

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

**HAMILTON COUNTY, TENNESSEE  
June 30, 2013**

**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>						
07/01/11	\$ 351,799	\$ 382,725	\$ 30,926	91.92%	\$ 97,322	31.78%
07/01/09	290,589	352,880	62,291	82.35%	97,446	63.92%
07/01/07	275,318	293,041	17,723	93.95%	88,047	20.13%

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>						
06/30/13	\$ 1,924	\$ 583	\$ (1,341) **	330.1%	\$ -	N/A
06/30/11	2,025	705	(1,320) **	287.1%	-	N/A
06/30/09	1,787	873	(914) **	204.7%	-	N/A
<b>Commissioners' Retirement</b>						
06/30/13	\$ 572	\$ 756	\$ 184	75.6%	\$ 187	98.8%
06/30/11	519	700	181	74.2%	187	96.6%
06/30/09	482	702	220	68.6%	196	112.3%
<b>Teachers' Retirement</b>						
06/30/13	\$ 7	\$ 18	\$ 11	39.5%	\$ -	N/A
06/30/11	26	42	16	61.1%	-	N/A
06/30/09	57	64	7	89.1%	-	N/A

\*\* Considered a "funding excess"

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

**HAMILTON COUNTY, TENNESSEE  
June 30, 2013**

**Schedule of Employer Contributions**

Tennessee Consolidated Retirement System

Year Ended June 30	PSPP		SETHEEPP	
	Annual Required Contribution	Percentage Contributed	Annual Required Contribution	Percentage Contributed
2013	\$ 14,337,306	100.0%	\$ 14,418,973	100.0%
2012	14,332,188	100.0%	14,591,484	100.0%
2011	14,938,598	100.0%	14,431,297	100.0%
2010	14,406,682	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%

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
2013	\$ -	0.0%	\$ 50,074	134.6%	\$ 2,075	0.0%
2012	-	0.0%	50,074	134.6%	2,075	0.0%
2011	-	0.0%	47,000	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%

**SCHEDULE OF REQUIRED SUPPLEMENTARY INFORMATION  
OTHER POSTEMPLOYMENT BENEFITS**

**HAMILTON COUNTY, TENNESSEE  
June 30, 2013**

**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>						
07/01/12	\$ 8,772,754	\$ 31,796,250	\$ 23,023,496	27.6%	\$ 76,586,117	30.1%
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%
<b>Department of Education</b>						
07/01/12	\$ -	\$ 108,129,525	\$ 108,129,525	0.0%	\$ 172,478,284	62.7%
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%

**Schedule of Employer Contributions**

<u>Year Ended June 30</u>	<u>Annual Required Contribution</u>	<u>Total Contributions</u>	<u>Percentage Contributed</u>
<b>Primary Government</b>			
2013	\$ 2,888,991	\$ 2,906,665	100.6%
2012	3,033,618	3,417,718	112.7%
2011	3,316,984	8,031,145	242.1%
2010	2,987,117	1,657,186	55.5%
2009	2,854,987	1,365,283	47.8%
<b>Department of Education</b>			
2013	\$ 11,382,578	\$ 7,142,433	62.7%
2012	9,323,251	7,499,576	80.4%
2011	8,879,110	6,848,928	77.1%
2010	9,387,660	7,037,350	75.0%
2009	9,524,258	5,841,892	61.3%

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

**HAMILTON COUNTY, TENNESSEE**  
**June 30, 2013**

### **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 10-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, 2013**

	Original Budget	Final Budget	Actual (Non-GAAP Basis)	Variance with Final Budget Positive (Negative)
<b>REVENUES</b>				
Taxes:				
Property taxes	\$ 129,632,833	\$ 129,632,833	\$ 127,437,709	\$ (2,195,124)
Local sales tax	3,006,500	3,006,500	2,992,738	(13,762)
Business taxes	6,031,609	6,031,609	6,284,366	252,757
Wholesale beer tax	881,000	881,000	934,461	53,461
Total taxes	<u>139,551,942</u>	<u>139,551,942</u>	<u>137,649,274</u>	<u>(1,902,668)</u>
Licenses and permits	<u>658,600</u>	<u>658,600</u>	<u>793,667</u>	<u>135,067</u>
Intergovernmental revenues:				
State of Tennessee	16,428,067	18,029,300	17,075,678	(953,622)
United States Government	2,529,607	3,272,942	2,784,466	(488,476)
Cities	2,316,180	2,350,830	2,579,055	228,225
Total intergovernmental revenues	<u>21,273,854</u>	<u>23,653,072</u>	<u>22,439,199</u>	<u>(1,213,873)</u>
Charges for services:				
Health department	1,109,008	1,109,008	1,641,586	532,578
Other	14,719,199	14,965,325	13,960,474	(1,004,851)
Total charges for services	<u>15,828,207</u>	<u>16,074,333</u>	<u>15,602,060</u>	<u>(472,273)</u>
Fines, forfeitures and penalties	<u>1,171,065</u>	<u>1,171,065</u>	<u>939,675</u>	<u>(231,390)</u>
Investment earnings	<u>427,635</u>	<u>427,635</u>	<u>354,705</u>	<u>(72,930)</u>
Miscellaneous	<u>3,506,022</u>	<u>3,506,022</u>	<u>3,600,356</u>	<u>94,334</u>
Total revenues	<u>182,417,325</u>	<u>185,042,669</u>	<u>181,378,936</u>	<u>(3,663,733)</u>
<b>EXPENDITURES</b>				
Current:				
General government:				
County Clerk	1,678,033	1,679,909	1,671,970	7,939
Register	462,189	462,189	455,758	6,431
County Trustee	690,588	690,588	661,294	29,294
Assessor of Property	4,247,580	4,634,103	3,851,415	782,688
District Attorney General	1,118,030	1,118,030	1,047,182	70,848
Election Commission	1,717,163	1,717,760	1,758,734	(40,974)
Board of Equalization	6,500	6,500	3,440	3,060
Soil Conservation	112,829	112,829	112,845	(16)
Agricultural Department	236,410	236,410	232,227	4,183
County-City Planning Commission	559,430	559,430	559,430	-

(continued)

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

**HAMILTON COUNTY, TENNESSEE**  
**Year Ended June 30, 2013**

	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	\$ 72,293	\$ 72,293	\$ 72,293	\$ -
CARTA	105,200	105,200	105,200	-
Economic Development	525,000	600,000	600,000	-
Representative-General Assembly	10,500	10,500	20,385	(9,885)
Utilities	2,243,018	2,243,018	1,889,058	353,960
County Board of Commissioners	675,331	770,253	640,355	129,898
County Mayor	675,975	675,975	634,133	41,842
County Auditor	2,378,179	2,378,179	2,301,751	76,428
Chief of Staff	361,221	361,221	350,933	10,288
Chief Reading Officer	282,226	282,226	278,068	4,158
County Attorney	831,801	831,801	702,092	129,709
Emp Assistance Program	34,800	34,800	29,375	5,425
Human Resources	671,006	671,006	635,740	35,266
Insurance	150,500	150,500	152,224	(1,724)
Employee Benefits	2,836,146	2,839,296	2,621,442	217,854
Trustee's Commission	3,000,000	3,000,000	2,944,412	55,588
External Audits	220,000	220,000	199,431	20,569
TSCA Dues	9,937	9,937	9,937	-
NACO Dues	6,419	6,419	6,419	-
Equal Employment Opportunity	57,500	57,500	57,105	395
Finance Administrator	251,184	251,184	243,689	7,495
Accounting	1,842,743	1,843,704	1,924,194	(80,490)
Financial Management	460,602	460,602	453,633	6,969
Information Technology Services	3,007,307	3,262,747	2,891,072	371,675
Purchasing	466,305	466,305	444,768	21,537
Geographic Information System	776,194	933,224	923,401	9,823
Custodial Services	1,802,602	1,802,602	1,895,632	(93,030)
Real Property	336,413	336,413	318,342	18,071
Recycling	182,693	182,693	144,424	38,269
Human Services Administrator	220,217	220,217	216,487	3,730
Development Services	476,101	819,981	786,753	33,228
Maintenance	2,935,711	2,999,054	2,842,665	156,389
Railroad Authority	127,846	127,846	125,673	2,173
Total general government	<u>38,861,722</u>	<u>40,244,444</u>	<u>37,815,381</u>	<u>2,429,063</u>

(continued)

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

**HAMILTON COUNTY, TENNESSEE**  
**Year Ended June 30, 2013**

	Original Budget	Final Budget	Actual (Non-GAAP Basis)	Variance with Final Budget Positive (Negative)
EXPENDITURES--(continued):				
Current--(continued):				
Public safety:				
Drug Court	\$ -	\$ 430,585	\$ 374,867	\$ 55,718
Medical Examiner	1,051,917	1,051,917	1,086,353	(34,436)
Criminal Court Clerk	1,451,554	1,580,000	1,519,391	60,609
Public Defender	591,814	591,814	473,159	118,655
General Sessions Court	1,312,639	1,312,639	1,421,402	(108,763)
Juries	181,200	181,200	131,019	50,181
Court Judges	475,195	475,195	464,223	10,972
Judicial Commission Magistrates	351,785	351,785	354,192	(2,407)
Juvenile Court	6,945,376	6,945,376	6,611,772	333,604
Forest Fire Prevention	4,000	4,000	4,000	-
Humane Education Society	395,255	395,255	395,255	-
Certified Cost Reimbursement	705,600	705,600	723,752	(18,152)
Building Inspection	929,829	929,829	948,568	(18,739)
Emergency Services	3,372,547	3,451,531	3,432,340	19,191
Community Corrections Program	15,238,290	15,249,285	15,070,414	178,871
Litter Grant	550,109	550,109	507,960	42,149
Homeland Security Grants	-	865,899	400,802	465,097
Security Services	962,102	962,102	952,837	9,265
Volunteer Emergency Services	232,254	245,482	238,416	7,066
Ambulance Services	8,698,743	8,698,743	8,740,787	(42,044)
Total public safety	<u>43,450,209</u>	<u>44,978,346</u>	<u>43,851,509</u>	<u>1,126,837</u>
Highways and streets:				
Public Works Administrator	228,952	228,952	198,851	30,101
Engineering Services	4,271,592	4,271,592	3,982,394	289,198
Highway	9,035,011	9,037,707	8,381,204	656,503
Total highways and streets	<u>13,535,555</u>	<u>13,538,251</u>	<u>12,562,449</u>	<u>975,802</u>

(continued)

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

**HAMILTON COUNTY, TENNESSEE**  
**Year Ended June 30, 2013**

	Original Budget	Final Budget	Actual (Non-GAAP Basis)	Variance with Final Budget Positive (Negative)
EXPENDITURES--(continued):				
Current--(continued):				
Health:				
Air Pollution Control	\$ 188,548	\$ 188,548	\$ 188,548	\$ -
Baroness Erlanger Hospital	1,500,000	1,500,000	1,500,000	-
Health Department	<u>19,752,106</u>	<u>19,845,295</u>	<u>18,395,350</u>	<u>1,449,945</u>
Total health	<u>21,440,654</u>	<u>21,533,843</u>	<u>20,083,898</u>	<u>1,449,945</u>
Social services:				
Clerk and Master	792,623	792,623	743,086	49,537
Circuit Court Clerk	1,157,589	1,176,598	1,139,201	37,397
Social services block grant	385,740	385,740	287,337	98,403
Urban League	50,000	50,000	50,000	-
Emergency Support Programs	328,179	701,716	293,083	408,633
Children's Services	<u>-</u>	<u>167,533</u>	<u>53,997</u>	<u>113,536</u>
Total social services	<u>2,714,131</u>	<u>3,274,210</u>	<u>2,566,704</u>	<u>707,506</u>
Culture and recreation:				
Armed Forces Day Parade	10,000	10,000	10,000	-
Bessie Smith Museum	62,653	62,653	62,653	-
Parks and Recreation Department	<u>7,429,568</u>	<u>7,431,444</u>	<u>7,306,955</u>	<u>124,489</u>
Total culture and recreation	<u>7,502,221</u>	<u>7,504,097</u>	<u>7,379,608</u>	<u>124,489</u>
Capital outlay	<u>3,772,073</u>	<u>5,132,275</u>	<u>3,178,952</u>	<u>1,953,323</u>
Total budgetary expenditures	<u>131,276,565</u>	<u>136,205,466</u>	<u>127,438,501</u>	<u>8,766,965</u>
Excess of revenues over expenditures	<u>51,140,760</u>	<u>48,837,203</u>	<u>53,940,435</u>	<u>5,103,232</u>

(continued)

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

**HAMILTON COUNTY, TENNESSEE**  
**Year Ended June 30, 2013**

	Original Budget	Final Budget	Actual (Non-GAAP Basis)	Variance with Final Budget Positive (Negative)
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers in	\$ 10,114,589	\$ 10,149,238	\$ 10,537,630	\$ 388,392
Transfers out	(58,001,197)	(58,193,391)	(57,450,882)	742,509
Sale of capital	<u>-</u>	<u>62,498</u>	<u>62,498</u>	<u>-</u>
Total other financing sources (uses)	<u>(47,886,608)</u>	<u>(47,981,655)</u>	<u>(46,850,754)</u>	<u>1,130,901</u>
Net change in fund balance	3,254,152	855,548	7,089,681	6,234,133
Fund balance allocation	<u>(3,254,152)</u>	<u>(855,548)</u>	<u>-</u>	<u>855,548</u>
	<u>\$ -</u>	<u>\$ -</u>	7,089,681	<u>\$ 7,089,681</u>
Add encumbrances at end of year			401,999	
Less encumbrances at beginning of year			<u>(753,382)</u>	
Net change in fund balance--(GAAP Modified Accrual Basis)			6,738,298	
Fund balance at beginning of year--(GAAP Modified Accrual Basis)			<u>104,430,873</u>	
Fund balance at end of year--(GAAP Modified Accrual Basis)			<u>\$ 111,169,171</u>	

**EXPLANATION OF DIFFERENCES:**

**REVENUES**

Actual amounts (budgetary basis) from the budgetary comparison schedule	\$ 191,979,064
Component unit accounting services	7,385,041
Ambulance services bad debt	8,094,842
Ambulance services contractual allowance	<u>11,577,947</u>
Total revenues as reported on the statement of revenues, expenditures, and changes in fund balances - governmental funds	<u>\$ 219,036,894</u>

**EXPENDITURES**

Actual amounts (budgetary basis) from the budgetary comparison schedule	\$ 184,889,383
Adjustment for encumbrances	351,383
Component unit payroll	7,385,041
Ambulance services bad debt	8,094,842
Ambulance services contractual allowance	<u>11,577,947</u>
Total expenditures as reported on the statement of revenues, expenditures, and changes in fund balances - governmental funds	<u>\$ 212,298,596</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.

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, 2013**

	Special Revenue Funds	
	Constitutional Officers	Governmental Law Library
<b>ASSETS</b>		
Cash and equivalents	\$ 4,426,010	\$ -
Investments	532,229	136,704
Receivables:		
Accounts	140,907	1,002
Intergovernmental	128,848	-
Due from other funds	1,246	483
 Total assets	\$ 5,229,240	\$ 138,189
 <b>LIABILITIES:</b>		
Accrued items and other	\$ 1,248,523	\$ 6,303
Due to other funds	30,127	1,519
 Total liabilities	1,278,650	7,822
 <b>FUND BALANCES:</b>		
Restricted for general government	19,048	-
Committed for constitutional officers	3,931,542	-
Committed for public safety	-	130,367
 Total fund balances	3,950,590	130,367
 Total liabilities and fund balances	\$ 5,229,240	\$ 138,189

<u>Hotel/ Motel</u>	<u>Economic Crimes</u>	<u>Total Nonmajor Governmental Funds</u>
\$ 474,254	\$ 500	\$ 4,900,764
-	44,937	713,870
593,909	-	735,818
-	-	128,848
-	71	1,800
<u>\$ 1,068,163</u>	<u>\$ 45,508</u>	<u>\$ 6,481,100</u>
\$ 1,068,163	\$ -	\$ 2,322,989
-	-	31,646
<u>1,068,163</u>	-	<u>2,354,635</u>
-	-	19,048
-	-	3,931,542
-	45,508	175,875
-	45,508	4,126,465
<u>\$ 1,068,163</u>	<u>\$ 45,508</u>	<u>\$ 6,481,100</u>

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

**HAMILTON COUNTY, TENNESSEE  
Year Ended June 30, 2013**

	Special Revenue Funds	
	Constitutional Officers	Governmental Law Library
<b>REVENUES</b>		
Taxes	\$ -	\$ 13,291
Charges for services	21,364,434	-
Fines, forfeitures and penalties	-	-
Investment earnings	28,576	540
Miscellaneous	96,779	-
Total revenues	21,489,789	13,831
<b>EXPENDITURES</b>		
Current:		
General government	4,358,017	-
Public safety:		
Criminal Court	2,635,403	-
Juvenile Court	1,292,049	-
Other	-	7,730
Social services	4,509,796	-
Total expenditures	12,795,265	7,730
Excess (deficiency) of revenues over (under) expenditures	8,694,524	6,101
<b>OTHER FINANCING SOURCES (USES)</b>		
Transfers in	2,142,860	-
Transfers out	(10,537,630)	-
Total other financing sources (uses)	(8,394,770)	-
Net change in fund balances	299,754	6,101
Fund balances at beginning of year	3,650,836	124,266
Fund balances at end of year	\$ 3,950,590	\$ 130,367

Hotel/ Motel	Economic Crimes	Total Nonmajor Governmental Funds
\$ 5,469,608	\$ -	\$ 5,482,899
-	-	21,364,434
-	24,197	24,197
560	185	29,861
-	141	96,920
<u>5,470,168</u>	<u>24,523</u>	<u>26,998,311</u>
5,481,484	-	9,839,501
-	-	2,635,403
-	-	1,292,049
-	-	7,730
-	23,728	4,533,524
<u>5,481,484</u>	<u>23,728</u>	<u>18,308,207</u>
<u>(11,316)</u>	<u>795</u>	<u>8,690,104</u>
-	-	2,142,860
-	-	(10,537,630)
-	-	(8,394,770)
(11,316)	795	295,334
<u>11,316</u>	<u>44,713</u>	<u>3,831,131</u>
<u>\$ -</u>	<u>\$ 45,508</u>	<u>\$ 4,126,465</u>

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

**HAMILTON COUNTY, TENNESSEE  
June 30, 2013**

	Circuit Court Clerk	Clerk and Master	County Clerk
	<u>                    </u>	<u>                    </u>	<u>                    </u>
<b>ASSETS :</b>			
Cash and cash equivalents	\$ 338,646	\$ 1,054,218	\$ 797,005
Investments	-	-	-
Receivables:			
Accounts	5,698	-	15,394
Intergovernmental	-	-	-
Due from other funds	<u>-</u>	<u>-</u>	<u>-</u>
 Total assets	 <u>\$ 344,344</u>	 <u>\$ 1,054,218</u>	 <u>\$ 812,399</u>
 <b>LIABILITIES:</b>			
Accrued items and other	\$ -	\$ -	\$ 121,351
Due to other funds	<u>-</u>	<u>-</u>	<u>-</u>
 Total liabilities	 <u>-</u>	 <u>-</u>	 <u>121,351</u>
 <b>FUND BALANCES:</b>			
Restricted for automation purposes	-	16,970	2,078
Committed for constitutional officers	<u>344,344</u>	<u>1,037,248</u>	<u>688,970</u>
 Total fund balances	 <u>344,344</u>	 <u>1,054,218</u>	 <u>691,048</u>
 Total liabilities and fund balances	 <u>\$ 344,344</u>	 <u>\$ 1,054,218</u>	 <u>\$ 812,399</u>

Criminal Court Clerk	Juvenile Court Clerk	Register	Trustee	Total Constitutional Officers
\$ 1,086,212	\$ -	\$ 381,462	\$ 768,467	\$ 4,426,010
-	532,229	-	-	532,229
98,735	4,480	-	16,600	140,907
77,881	50,967	-	-	128,848
1,246	-	-	-	1,246
<u>\$ 1,264,074</u>	<u>\$ 587,676</u>	<u>\$ 381,462</u>	<u>\$ 785,067</u>	<u>\$ 5,229,240</u>
\$ 982,928	\$ 89,905	\$ 31,448	\$ 22,891	\$ 1,248,523
2,022	28,105	-	-	30,127
<u>984,950</u>	<u>118,010</u>	<u>31,448</u>	<u>22,891</u>	<u>1,278,650</u>
-	-	-	-	19,048
<u>279,124</u>	<u>469,666</u>	<u>350,014</u>	<u>762,176</u>	<u>3,931,542</u>
<u>279,124</u>	<u>469,666</u>	<u>350,014</u>	<u>762,176</u>	<u>3,950,590</u>
<u>\$ 1,264,074</u>	<u>\$ 587,676</u>	<u>\$ 381,462</u>	<u>\$ 785,067</u>	<u>\$ 5,229,240</u>

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

**HAMILTON COUNTY, TENNESSEE  
Year Ended June 30, 2013**

	Circuit Court Clerk	Clerk and Master	County Clerk
	<u>                    </u>	<u>                    </u>	<u>                    </u>
<b>REVENUES</b>			
Charges for services	\$ 1,954,432	\$ 2,279,987	\$ 3,979,125
Investment earnings	5,785	4,830	3,836
Miscellaneous	<u>34,419</u>	<u>-</u>	<u>32,669</u>
 Total revenues	 <u>1,994,636</u>	 <u>2,284,817</u>	 <u>4,015,630</u>
<b>EXPENDITURES</b>			
Current:			
General government	-	-	2,615,415
Public safety:			
Criminal Court	-	-	-
Juvenile Court	-	-	-
Social services	<u>2,111,603</u>	<u>1,449,378</u>	<u>-</u>
 Total expenditures	 <u>2,111,603</u>	 <u>1,449,378</u>	 <u>2,615,415</u>
 Excess (deficiency) of revenues over (under) expenditures	 <u>(116,967)</u>	 <u>835,439</u>	 <u>1,400,215</u>
<b>OTHER FINANCING SOURCES (USES)</b>			
Transfers in	192,194	-	-
Transfers out	<u>-</u>	<u>(570,270)</u>	<u>(1,637,330)</u>
 Total other financing sources (uses)	 <u>192,194</u>	 <u>(570,270)</u>	 <u>(1,637,330)</u>
 Net change in fund balances	 75,227	 265,169	 (237,115)
 Fund balances at beginning of year	 <u>269,117</u>	 <u>789,049</u>	 <u>928,163</u>
 Fund balances at end of year	 <u>\$ 344,344</u>	 <u>\$ 1,054,218</u>	 <u>\$ 691,048</u>

Criminal Court Clerk	Juvenile Court Clerk	Register	Trustee	Total Constitutional Officers
\$ 2,463,580	\$ 410,966	\$ 2,202,062	\$ 8,074,282	\$ 21,364,434
1,014	2,150	2,825	8,136	28,576
-	9,386	20,305	-	96,779
<u>2,464,594</u>	<u>422,502</u>	<u>2,225,192</u>	<u>8,082,418</u>	<u>21,489,789</u>
-	-	724,143	1,018,459	4,358,017
2,635,403	-	-	-	2,635,403
-	1,292,049	-	-	1,292,049
-	948,815	-	-	4,509,796
<u>2,635,403</u>	<u>2,240,864</u>	<u>724,143</u>	<u>1,018,459</u>	<u>12,795,265</u>
<u>(170,809)</u>	<u>(1,818,362)</u>	<u>1,501,049</u>	<u>7,063,959</u>	<u>8,694,524</u>
-	1,950,666	-	-	2,142,860
-	-	(1,445,850)	(6,884,180)	(10,537,630)
-	<u>1,950,666</u>	<u>(1,445,850)</u>	<u>(6,884,180)</u>	<u>(8,394,770)</u>
(170,809)	132,304	55,199	179,779	299,754
<u>449,933</u>	<u>337,362</u>	<u>294,815</u>	<u>582,397</u>	<u>3,650,836</u>
<u>\$ 279,124</u>	<u>\$ 469,666</u>	<u>\$ 350,014</u>	<u>\$ 762,176</u>	<u>\$ 3,950,590</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, 2013**

	Balance July 1, 2012	Additions	Deductions	Balance June 30, 2013
<b>CIRCUIT COURT CLERK</b>				
Cash	\$ 1,409,286	\$ 6,461,876	\$ 6,807,565	\$ 1,063,597
Certificates of deposit	<u>2,328,231</u>	<u>1,114,559</u>	<u>518,451</u>	<u>2,924,339</u>
Total assets	<u>\$ 3,737,517</u>	<u>\$ 7,576,435</u>	<u>\$ 7,326,016</u>	<u>\$ 3,987,936</u>
Accrued items and other	\$ 3,654,798	\$ 6,175,547	\$ 5,957,434	\$ 3,872,911
Intergovernmental payables	<u>82,719</u>	<u>1,400,888</u>	<u>1,368,582</u>	<u>115,025</u>
Total liabilities	<u>\$ 3,737,517</u>	<u>\$ 7,576,435</u>	<u>\$ 7,326,016</u>	<u>\$ 3,987,936</u>
<b>CLERK AND MASTER</b>				
Cash	\$ 3,506,516	\$ 15,875,275	\$ 17,942,693	\$ 1,439,098
Certificates of deposit	<u>4,973,861</u>	<u>1,515,018</u>	<u>1,608,075</u>	<u>4,880,804</u>
Total assets	<u>\$ 8,480,377</u>	<u>\$ 17,390,293</u>	<u>\$ 19,550,768</u>	<u>\$ 6,319,902</u>
Accrued items and other	\$ 7,106,542	\$ 6,113,536	\$ 6,900,260	\$ 6,319,818
Intergovernmental payables	<u>1,373,835</u>	<u>11,276,757</u>	<u>12,650,508</u>	<u>84</u>
Total liabilities	<u>\$ 8,480,377</u>	<u>\$ 17,390,293</u>	<u>\$ 19,550,768</u>	<u>\$ 6,319,902</u>
<b>COUNTY CLERK</b>				
Cash	\$ 1,751,292	\$ 23,801,543	\$ 23,355,601	\$ 2,197,234
Accounts receivable	<u>2,361</u>	<u>22,209</u>	<u>22,113</u>	<u>2,457</u>
Total assets	<u>\$ 1,753,653</u>	<u>\$ 23,823,752</u>	<u>\$ 23,377,714</u>	<u>\$ 2,199,691</u>
Accrued items and other	\$ 150,028	\$ 571,007	\$ 574,345	\$ 146,690
Intergovernmental payables	<u>1,603,625</u>	<u>23,252,745</u>	<u>22,803,369</u>	<u>2,053,001</u>
Total liabilities	<u>\$ 1,753,653</u>	<u>\$ 23,823,752</u>	<u>\$ 23,377,714</u>	<u>\$ 2,199,691</u>

(continued)

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

**HAMILTON COUNTY, TENNESSEE**  
**Year Ended June 30, 2013**

	Balance July 1, 2012	Additions	Deductions	Balance June 30, 2013
<b>CRIMINAL COURT CLERK</b>				
Cash	\$ 66,114	\$ 3,982,556	\$ 3,996,890	\$ 51,780
Accounts receivable	<u>102,405</u>	<u>-</u>	<u>16,247</u>	<u>86,158</u>
Total assets	<u>\$ 168,519</u>	<u>\$ 3,982,556</u>	<u>\$ 4,013,137</u>	<u>\$ 137,938</u>
Accrued items and other	\$ 168,519	\$ 571,230	\$ 601,811	\$ 137,938
Intergovernmental payables	<u>-</u>	<u>3,411,326</u>	<u>3,411,326</u>	<u>-</u>
Total liabilities	<u>\$ 168,519</u>	<u>\$ 3,982,556</u>	<u>\$ 4,013,137</u>	<u>\$ 137,938</u>
<b>JUVENILE COURT CLERK</b>				
Cash	\$ 40,452	\$ 928,234	\$ 903,696	\$ 64,990
Certificates of deposit	787,964	31,454	130,597	688,821
Investments	<u>14,325</u>	<u>3,023</u>	<u>-</u>	<u>17,348</u>
Total assets	<u>\$ 842,741</u>	<u>\$ 962,711</u>	<u>\$ 1,034,293</u>	<u>\$ 771,159</u>
Accrued items and other	\$ 842,741	\$ 962,711	\$ 1,034,293	\$ 771,159
Total liabilities	<u>\$ 842,741</u>	<u>\$ 962,711</u>	<u>\$ 1,034,293</u>	<u>\$ 771,159</u>
<b>REGISTER</b>				
Cash	\$ 715,157	\$ 9,295,393	\$ 9,259,313	\$ 751,237
Accounts receivable	<u>1,905</u>	<u>74,290</u>	<u>72,098</u>	<u>4,097</u>
Total assets	<u>\$ 717,062</u>	<u>\$ 9,369,683</u>	<u>\$ 9,331,411</u>	<u>\$ 755,334</u>
Intergovernmental payables	\$ 717,062	\$ 9,369,683	\$ 9,331,411	\$ 755,334
Total liabilities	<u>\$ 717,062</u>	<u>\$ 9,369,683</u>	<u>\$ 9,331,411</u>	<u>\$ 755,334</u>

(continued)

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

**HAMILTON COUNTY, TENNESSEE**  
**Year Ended June 30, 2013**

	Balance July 1, 2012	Additions	Deductions	Balance June 30, 2013
<b>SHERIFF</b>				
Cash	\$ 47,315	\$ 1,013,481	\$ 977,113	\$ 83,683
Investments	<u>95,466</u>	<u>-</u>	<u>18,867</u>	<u>76,599</u>
Total assets	<u>\$ 142,781</u>	<u>\$ 1,013,481</u>	<u>\$ 995,980</u>	<u>\$ 160,282</u>
Accrued items and other	<u>\$ 142,781</u>	<u>\$ 1,013,481</u>	<u>\$ 995,980</u>	<u>\$ 160,282</u>
Total liabilities	<u>\$ 142,781</u>	<u>\$ 1,013,481</u>	<u>\$ 995,980</u>	<u>\$ 160,282</u>
<b>TRUSTEE</b>				
Cash	<u>\$ 821,048</u>	<u>\$ 26,587,513</u>	<u>\$ 26,778,303</u>	<u>\$ 630,258</u>
Total assets	<u>\$ 821,048</u>	<u>\$ 26,587,513</u>	<u>\$ 26,778,303</u>	<u>\$ 630,258</u>
Intergovernmental payables	<u>\$ 821,048</u>	<u>\$ 26,587,513</u>	<u>\$ 26,778,303</u>	<u>\$ 630,258</u>
Total liabilities	<u>\$ 821,048</u>	<u>\$ 26,587,513</u>	<u>\$ 26,778,303</u>	<u>\$ 630,258</u>
<b>TOTAL CONSTITUTIONAL OFFICERS AGENCY FUNDS</b>				
Cash	\$ 8,357,180	\$ 87,945,871	\$ 90,021,174	\$ 6,281,877
Certificates of deposit	8,090,056	2,661,031	2,257,123	8,493,964
Investments	109,791	3,023	18,867	93,947
Accounts receivable	<u>106,671</u>	<u>96,499</u>	<u>110,458</u>	<u>92,712</u>
Total assets	<u>\$ 16,663,698</u>	<u>\$ 90,706,424</u>	<u>\$ 92,407,622</u>	<u>\$ 14,962,500</u>
Accrued items and other	\$ 12,065,409	\$ 15,407,512	\$ 16,064,123	\$ 11,408,798
Intergovernmental payables	<u>4,598,289</u>	<u>75,298,912</u>	<u>76,343,499</u>	<u>3,553,702</u>
Total liabilities	<u>\$ 16,663,698</u>	<u>\$ 90,706,424</u>	<u>\$ 92,407,622</u>	<u>\$ 14,962,500</u>

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

**HAMILTON COUNTY, TENNESSEE  
 Year Ended June 30, 2013**

	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	\$ 410,966	\$ 37,966
Investment earnings	-	-	2,150	2,150
Miscellaneous	<u>3,000</u>	<u>3,000</u>	<u>9,386</u>	<u>6,386</u>
Total revenues	<u>376,000</u>	<u>376,000</u>	<u>422,502</u>	<u>46,502</u>
<b>EXPENDITURES</b>				
Current:				
Public safety:				
Juvenile Court	1,327,675	1,327,675	1,292,049	35,626
Social Services:				
Child support	<u>998,991</u>	<u>998,991</u>	<u>948,815</u>	<u>50,176</u>
Total budgetary expenditures	<u>2,326,666</u>	<u>2,326,666</u>	<u>2,240,864</u>	<u>85,802</u>
Excess (deficiency) of revenues over (under) budgetary expenditures	(1,950,666)	(1,950,666)	(1,818,362)	132,304
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers in	<u>1,950,666</u>	<u>1,950,666</u>	<u>1,950,666</u>	<u>-</u>
Net change in fund balance	-	-	132,304	132,304
Fund balance allocation	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
	<u>\$ -</u>	<u>\$ -</u>	132,304	<u>\$ 132,304</u>
Fund balances at beginning of year--(GAAP Modified Accrual Basis)			<u>337,362</u>	
Fund balances at end of year--(GAAP Modified Accrual Basis)			<u>\$ 469,666</u>	

**BUDGETARY COMPARISON SCHEDULE  
DEBT SERVICE FUND**

**HAMILTON COUNTY, TENNESSEE  
Year Ended June 30, 2013**

	Budgeted Amounts		Actual (Non-GAAP Basis)	Variance with Final Budget
	Original	Final		Positive (Negative)
<b>REVENUES</b>				
Intergovernmental	\$ 765,729	\$ 765,729	\$ 698,737	\$ (66,992)
Charges for current services	535,000	535,000	554,437	19,437
Investment earnings	2,500	2,500	2,278	(222)
Miscellaneous	-	-	73,402	73,402
Total revenues	<u>1,303,229</u>	<u>1,303,229</u>	<u>1,328,854</u>	<u>25,625</u>
<b>EXPENDITURES</b>				
Debt Service:				
Principal retirement	22,214,639	22,214,639	22,149,648	64,991
Interest and fiscal charges	<u>10,310,235</u>	<u>10,310,235</u>	<u>9,687,025</u>	<u>623,210</u>
Total budgetary expenditures	<u>32,524,874</u>	<u>32,524,874</u>	<u>31,836,673</u>	<u>688,201</u>
Excess (deficiency) of revenues over (under) budgetary expenditures	<u>(31,221,645)</u>	<u>(31,221,645)</u>	<u>(30,507,819)</u>	<u>713,826</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers in	<u>31,221,645</u>	<u>31,221,645</u>	<u>30,479,136</u>	<u>(742,509)</u>
Total other financing sources (uses)	<u>31,221,645</u>	<u>31,221,645</u>	<u>30,479,136</u>	<u>(742,509)</u>
Net change in fund balance	-	-	(28,683)	(28,683)
Fund balance allocation	-	-	-	-
	<u>\$ -</u>	<u>\$ -</u>	(28,683)	<u>\$ (28,683)</u>
Fund balances at beginning of year--(GAAP Modified Accrual Basis)			<u>387,083</u>	
Fund balances at end of year--(GAAP Modified Accrual Basis)			<u>\$ 358,400</u>	

**BUDGETARY COMPARISON SCHEDULE  
NONMAJOR GOVERNMENTAL FUND**

**HAMILTON COUNTY, TENNESSEE  
Year Ended June 30, 2013**

	Hotel / Motel Fund			Variance with Final Budget Positive (Negative)
	Budgeted Amounts		Actual (Non-GAAP Basis)	
	Original	Final		
<b>REVENUES</b>				
Hotel/Motel Occupancy tax	\$ 6,095,000	\$ 6,095,000	\$ 5,469,608	\$ (625,392)
Investment earnings	5,000	5,000	560	(4,440)
Total revenues	<u>6,100,000</u>	<u>6,100,000</u>	<u>5,470,168</u>	<u>(629,832)</u>
<b>EXPENDITURES</b>				
Hotel/Motel Occupancy tax	<u>6,100,000</u>	<u>6,100,000</u>	<u>5,481,484</u>	<u>618,516</u>
Total budgetary expenditures	<u>6,100,000</u>	<u>6,100,000</u>	<u>5,481,484</u>	<u>618,516</u>
Excess (deficiency) of revenues over (under) budgetary expenditures	-	-	(11,316)	(11,316)
Fund balance allocation	-	-	-	-
	<u>\$ -</u>	<u>\$ -</u>	(11,316)	<u>\$ -</u>
Fund balances at beginning of year--(GAAP Modified Accrual Basis)			<u>11,316</u>	
Fund balances at end of year--(GAAP Modified Accrual Basis)			<u>\$ -</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, 2013**

	General Purpose School	Centralized Cafeteria	School Activity	Education Capital Projects	Total Department of Education Governmental Funds
<b>ASSETS:</b>					
Cash	\$ 13,619,888	\$ 2,008,367	\$ 2,849,959	\$ 229,188	\$ 18,707,402
Certificates of deposit	-	-	382,028	-	382,028
Investments	63,343,402	8,525	-	-	63,351,927
Receivables (net of allowances for uncollectibles):					
Property taxes	134,651,872	-	-	-	134,651,872
Accounts	1,206,374	-	291	-	1,206,665
Intergovernmental	19,286,875	-	-	-	19,286,875
Due from other DOE funds	1,614,135	-	-	5,311,340	6,925,475
Due from primary government	1,053,021	-	-	-	1,053,021
Inventories	135,193	552,945	4,474	-	692,612
Prepaid items	-	-	400	-	400
Restricted Cash	-	-	3,495,708	-	3,495,708
<b>Total assets</b>	<b>\$ 234,910,760</b>	<b>\$ 2,569,837</b>	<b>\$ 6,732,860</b>	<b>\$ 5,540,528</b>	<b>\$ 249,753,985</b>
<b>LIABILITIES:</b>					
Accounts payable	\$ 5,131,054	\$ 23,511	\$ 2,452	\$ 1,153,951	\$ 6,310,968
Accrued items and other	26,308,691	98,060	-	47,632	26,454,383
Intergovernmental payables	126,736	-	-	-	126,736
Due to other DOE funds	30,522,775	762,979	-	994,533	32,280,287
Due to primary government	20,858	1,676	-	-	22,534
<b>Total current liabilities</b>	<b>62,110,114</b>	<b>886,226</b>	<b>2,452</b>	<b>2,196,116</b>	<b>65,194,908</b>
<b>DEFERRED INFLOWS OF RESOURCES:</b>					
Uncollected property taxes	128,065,694	-	-	-	128,065,694
Other	695,996	-	-	-	695,996
<b>Total deferred inflows of resources</b>	<b>128,761,690</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>128,761,690</b>
<b>FUND BALANCES:</b>					
Nonspendable	135,193	552,945	4,474	-	692,612
Restricted for centralized cafeteria	-	999,702	-	-	999,702
Restricted for school activities	-	-	3,495,708	-	3,495,708
Restricted for instruction	15,944	-	-	-	15,944
Committed for education	6,388,867	-	-	-	6,388,867
Committed for capital projects	-	-	-	3,344,412	3,344,412
Committed for instruction	2,464,008	-	-	-	2,464,008
Committed for centralized cafeteria	-	130,964	-	-	130,964
Assigned for education	2,703,068	-	-	-	2,703,068
Assigned for school activities	-	-	3,230,226	-	3,230,226
Unassigned	32,331,876	-	-	-	32,331,876
<b>Total fund balances</b>	<b>44,038,956</b>	<b>1,683,611</b>	<b>6,730,408</b>	<b>3,344,412</b>	<b>55,797,387</b>
<b>Total liabilities, deferred inflows of resources and fund balances</b>	<b>\$ 234,910,760</b>	<b>\$ 2,569,837</b>	<b>\$ 6,732,860</b>	<b>\$ 5,540,528</b>	<b>\$ 249,753,985</b>

**RECONCILIATION OF THE BALANCE SHEET OF HAMILTON COUNTY DEPARTMENT  
OF EDUCATION GOVERNMENTAL FUNDS TO THE STATEMENT OF NET POSITION**

**HAMILTON COUNTY, TENNESSEE**

**June 30, 2013**

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

Fund balances - total Department of Education governmental funds	\$ 55,797,387
Amounts reported for the Department of Education in the statement of net position 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.	298,524,910
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.	695,996
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 position.	20,997,834
Long-term payable to primary government is not due until the related long-term liability is due and payable.	(418,748)
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>(28,802,912)</u>
Net position of the Department of Education	<u>\$ 346,794,467</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, 2013**

	General Purpose School	Centralized Cafeteria	School Activity	Education Capital Projects	Total Department of Education Governmental Funds
<b>REVENUES</b>					
Taxes	\$192,025,657	\$ -	\$ -	\$ -	\$192,025,657
Intergovernmental	170,671,683	13,500,618	-	-	184,172,301
Charges for services	4,514,714	5,607,641	13,481,566	-	23,603,921
Investment earnings	244,207	17,224	-	125	261,556
Miscellaneous	<u>4,737,797</u>	<u>12,708</u>	<u>-</u>	<u>281,698</u>	<u>5,032,203</u>
Total revenues	<u>372,194,058</u>	<u>19,138,191</u>	<u>13,481,566</u>	<u>281,823</u>	<u>405,095,638</u>
<b>EXPENDITURES</b>					
Current:					
Education	360,958,722	18,883,499	13,103,878	-	392,946,099
Capital outlay	<u>129,746</u>	<u>-</u>	<u>-</u>	<u>5,723,294</u>	<u>5,853,040</u>
Total expenditures	<u>361,088,468</u>	<u>18,883,499</u>	<u>13,103,878</u>	<u>5,723,294</u>	<u>398,799,139</u>
Excess (deficiency) of revenues over (under) expenditures	<u>11,105,590</u>	<u>254,692</u>	<u>377,688</u>	<u>(5,441,471)</u>	<u>6,296,499</u>
<b>OTHER FINANCING SOURCES (USES)</b>					
Transfers between DOE funds	<u>(4,369,710)</u>	<u>-</u>	<u>-</u>	<u>4,369,710</u>	<u>-</u>
Net change in fund balances	6,735,880	254,692	377,688	(1,071,761)	6,296,499
Fund balances, beginning	<u>37,303,076</u>	<u>1,428,919</u>	<u>6,352,720</u>	<u>4,416,173</u>	<u>49,500,888</u>
Fund balances, ending	<u>\$ 44,038,956</u>	<u>\$ 1,683,611</u>	<u>\$ 6,730,408</u>	<u>\$ 3,344,412</u>	<u>\$ 55,797,387</u>

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

**HAMILTON COUNTY, TENNESSEE**  
**Year Ended June 30, 2013**

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	\$ 6,296,499
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.	(11,070,837)
Bond payments are reported as expenditures in the Department of Education's governmental activities in the period paid.	97,765
The net effect of various transactions involving capital assets is to increase net position.	2,790,315
The loss on sale/abandonment of capital assets is not recognized in the Department of Education's governmental funds.	(121,107)
Other post employment benefits will not be funded therefore the expense is not recognized in the funds.	(4,214,991)
The net revenues of internal service funds are reported with governmental activities.	5,031,152
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.	(180,410)
Certain governmental revenues will not be collected for several months after the fiscal year and are deferred in the governmental funds.	<u>(31,227)</u>
Change in net position of governmental activities	<u>\$ (1,402,841)</u>

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

**HAMILTON COUNTY, TENNESSEE  
Year Ended June 30, 2013**

	Original Budget	Final Budget	Actual (Non-GAAP Basis)	Variance with Final Budget Positive (Negative)
<b>REVENUES</b>				
Taxes:				
Property taxes	\$ 125,862,249	\$ 125,862,249	\$ 130,254,574	\$ 4,392,325
Local sales tax	<u>60,598,596</u>	<u>60,598,596</u>	<u>61,771,083</u>	<u>1,172,487</u>
Total taxes	<u>186,460,845</u>	<u>186,460,845</u>	<u>192,025,657</u>	<u>5,564,812</u>
Intergovernmental revenues:				
State of Tennessee:				
Education	133,306,027	135,650,287	135,390,471	(259,816)
Food service	176,000	176,000	183,592	7,592
Federal funds received from State of Tennessee and other sources:				
Education	31,996,573	43,664,839	35,281,212	(8,383,627)
Food service	<u>12,832,104</u>	<u>12,832,104</u>	<u>13,317,026</u>	<u>484,922</u>
Total intergovernmental revenues	<u>178,310,704</u>	<u>192,323,230</u>	<u>184,172,301</u>	<u>(8,150,929)</u>
Charges for services:				
Education	3,774,682	4,993,133	4,514,714	(478,419)
Food service	<u>7,266,535</u>	<u>7,266,535</u>	<u>5,607,641</u>	<u>(1,658,894)</u>
Total charges for current services	<u>11,041,217</u>	<u>12,259,668</u>	<u>10,122,355</u>	<u>(2,137,313)</u>
Investment earnings:				
Education	250,000	250,000	244,207	(5,793)
Food service	<u>9,650</u>	<u>9,650</u>	<u>17,224</u>	<u>7,574</u>
Total investment earnings	<u>259,650</u>	<u>259,650</u>	<u>261,431</u>	<u>1,781</u>
Miscellaneous:				
Education	3,850,474	4,821,666	4,737,797	(83,869)
Food service	<u>-</u>	<u>-</u>	<u>12,708</u>	<u>12,708</u>
Total miscellaneous	<u>3,850,474</u>	<u>4,821,666</u>	<u>4,750,505</u>	<u>(71,161)</u>
Total revenues	<u>379,922,890</u>	<u>396,125,059</u>	<u>391,332,249</u>	<u>(4,792,810)</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, 2013**

	Original Budget	Final Budget	Actual (Non-GAAP Basis)	Variance with Final Budget Positive (Negative)
<b>EXPENDITURES</b>				
Current:				
Education:				
Regular instruction program	\$ 168,166,614	\$ 171,076,502	\$ 166,635,736	\$ 4,440,766
Special education program	33,066,675	33,013,484	32,398,548	614,936
Vocational education program	8,356,292	8,283,371	8,179,399	103,972
Attendance	1,607,689	1,615,623	1,474,482	141,141
Health services	2,984,145	3,181,455	3,003,845	177,610
Other student support	6,579,818	6,545,355	6,334,359	210,996
Regular instruction support	8,593,358	8,576,328	7,879,328	697,000
Special education support	2,788,406	2,950,147	2,877,225	72,922
Vocational education support	264,380	279,509	252,329	27,180
Board of education	5,963,276	5,967,169	5,814,544	152,625
Office of superintendent	986,643	991,943	885,121	106,822
Office of principal	23,211,109	23,276,992	23,114,325	162,667
Fiscal services	2,644,990	2,662,349	2,563,099	99,250
Human resources	1,200,100	1,206,135	1,087,972	118,163
Operation of plant	25,629,876	25,806,753	23,732,806	2,073,947
Maintenance of plant	7,927,470	7,927,707	7,770,935	156,772
Transportation	14,603,309	14,607,958	14,383,539	224,419
Central and other	2,167,235	2,149,843	2,104,806	45,037
Community services	2,911,519	2,990,133	2,448,844	541,289
Early childhood	2,793,638	2,806,676	2,744,787	61,889
Federal programs	31,378,526	45,284,286	36,168,622	9,115,664
Other self funded projects	2,160,331	4,677,649	3,782,467	895,182
Charter Schools	5,125,702	5,125,702	4,399,526	726,176
Education debt service	97,500	97,500	97,500	-
Food service	20,284,289	20,284,289	19,011,449	1,272,840
Total education	381,492,890	401,384,858	379,145,593	22,239,265
Capital outlay:				
Education	130,000	130,000	129,746	254
Total budgetary expenditures	381,622,890	401,514,858	379,275,339	22,239,519
<b>OTHER FINANCING USES</b>				
Transfers to other DOE funds	(3,000,000)	(4,369,710)	(4,369,710)	-
Net change in fund balance	(4,700,000)	(9,759,509)	7,687,200	17,446,709
Fund balance allocation	4,700,000	9,759,509	-	(9,759,509)
	<u>\$ -</u>	<u>\$ -</u>	7,687,200	<u>\$ 7,687,200</u>
Add encumbrances at end of year			999,515	
Less encumbrances at beginning of year			(1,696,143)	
Excess of nonbudgeted revenues and other financing sources over nonbudgeted expenditures and other financing uses (School Activity and Education Capital Projects)			(694,073)	
Net change in fund balance--(GAAP Modified Accrual Basis)			6,296,499	
Fund balances at beginning of year--(GAAP Modified Accrual Basis)			49,500,888	
Fund balances at end of year--(GAAP Modified Accrual Basis)			<u>\$ 55,797,387</u>	

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

**HAMILTON COUNTY, TENNESSEE  
June 30, 2013**

	Department of Education Internal Service Fund
	<u>Fund</u>
<b>CURRENT ASSETS</b>	
Cash	\$ 2,001,016
Receivables	1,789,563
Due from other DOE funds	25,354,812
Prepaid items	<u>122,716</u>
Total current assets	<u>29,268,107</u>
<b>LIABILITIES</b>	
Current Liabilities	
Accounts payable	782,875
Accrued claims	<u>6,275,734</u>
Total current liabilities	<u>7,058,609</u>
Noncurrent Liabilities	
Accrued claims	<u>1,211,664</u>
<b>NET POSITION</b>	
Unrestricted	<u>\$ 20,997,834</u>



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

**HAMILTON COUNTY, TENNESSEE  
Year Ended June 30, 2013**

	Department of Education Internal Service Fund
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>	
Cash received from insurance premiums	\$ 59,805,277
Cash paid for unemployment compensation	(204,694)
Cash paid for claims and premiums	<u>(58,290,571)</u>
Net cash provided by operating activities	<u>1,310,012</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>	
Proceeds from sale of investments	3,865
Interest on investments	<u>(2,293)</u>
Net cash used in investing activities	<u>1,572</u>
Net change in cash and cash equivalents	1,311,584
Beginning cash and cash equivalents	<u>689,432</u>
Ending cash and cash equivalents	<u>\$ 2,001,016</u>
<b>RECONCILIATION OF OPERATING INCOME TO NET CASH PROVIDED BY OPERATING ACTIVITIES</b>	
Operating income (loss)	<u>\$ 5,033,446</u>
<b>ADJUSTMENTS TO RECONCILE OPERATING INCOME TO NET CASH PROVIDED BY OPERATING ACTIVITIES</b>	
Change in accounts receivable	(106,918)
Change in due from other funds	(3,937,358)
Change in prepaid items	(4,484)
Change in accounts payable	(541,569)
Change in accrued claims	<u>866,895</u>
Total adjustments	<u>(3,723,434)</u>
Net cash provided by operating activities	<u>\$ 1,310,012</u>

**SCHEDULE OF PROPERTY TAXES RECEIVABLE**

**HAMILTON COUNTY, TENNESSEE**

**June 30, 2013**

Year of Levy	Property Taxes Receivable	Allowance For Estimated Uncollectibles	Net Amount
2013 *	\$ 243,985,331	\$ 10,839,562	\$ 233,145,769
2012	17,318,246	564,057	16,754,189
2011	4,513,542	589,920	3,923,622
2010	2,475,183	599,242	1,875,941
2009	289,687	222,538	67,149
2008	845,396	730,422	114,974
2007	447,916	447,916	-
2006	296,542	296,542	-
	<u>\$ 270,171,843</u>	<u>\$ 14,290,199</u>	<u>\$ 255,881,644</u>

DISTRIBUTION TO PRIMARY GOVERNMENT

County General	<u>\$ 128,393,397</u>	<u>\$ 7,163,625</u>	<u>\$ 121,229,772</u>
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DISTRIBUTION TO COMPONENT UNIT

General Purpose			
School	<u>141,778,446</u>	<u>7,126,574</u>	<u>134,651,872</u>
	<u>\$ 270,171,843</u>	<u>\$ 14,290,199</u>	<u>\$ 255,881,644</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, 2013**

	<u>Maturity Date</u>	<u>Interest Rate</u>	<u>Amount</u>
PRIMARY GOVERNMENT:			
AGENCY FUNDS			
Constitutional Officers:			
Circuit Court Clerk	Various	Various	\$ 2,924,339
Clerk and Master	Various	Various	4,880,804
Juvenile Court Clerk	Various	Various	<u>688,821</u>
Total primary government			<u>8,493,964</u>
COMPONENT UNITS:			
GOVERNMENTAL FUNDS			
School Activity:			
First Tennessee	1/27/2014	5.000%	28,418
SunTrust Bank	Various	Various	85,705
Cornerstone Community Bank	Various	Various	149,148
Community National Bank	Various	Various	66,375
Chattanooga Area Schools	Various	Various	<u>52,382</u>
			<u>382,028</u>
PROPRIETARY FUNDS			
"911" Emergency Communication:			
First Tennessee Bank	N/A	Variable	6,158,349
First Tennessee Bank	09/13/13	0.700%	1,066,352
First Tennessee Bank	05/24/14	0.450%	1,000,000
First Tennessee Bank	06/13/14	0.450%	<u>1,014,499</u>
			<u>9,239,200</u>
Total component units			<u>9,621,228</u>
Total			<u>\$ 18,115,192</u>

**SCHEDULE OF INVESTMENTS BY FUND**

**HAMILTON COUNTY, TENNESSEE**

**June 30, 2013**

	<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	\$ 94,494,728	\$ 94,494,728
Certificate of Deposit Classified as Investments	various	various	15,000	15,000
<b>SHERIFF</b>				
Hamilton County Local Investment Pool	N/A	Monthly Weighted Average	2,913,936	2,913,936
<b>DEBT SERVICE</b>				
Hamilton County Local Investment Pool	N/A	Monthly Weighted Average	335,978	335,978
State of Tennessee Local Government Investment Pool	N/A	Monthly Weighted Average	16,178	16,178
<b>CAPITAL PROJECTS</b>				
Hamilton County Local Investment Pool	N/A	Monthly Weighted Average	12,094,192	12,094,192
State of Tennessee Local Government Investment Pool	N/A	Monthly Weighted Average	264	264
First TN Investment Pool	N/A	Monthly Weighted Average	20,550,961	20,550,961
<b>OTHER GOVERNMENTAL FUNDS</b>				
Juvenile Court Clerk:				
Hamilton County Local Investment Pool	N/A	Monthly Weighted Average	532,229	532,229
Governmental Law Library:				
Hamilton County Local Investment Pool	N/A	Monthly Weighted Average	136,704	136,704

(continued)

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

**HAMILTON COUNTY, TENNESSEE**

**June 30, 2013**

	<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	\$ 44,937	\$ 44,937
INTERNAL SERVICE				
Hamilton County Local Investment Pool	N/A	Monthly Weighted Average	14,781,664	<u>14,781,664</u>
Total Primary Government Funds				<u>145,916,771</u>
PENSION TRUST FUND				
Mutual Funds	Various	Various	1,173,738	1,173,738
Domestic Corporate Bonds	Various	Various	337,255	337,255
Foreign Bonds / Notes	Various	Various	52,001	52,001
Domestic Equity Securities	Various	Various	399,920	399,920
Foreign Equity Securities	Various	Various	43,766	43,766
US Government Securities	Various	Various	116,287	116,287
Municipal Bonds	Various	Various	113,127	113,127
OPEB TRUST FUND				
Mutual Funds	Various	Various	5,127,750	5,127,750
Domestic Corporate Bonds	Various	Various	880,803	880,803
Foreign Bonds / Notes	Various	Various	155,558	155,558
Domestic Equity Securities	Various	Various	3,687,261	3,687,261
Foreign Equity Securities	Various	Various	400,956	400,956
US Government Securities	Various	Various	358,272	358,272
Municipal Bonds	Various	Various	240,401	240,401
AGENCY FUNDS				
Constitutional Officers:				
Juvenile Court Clerk:				
Hamilton County Local Investment Pool	N/A	Monthly Weighted Average	17,348	17,348

(continued)

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

**HAMILTON COUNTY, TENNESSEE**

**June 30, 2013**

	<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	\$ 76,599	<u>\$ 76,599</u>
Total Fiduciary Funds				<u>13,181,042</u>
COMPONENT UNITS				
GOVERNMENTAL FUNDS				
General Purpose School:				
Hamilton County Local Investment Pool	N/A	Monthly Weighted Average	63,280,943	63,280,943
Certificate of Deposit Classified as Investments	04/30/14	0.50%	62,459	62,459
Centralized Cafeteria:				
First TN Investment Pool	N/A	Monthly Weighted Average	8,525	8,525
ENTERPRISE FUNDS				
"911" Emergency Communication:				
State of Tennessee Local Government Investment Pool	N/A	Monthly Weighted Average	2,692,404	<u>2,692,404</u>
Total Component Units				<u>66,044,331</u>
Total Investments				<u>\$ 225,142,144</u>

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

**HAMILTON COUNTY, TENNESSEE**

**June 30, 2013**

TYPE OF ISSUE	DATE OF ISSUE	ORIGINAL ISSUE	DEBT REMAINING AT JUNE 30, 2013			
			INTEREST		MATURITY SCHEDULE	PRINCIPAL
			DATES	RATES		
<b>BONDED DEBT</b>						
General Improvement	03/01/98 B	\$ 6,100,000	Aug/Feb	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
					<u>4,220,000</u>	
General Improvement	04/08/08 A	14,418,900	Sept/Mar	5.000	\$961,756 a year; due 03/01/2014	961,756
				3.500	\$961,012; due 03/01/2015	961,012
				3.750	\$961,012; due 03/01/2016	961,012
					<u>2,883,780</u>	
School	04/08/08 A	82,581,100	Sept/Mar	5.000	\$5,508,244 a year; due 03/01/2014	5,508,244
				3.500	\$5,503,988; due 03/01/2015	5,503,988
				3.750	\$5,503,988; due 03/01/2016	5,503,988
					<u>16,516,220</u>	
General Improvement	04/08/08 B	8,317,900	Nov/May	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>2,591,507</u>	
School	04/08/08 B	28,497,100	Nov/May	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>8,878,493</u>	
General Improvement	03/10/09	8,883,000	Sept/Mar	3.000	\$595,020 a year; due 03/01/2014	595,020
				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>6,540,990</u>	

(continued)

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

**HAMILTON COUNTY, TENNESSEE**

**June 30, 2013**

TYPE OF ISSUE	DATE OF ISSUE	ORIGINAL ISSUE	DEBT REMAINING AT JUNE 30, 2013			
			INTEREST		MATURITY SCHEDULE	PRINCIPAL
			DATES	RATES		
BONDED DEBT--(continued)						
School	03/10/09	\$ 22,617,000	Sept/Mar	3.000	\$1,514,980 a year; due 03/01/2014	\$ 1,514,980
				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	\$565,000; due 01/01/2030	1,511,390
						<u>16,654,010</u>
General Improvement (taxable to bondholder)	03/10/10 B	16,115,000	Sept/Mar	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>11,270,000</u>				
General Improvement (Recovery Zone Economic Development Bonds - taxable to bondholder) *	03/10/10 C	4,980,000	Sept/Mar	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>4,000,000</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>				

(continued)

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

**HAMILTON COUNTY, TENNESSEE**

**June 30, 2013**

TYPE OF ISSUE	DATE OF ISSUE	ORIGINAL ISSUE	DEBT REMAINING AT JUNE 30, 2013			
			INTEREST		MATURITY SCHEDULE	PRINCIPAL
			DATES	RATES		
BONDED DEBT--(continued)						
General Improvement	11/08/11 A	\$ 12,875,000	July/Jan	4.000	\$635,245; due 01/01/2014	\$ 635,245
				5.000	\$660,445; due 01/01/2015	660,445
				5.000	\$692,995; due 01/01/2016	692,995
				5.000	\$727,644; due 01/01/2017	727,644
				5.000	\$764,394; due 01/01/2018	764,394
				5.000	\$802,194; due 01/01/2019	802,194
				5.000	\$843,143; due 01/01/2020	843,143
				5.000	\$885,143; due 01/01/2021	885,143
				5.000	\$929,243; due 01/01/2022	929,243
				5.000	\$975,442; due 01/01/2023	975,442
				4.000	\$565,000; due 01/01/2030	1,024,792
				4.000	\$1,065,742; due 01/01/2025	1,065,742
				3.250	\$1,107,741; due 01/01/2026	1,107,742
				3.500	\$1,144,491; due 01/01/2027	1,144,491
						<u>12,258,655</u>
School	11/08/11 A	48,435,000	July/Jan	4.000	\$2,389,755; due 01/01/2014	2,389,755
				5.000	\$2,484,555; due 01/01/2015	2,484,555
				5.000	\$2,607,005; due 01/01/2016	2,607,005
				5.000	\$2,737,356; due 01/01/2017	2,737,356
				5.000	\$2,875,605; due 01/01/2018	2,875,605
				5.000	\$3,017,806; due 01/01/2019	3,017,806
				5.000	\$3,171,857; due 01/01/2020	3,171,857
				5.000	\$3,329,857; due 01/01/2021	3,329,857
				5.000	\$3,495,757; due 01/01/2022	3,495,757
				5.000	\$3,669,558; due 01/01/2023	3,669,558
				4.000	\$3,855,208; due 01/01/2024	3,855,208
				4.000	\$4,009,258; due 01/01/2025	4,009,258
				3.250	\$4,167,259; due 01/01/2026	4,167,259
				3.500	\$4,305,509; due 01/01/2027	4,305,509
						<u>46,116,345</u>
General Improvement	11/08/11 B	7,923,000	July/Jan	4.000	\$1,117,833; due 01/01/2014	1,117,833
				5.000	\$1,114,667; due 01/01/2015	1,114,667
				5.000	\$1,124,167; due 01/01/2016	1,124,167
				5.000	\$1,133,667; due 01/01/2017	1,133,667
				5.000	\$1,146,333; due 01/01/2018	1,146,333
				5.000	\$1,155,833; due 01/01/2019	1,155,833
		<u>6,792,500</u>				

(continued)

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

**HAMILTON COUNTY, TENNESSEE**

**June 30, 2013**

TYPE OF ISSUE	DATE OF ISSUE	ORIGINAL ISSUE	DEBT REMAINING AT JUNE 30, 2013			
			INTEREST		MATURITY SCHEDULE	PRINCIPAL
			DATES	RATES		
BONDED DEBT--(continued)						
Water & Wastewater Treatment Authority	11/08/11 B	\$ 8,025,000	July/Jan	4.000	\$310,000; due 01/01/2014	310,000
				5.000	\$320,000; due 01/01/2015	320,000
				5.000	\$330,000; due 01/01/2016	330,000
				5.000	\$350,000; due 01/01/2017	350,000
				5.000	\$365,000; due 01/01/2018	365,000
				5.000	\$385,000; due 01/01/2019	385,000
				4.000	\$410,000; due 01/01/2020	410,000
				3.000	\$425,000; due 01/01/2021	425,000
				3.000	\$435,000; due 01/01/2022	435,000
				3.000	\$450,000; due 01/01/2023	450,000
				3.000	\$460,000; due 01/01/2024	460,000
				3.250	\$475,000; due 01/01/2025	475,000
				3.375	\$490,000; due 01/01/2026	490,000
				3.500	\$510,000; due 01/01/2027	510,000
				3.500	\$530,000; due 01/01/2028	530,000
				3.625	\$545,000; due 01/01/2029	545,000
3.750	\$565,000; due 01/01/2030	565,000				
3.750	\$370,000; due 01/01/2031	370,000				
						<u>7,725,000</u>
School	11/08/11 B	4,587,000	July/Jan	4.000	\$647,167; due 01/01/2014	647,167
				5.000	\$645,333; due 01/01/2015	645,333
				5.000	\$650,833; due 01/01/2016	650,833
				5.000	\$656,333; due 01/01/2017	656,333
				5.000	\$663,667; due 01/01/2018	663,667
				5.000	\$669,167; due 01/01/2019	669,167
						<u>3,932,500</u>
General Improvement	04/10/13 A	10,061,000	Sept/Mar	3.000	\$671,453; due 03/01/2014	671,453
				4.000	\$671,453; due 03/01/2015	671,453
				4.000	\$670,623; due 03/01/2016-22	4,694,361
				2.000	\$670,623; due 03/01/2023	670,623
				2.125	\$670,622; due 03/01/2024	670,622
				2.250	\$670,622; due 03/01/2025	670,622
				2.375	\$670,622; due 03/01/2026	670,622
				2.500	\$670,622; due 03/01/2027	670,622
				2.750	\$670,622; due 03/01/2028	670,622
						<u>10,061,000</u>

(continued)

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

**HAMILTON COUNTY, TENNESSEE**

**June 30, 2013**

TYPE OF ISSUE	DATE OF ISSUE	ORIGINAL ISSUE	DEBT REMAINING AT JUNE 30, 2013			
			INTEREST		MATURITY SCHEDULE	PRINCIPAL
			DATES	RATES		
BONDED DEBT--(continued)						
School	04/10/13 A	\$50,549,000	Sept/Mar	3.000	\$3,373,547; due 03/01/2014	\$ 3,373,547
				4.000	\$3,373,547; due 03/01/2015	3,373,547
				4.000	\$3,369,377; due 03/01/2016-22	23,585,639
				2.000	\$3,369,377; due 03/01/2023	3,369,377
				2.125	\$3,369,378; due 03/01/2024	3,369,378
				2.250	\$3,369,378; due 03/01/2025	3,369,378
				2.375	\$3,369,378; due 03/01/2026	3,369,378
				2.500	\$3,369,378; due 03/01/2027	3,369,378
				2.750	\$3,369,378; due 03/01/2028	3,369,378
						<u>50,549,000</u>
General Improvement	04/10/13 B	6,701,100	Sept/Mar	2.000	\$85,473; due 03/01/2014	85,473
				2.000	\$51,284; due 03/01/2015	51,284
				2.000	\$52,027; due 03/01/2016	52,027
				4.000	\$950,611; due 03/01/2017	950,611
				4.000	\$943,922; due 03/01/2018	943,922
				4.000	\$936,489; due 03/01/2019	936,489
				4.000	\$929,800; due 03/01/2020	929,800
				4.000	\$921,624; due 30/01/2021	921,624
				3.000	\$920,138; due 03/01/2022	920,138
				3.000	\$909,732; due 03/01/2023	909,732
		<u>6,701,100</u>				
School	04/10/13 B	38,378,900	Sept/Mar	2.000	\$489,527; due 03/01/2014	489,527
				2.000	\$293,716; due 03/01/2015	293,716
				2.000	\$297,973; due 03/01/2016	297,973
				4.000	\$5,444,389; due 03/01/2017	5,444,389
				4.000	\$5,406,078; due 03/01/2018	5,406,078
				4.000	\$5,363,511; due 03/01/2019	5,363,511
				4.000	\$5,325,200; due 03/01/2020	5,325,200
				4.000	\$5,278,376; due 03/01/2021	5,278,376
				3.000	\$5,269,862; due 03/01/2022	5,269,862
				3.000	\$5,210,268; due 03/01/2023	5,210,268
		<u>38,378,900</u>				
<b>TOTAL BONDED DEBT</b>						<u><b>\$ 263,545,000</b></u>

(continued)

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

**HAMILTON COUNTY, TENNESSEE**

**June 30, 2013**

TYPE OF ISSUE	DATE OF ISSUE	ORIGINAL ISSUE	DEBT REMAINING AT JUNE 30, 2013			
			INTEREST		MATURITY SCHEDULE	PRINCIPAL
			DATES	RATES		
<b>OTHER DEBT OBLIGATIONS</b>						
TN County Loan Pool Notes, Series 1999	Various	\$ 9,000,000	Monthly	Variable	\$819,000; due 05/25/2014	\$ <u>819,000</u>
						<u>819,000</u>
Qualified Zone Academy Bonds, Series 2003	Various	1,365,000	-	None	\$90,733 a year; due 12/23/2013-16 \$55,816; due 12/23/2017	<u>362,932</u> <u>55,816</u> <u>418,748</u>
Agreement between the County and City of Chattanooga regarding Finley Stadium	03/01/02	6,500,000	Sept/Mar	5.000 4.380 4.500	\$422,500; due 09/01/2013 \$427,500; due 09/01/2014 \$445,000; due 09/01/2015	<u>422,500</u> <u>427,500</u> <u>445,000</u> <u>1,295,000</u>
Agreement between the County and Corrections Corporation of America (CCA)	11/01/98	4,000,000	-	None	\$81,978; due 12/07/2013	<u>81,978</u> <u>81,978</u>
<b>TOTAL BONDS, NOTES PAYABLE AND OTHER DEBT</b>						<u>\$ 266,159,726</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.

## DEBT SERVICE REQUIREMENTS TO MATURITY

### HAMILTON COUNTY, TENNESSEE

June 30, 2013

Year Ended June 30	Combined Totals	GENERAL OBLIGATION BONDS		
		Bond Principal	Interest	Total
2014	\$ 36,255,425	\$ 25,245,000	\$ 9,546,923	\$ 34,791,923
2015	33,512,780	23,800,000	9,165,170	32,965,170
2016	32,722,308	23,935,000	8,241,561	32,176,561
2017	27,821,019	20,395,000	7,335,286	27,730,286
2018	27,092,165	20,575,000	6,461,349	27,036,349
2019	26,342,836	20,755,000	5,587,836	26,342,836
2020	23,816,129	19,125,000	4,691,129	23,816,129
2021	23,177,171	19,300,000	3,877,171	23,177,171
2022	22,607,509	19,530,000	3,077,509	22,607,509
2023	22,042,574	19,715,000	2,327,574	22,042,574
2024	15,501,082	13,860,000	1,641,082	15,501,082
2025	12,613,961	11,455,000	1,158,961	12,613,961
2026	10,582,994	9,805,000	777,994	10,582,994
2027	10,494,069	10,000,000	494,069	10,494,069
2028	4,754,469	4,570,000	184,469	4,754,469
2029	599,819	545,000	54,819	599,819
2030	600,063	565,000	35,063	600,063
2031	<u>383,875</u>	<u>370,000</u>	<u>13,875</u>	<u>383,875</u>
	<u>\$ 330,920,248</u>	<u>\$ 263,545,000</u>	<u>\$ 64,671,840</u>	<u>\$ 328,216,840</u>

- (1) Interest noted above for Notes Payable only includes the interest payable on debt outstanding which bears a fixed interest rate. Interest on certain of the outstanding notes payable is determined on a variable basis, and accordingly, is not included in the annual debt requirements noted above.



