

RESOLUTION

NO. 2011/11/01

To the HONORABLE MELVILLE BAILEY, Chairman, and Members of the Hawkins County Board of Commissioners in Regular Session, met this 28th day of November, 2011

RESOLUTION IN REF: **APPROVING RULES OF PROCEDURE FOR
ELIMINATING NOMINEES IN CASES WHERE
THERE ARE MULTIPLE NOMINEES FOR THE
APPOINTMENT OF HAWKINS COUNTY
CONSTABLE**

WHEREAS, T.C.A. 5-5-111(e) states the county legislative body shall adopt rules of procedure for eliminating nominees in cases where there are multiple nominees for an appointment; and

THEREFORE, BE IT RESOLVED the following rules shall apply:

- 1) All candidates must be nominated by a commissioner
- 2) A candidate must receive 11 votes to receive the appointment
- 3) No recess will be granted during the voting procedure.
- 4) After each ballot of random voice votes, the candidate with the least number of votes or no votes, if applicable, will be eliminated. Also, two or more candidates will be eliminated if the lowest votes are a tie; however, if the tie results in only one person remaining, no person will be eliminated after last ballot.
- 5) In the event only 2 candidates remain and neither candidate receives a majority of 11 votes following 3 ballots, then the election will be deferred to the next regular or special called meeting
- 6) The appointment will be effective immediately.
- 7) A tie vote of the county legislative body regarding an appointment may be broken by the county mayor, in accordance to T.C.A. 5-5-111(e).

INTRODUCED BY: Gary Hicks, Jr. ACTION: AYE NAY PASSED

SECONDED BY: _____ ROLL CALL _____

DATE SUBMITTED: 11/14/2011 VOICE VOTE _____

A. Carroll Jenkins ABSENT _____

COUNTY CLERK
BY: A. Carroll Jenkins

COMMITTEE ACTION: _____

CHAIRMAN: MELVILLE BAILEY

AFFIDAVIT FOR ELECTION TO THE OFFICE OF CONSTABLE

To: Hawkins County Election Commission

STATE OF TENNESSEE

COUNTY OF HAWKINS

I, _____, do hereby swear or affirm that I possess all the qualifications required for the office of Constable. By means of this affidavit, I certify that the following statements are true:

1. I am at least twenty-one (21) years of age;
2. I am a qualified voter of the district;
3. I am able to read and write;
4. I have not been convicted in any federal or state court of a felony; and
5. I have not been separated or discharged from the armed forces of the United State with other than an honorable discharge.

All as required by Public Chapter No. 686 of 1996, and T.C.A. 8-10-102.

(Print name of candidate)

(Signature of Candidate)

Subscribed and sworn to before me this _____ day of _____, _____.

Notary Public

RESOLUTION

No. 2011 / 11 / 03

To the HONORABLE MELVILLE BAILEY, Chairman, and Members of the Hawkins County Board of Commission in Regular Session, met this 28th day of November, 2011.

RESOLUTION IN REF: APPROVAL TO ADOPT A DEBT MANAGEMENT POLICY FOR HAWKINS COUNTY.

WHEREAS, *Tennessee Code Annotated*, Section 9-21-151(b)(1), authorizes the State Funding Board to develop model financial transaction policies for local governments and local government instrumentalities;

WHEREAS, the State Funding Board has adopted a statement on debt management and directed local governments and government entities that borrow money to draft their own debt management policies with certain mandatory provisions; and

WHEREAS, the Hawkins County Board of Commissioners has prepared a debt management policy that includes the mandatory provisions relative to transparency, professionals and conflicts.

NOW, THEREFORE, BE IT RESOLVED THAT by the Board of County Commissioners of Hawkins County, Tennessee, meeting in regular session at Rogersville, Tennessee, on this 28th day of November, 2011, that:

SECTION 1. The debt management policy attached as Exhibit A to this resolution, incorporated herein by reference, is hereby adopted.

SECTION 2. This resolution shall take effect upon passage, the public welfare requiring it.

ADOPTED this 28th day of November, 2011.

Introduced By Esq. Gary Hicks, Chrmn Budget Comm

Seconded By Esq. _____

Date Submitted 11/14/11

D. Carroll Jenkins
County Clerk

By: _____

Chairman Melville Bailey

ACTION: AYE NAY PASSED

Roll Call _____

Voice Vote _____

Absent _____

COMMITTEE ACTION

EXHIBIT A

**HAWKINS COUNTY
TENNESSEE**

Debt Management Policy

Formally Adopted: November 28, 2011

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INTRODUCTION

This Debt Management Policy (the “Debt Policy”) is a written guideline with parameters that affect the amount and type of debt that can be issued by Hawkins County, Tennessee (the “County”), the issuance process and the management of the County’s debt. The purpose of this Debt Policy is to improve the quality of management and legislative decisions and to provide justification for the structure of debt issuances consistent with the Debt Policy’s goals while demonstrating a commitment to long-term capital planning. It is also the intent of the County that this Debt Policy will signal to credit rating agencies, investors and the capital markets that the County is well managed and will always be prepared to meet its obligations in a timely manner. This Debt Policy fulfills the requirements of the State of Tennessee regarding the adoption of a formal debt management policy on or before January 1, 2012.

This Debt Policy provides guidelines for the County to manage its debt and related annual costs within both current and projected available resources while promoting understanding and transparency for our citizens, taxpayers, rate payers, businesses, investors and other interested parties.

The County may, from time to time, review this Debt Policy and make revisions and updates, if warranted.

Hawkins County, Tennessee
DEBT MANAGEMENT POLICY

I. INTRODUCTORY STATEMENT

In managing its Debt (defined herein as tax-exempt or taxable bonds, capital outlay notes, other notes, capital leases, interfund loans or notes and loan agreements); it is the County's policy to:

- Achieve the lowest cost of capital within acceptable risk parameters
- Maintain or improve credit ratings
- Assure reasonable cost access to the capital markets
- Preserve financial and management flexibility
- Manage interest rate risk exposure within acceptable risk parameters

II. GOALS AND OBJECTIVES

Debt policies and procedures are tools that ensure that financial resources are adequate to meet the County's long-term capital planning objectives. In addition, the Debt management policy (the "Debt Policy") helps to ensure that financings undertaken by the County have certain clear, objective standards which allow the County to protect its financial resources in order to meet its long-term capital needs.

The Debt Policy formally establishes parameters for issuing debt and managing a debt portfolio which considers the County's specific capital improvement needs; ability to repay financial obligations; and, existing legal, economic, and financial market conditions. Specifically, the policies outlined in this document are intended to assist in the following:

- To guide the County in policy and debt issuance decisions
- To maintain appropriate capital assets for present and future needs
- To promote sound financial management
- To protect the County's credit rating
- To ensure the County's debt is issued legally under applicable state and federal laws
- To promote cooperation and coordination with other parties in the financing
- To evaluate debt issuance options

III. PROCEDURES FOR ISSUANCE OF DEBT

1) Authority

- a) The County will only issue Debt by utilizing the statutory authorities provided by *Tennessee Code Annotated* as supplemented and revised (“TCA”) and the Internal Revenue Code (the “Code”).
- b) The County will adhere to any lawfully promulgated rules and regulations of the State and those promulgated under the Code.
- c) All Debt must be formally authorized by resolution of the County’s Legislative Body.

2) Transparency

- a) It is recognized that the issuance of Debt must have various approvals and on occasion, written reports provided by the State of Tennessee Comptroller’s office either prior to adoption of resolutions authorizing such Debt, prior to issuance and/or following issuance. The County, in conjunction with any professionals (including, but not limited to, financial advisors, underwriters, bond counsel, etc. which may individually or collectively be referred to herein as “Financial Professionals”) will ensure compliance with TCA, the Code and all federal and State rules and regulations. Such State compliance will include, but not be limited to, compliance with all legal requirements regarding adequate public notice of all meetings of the County related to consideration and approval of Debt. Additionally, the County shall provide the Tennessee Comptroller’s office sufficient information on the Debt to not only allow for transparency regarding the issuance, but also assuring that the Comptroller’s office has sufficient information to adequately report or approve any formal action related to the sale and issuance of Debt. The County will also make this information available to its legislative body, citizens and other interested parties.
- b) The County will file its Audited Financial Statements and any Continuing Disclosure document prepared by the County or its Dissemination Agent. To promote transparency and understanding, these documents should be furnished to members of the Legislative Body and made available electronically or by other usual and customary means to its citizens, taxpayers, rate payers, businesses, investors and other interested parties by posting such information on-line or in other prominent places.

IV. CREDIT QUALITY AND CREDIT ENHANCEMENT

The County's Debt management activities will be conducted in order to maintain or receive the highest possible credit ratings. The Mayor and Finance Director in conjunction with any Financial Professionals that the County may chose to engage will be responsible for maintaining relationships and communicating with one or more rating agencies.

The County will consider the use of credit enhancements on a case-by-case basis, evaluating the economic benefit versus cost for each case. Only when clearly demonstrable savings can be shown shall an enhancement be considered. The County will consider each of the following enhancements as alternatives by evaluating the cost and benefit of such enhancements:

1) Insurance

The County may purchase bond insurance when such purchase is deemed prudent and advantageous. The predominant determination shall be based on such insurance being less costly than the present value of the difference in the interest on insured bonds versus uninsured bonds.

2) Letters of Credit

The County may enter into a letter-of-credit ("LOC") agreement when such an agreement is deemed prudent and advantageous. The County or its Financial Professionals, if any, may seek proposals from qualified banks or other qualified financial institutions pursuant to terms and conditions that are acceptable to the County.

V. AFFORDABILITY

The County shall consider the ability to repay Debt as it relates to the total budget resources, the wealth and income of the community and its property tax base and other revenues available to service the Debt. The County may consider debt ratios and other benchmarks compared to its peers when analyzing its Debt including materials published by the nationally recognized credit rating agencies.

VI. DEBT STRUCTURE

The County shall establish all terms and conditions relating to the issuance of Debt and will invest all bond proceeds pursuant to the terms of its investment policy, if any. Unless otherwise authorized by the County, the following shall serve as the Debt Policy for determining structure:

1) **Term**

All capital improvements financed through the issuance of Debt will be financed for a period not to exceed the useful economic life of the improvements and in consideration of the ability of the County to absorb such additional debt service expense. The term of Debt shall be determined by, but not limited to, the economic life of the assets financed, conditions in the capital markets, the availability of adequate revenue streams to service the Debt and the existing pattern of Debt payable from such identifiable fund or enterprise activity, but in no event will the term of such Debt exceed forty (40) years, as outlined in TCA.

2) **Capitalized Interest**

From time to time, certain financings may require the use of capitalized interest from the date of issuance until the County is able to realize beneficial use and/or occupancy of the financed project. Interest may be capitalized through a period permitted by federal law and TCA if it is determined that doing so is beneficial to the financing by the Legislative Body and is appropriately memorialized in the legislative action authorizing the sale and issuance of the Debt.

3) **Debt Service Structure**

General Obligation debt issuance shall be planned to achieve relatively net level debt service or level principal amortization considering the County's outstanding debt obligations, while matching debt service to the useful economic life of facilities. Absent events or circumstances determined by its Legislative Body, the County shall avoid the use of bullet or balloon maturities (with the exception of sinking fund requirements required by term bonds) except in those instances where such maturities serve to make existing overall debt service level or match specific income streams. Debt which is supported by project revenues and is intended to be self-supporting should be structured to achieve level proportional coverage to expected available revenues.

4) **Call Provisions**

In general, the County's Debt should include a call feature no later than ten (10) years from the date of delivery of the bonds. The County will avoid the sale of long-term debt which carries longer redemption features unless a careful evaluation has been conducted by the Mayor and Finance Director and/or Financial Professionals, if any, with respect to the value of the call option.

5) **Original Issuance Discount/Premium**

Debt with original issuance discount/premium will be permitted.

6) Deep Discount Bonds

Deep discount debt may provide a lower cost of borrowing in certain capital markets. The Mayor and Finance Director and/or Financial Professionals, if any, should carefully consider their value and effect on any future refinancing as a result of the lower-than-market coupon.

VII. DEBT TYPES

When the County determines that Debt is appropriate, the following criteria will be utilized to evaluate the type of debt to be issued.

1) Security Structure

a) General Obligation Bonds

The County may issue Debt supported by its full faith, credit and unlimited ad valorem taxing power ("General Obligation Debt"). General Obligation Debt shall be used to finance capital projects that do not have significant independent creditworthiness or significant on-going revenue streams or as additional credit support for revenue-supported Debt, if such support improves the economics of the Debt and is used in accordance with these guidelines.

b) Revenue Debt

The County may issue Debt supported exclusively with revenues generated by a project or enterprise fund ("Revenue Debt"), where repayment of the debt service obligations on such Revenue Debt will be made through revenues generated from specifically designated sources. Typically, Revenue Debt will be issued for capital projects which can be supported from project or enterprise-related revenues.

c) Capital Leases

The County may use capital leases to finance projects assuming the Mayor and Finance Director and/or Financial Professionals, if any, determine that such an instrument is economically feasible.

2) Duration

a) Long-Term Debt

The County may issue long-term Debt when it is deemed that capital improvements should not be financed from current revenues or short-term borrowings. Long-term Debt will not be used to finance current operations or normal maintenance. Long-

term Debt will be structured such that financial obligations do not exceed the expected useful economic life of the project(s) financed.

- i. *Serial and Term Debt.* Serial and Term Debt may be issued in either fixed or variable rate modes to finance capital infrastructure projects;
- ii. *Capital Outlay Notes ("CONs").* CONs may be issued to finance capital infrastructure projects with an expected life up to twelve years; or
- iii. *Capitalized Leases.* Capitalized Leases may be issued to finance infrastructure projects or equipment with an expected life not greater than its expected useful life.

b) Short-Term Debt

Short-term borrowing may be utilized for:

- i. Financing short economic life assets;
- ii. The construction period of long-term projects;
- iii. For interim financing; or
- iv. For the temporary funding of operational cash flow deficits or anticipated revenues subject to the following policies:
 1. *Bond Anticipation Notes ("BANs").* BANs, including commercial paper notes issued as BANs, may be issued instead of capitalizing interest to reduce the debt service during the construction period of a project or facility. The BANs shall not mature more than 2 years from the date of issuance. BANs can be rolled in accordance with federal and state law. BANs shall mature within 6 months after substantial completion of the financed facility.
 2. *Revenue Anticipation Notes ("RANs") and Tax Anticipation Notes ("TANs").* RANs and TANS shall be issued only to meet cash flow needs consistent with a finding by bond counsel that the sizing of the issue fully conforms to federal IRS and state requirements and limitations.
 3. *Lines of Credit.* Lines of Credit shall be considered as an alternative to other short-term borrowing options. A line of credit shall only be structured to federal and state requirements.
 4. *Interfund Loans.* Interfund Loans shall only be used to fund operational deficiencies among accounts or for capital projects to be paid from current fiscal year revenues. Such interfund loans shall be approved by the State

Comptroller's office and shall only be issued in compliance with state regulations and limitations.

5. *Other Short-Term Debt.* Other Short-Term Debt including commercial paper notes, BANs, Capitalized Leases and CONs may be used when it provides an interest rate advantage or as interim financing until market conditions are more favorable to issue debt in a fixed or variable rate mode. The County will determine and utilize the most advantageous method for short-term borrowing. The County may issue short-term Debt when there is a defined repayment source or amortization of principal.

3) **Interest Rate Modes**

a) **Fixed Rate Debt**

To maintain a predictable debt service schedule, the County may give preference to debt that carries a fixed interest rate.

b) **Variable Rate Debt**

The targeted percentage of net variable rate debt outstanding (excluding (1) debt which has been converted to synthetic fixed rate debt and (2) an amount of debt considered to be naturally hedged to short-term assets in the Unreserved General and/or Debt Service Fund Balance) shall not exceed 35% of the County's total outstanding debt and will take into consideration the amount and investment strategy of the County's operating cash.

The following circumstances may result in the consideration of issuing variable rate debt:

- i. *Asset-Liability Matching;*
- ii. *Construction Period Funding;*
- iii. *High Fixed Interest Rates.* Interest rates are above historic averages;
- iv. *Diversification of Debt Portfolio;*
- v. *Variable Revenue Stream.* The revenue stream for repayment is variable and is anticipated to move in the same direction as market-generated variable interest rates or the dedication of revenues allows capacity for variability; and
- vi. *Adequate Safeguard Against Risk.* Financing structure and budgetary safeguards are in place to prevent adverse impacts from interest rate shifts such structures could include, but are not limited to, interest rate caps and short-term cash investments in the County's General Fund.

An analysis by the Mayor and Finance Director and/or Financial Professionals, if any, shall be conducted to evaluate and quantify the risks and returns associated with the variable rate Debt including, but not limited to, a recommendation regarding the use of variable rate debt.

4) Zero Coupon Debt

Zero Coupon Debt may be used if an analysis has been conducted by the Mayor and Finance Director and/or Financial Professionals, if any, and the risks and returns associated with the Zero Coupon Debt have been made. The analysis shall include, but not be limited to a recommendation regarding the use of Zero Coupon Debt as the most feasible instrument considering available revenues streams, the need for the project and other factors determined by the Legislative Body.

5) Synthetic Debt

The County will not enter into any new interest rate swaps or other derivative instruments unless it adopts a Debt Derivative Policy consistent with the requirements of TCA and only after approval of the State Comptroller's office and affirmative action of the Legislative Body. To the extent the County has any current existing interest rate swaps or other derivative instruments, the County will monitor these agreements and any amendments consistent with the compliance report issued by the State Comptroller's Office at the time the agreements were previously authorized.

VIII. REFINANCING OUTSTANDING DEBT

The Mayor and Finance Director, in conjunction with *Financial Professionals, if any*, shall have the responsibility to analyze outstanding Debt for refunding opportunities. The Mayor and Finance Director will consider the following issues when analyzing possible refunding opportunities:

1) Debt Service Savings

Absent other compelling considerations such as the opportunity to eliminate onerous or restrictive covenants contained in existing Debt documents, the County has established a minimum net present value savings threshold of at least 3.0 percent of the advance refunded Debt principal amount. Current refunding opportunities may be considered by the County using any savings threshold if the refunding generates positive net present value savings. The decision to take less than 3.0 percent net present value savings for an advance refunding or to take the savings in any manner other than a traditional year-to-year level savings pattern must be approved by the Legislative Body or delegated to the County's Chief Executive.

2) Restructuring for economic purposes

The County may also refund Debt when it is in its best financial interest to do so. Such a refunding will be limited to restructuring to meet unanticipated revenue expectations, achieve cost savings, mitigate irregular debt service payments, release reserve funds or remove unduly restrictive bond covenants or any other reason approved by the Legislative Body in its discretion.

3) Term of Refunding Issues

Normally, the County will refund Debt equal to or within its existing term. However, the Mayor and Finance Director may consider maturity extension, when necessary to achieve desired outcomes, provided that such extension is legally permissible and it is approved by the Legislative Body. The Mayor and Finance Director may also consider shortening the term of the originally issued debt to realize greater savings. The remaining useful economic life of the financed facility and the concept of inter-generational equity should guide these decisions.

4) Escrow Structuring

The County shall utilize the least costly securities available in structuring refunding escrows. In the case of open market securities, a certificate will be provided by a third party agent, who is not a broker-dealer stating that the securities were procured through an arms-length, competitive bid process, that such securities were more cost effective than State and Local Government Obligations (SLGS), and that the price paid for the securities was reasonable within Federal guidelines. In cases where taxable Debt is involved, the Mayor and Finance Director, with the approval of bond counsel, may make a direct purchase as long as such purchase is the most efficient and least costly. Under no circumstances shall an underwriter, agent or any Financial Professionals sell escrow securities involving tax-exempt Debt to the County from its own account.

5) Arbitrage

The County shall take all necessary steps to optimize escrows and to avoid negative arbitrage in its refunding. Any positive arbitrage will be rebated as necessary according to Federal guidelines.

IX. METHODS OF ISSUANCE

The Mayor and Finance Director may consult with a Financial Professional regarding the method of sale of Debt. Subject to approval by the Legislative Body, the Mayor and Finance Director will determine the method of issuance of Debt on a case-by-case basis consistent with the options provided by prevailing State law.

1) Competitive Sale

In a competitive sale, the County's Debt will be offered in a public sale to any and all eligible bidders. Unless bids are rejected, the Debt shall be awarded to the bidder providing the lowest true interest cost as long as the bid adheres to the requirements set forth in the official notice of sale.

In a competitive sale, a financial advisor may bid on an issue for which they are providing advisory services only if:

- a) Authorized by the rules and regulations of the Municipal Securities Rulemaking Board (the "MSRB"), including Rule G-23, as may be amended and modified;
- b) The Legislative Body or designated official grants in writing specific authority on a transaction by transaction basis;
- c) Such sale is properly carried out through a widely and publicly advertised sale, during normal bond sale hours, and through an industry standard, electronic bidding platform; and
- d) The financial advisory fee is separately disclosed and billed from the underwriting fee.

2) Negotiated Sale

The County recognizes that some securities are best sold through a negotiated sale with an underwriter or group of underwriters. The County shall assess the following circumstances in determining whether a negotiated sale is the best method of sale:

- a) State requirements on negotiated sales;
- b) Debt structure which may require a strong pre-marketing effort such as those associated with a complex transaction generally referred to as a "story" bond;
- c) Size or structure of the issue which may limit the number of potential bidders;
- d) Market conditions including volatility wherein the County would be better served by the flexibility afforded by careful timing and marketing such as is the case for Debt issued to refinance or refund existing Debt;
- e) Whether the Debt is to be issued as variable rate obligations or perhaps as Zero Coupon Debt;

- f) Whether an idea or financing structure is a proprietary product of a single firm;
- g) In a publicly offered or privately placed, negotiated sale, a financial advisor, if any, shall not be permitted to resign as the financial advisor in order to underwrite or privately place an issue for which they are or have been providing advisory services;
- h) The underwriter shall clearly identify itself in writing as an underwriter and not as a financial advisor from the earliest stages of its relationship with the County with respect to the negotiated issue. The underwriter must clarify its primary role as a purchaser of securities in an arm's length commercial transaction and that it has financial and other interests that differ from those of the County. The underwriter in a publicly offered, negotiated sale shall be required to provide pricing information both as to interest rates and to takedown per maturity to the Legislative Body (or its designated official) in advance of the pricing of the debt.

3) Private Placement

From time to time, the County may elect to privately place its Debt. Such placement shall only be considered if this method is demonstrated to be advantageous to the County.

X. PROFESSIONALS

1) Financial Professionals

As needed, the County may select Financial Professionals to assist in its Debt issuance and administration processes. In selecting Financial Professionals, consideration should be given with respect to:

- a) relevant experience with municipal government issuers and the public sector;
- b) indication that the firm has a broadly based background and is therefore capable of balancing the County's overall needs for continuity and innovation in capital planning and Debt financing;
- c) experience and demonstrated success as indicated by its experience;
- d) the firm's professional reputation;
- e) professional qualifications and experience of principal employees; and
- f) the estimated costs, but price should not be the sole determining factor.

2) Miscellaneous

a) Written Agreements

- i. Any Financial Professionals engaged by the County shall enter into written agreements including, but not limited to, a description of services provided and fees and expenses to be charged for the engagement.
- ii. The County shall enter into an engagement letter agreement with each lawyer or law firm representing the County in a debt transaction. No engagement letter is required for any lawyer who is an employee of the County or lawyer or law firm which is under a general appointment or contract to serve as counsel to the County. The County does not need an engagement letter with counsel not representing the County, such as underwriters' counsel.
- iii. The County shall require all Financial Professionals engaged in the process of issuing debt to clearly disclose all compensation and consideration received related to services provided in the debt issuance process by both the County and the lender or conduit issuer, if any. This includes "soft" costs or compensations in lieu of direct payments.

b) Conflict of Interest

- i. Financial Professionals involved in a debt transaction hired or compensated by the County shall be required to disclose to the County existing client and business relationships between and among the professionals to a transaction (including but not limited to financial advisors, swap advisors, bond counsel, swap counsel, trustee, paying agent, underwriter, counterparty, and remarketing agent), as well as conduit issuers, sponsoring organizations and program administrators. This disclosure shall include that information reasonably sufficient to allow the County to appreciate the significance of the relationships.
- ii. Financial Professionals who become involved in the debt transaction as a result of a bid submitted in a widely and publicly advertised competitive sale conducted using an industry standard, electronic bidding platform are not subject to this disclosure. No disclosure is required that would violate any rule or regulation of professional conduct.

XI. COMPLIANCE

1) Continuing Annual Disclosure

Normally at the time Debt is delivered, the County will execute a Continuing Disclosure Certificate in which it will covenant for the benefit of holders and

beneficial owners of the publicly traded Debt to provide certain financial information relating to the County by not later than twelve months after each of the County's fiscal years, (the "Annual Report and provide notice of the occurrence of certain enumerated events. The Annual Report (and audited financial statements, if filed separately) will be filed with the MSRB through the operation of the Electronic Municipal Market Access system ("EMMA") and any State Information Depository established in the State of Tennessee (the "SID"). If the County is unable to provide the Annual Report to the MSRB and any SID by the date required, notice of each failure will be sent to the MSRB and any SID on or before such date. The notices of certain enumerated events will be filed by the County with the MSRB through EMMA and any SID. The specific nature of the information to be contained in the Annual Report or the notices of significant events is provided in each Continuing Disclosure Certificate. These covenants are made in order to assist underwriters in complying with SEC Rule 15c2-12(b) (the "Rule").

2) **Arbitrage Rebate**

The County will also maintain a system of record keeping and reporting which complies with the arbitrage rebate compliance requirements of the Internal Revenue Code (the "Code").

3) **Records**

The County will also maintain records required by the Code including, but not limited to, all records related to the issuance of the debt including detailed receipts and expenditures for a period up to 6 years following the final maturity date of the Debt or as required by the Code.

XII. DEBT POLICY REVIEW

1) **General Guidance**

The guidelines outlined herein are only intended to provide general direction regarding the future issuance of Debt. The County maintains the right to modify this Debt Policy and may make exceptions to any of its guidelines at any time to the extent that the execution of such Debt achieves the goals of the County as long as such exceptions or changes are consistent with TCA and any rules and regulations promulgated by the State.

This Debt Policy should be reviewed from time to time as circumstances, rules and regulations warrant.

2) **Designated Official**

The Mayor and Finance Director are responsible for ensuring substantial compliance with this Debt Policy.

TO THE HONORABLE MELVILLE BAILEY, CHAIRMAN, AND MEMBERS OF THE HAWKINS COUNTY BOARD OF COMMISSIONERS IN REGULAR SESSION, MET THIS 28TH DAY OF NOVEMBER, 2011.

RESOLUTION IN REFERENCE: BUDGET AMENDMENT - GENERAL FUND

The following budget amendments are being requested as listed below:

Account Number	Description	Current Budget	Increase	Decrease	Amended Budget
SHERIFF'S DEPARTMENT					
Increase Expenditures			Increase		
54110-338	Maintenance and Repair Serv-Vehicles	50,000.00	18,000.00		68,000.00
	Sub-total Expenditures	\$ 50,000.00	\$ 18,000.00	\$ 0.00	\$ 68,000.00
Increase Revenues			Increase		
49700	Insurance Recovery	185,306.00	18,000.00		203,306.00
	Sub-total Revenues	\$ 185,306.00	\$ 18,000.00	\$ 0.00	\$ 203,306.00
The increase in Maintenance and Repair Services-Vehicles is needed to make repairs to vehicles due to accidents and hail damage.					
Funding will come from insurance claim payments.					
PARKS AND FAIR BOARDS					
Increase Expenditures			Increase		
56700-335	Maintenance and Repair Serv-Buildings	300.00	1,158.00		1,458.00
Decrease Expenditures				Decrease	
56700-446	Small Tools	600.00		(283.00)	317.00
56700-450	Tires and Tubes	500.00		(350.00)	150.00
56700-790	Other Equipment	10,500.00		(525.00)	9,975.00
	Sub-total	\$ 11,900.00	\$ 1,158.00	\$ (1,158.00)	\$ 11,900.00
The increase in Maintenance and Repair Services-Buildings is needed to install a heating unit in the Maintenance Building at Laurel Run Park.					
Funding will come from transfers within the Park and Fair Boards budget.					
		Current Budget	Increase	Decrease	Amended Budget
Page Totals- Expenditures		\$ 61,900.00	\$ 19,158.00	\$ (1,158.00)	\$ 79,900.00
Page Totals- Revenues		\$ 185,306.00	\$ 18,000.00	\$ 0.00	\$ 203,306.00

INTRODUCED BY: Gary Hicks, Chrmn Budget Committee

ESTIMATED COST _____

SECONDED BY: _____

PAID FROM _____ FUND _____

ACTION: AYE NAY

DATE SUBMITTED 11/14/11

ROLL CALL _____

COUNTY CLERK: A. CARROLL JENKINS

VOICE VOTE _____

BY: A. Carroll Jenkins

ABSENT _____

COMMITTEE ACTION: Melville Bailey

APPROVED _____ DISAPPROVED _____

CHAIRMAN:

MELVILLE BAILEY

RESOLUTION NO. 2011 11 1 05

TO THE HONORABLE MELVILLE E. BAILEY, CHAIRMAN, AND MEMBERS OF THE HAWKINS COUNTY BOARD OF COMMISSIONERS IN REGULAR SESSION, MET THIS 28th DAY OF NOVEMBER 2011.

RESOLUTION IN REF: GENERAL PURPOSE FUND BUDGET AMENDMENT

WHEREAS, the Hawkins County Board of Education has approved the attached budget amendment to the General Purpose Fund, and now requests approval of said amendment by the Hawkins County Board of Commissioners.

NOW THEREFORE BE IT RESOLVED THAT the Hawkins County Board of Commissioners, meeting in regular session, November 28, 2011, go on record as passing this resolution.

Introduced by Esq. Gary Hicks

Estimated Cost: _____

Seconded by Esq. _____

Paid From _____ Fund

ACTION: Aye Nay

Date Submitted 11-7-11

Roll Call _____

County Clerk: A. Carroll Jenkins

Voice Vote _____

By: A. Carroll Jenkins

Absent _____

COMMITTEE ACTION:

APPROVED

DISAPPROVED

CHAIRMAN: Melville E. Bailey

FUND: 141 GENERAL PURPOSE SCHOOL FUND
 AMENDMENT NUMBER: 2
 DATE: October 26, 2011

ORIGINAL BUDGET AMOUNT	52,375,554.00
PREVIOUS AMENDMENTS	157,828.76
TOTAL	52,533,382.76
REQUESTED AMENDMENT	357,687.22
TOTAL	52,891,069.98

Desc Code	ACCOUNT NO	DESCRIPTION	CURRENT BUDGET	INCREASE	DECREASE	AMENDED BUDGET
		EXPENDITURES				
		71100 REGULAR INSTRUCTION PROGRAM - INSTRUCTION				
6	71100-116	Teachers	18,048,385.00		1,043,804.21	17,004,580.79
6	71100-201	Social Security	1,224,785.00		70,833.80	1,153,951.20
6	71100-204	State Retirement	1,787,767.00		103,393.12	1,684,373.88
6	71100-212	Employer Medicare	286,442.00		16,565.99	269,876.01
	71100-127	Career Ladder Extended Contracts	120,416.17			120,416.17
		Subtotal	21,467,795.17		1,234,597.12	20,233,198.05
		71200 SPECIAL EDUCATION PROGRAM				
1	71200-128	Homebound Teachers	134,433.00	0.10		134,433.10
1	71200-163	Educational Assistants	526,940.00		3,307.00	523,633.00
7	71200-171	Speech Pathologist	178,675.00		6,250.00	172,425.00
1	71200-189	Other Salaries and Wages	103,292.00		17,910.00	85,382.00
1	71200-201	Social Security	208,209.00		1.00	208,208.00
1	71200-204	State Retirement	303,412.00		1.00	303,411.00
1	71200-206	Life Insurance	15,523.00	0.20		15,523.20
7	71200-399	Other Contracted Services	5,000.00	6,250.00		11,250.00
		Subtotal	1,475,484.00	6,250.30	27,469.00	1,454,265.30
		72110 ATTENDANCE				
	72110-189	Other Salaries & Wages	56,017.75			56,017.75
	72110-201	Social Security	8,051.74			8,051.74
	72110-204	State Retirement	11,713.68			11,713.68
	72110-212	Employer Medicare	1,869.96			1,869.96
		Subtotal	77,653.13			77,653.13
		72120 HEALTH SERVICES				
	72120-131	Medical Personnel	320,207.17			320,207.17
	72120-201	Social Security	31,421.98			31,421.98
	72120-204	State Retirement	45,550.09			45,550.09
	72120-212	Employer Medicare	7,351.44			7,351.44
	72120-499 FRC	Other Supplies & Materials	1,082.27			1,082.27
		Subtotal	405,612.95			405,612.95
		72130 OTHER STUDENT SUPPORT				
	72130-127	Career Ladder Extended Contracts	6,961.45			6,961.45
	72130-189	Other Salaries & Wages	84,670.50			84,670.50
	72130-201	Social Security	75,426.57			75,426.57
	72130-204	State Retirement	110,095.81			110,095.81
	72130-212	Employer Medicare	17,642.72			17,642.72
5	72130-499	Other Supplies and Materials	35,000.00	1,500.00		36,500.00
		Subtotal	329,797.05	1,500.00		331,297.05
		72210 REGULAR INSTRUCTION PROGRAM - SUPPORT SERVICES				
	72210-127	Career Ladder Extended Contracts	15,562.55			15,562.55
	72210-189	Other Salaries & Wages	231,769.00			231,769.00
	72210-201	Social Security	89,182.03			89,182.03
	72210-204	State Retirement	130,185.61			130,185.61
	72210-212	Employer Medicare	20,859.68			20,859.68
	72210-599 MATH	Other Charges	1,400.00			1,400.00
		Subtotal	488,958.87			488,958.87
		72220 SPECIAL EDUCATION PROGRAM				
1	72220-105	Supervisor/Director	141,079.00		0.60	141,078.40
1	72220-135	Assessment Personnel	48,045.00	40.00		48,085.00
	72220-161	Secretary(s)	32,818.03			32,818.03
1	72220-201	Social Security	20,266.29	427.71		20,694.00
1	72220-204	State Retirement	29,551.60	778.40		30,330.00
1	72220-206	Life Insurance	922.00	144.00		1,066.00
1	72220-207	Medical Insurance	32,114.00	1.00		32,115.00
1	72220-212	Employer Medicare	4,740.59	124.41		4,865.00
1	72220-499	Other Supplies and Materials	1,000.00	2,000.00		3,000.00
		Subtotal	310,536.51	3,515.52	0.60	314,051.43
		72320 OFFICE OF THE SUPERINTENDENT				
8	72320-161	Secretary(s)	127,450.63	5,600.00		133,050.63
8	72320-201	Social Security	14,503.25	350.00		14,853.25
8	72320-204	State Retirement	21,160.35	550.00		21,710.35
8	72320-212	Employer Medicare	3,392.84	100.00		3,492.84
8,10	72320-348	Postal Charges	10,000.00		3,470.00	6,530.00
8	72320-701	Administrative Charges	5,000.00		5,000.00	
		Subtotal	181,507.07	6,600.00	8,470.00	179,637.07

FUND: 141 GENERAL PURPOSE SCHOOL FUND
 AMENDMENT NUMBER: 2
 DATE: October 26, 2011

ORIGINAL BUDGET AMOUNT	52,375,554.00
PREVIOUS AMENDMENTS	157,828.76
TOTAL	52,533,382.76
REQUESTED AMENDMENT	357,687.22
TOTAL	52,891,069.98

Desc Code	ACCOUNT NO	DESCRIPTION	CURRENT BUDGET	INCREASE	DECREASE	AMENDED BUDGET
		EXPENDITURES				
		72410 OFFICE OF THE PRINCIPAL				
	72410-127	Career Ladder Extended Contracts	12,049.41			12,049.41
10	72410-161	Secretary(s)	461,942.00	1,600.00		463,542.00
10	72410-201	Social Security	151,449.00	100.00		151,549.00
10	72410-204	State Retirement	22,152.00	145.00		22,297.00
10	72410-212	Employer Medicare	453,577.00	25.00		453,602.00
		Subtotal	1,101,169.41	1,870.00		1,103,039.41
		72510 FISCAL SERVICES				
9	72510-105	Supervisor/Director	44,975.00		8,500.00	36,475.00
9	72510-119	Accountants/Bookkeepers	103,256.00	8,500.00		111,756.00
		Subtotal	148,231.00	8,500.00	8,500.00	148,231.00
		72620 OPERATION OF PLANT				
4	72610-423	Fuel Oil	-	25,000.00		25,000.00
		Subtotal	-	25,000.00		25,000.00
		72620 MAINTENANCE OF PLANT				
	72620-167	Maintenance Personnel	529,229.30			529,229.30
	72620-201	Social Security	37,419.32			37,419.32
	72620-204	State Retirement	53,585.48			53,585.48
	72620-212	Employer Medicare	9,467.05			9,467.05
2	72620-717 SAFE	Maintenance Equipment	-	36,800.00		36,800.00
		Subtotal	629,701.15	36,800.00		666,501.15
		72710 TRANSPORTATION				
2	76100-729	Transportation Equipment	-	10,000.00		10,000.00
		Subtotal	-	10,000.00		10,000.00
		72810 CENTRAL AND OTHER				
6	72810-189	Other Salaries and Wages	-	1,043,804.21		1,043,804.21
6	72810-201	Social Security	-	70,833.80		70,833.80
6	72810-204	State Retirement	-	103,393.12		103,393.12
6	72810-212	Employer Medicare	-	16,565.99		16,565.99
		Subtotal	-	1,234,597.12		1,234,597.12
		76100 REGULAR CAPITAL OUTLAY				
3,4	76100-707	Building Improvements	537,000.00	286,491.00		823,491.00
11	76100-799	Other Capital Outlay	325,000.00	15,600.00		340,600.00
	76100-799 003	Other Capital Outlay	68,115.00			68,115.00
		Subtotal	930,115.00	302,091.00		1,232,206.00
		TOTAL EXPENDITURES	27,546,561.31	1,636,723.94	1,279,036.72	27,563,648.53
		REVENUES				
	44570 FRC	Contributions & Gifts	1,082.27			1,082.27
	44990 MATH	Other Local Revenue	1,400.00			1,400.00
2	46590	Other State Education Funds	53,688.35	39,800.00		93,488.35
	46590	Other State Education Funds	22,558.00			22,558.00
	46590 CSH	Other State Education Funds	105,000.00			105,000.00
	46590 FRC	Other State Education Funds	29,611.65			29,611.65
	46590 SSMS	Other State Education Funds	18,782.00			18,782.00
	46591 CSH	Coordinated School Health ARRA	-			-
	46592	Internet Connectivity ARRA	-			-
	46594 FRC	Family Resource ARRA	-			-
	46595 SSMS	Star Student Management System ARRA	-			-
	46612	Career Ladder - Extended Contract	156,452.58			156,452.58
		TOTAL	388,574.85	39,800.00		428,374.85
		RESERVES & FUND BALANCE				
6	34560	Restricted for instruction	(1,206,885.00)	(1,206,885.00)		-
	34755	Assigned for Education	(1,005,771.00)			(1,005,771.00)
	34775	Assigned for Capital Outlay	-			-
	34785	Assigned for Capital Projects	(318,611.00)			(318,611.00)
1,2,3,5,6,9,11	39000	Undesignated Fund Balance	10,130,727.65		1,524,772.22	8,605,955.43
		TOTAL FUND BALANCE	7,599,460.65	(1,206,885.00)	1,524,772.22	7,281,573.43
		This budget amendment is to budget for the following:				
1		To match the local Special Education budget to the state approved special Education budget.				
2		To budget for the approved Safe Schools Grant.				
3		To budget for the re-roofing of Volunteer, Mt. Carmel, and Mooresburg.				
4		To budget for fuel oil at Keplar and McPheeter's Bend.				
5		To budget for Church Hill Middle wrestling startup money.				
6		To budget for the Education Jobs Program Reimbursement.				
7		To allow enough money in other contracted services to pay a deaf interpreter.				
8		To budget for the salary increase from a transportation secretary's promotion to office manager.				
9		To budget for the step increase for central office bookkeepers.				
10		To budget for the step increase for school secretaries, central office secretaries, and 12 month secretary/bookkeepers @ high schools.				
11		To budget for the paving at CHE.				

RESOLUTION NO. 2011 11 1 06

TO THE HONORABLE MELVILLE E. BAILEY, CHAIRMAN, AND MEMBERS OF THE HAWKINS COUNTY BOARD OF COMMISSIONERS IN REGULAR SESSION, MET THIS 28th DAY OF NOVEMBER 2011.

RESOLUTION IN REF: FEDERAL PROJECTS FUND BUDGET AMENDMENT

WHEREAS, the Hawkins County Board of Education has approved the attached budget amendment to the Federal Projects Fund, and now requests approval of said amendment by the Hawkins County Board of Commissioners.

NOW THEREFORE BE IT RESOLVED THAT the Hawkins County Board of Commissioners, meeting in regular session, November 28, 2011, go on record as passing this resolution.

Introduced by Esq. Gary Hicks

Estimated Cost: _____

Seconded by Esq. _____

Paid From _____ Fund

ACTION: Aye Nay

Date Submitted 11-7-11

Roll Call _____ _____

County Clerk: A. Carroll Jenkins

Voice Vote _____ _____

By: A. Carroll Jenkins

Absent _____ _____

COMMITTEE ACTION:

APPROVED

DISAPPROVED

CHAIRMAN: Melville E. Bailey

FUND: 142 FEDERAL PROJECTS FUND
 AMENDMENT NUMBER: 4
 DATE: November 4, 2011

ORIGINAL BUDGET AMOUNT	6,342,917.00
PREVIOUS AMENDMENTS	241,929.75
TOTAL	6,584,846.75
REQUESTED AMENDMENT	1,211,703.73
TOTAL	7,796,550.48

Desc Code	ACCOUNT NO	DESCRIPTION	CURRENT BUDGET	INCREASE	DECREASE	AMENDED BUDGET
		EXPENDITURES				
		71100 REGULAR INSTRUCTION PROGRAM				
4	71100-116	Teachers	275,910.00	1,043,804.21		1,319,714.21
	71100-163	Educational Assistants	300,485.00			300,485.00
	71100-189	Other Salaries & Wages	38,126.00			38,126.00
	71100-195	Certified Substitute Teachers	3,200.00			3,200.00
	71100-198	Non-certified Substitute Teachers	16,700.00			16,700.00
4	71100-201	Social Security	42,117.00	70,833.80		112,950.80
4	71100-204	State Retirement	57,581.00	103,393.12		160,974.12
	71100-206	Life Insurance	4,680.00			4,680.00
	71100-207	Medical Insurance	161,474.00			161,474.00
	71100-210	Unemployment Compensation	1,300.00			1,300.00
4	71100-212	Employer Medicare	9,685.00	16,565.99		26,250.99
	71100-399	Other Contracted Services	24,183.00			24,183.00
	71100-429	Instructional Supplies & Materials	96,558.29			96,558.29
	71100-499	Other Supplies & Materials	25,850.00			25,850.00
	71100-599	Other Charges	197,397.00			197,397.00
3	71100-722	Regular Instruction Equipment	91,850.29	2,660.00		94,510.29
		Subtotal	1,347,096.58	1,237,257.12	-	2,584,353.70
		71200 SPECIAL EDUCATION PROGRAM				
	71150-189	Other Salaries & Wages	-			-
	71150-201	Social Security	-			-
	71150-204	State Retirement	-			-
	71150-212	Employer Medicare	-			-
	71150-399	Other Contracted Services	-			-
	71150-429	Instructional Supplies & Materials	-			-
	71150-449	Textbooks	-			-
		Subtotal	-	-	-	-
		71200 SPECIAL EDUCATION PROGRAM				
	71200-116	Teachers	341,617.00			341,617.00
	71200-163	Educational Assistants	578,654.00			578,654.00
	71200-171	Speech Pathologist	36,541.00			36,541.00
	71200-189	Other Salaries & Wages	47,000.00			47,000.00
	71200-201	Social Security	62,337.00			62,337.00
	71200-204	State Retirement	90,408.00			90,408.00
	71200-206	Life Insurance	8,784.00			8,784.00
	71200-207	Medical Insurance	345,343.00			345,343.00
	71200-212	Employer Medicare	14,556.00			14,556.00
	71200-312	Contracts with Private Agencies	2,000.00			2,000.00
	71200-322	Evaluation & testing	7,000.00			7,000.00
	71200-336	Maintenance & Repair Services - Equipment	2,000.00			2,000.00
1	71200-429	Instructional Supplies & Materials	16,540.70	70.89		16,611.59
	71200-725	Special Education Equipment	104,974.90			104,974.90
		Subtotal	1,657,755.60	70.89	-	1,657,826.49
		71200 SPECIAL EDUCATION PROGRAM				
	71300-429	Instructional Supplies & Materials	56,719.00			56,719.00
	71300-499	Other Supplies & Materials	2,400.00			2,400.00
	71300-730	Vocational Instruction Equipment	42,600.00			42,600.00
		Subtotal	101,719.00	-	-	101,719.00
		71200 SPECIAL EDUCATION PROGRAM				
	72130-189	Other Salaries & Wages	83,906.00			83,906.00
	72130-201	Social Security	5,211.00			5,211.00
	72130-204	State Retirement	7,606.75			7,606.75
	72130-206	Life Insurance	288.00			288.00
	72130-207	Medical Insurance	7,622.00			7,622.00
	72130-210	Unemployment Compensation	80.00			80.00
	72130-212	Employer Medicare	1,242.75			1,242.75
	72130-322	Evaluation & testing	7,364.00			7,364.00
	72130-355	Travel	39,000.00			39,000.00
	72130-399	Other Contracted Services	1,500.00			1,500.00
	72130-499	Other Supplies & Materials	7,303.22			7,303.22
	72130-524	In-Service/Staff Development	6,000.00			6,000.00
	72130-599	Other Charges	80,321.00			80,321.00
		Subtotal	247,444.72	-	-	247,444.72

FUND: 142 FEDERAL PROJECTS FUND
 AMENDMENT NUMBER: 4
 DATE: November 4, 2011

ORIGINAL BUDGET AMOUNT	6,342,917.00
PREVIOUS AMENDMENTS	241,929.75
TOTAL	6,584,846.75
REQUESTED AMENDMENT	1,211,703.73
TOTAL	7,796,550.48

Desc Code	ACCOUNT NO	DESCRIPTION	CURRENT BUDGET	INCREASE	DECREASE	AMENDED BUDGET
		EXPENDITURES				
		71200 SPECIAL EDUCATION PROGRAM				
2	72210-105	Supervisor/Director	118,000.00		50,000.00	68,000.00
	72210-161	Secretary(s)	16,907.00			16,907.00
2	72210-189	Other Salaries & Wages	354,543.00	113,681.00		468,224.00
2	72210-195	Cerified Substitute Teachers	7,800.00		7,800.00	-
2	72210-198	Non-certified Substitute Teachers	1,250.00		1,250.00	-
2	72210-201	Social Security	30,359.00	4,175.00		34,534.00
2	72210-204	State Retirement	45,012.00	5,305.00		50,317.00
	72210-206	Life Insurance	1,932.00			1,932.00
2	72210-207	Medical Insurance	63,137.00	13,308.00		76,445.00
	72210-210	Unemployment Compensation	120.00			120.00
2	72210-212	Employer Medicare	7,160.00	1,280.00		8,440.00
	72210-308	Consultants	150,000.00			150,000.00
	72210-336	Maintenance & Repair Services - Equipment	1,000.00			1,000.00
2	72210-355	Travel	95,249.26	2,839.00		98,088.26
	72210-369	Contracts for Substitute Teachers -Certified	-			-
2	72210-399	Other Contracted Services	55,000.00		16,710.00	38,290.00
	72210-432	Library Books/Media	4,000.00			4,000.00
2	72210-499	Other Supplies & Materials	50,400.00	45,500.00		95,900.00
2	72210-524	In Service/Staff Development	918,433.25		85,672.28	832,760.97
2	72210-599	Other Charges	88,389.24		35,280.00	53,109.24
2	72210-790	Other Equipment	31,808.46		15,000.00	16,808.46
		Subtotal	2,040,500.21	186,088.00	211,712.28	2,014,875.93
		71200 SPECIAL EDUCATION PROGRAM				
	72220-135	Assessment Personnel	60,859.00			60,859.00
	72220-201	Social Security	3,774.00			3,774.00
	72220-204	State Retirement	5,508.00			5,508.00
	72220-206	Life Insurance	144.00			144.00
	72220-212	Employer Medicare	883.01			883.01
	72220-336	Maintenance & Repair Services - Equipment	2,000.00			2,000.00
	72220-355	Travel	40,521.66			40,521.66
	72220-399	Other Contracted Services	9,875.00			9,875.00
	72220-499	Other Supplies & Materials	35,156.90			35,156.90
	72220-524	In Service/Staff Development	38,661.00			38,661.00
	72220-599	Other Charges	6,000.00			6,000.00
	72220-790	Other Equipment	44,284.38			44,284.38
		Subtotal	247,666.95	-	-	247,666.95
		71200 SPECIAL EDUCATION PROGRAM				
	72230-355	Travel	1,000.00			1,000.00
		Subtotal	1,000.00	-	-	1,000.00
		71200 SPECIAL EDUCATION PROGRAM				
	72710-189	Other Salaries & Wages	20,000.00			20,000.00
	72710-313	Contracts with Parents	394,005.00			394,005.00
		Subtotal	414,005.00	-	-	414,005.00
		TOTAL EXPENDITURES	6,057,188.06	1,423,416.01	211,712.28	7,268,891.79
		REVENUE				
	46590	Other State Education Funds	50,000.00			50,000.00
	47131	Vocational Education Basic Grants to States	142,554.00			142,554.00
	47141	Title I - Grants to Local Education Agencies	2,244,232.68			2,244,232.68
	47143	Special Education Grants to the States - IDEA	1,883,256.98			1,883,256.98
1	47145	Special Education Preschool Grants	15,792.96	70.89		15,863.85
	47146	English Language Acquisition Grants (Title III)	8,254.00			8,254.00
	47149	Education for Homeless Children	1,935.24			1,935.24
3	47189	Title II - Eisenhower Professional Development State Grants	845,168.09	2,660.00		847,828.09
2	47311	Race to the Top (RTTT)	803,500.00		25,624.28	777,875.72
4	47590	Other Federal Through State	20,000.00	1,234,597.12		1,254,597.12
		TOTAL Revenues	6,014,693.95	1,237,328.01	25,624.28	7,226,397.68

FUND: 142 FEDERAL PROJECTS FUND
 AMENDMENT NUMBER: 4
 DATE: November 4, 2011

ORIGINAL BUDGET AMOUNT	6,342,917.00
PREVIOUS AMENDMENTS	241,929.76
TOTAL	6,584,846.75
REQUESTED AMENDMENT	1,211,703.73
TOTAL	7,796,550.48

Desc Code	ACCOUNT NO	DESCRIPTION	CURRENT BUDGET	INCREASE	DECREASE	AMENDED BUDGET
		EXPENDITURES				
		The above amendment budgets for the following:				
1		The above amendment is 70.89 rollover from two years ago that was found when completing IDEA Preschool completion reports				
2		The above amendment is to adjust the total to match what is available for payment by the state for First to the Top.				
3		The above amendment budgets remaining Title II Part D ARRA funds for the 2011-2012 year that were not originally included in the 2011-2012 budget. (This was found during the quarterly reporting process)				
4		To budget for the remaining amount of Ed Job money that is to be spent by 09/30/2012.				
		Notes:				
		The difference of 42,494.11 from the expenditures as compared with the revenues is due to the reserve account used in Amendment #1.				

RESOLUTION NO. 2011 11 1 07

TO THE HONORABLE MELVILLE E. BAILEY, CHAIRMAN, AND MEMBERS OF THE HAWKINS COUNTY BOARD OF COMMISSIONERS IN REGULAR SESSION, MET THIS 28th DAY OF NOVEMBER 2011.

RESOLUTION IN REF: FOOD SERVICE FUND BUDGET AMENDMENT

WHEREAS, the Hawkins County Board of Education has approved the attached budget amendment to the Transportation Fund, and now requests approval of said amendment by the Hawkins County Board of Commissioners.

NOW THEREFORE BE IT RESOLVED THAT the Hawkins County Board of Commissioners, meeting in regular session, November 28, 2011, go on record as passing this resolution.

Introduced by Esq. Gary Hicks

Estimated Cost: _____

Seconded by Esq. _____

Paid From _____ Fund

ACTION: Aye Nay

Date Submitted 11-2-11

Roll Call _____

County Clerk: A. Carroll Jenkins

Voice Vote _____

By: A. Carroll Jenkins

Absent _____

COMMITTEE ACTION:

APPROVED

DISAPPROVED

CHAIRMAN: Melville E. Bailey

FUND: 143 FOOD SERVICE FUND
 AMENDMENT NUMBER: 1
 DATE: October 21, 2011

ORIGINAL BUDGET AMOUNT	\$ 3,962,597.00
PREVIOUS AMENDMENTS	
TOTAL	\$ 3,962,597.00
REQUESTED AMENDMENT	\$ -
TOTAL	\$ 3,962,597.00

ACCOUNT NO	DESCRIPTION	CURRENT BUDGET	INCREASE	DECREASE	AMENDED BUDGET
EXPENDITURES					
73100 FOOD SERVICE					
73100-119	Accountants/Bookkeepers	26,059.00			26,059.00
73100-146	Bus Drivers	-			-
73100-162	Clerical Personnel	61,550.00			61,550.00
73100-165	Cafeteria Personnel	1,288,353.00			1,288,353.00
73100-201	Social Security	75,000.00			75,000.00
73100-204	State Retirement	100,000.00			100,000.00
73100-206	Life Insurance	18,000.00			18,000.00
73100-207	Medical Insurance	280,000.00			280,000.00
73100-212	Employer Medicare	18,000.00			18,000.00
73100-307	Communication	15,000.00			15,000.00
73100-336	Maintenance and Repair Service	188,880.00			188,880.00
73100-355	Travel	1,000.00			1,000.00
73100-399	Other Contracted Services	212,500.00	30,000.00		242,500.00
73100-421	Food Preparation Supplies	132,475.00			132,475.00
73100-422	Food Supplies	1,210,450.00		20,000.00	1,190,450.00
73100-435	Office Supplies	40,000.00		10,000.00	30,000.00
73100-451	Uniforms	4,950.00			4,950.00
73100-499	Other Supplies and Materials	4,000.00			4,000.00
73100-524	Inservice/Staff Development	500.00			500.00
73100-599	Other Charges	5,000.00			5,000.00
73100-710	Food Service Equipment	280,880.00			280,880.00
	Subtotal	3,962,597.00	30,000.00	30,000.00	3,962,597.00
	TOTAL EXPENDITURES	3,962,597.00	30,000.00	30,000.00	3,962,597.00
REVENUES					
43521	Lunch Payments - Children	890,480.00			890,480.00
43522	Lunch Payments - Adults	218,845.00			218,845.00
43523	Income from Breakfast	353,845.00			353,845.00
43525	A La Carte Sales	184,124.00			184,124.00
43990	Other Charges for Services	70,000.00			70,000.00
44110	Investment Income	10,000.00			10,000.00
46520	School Food Service	40,653.00			40,653.00
47111	USDA School Lunch Program	1,636,750.00			1,636,750.00
47113	Breakfast	528,000.00			528,000.00
47114	USDA - Other	29,900.00			29,900.00
	Total	3,962,597.00	-	-	3,962,597.00

The above amendment is to increase expense account balance in 73100-399 - Other Contracted Services - to cover anticipated expenses for remaining NETCO revolving fund processing fees and USDA commodity food purchases.

