Blount County Mayor

Ed Mitchell

341 Court Street, Maryville, TN 37804-5906

Phone: (865) 273-5700

Fax: (865) 273-5705

Email: emitchell@blounttn.org

July 30, 2019

Fiscal Strength and Efficient Government Fiscal Confirmation Letter
ThreeStar Program requirements

This document confirms that Blount County has taken the following actions in accordance with the requirements of the ThreeStar Program:

- The county mayor has reviewed with the county commission at an official meeting the county's debt management policy that is currently on file with the Comptroller of the Treasury Office. The purpose of this requirement is to ensure that local elected officials are aware and knowledgeable of the county's debt management policy.
- The county mayor and county commission acknowledge that an annual cash flow forecast must be prepared and submitted to the Comptroller prior to issuance of debt. The purpose of this requirement is to ensure elected officials are aware that prior to the issuance of debt the county must go through the process of assessing the county's cash flow. This is done to evaluate the county's finances and confirm that sufficient revenues are available to cover additional debt service associated with the proposed issuance of debt.

-The county mayor and county commission acknowledged that all county offices are required to have documented system of internal controls (TCA Section 9-18-102).

Debt Management Policy

This is an acknowledgement that the *Debt Management Policy of Blount County is on file with the Office of the Comptroller of the Treasury* and was reviewed with the members of the Blount County Commission present at the meeting held on the 16th day of February, 2012.

□ Minutes of this meeting have been included as documentation of this agenda item.

Annual Cash Flow Forecast

This is an acknowledgement that prior to the issuance of debt an annual cash flow forecast will be prepared for the appropriate fund and submitted to the Comptroller's office and reviewed with the members of the Blount County Commission

□ Minutes of this meeting have been included as documentation of this agenda item.

**Enclosed is a copy of our Forecasted Cash Flow Statement as submitted to the State of TN. We have no plans to issue debt, therefore this Forecast Statement was not reviewed with Commission.

Confirmation of Documented Internal Controls Requirement

This is an acknowledgment that Blount County Commission understands that all county offices are required to develop a documented system of internal controls for all offices, funds, and in compliance with Section 9-18-102(a), Tennessee Code Annotated.

Acknowledged this 30 day of July, 2019.

Ed Mitchell
County Mayor/Executive Name

Signature

About ThreeStar

Mission: ThreeStar serves to promote economic and community prosperity through collaboration to positively impact every Tennessean.

Vision: To be an exceptional model for transforming Tennessee communities

ThreeStar is a strategic community development program developed to assist communities in preparing for a better future, for today and tomorrow – and for generations to come.

Certification in the ThreeStar program is based on annual documentation of local activity, evaluation and biennial participation in coordinated local stakeholder goal and activity planning.

Participating counties (and cities in these counties) will be eligible for a four percent discount (for eligible projects) on both the business development and community development ability-to-pay calculations (CDBG and FastTrack) each year the county fulfills the requirements of the ThreeStar program. CDBG also provides a bonus based on ThreeStar participation up to $25,000.

Additionally, only cities and counties that are active participants in the ThreeStar program are eligible to participate in other select TNECD Rural and Community Development programs. Finally, there is a grant available for counties to assist in completing one of the identified and submitted community goals.

For more information about ThreeStar, email Jody.Sliger@tn.gov or call 615-393-4393.

Budget Summary **Blount County**

FY 2020

Note: Insert amounts from your budget resolution:

Fund	Estimated Beginning Fund Balance/Net Position 07/01/2019			Expenditures	Transfers-Out	Appropriations
General Fund	$ 27,277,160			$ 54,760,599	$ 2,466,153	$ 57,226,752
Courthouse & Jail Mtc. Fund	212,845			225,572		225,572
Law Library Fund	52,909			9,240		9,240
Public Library Fund	562,650			2,696,733		2,696,733
Drug Control Fund	1,513,964			285,000		285,000
Highway Fund	3,709,576			8,338,044		8,338,044
General Purpose School Fund	10,554,570			95,078,800		95,078,800
School Federal Projects Fund	255,305			6,834,081		6,834,081
School Central Cafeteria Fund	668,630			6,080,000		6,080,000
School Extended Day Program Fund	469,218			1,760,000		1,760,000
General Debt Service Fund	14,745,758			16,904,000		16,904,000
Highway & Street Capital Projects Fund	1,091			750,000		750,000
Education Capital Projects Fund	1,091,146			5,465,740		5,465,740
General Administration Capital Fund	2,236,009			1,270,719		1,270,719
Totals	$ 45,276,827			$ 200,458,528	$ 2,466,153	$ 202,924,681

Note: Insert amounts from your detailed budget documents:

Fund	Estimated Beginning Cash 07/01/2019	Revenues	Debt Proceeds	Transfers-In	Estimated Receipts	Expenditures	Transfers-Out	Appropriations	Increase or (use) of Cash Balance	Estimated Ending Cash 06/30/2020	Ending Cash as a Percent of Expenditures
General Fund	$ 30,366,500	$ 57,229,890	$ -		$ 57,229,890	$ 54,760,599	$ 2,466,153	$ 57,226,752	$ 3,138	$ 30,369,638	53.07%
Courthouse & Jail Mtc. Fund	$ 164,900	225,572	$ -		225,572	$ 225,572	$ -	225,572	-	164,900	73.10%
Law Library Fund	$ 52,250	10,530	$ -		10,530	$ 9,240	$ -	9,240	1,290	53,540	579.44%
Public Library Fund	$ 667,900	1,376,144	$ -	1,320,589	2,696,733	$ 2,696,733	$ -	2,696,733	-	667,900	24.77%
Drug Control Fund	$ 1,492,700	285,000	$ -		285,000	$ 285,000	$ -	285,000	-	1,492,700	523.75%
Highway Fund	$ 3,118,000	8,441,200	$ -		8,441,200	$ 8,338,044	$ -	8,338,044	103,156	3,221,156	38.63%
General Purpose School Fund	$ 12,625,000	95,078,800	$ -		95,078,800	$ 95,078,800	$ -	95,078,800	-	12,625,000	13.28%
School Federal Projects Fund	$ 250,000	6,834,081	$ -		6,834,081	$ 6,834,081	$ -	6,834,081	-	250,000	3.66%
School Central Cafeteria Fund	$ 456,480	6,080,000	$ -		6,080,000	$ 6,080,000	$ -	6,080,000	-	456,480	7.51%
School Extended Day Program Fund	$ 572,000	1,760,000	$ -		1,760,000	$ 1,760,000	$ -	1,760,000	-	572,000	32.50%
General Debt Service Fund	$ 14,941,787	19,396,583	$ -		19,396,583	$ 16,904,000	$ -	16,904,000	2,492,583	17,434,370	103.14%
Highway & Street Capital Projects Fund	$ 586,458	750,000	$ -		750,000	$ 750,000	$ -	750,000	-	586,458	78.19%
Education Capital Projects Fund	$ 4,752,500	5,465,740	$ -		5,465,740	$ 5,465,740	$ -	5,465,740	-	4,752,500	86.95%
General Administration Capital Fund	$ 1,728,350	1,411,781	$ -		1,411,781	$ 1,270,719	$ -	1,270,719	141,062	1,869,412	147.11%
Totals	$ 71,774,825	$ 204,345,321	$ -	$ 1,320,589	$ 205,665,910	$ 200,458,528	$ 2,466,153	$ 202,924,681	$ 2,741,229	$ 74,516,054	

Blount County

Schedule of Outstanding Debt and Budgeted Debt Service
Fiscal Year 2020

Note: Enter information in the unshaded cells.

Fund	Type of Debt	Loan Name / Description	Authorized & Unissued	Total Principal Outstanding at 06/30/19	FY 2020 Budgeted Annual Debt Service Principal	FY 2020 Budgeted Annual Debt Service Interest	FY 2020 Budgeted Annual Debt Service Total	Detailed Budget Page Number
General Debt Service	Bonds				$ 9,350,000	$ 6,600,000	$ 15,950,000	
		Qualified School Construction Bond, Series 2010		$ 7,516,813			$ -	119/121
		General Obligation Refunding, Series 2011		13,200,000			-	
		" " " , Series 2015A		2,470,000			-	
		" " " , Series 2015B		18,740,000				
		" " " , Series 2016A		7,550,000				
		" " " , Series 2016B		109,015,000				
	Loan Agreements			-	41,000	-	41,000	119/121
							-	
							-	
	Notes			-	-	-	-	119/121
							-	
							-	
	Leases	Motorola Radio System		349,134	343,000	28,000	371,000	119/121
							-	
		Total Debt Service Fund Debt	$ -	$ 158,840,947	$ 384,000	$ 28,000	$ 16,362,000	
Education Debt Service	Bonds				$ -	$ -	$ -	120/122
							-	
	Loan Agreements				-	-	-	120/122
							-	
	Notes				-	-	-	120/122
							-	
	Leases				-	-	-	120/122
							-	
		Total Education Debt Service Fund Debt	$ -	$ -	$ -	$ -	$ -	
Other	Financial Services						$ 12,000	123
							-	
	Legal Services						50,000.00	123
							-	
	Trustee Comm						460,000.00	123
							-	
	Other Charges						20,000.00	123
							-	
		Other	$ -	$ -	$ -	$ -	$ 542,000	
	Total Outstanding Debt for the County/Metropolitan Government		$ -	$ 158,840,947	$ 384,000	$ 28,000	$ 16,904,000	

Cash Flow Forecast Schedule **Blount County**
FY 2020

142-Federal Projects - Schools	JUL	AUG	SEP	OCT	NOV	DEC	JAN	FEB	MAR	APR	MAY	JUN	TOTAL
Cash Receipts	$ 464,407.20	$ 543,899.44	$ 612,483.31	$ 518,344.75	$ 592,940.49	$ 577,892.09	$ 487,877.67	$ 497,759.25	$ 560,447.12	$1,039,196.25	$ 650,960.16	$ 287,873.27	$ 6,834,081
Debt Proceeds	-	-	-	-	-	-	-	-	-	-	-	-	-
Transfer In	-	-	-	-	-	-	-	-	-	-	-	-	-
Total Cash Inflows	464,407	543,899	612,483	518,345	592,940	577,892	487,878	497,759	560,447	1,039,196	650,960	287,873	6,834,081
Beg Cash Bal	250,000	250,000	250,000	250,000	250,000	250,000	250,000	250,000	250,000	250,000	250,000	250,000	250,000
Available Cash	$ 714,407	$ 793,899	$ 862,483	$ 768,345	$ 842,940	$ 827,892	$ 737,878	$ 747,759	$ 810,447	$ 1,289,196	$ 900,960	$ 537,873	$ 7,084,081
Cash Payments	$ 464,407.20	$ 543,899.44	$ 612,483.31	$ 518,344.75	$ 592,940.49	$ 577,892.09	$ 487,877.67	$ 497,759.25	$ 560,447.12	$1,039,196.25	$ 650,960.16	$ 287,873.27	$ 6,834,081
Debt Service	-	-	-	-	-	-	-	-	-	-	-	-	-
Transfers Out	-	-	-	-	-	-	-	-	-	-	-	-	-
Total Cash Outflows	464,407	543,899	612,483	518,345	592,940	577,892	487,878	497,759	560,447	1,039,196	650,960	287,873	6,834,081
Ending Balance	**$ 250,000**	**$ 250,000**	**$ 250,000**	**$ 250,000**	**$ 250,000**	**$ 250,000**	**$ 250,000**	**$ 250,000**	**$ 250,000**	**$ 250,000**	**$ 250,000**	**$ 250,000**	**$ 250,000**
Cash Inflows - Outflows	-	-	-	-	-	-	-	-	-	-	-	-	-

143-Cafeteria - Schools	JUL	AUG	SEP	OCT	NOV	DEC	JAN	FEB	MAR	APR	MAY	JUN	TOTAL
Cash Receipts	$ -	$ 608,000.00	$ 608,000.00	$ 608,000.00	$ 608,000.00	$ 608,000.00	$ 608,000.00	$ 608,000.00	$ 608,000.00	$ 608,000.00	$ 608,000.00	$ -	$ 6,080,000
Debt Proceeds	-	-	-	-	-	-	-	-	-	-	-	-	-
Transfer In	-	-	-	-	-	-	-	-	-	-	-	-	-
Total Cash Inflows	-	608,000	608,000	608,000	608,000	608,000	608,000	608,000	608,000	608,000	608,000	-	6,080,000
Beg Cash Bal	456,480	456,480	456,480	456,480	456,480	456,480	456,480	456,480	456,480	456,480	456,480	456,480	456,480
Available Cash	$ 456,480	$ 1,064,480	$ 1,064,480	$ 1,064,480	$ 1,064,480	$ 1,064,480	$ 1,064,480	$ 1,064,480	$ 1,064,480	$ 1,064,480	$ 1,064,480	$ 456,480	$ 6,536,480
Cash Payments		$ 608,000.00	$ 608,000.00	$ 608,000.00	$ 608,000.00	$ 608,000.00	$ 608,000.00	$ 608,000.00	$ 608,000.00	$ 608,000.00	$ 608,000.00		6,080,000
Debt Service	-	-	-	-	-	-	-	-	-	-	-	-	-
Transfers Out	-	-	-	-	-	-	-	-	-	-	-	-	-
Total Cash Outflows	-	608,000	608,000	608,000	608,000	608,000	608,000	608,000	608,000	608,000	608,000	-	6,080,000
Ending Balance	**$ 456,480**	**$ 456,480**	**$ 456,480**	**$ 456,480**	**$ 456,480**	**$ 456,480**	**$ 456,480**	**$ 456,480**	**$ 456,480**	**$ 456,480**	**$ 456,480**	**$ 456,480**	**$ 456,480**
Cash Inflows - Outflows	-	-	-	-	-	-	-	-	-	-	-	-	-

In order to determine that a budget is balanced throughout the year as prescribed by T.C.A. § 9-21-403, if the County has a fund that is estimated to end with 10% or less in cash as a percentage of expenditures, then a cash flow forecast is required for that fund. This excludes capital project funds.