

SUPPLEMENTARY INFORMATION SECTION

CITY OF LAFOLLETTE, TENNESSEE
COMBINING BALANCE SHEETS- NONMAJOR GOVERNMENTAL FUNDS

June 30, 2016

	Special Revenue Funds				
	Drug Fund	State Street Aid Fund	Special Police Fund	Capital Projects Fund	Total
ASSETS					
Restricted Cash and Cash Equivalents	\$ 32,391	\$ 245,463	\$ 66,988	\$ 39	\$ 344,881
Accounts Receivable Other	1,331	0	0	0	1,331
Other Taxes and Nonexchange Revenue	0	0	2,304	0	2,304
TOTAL ASSETS	\$ 33,722	\$ 245,463	\$ 69,292	\$ 39	\$ 348,516
LIABILITIES AND FUND BALANCES					
Liabilities:					
Accounts Payable	\$ 2,410	\$ 11,523	\$ 0	\$ 0	\$ 13,933
Fund Balances:					
Restricted	31,312	233,940	69,292	0	334,544
Unrestricted					
Committed	0	0	0	39	39
Total Fund Balances	31,312	233,940	69,292	39	334,583
TOTAL LIABILITIES AND FUND BALANCES	\$ 33,722	\$ 245,463	\$ 69,292	\$ 39	\$ 348,516

CITY OF LAFOLLETTE, TENNESSEE
COMBINING STATEMENTS OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - NONMAJOR GOVERNMENTAL FUNDS

For the Year Ended June 30, 2016

	Special Revenue Funds				Total
	Drug Fund	State Street Aid Fund	Special Police Fund	Capital Projects Fund	
REVENUES:					
Charges for Services	\$ 7,281	\$ 0	\$ 0	\$ 0	\$ 7,281
Grant Revenue and Local Allocations	0	0	0	544,787	544,787
State Highway and Street Funds	0	169,681	0	0	169,681
Interest Income and Other	70	363	101	0	534
Total Revenues	7,351	170,044	101	544,787	722,283
EXPENDITURES:					
Current:					
Police Protection	55,310	0	28,223	0	83,533
Streets and Highways and General Public Works	0	253,815	0	0	253,815
Sanitation	0	0	0	544,748	544,748
Total Expenditures	55,310	253,815	28,223	544,748	882,096
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	(47,959)	(83,771)	(28,122)	39	(159,813)
OTHER FINANCING SOURCES (USES):					
Transfers In	12,391	0	25,865	0	38,256
CHANGES IN FUND BALANCES	(35,568)	(83,771)	(2,257)	39	(121,557)
FUND BALANCES - BEGINNING OF YEAR	66,880	317,711	71,549	0	456,140
FUND BALANCES - END OF YEAR	\$ 31,312	\$ 233,940	\$ 69,292	\$ 39	\$ 334,583

CITY OF LAFOLLETTE, TENNESSEE
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL - DRUG FUND

For the Year Ended June 30, 2016

	Original Budget	Final Budget	Actual	Variance- Favorable (Unfavorable)
REVENUES:				
Charges for Services - Drug Fines and Seizures	\$ 10,000	\$ 10,000	\$ 7,281	\$ (2,719)
Interest Income	0	0	70	70
Total Revenues	10,000	10,000	7,351	(2,649)
EXPENDITURES:				
Police Protection:				
General Purpose Equipment	54,000	54,000	43,330	10,670
Employee Education	3,000	3,000	4,172	(1,172)
Office Supplies	1,000	1,000	350	650
Clothing and Uniforms	3,500	3,500	3,412	88
Informant Payments and Other	17,500	17,500	4,046	13,454
Total Police Protection Expenditures	79,000	79,000	55,310	23,690
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	(69,000)	(69,000)	(47,959)	21,041
OTHER FINANCING SOURCES (USES):				
Transfers In	24,000	24,000	12,391	(11,609)
CHANGES IN FUND BALANCES	(45,000)	(45,000)	(35,568)	9,432
FUND BALANCE - BEGINNING OF YEAR	66,880	66,880	66,880	0
FUND BALANCE - END OF YEAR	\$ 21,880	\$ 21,880	\$ 31,312	\$ 9,432

CITY OF LAFOLLETTE, TENNESSEE
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL - STATE STREET AID FUND

For the Year Ended June 30, 2016

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance- Favorable (Unfavorable)</u>
REVENUES:				
State Highway and Street Funds - State Gasoline Tax	\$ 197,000	\$ 197,000	\$ 169,681	\$ (27,319)
Interest Income	0	0	363	363
Total Revenues	<u>197,000</u>	<u>197,000</u>	<u>170,044</u>	<u>(26,956)</u>
EXPENDITURES:				
Streets and Highways and General Public Works:				
Paving	30,500	30,500	29,643	857
Electricity	123,000	123,000	122,070	930
Crushed Stone	7,800	7,800	7,629	171
Sodium Chloride	30,000	30,000	29,444	556
Other	69,675	69,675	65,029	4,646
Total Expenditures	<u>260,975</u>	<u>260,975</u>	<u>253,815</u>	<u>7,160</u>
CHANGES IN FUND BALANCE	(63,975)	(63,975)	(83,771)	(19,796)
FUND BALANCE - BEGINNING OF YEAR	<u>317,711</u>	<u>317,711</u>	<u>317,711</u>	<u>0</u>
FUND BALANCE - END OF YEAR	<u>\$ 253,736</u>	<u>\$ 253,736</u>	<u>\$ 233,940</u>	<u>\$ (19,796)</u>

CITY OF LAFOLLETTE, TENNESSEE

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL - SPECIAL POLICE FUND

For the Year Ended June 30, 2016

	Original Budget	Final Budget	Actual	Variance- Favorable (Unfavorable)
REVENUES:				
Miscellaneous	\$ 0	\$ 0	\$ 101	\$ 101
EXPENDITURES:				
Police Protection:				
Repair and Maintenance - Other	1,850	1,850	760	1,090
Equipment	23,000	23,000	20,964	2,036
Operating Supplies	1,450	1,450	1,371	79
Other	9,500	9,500	5,128	4,372
Total Police Protection Expenditures	<u>35,800</u>	<u>35,800</u>	<u>28,223</u>	<u>7,577</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	<u>(35,800)</u>	<u>(35,800)</u>	<u>(28,122)</u>	<u>7,678</u>
OTHER FINANCING SOURCES (USES):				
Transfer from General Fund	27,800	27,800	25,865	(1,935)
Transfer to General Fund	0	0	0	0
Net Other Financing Sources (Uses)	<u>27,800</u>	<u>27,800</u>	<u>25,865</u>	<u>(1,935)</u>
CHANGES IN FUND BALANCE	(8,000)	(8,000)	(2,257)	5,743
FUND BALANCE - BEGINNING OF YEAR	<u>71,549</u>	<u>71,549</u>	<u>71,549</u>	<u>0</u>
FUND BALANCE - END OF YEAR	<u>\$ 63,549</u>	<u>\$ 63,549</u>	<u>\$ 69,292</u>	<u>\$ 5,743</u>

CITY OF LAFOLLETTE, TENNESSEE

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL - CAPITAL PROJECTS FUND

For the Year Ended June 30, 2016

	Original Budget	Final Budget	Actual	Variance- Favorable (Unfavorable)
REVENUES:				
Grant Revenue and Local Allocations	\$ 515,213	\$ 515,213	\$ 544,787	\$ (29,574)
EXPENDITURES:				
Sanitation - Sewer System Rehabilitation:				
Construction	413,650	459,400	459,342	58
Construction Inspection	45,000	45,000	44,843	157
Engineering Design	4,250	11,000	10,500	500
Grant Administration	27,000	27,000	27,000	0
Engineering Services	4,813	4,813	3,063	1,750
Other Costs	20,500	0	0	0
Total Expenditures	<u>515,213</u>	<u>547,213</u>	<u>544,748</u>	<u>2,465</u>
CHANGES IN FUND BALANCE	0	(32,000)	39	32,039
FUND BALANCE - BEGINNING OF YEAR	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
FUND BALANCE - END OF YEAR	<u>\$ 0</u>	<u>\$ (32,000)</u>	<u>\$ 39</u>	<u>\$ 32,039</u>

CITY OF LAFOLLETTE, TENNESSEE

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS AND STATE FINANCIAL ASSISTANCE

For the Year Ended June 30, 2016

<u>Federal Grantor/Pass-Through Grantor</u>	<u>CFDA Number</u>	<u>Contract Number</u>	<u>Expenditures</u>
FEDERAL AWARDS:			
<u>Direct Federal Awards:</u>			
<u>U.S. Department of Justice - Bureau of Justice Assistance:</u>			
Bulletproof Vest Partnership Grant	16.607	N/A	\$ <u>5,977</u>
<u>Indirect Federal Awards:</u>			
<u>Federal Emergency Management Agency:</u>			
Pass-Through Program From: Tennessee Emergency Management Agency	97.036	FEMA-4211-DR-TN	<u>36,275</u>
<u>U.S. Department of Housing and Urban Development:</u>			
Pass-Through Program From: Tennessee Department of Economic and Community Development Community Development Block Grant	14.228	GG-11-35237-00	<u>472,252</u>
<u>U.S. Department of Transportation - FHWA:</u>			
Pass-Through Programs From:			
Tennessee Department of Transportation:			
Federal-Aid Highway Program - Sidewalk Project	20.205	130294	127,305
Federal-Aid Highway Program - East Beech Street Bridge Project	20.205	130305	<u>743,356</u>
Total CFDA Number 20.205			<u>870,661</u>
<u>U.S. Department of Transportation - NHTSA:</u>			
Pass-Through Programs From:			
Tennessee Department of Transportation:			
High Visibility Enforcement	20.607	47354	<u>4,924</u>
TOTAL FEDERAL AWARDS			\$ <u>1,390,089</u>
 STATE FINANCIAL ASSISTANCE:			
<u>Tennessee Department of Environment and Conservation:</u>			
Local Parks and Recreation Fund Grant	N/A	32701-02333	\$ <u>3,250</u>
TOTAL STATE FINANCIAL ASSISTANCE			<u>3,250</u>
 TOTAL FEDERAL AWARDS AND STATE FINANCIAL ASSISTANCE			 \$ <u>1,393,339</u>

CITY OF LAFOLLETTE, TENNESSEE

NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AND STATE AWARDS

June 30, 2016

NOTE 1 - BASIS OF PRESENTATION

The accompanying schedule of expenditures of federal awards (the "Schedule") includes the federal and state award activity of the City of LaFollette under programs of the federal government for the year ended June 30, 2016. The information in this Schedule is presented in accordance with the requirements of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Because the Schedule presents only a selected portion of the operations of the City of LaFollette, it is not intended to and does not present the financial position, changes in net assets, or cash flows of the City.

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Expenditures reported on the Schedule are reported on the accrual basis of accounting. Such expenditures are recognized following the cost principles contained in the Uniform Guidance, wherein certain types of expenditures are not allowable or are limited as to reimbursement. Negative amounts shown on the Schedule represent adjustments or credits made in the normal course of business to amounts reported as expenditures in prior years.

NOTE 3 - INDIRECT COSTS

The City participates in certain federally funded programs which allow indirect costs to be charged and include them as a line item in the grant budget. However, if the grant budget does not specifically provide for indirect costs to be charged, none of the indirect costs are reported as costs to the grantor nor are the costs included or presented in the schedule of expenditures of federal awards and state financial assistance. The City has elected not to use the 10% de minimis rate as allowed under the Uniform Guidance.