Children's Services:				
Hamilton County Local Investment Pool	N/A	Monthly Weighted Average	\$ 247,868	\$ 247,868
Economic Crimes:				
Hamilton County Local Investment Pool	N/A	Monthly Weighted Average	49,407	49,407
INTERNAL SERVICE				
Hamilton County Local Investment Pool	N/A	Monthly Weighted Average	21,242,802	<u>21,242,802</u>
Total Primary Government Funds				<u>125,786,126</u>
PENSION TRUST FUND				
Mutual Funds	Various	Various	589,179	589,179
Domestic Corporate Bonds	Various	Various	386,577	386,577
Foreign Bonds / Notes	Various	Various	53,380	53,380
Domestic Equity Securities	Various	Various	702,803	702,803
Foreign Equity Securities	Various	Various	300,831	300,831
US Government Securities	Various	Various	538,208	538,208
Municipal Bonds	Various	Various	15,284	15,284
OPEB TRUST FUND				
Mutual Funds	Various	Various	987,054	987,054
Domestic Corporate Bonds	Various	Various	702,917	702,917
Foreign Bonds / Notes	Various	Various	96,565	96,565
Domestic Equity Securities	Various	Various	3,036,613	3,036,613
Foreign Equity Securities	Various	Various	1,074,076	1,074,076
US Government Securities	Various	Various	963,758	963,758
Municipal Bonds	Various	Various	25,474	25,474
AGENCY FUNDS				
Constitutional Officers:				
Juvenile Court Clerk:				
Hamilton County Local Investment Pool	N/A	Monthly Weighted Average	16,675	16,675

(continued)

**SCHEDULE OF INVESTMENTS BY FUND--(continued)**

**HAMILTON COUNTY, TENNESSEE**

**June 30, 2011**

	<u>MATURITY DATE</u>	<u>INTEREST RATE</u>	<u>FACE VALUE</u>	<u>BOOK VALUE</u>
AGENCY FUNDS --(continued)				
Sheriff:				
Hamilton County Local Investment Pool	N/A	Monthly Weighted Average	86,399	<u>86,399</u>
Total Fiduciary Funds				<u>9,575,793</u>
COMPONENT UNITS				
GOVERNMENTAL FUNDS				
General Purpose School:				
Hamilton County Local Investment Pool	N/A	Monthly Weighted Average	\$ 27,795,925	\$ 27,795,925
Certificate of Deposit Classified as Investments	04/21/12	0.70%	65,736	65,736
Centralized Cafeteria:				
State of Tennessee Local Government Investment Pool	N/A	Monthly Weighted Average	12	12
First TN Investment Pool	N/A	Monthly Weighted Average	8,435	8,435
DOE Internal Service:				
Hamilton County Local Investment Pool	N/A	Monthly Weighted Average	3,865	3,865
DOE Education Capital Projects:				
Hamilton County Local Investment Pool	N/A	Monthly Weighted Average	3,432	3,432
ENTERPRISE FUNDS				
"911" Emergency Communication:				
State of Tennessee Local Government Investment Pool	N/A	Monthly Weighted Average	3,683,040	<u>3,683,040</u>
Total Component Units				<u>31,560,445</u>
Total Investments				<u>\$ 166,922,364</u>

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

**HAMILTON COUNTY, TENNESSEE**

**June 30, 2011**

TYPE OF ISSUE	DATE OF ISSUE	ORIGINAL ISSUE	DEBT REMAINING AT JUNE 30, 2011			
			INTEREST		MATURITY SCHEDULE	PRINCIPAL
			DATES	RATES		
<b>BONDED DEBT</b>						
General Improvement	03/01/98 B	\$6,100,000	Aug/Feb	4.750	\$235,000; due 08/01/2011	\$ 235,000
				4.875	\$250,000; due 08/01/2012	250,000
				5.000	\$265,000; due 08/01/2013	265,000
				5.000	\$275,000; due 08/01/2014	275,000
				5.000	\$290,000; due 08/01/2015	290,000
				5.100	\$305,000; due 08/01/2016	305,000
				5.100	\$320,000; due 08/01/2017	320,000
				5.100	\$335,000; due 08/01/2018	335,000
				5.100	\$355,000; due 08/01/2019	355,000
				5.100	\$370,000; due 08/01/2020	370,000
				5.100	\$395,000; due 08/01/2021	395,000
				5.100	\$415,000; due 08/01/2022	415,000
				5.100	\$435,000; due 08/01/2023	435,000
				5.100	\$460,000; due 08/01/2024	460,000
Water & Wastewater Treatment Authority	02/10/04	10,000,000	July/Jan	4.000	\$230,000; due 01/01/2012	230,000
				4.000	\$235,000; due 01/01/2013	235,000
				4.000	\$245,000; due 01/01/2014	245,000
				4.000	\$255,000 a year; due 01/01/2015-16	510,000
				4.000	\$270,000; due 01/01/2017	270,000
				4.000	\$280,000; due 01/01/2018	280,000
				4.125	\$290,000; due 01/01/2019	290,000
				4.500	\$310,000; due 01/01/2020	310,000
				4.500	\$320,000; due 01/01/2021	320,000
				4.500	\$335,000; due 01/01/2022	335,000
				4.500	\$350,000; due 01/01/2023	350,000
				4.500	\$365,000; due 01/01/2024	365,000
				4.600	\$380,000; due 01/01/2025	380,000
				4.600	\$400,000; due 01/01/2026	400,000
				4.600	\$420,000; due 01/01/2027	420,000
				4.600	\$440,000; due 01/01/2028	440,000
				4.650	\$460,000; due 01/01/2029	460,000
				4.650	\$480,000; due 01/01/2030	480,000
				4.650	\$505,000; due 01/01/2031	505,000
4.650	\$530,000; due 01/01/2032	530,000				
4.650	\$555,000; due 01/01/2033	555,000				
4.650	\$580,000; due 01/01/2034	580,000				
					<u>8,490,000</u>	

(continued)

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

**HAMILTON COUNTY, TENNESSEE**

**June 30, 2011**

TYPE OF ISSUE	DATE OF ISSUE	ORIGINAL ISSUE	DEBT REMAINING AT JUNE 30, 2011			
			INTEREST		MATURITY SCHEDULE	PRINCIPAL
			DATES	RATES		
BONDED DEBT--(continued)						
General Improvement	02/10/04	\$ 19,000,000	July/Jan	4.000	\$1,266,667 a year; due 01/01/2012-18	\$ 8,866,667
				4.125	\$1,266,666; due 01/01/2019	1,266,666
						<u>10,133,333</u>
School	02/10/04	11,000,000	July/Jan	4.000	\$733,333 a year; due 01/01/2012-18	5,133,333
				4.125	\$733,334; due 01/01/2019	733,334
						<u>5,866,667</u>
General Improvement	04/8/08 A	14,418,900	Sept/Mar	5.000	\$961,756 a year; due 03/01/2012-14	2,885,269
				3.500	\$961,012; due 03/01/2015	961,012
				3.750	\$961,012; due 03/01/2016	961,012
				5.000	\$961,012 a year; due 03/01/2017-20	3,844,048
				4.250	\$961,012 a year; due 03/01/2021-22	1,922,024
				4.375	\$961,012; due 03/01/2023	961,012
		<u>11,534,377</u>				
School	04/8/08 A	82,581,100	Sept/Mar	5.000	\$5,508,244 a year; due 03/01/2012-14	16,524,731
				3.500	\$5,503,988; due 03/01/2015	5,503,988
				3.750	\$5,503,988; due 03/01/2016	5,503,988
				5.000	\$5,503,988 a year; due 03/01/2017-20	22,015,952
				4.250	\$5,503,988 a year; due 03/01/2021-22	11,007,976
				4.375	\$5,503,988; due 03/01/2023	5,503,988
		<u>66,060,623</u>				
General Improvement	04/8/08 B	8,317,900	Nov/May	5.000	\$1,908,044; due 11/01/2011	1,908,044
				4.000	\$1,085,631; due 11/01/2012	1,085,631
				3.250	\$1,070,945; due 11/01/2013	1,070,945
				3.250	\$767,059; due 11/01/2014	767,059
				4.000	\$753,503; due 11/01/2015	753,503
		<u>5,585,182</u>				
School	04/8/08 B	28,497,100	Nov/May	5.000	\$6,536,956; due 11/01/2011	6,536,956
				4.000	\$3,719,369; due 11/01/2012	3,719,369
				3.250	\$3,669,055; due 11/01/2013	3,669,055
				3.250	\$2,627,941; due 11/01/2014	2,627,941
				4.000	\$2,581,497; due 11/01/2015	2,581,497
		<u>19,134,818</u>				

(continued)

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

**HAMILTON COUNTY, TENNESSEE**

**June 30, 2011**

TYPE OF ISSUE	DATE OF ISSUE	ORIGINAL ISSUE	DEBT REMAINING AT JUNE 30, 2011			
			INTEREST		MATURITY SCHEDULE	PRINCIPAL
			DATES	RATES		
BONDED DEBT--(continued)						
General Improvement	03/10/09	\$8,883,000	Sept/Mar	3.000	\$595,020 a year; due 03/01/2012-14	\$ 1,785,060
				3.500	\$595,020; due 03/01/2015	595,020
				4.000	\$595,020 a year; due 03/01/2016-17	1,190,040
				3.500	\$595,020; due 03/01/2018	595,020
				4.000	\$595,020 a year; due 03/01/2019-21	1,785,060
				4.000	\$593,610; due 03/01/2022	593,610
				4.125	\$593,610; due 03/01/2023	593,610
				4.375	\$593,610; due 03/01/2024	593,610
						<u>7,731,030</u>
School	03/10/09	22,617,000	Sept/Mar	3.000	\$1,514,980 a year; due 03/01/2012-14	4,544,940
				3.500	\$1,514,980; due 03/01/2015	1,514,980
				4.000	\$1,514,980 a year; due 03/01/2016-17	3,029,960
				3.500	\$1,514,980; due 03/01/2018	1,514,980
				4.000	\$1,514,980 a year; due 03/01/2019-21	4,544,940
				4.000	\$1,511,390; due 03/01/2022	1,511,390
				4.125	\$1,511,390; due 03/01/2023	1,511,390
				4.375	\$1,511,390; due 03/01/2024	1,511,390
						<u>19,683,970</u>
General Improvement (Recovery Zone Facility Bonds)	03/10/10 A	7,475,000	Sept/Mar	3.000	\$1,610,000 a year; due 03/01/2021-22	3,220,000
				3.250	\$1,610,000; due 03/01/2023	1,610,000
				3.500	\$1,610,000; due 03/01/2024	1,610,000
				4.000	\$1,035,000; due 03/01/2025	1,035,000
						<u>7,475,000</u>
General Improvement (taxable to bondholder)	03/10/10 B	16,115,000	Sept,Mar	2.000	\$1,615,000 a year; due 03/01/2012-13	3,230,000
				2.500	\$1,610,000; due 03/01/2014	1,610,000
				3.000	\$1,610,000 a year; due 03/01/2015-16	3,220,000
				4.000	\$1,610,000 a year; due 03/01/2017-18	3,220,000
				4.125	\$1,610,000; due 03/01/2019	1,610,000
				4.250	\$1,610,000; due 03/02/2020	1,610,000
						<u>14,500,000</u>

(continued)

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

**HAMILTON COUNTY, TENNESSEE**

**June 30, 2011**

TYPE OF ISSUE	DATE OF ISSUE	ORIGINAL ISSUE	DEBT REMAINING AT JUNE 30, 2011			
			INTEREST		MATURITY SCHEDULE	PRINCIPAL
			DATES	RATES		
BONDED DEBT--(continued)						
General Improvement (Recovery Zone Economic Development Bonds						
- taxable to bondholder) *	03/10/10 C	\$ 4,980,000	Sept/Mar	1.200	\$325,000; due 03/01/2012	\$ 325,000
				1.800	\$325,000; due 03/01/2013	325,000
				2.200	\$330,000; due 03/01/2014	330,000
				2.800	\$330,000; due 03/01/2015	330,000
				3.200	\$330,000; due 03/01/2016	330,000
				3.500	\$330,000; due 03/01/2017	330,000
				3.700	\$330,000; due 03/01/2018	330,000
				4.000	\$330,000; due 03/01/2019	330,000
				4.150	\$330,000; due 03/01/2020	330,000
				4.350	\$330,000; due 03/01/2021	330,000
				4.600	\$330,000; due 03/01/2022	330,000
				4.700	\$330,000; due 03/01/2023	330,000
				4.850	\$330,000; due 03/01/2024	330,000
				5.000	\$370,000; due 03/01/2025	370,000
						<u>4,650,000</u>
TOTAL BONDED DEBT						<u>\$185,550,000</u>

(continued)

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

**HAMILTON COUNTY, TENNESSEE**

**June 30, 2011**

TYPE OF ISSUE	DATE OF ISSUE	ORIGINAL ISSUE	DEBT REMAINING AT JUNE 30, 2011			
			INTEREST		MATURITY SCHEDULE	PRINCIPAL
			DATES	RATES		
<b>OTHER DEBT OBLIGATIONS</b>						
TN County Loan Pool						
Notes, Series 1999	Various	\$9,000,000	Monthly	Variable	\$757,000; due 05/25/2012	\$ 757,000
					\$788,000; due 05/25/2013	788,000
					\$819,000; due 05/25/2014	819,000
						<u>2,364,000</u>
Qualified Zone Academy						
Bonds, Series 2003	Various	1,365,000	-	None	\$90,733; due 12/23/2011-16	544,400
					\$70,094; due 12/23/2017	70,094
						<u>614,494</u>
Agreement between the County and City of Chattanooga regarding Finley Stadium						
	3/1/2002	6,500,000	Sept/Mar	5.380	\$385,000; due 09/01/2011	385,000
				5.380	\$402,500; due 09/01/2012	402,500
				5.000	\$422,500; due 09/01/2013	422,500
				4.380	\$427,500; due 09/01/2014	427,500
				4.500	\$445,000; due 09/01/2015	445,000
						<u>2,082,500</u>
Agreement between the County and Corrections Corporation of America						
	11/1/1998	4,000,000	-	None	\$267,736; due 12/07/2011	267,736
					\$267,005; due 12/07/2012	267,005
					\$81,978; due 12/07/2013	81,978
						<u>616,719</u>
<b>SHORT TERM OBLIGATIONS</b>						
Commercial Paper	Various	43,060,000	Monthly	Variable		** 64,616,000
<b>TOTAL BONDS, NOTES PAYABLE AND OTHER DEBT</b>						<u><u>\$ 255,843,713</u></u>

\* Under terms of the bond agreement, the Federal government has pledged to reimburse the County for 45% of all interest paid on the Recovery Zone Economic Development Bonds.

\*\* Under the terms of the Commercial Paper agreements, all Commercial Paper reaching maturity is refinanced through the issuance of replacement short-term Commercial Paper debt.

**DEBT SERVICE REQUIREMENTS TO MATURITY**

**HAMILTON COUNTY, TENNESSEE**

**June 30, 2011**

GENERAL OBLIGATION BONDS

Year Ended June 30	Combined Totals	Bond Principal	Interest	Total
2012	\$ 95,158,576	\$ 21,430,000	\$ 7,520,273	\$ 28,950,273
2013	26,118,082	17,810,000	6,689,173	24,499,173
2014	25,222,481	17,770,000	5,988,979	23,758,979
2015	22,306,785	16,440,000	5,319,175	21,759,175
2016	21,676,063	16,395,000	4,735,316	21,130,316
2017	17,358,424	13,090,000	4,177,691	17,267,691
2018	16,772,448	13,115,000	3,587,354	16,702,354
2019	16,145,741	13,140,000	3,005,741	16,145,741
2020	13,586,421	11,180,000	2,406,421	13,586,421
2021	13,089,214	11,205,000	1,884,214	13,089,214
2022	12,668,489	11,240,000	1,428,489	12,668,489
2023	12,245,316	11,275,000	970,316	12,245,316
2024	5,340,381	4,845,000	495,381	5,340,381
2025	2,536,685	2,245,000	291,685	2,536,685
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
	<u>\$ 305,672,625</u>	<u>\$ 185,550,000</u>	<u>\$ 49,577,727</u>	<u>\$ 235,127,727</u>

- (1) Interest noted above for Notes Payable and Other Debt and for Short Term Obligations only includes the interest payable on debt outstanding which bears a fixed interest rate. Interest on certain of the outstanding notes payable and on the short term debt.



