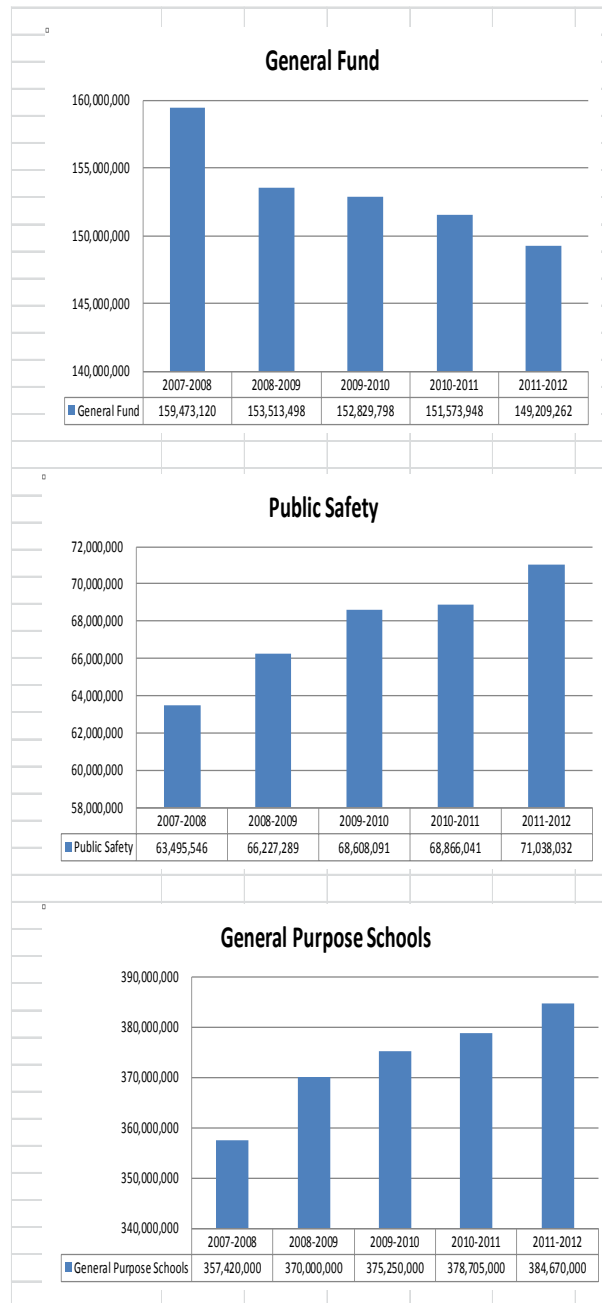


| Knox County, Tennessee | | |
|--|------------|------------|
| Fund Balance Totals Fiscal Years 2010-2011 | | |
| | Actual | Actual |
| Fiscal Year Ended June 30: | 2010 | 2011 |
| General Fund: | | |
| Unassigned Fund Balance | 42,041,215 | 43,521,876 |
| Debt Service: | | |
| Committed Fund Balance | 15,753,733 | 16,295,741 |
| Governmental Library: | | |
| Committed Fund Balance | 51,449 | 55,826 |
| Public Library Fund: | | |
| Restricted Fund Balance | 322,739 | 570,768 |
| Solid Waste Fund: | | |
| Committed Fund Balance | 767,947 | 1,201,320 |
| Hotel-Motel Tax Fund: | | |
| Restricted Fund Balance | 260,101 | 544,884 |
| Drug Control Fund: | | |
| Restricted Fund Balance | 1,342,742 | 1,353,838 |
| Engineering & Public Works Fund: | | |
| Committed Fund Balance | 3,451,253 | 3,142,250 |
| ADA Construction Fund: | | |
| Committed Fund Balance | 1,882,873 | 1,375,216 |
| General Purpose Schools: | | |
| Unassigned Fund Balance | 26,994,621 | 27,141,440 |

Adopted Budget Five Year Comparison



To the Knox County Commission:

As we prepare to begin work on next year's budget, I instructed the Finance Department to put together this document. I believe this Fiscal Year 2011-2012 "Budget in Brief" brochure will be a useful, easy reference for you.

The purpose of this report is to provide an executive summary of the County's Adopted Budget for FY 2012. This report has taken certain schedules out of the detailed budget report to provide you with certain financial information. The Finance Department will be happy to provide you with any financial information you deem necessary.

Please don't hesitate to contact my office with any questions you may have.

Thank you,

Tim Burchett
Knox County Mayor

Office of Knox County Mayor
400 Main Street, Suite 615
Knoxville, TN 37902

Knox County Adopted Budget



Fiscal Year 2011-2012

"Budget in Brief"

Tim Burchett, Knox County Mayor

Knox County Commission:

Mike Hammond, Chairman
Brad Anders, Vice Chairman
Sam McKenzie
Amy Broyles
Tony Norman
Jeff Ownby
Dr. Richard Briggs
R. Larry Smith
Dave Wright
Mike Brown
Ed Shouse

Budget Summary

| | Adopted 2010-2011 |
|-----------------------------------|-----------------------|
| General Administration | \$ 12,218,567 |
| Finance | 13,020,932 |
| Administration of Justice | 11,472,512 |
| Public Safety | 68,866,041 |
| Public Health & Welfare | 24,546,946 |
| Social/Cultural/Recreational | 4,499,825 |
| Agriculture & Natural Resources | 406,489 |
| Other General Government | 14,860,541 |
| Net Operating Transfers | 1,682,095 |
| General | 151,573,948 |
| Special Revenue Funds: | |
| Governmental Law Library | 195,000 |
| Public Library | 12,752,000 |
| Solid Waste | 4,307,338 |
| Air Quality | 199,932 |
| Hotel-Motel Tax | 5,000,000 |
| Engineering and Public Works | 10,812,812 |
| Central Cafeteria | 23,422,200 |
| General Purpose School | 378,705,000 |
| | 435,394,282 |
| General Debt Fund | 66,750,000 |
| Construction Funds: | |
| School Construction | 18,977,665 |
| ADA Construction | 400,000 |
| | 19,377,665 |
| Total | \$ 673,095,895 |
| School Board Contribution to Debt | \$ (25,946,048) |
| Net Budget | \$ 647,149,847 |

| Adopted 2011-2012 | Change |
|-----------------------|----------------------|
| \$ 11,469,197 | \$ (749,370) |
| 12,961,413 | (59,519) |
| 11,404,383 | (68,129) |
| 71,038,032 | 2,171,991 |
| 22,485,976 | (2,060,970) |
| 4,245,676 | (254,149) |
| 408,839 | 2,350 |
| 14,129,664 | (730,877) |
| 1,091,082 | (591,013) |
| 149,234,262 | (2,339,686) |
| 108,666 | (86,334) |
| 12,463,769 | (288,231) |
| 4,122,135 | (185,203) |
| 199,932 | - |
| 5,459,500 | 459,500 |
| 11,176,812 | 364,000 |
| 24,310,642 | 888,442 |
| 384,670,000 | 5,965,000 |
| 442,511,456 | 7,117,174 |
| 71,750,000 | 5,000,000 |
| 20,044,263 | 1,066,598 |
| 400,000 | - |
| 20,444,263 | 1,066,598 |
| \$ 683,939,981 | \$ 10,844,086 |
| \$ (31,117,892) | \$ (5,171,844) |
| \$ 652,822,089 | \$ 5,672,242 |

Outstanding General Obligation Debt Principal Balance Projections

| Debt Principal as of Fiscal Year Ended June 30: | Knox County General Government |
|---|--------------------------------------|
| 2009 | 379,055,467 |
| 2010 | 363,953,720 |
| 2011 | 404,761,105 |
| 2012* | 393,347,422 |
| 2013* | 379,456,050 |
| 2014* | 365,209,458 |
| 2015* | 352,788,996 |
| 2016* | 337,053,627 |

Mayor Burchett put in place a plan to pay down the county's debt by \$20 million per year over the next five years, for a total net debt reduction of \$100 million.

*Projected, through the approved capital improvement plan.

Fiscal Year 2012 Revenue Projections

| | |
|--------------|---------------|
| Property Tax | \$233,168,000 |
| Sales Tax | \$126,852,750 |
| Wheel Tax | \$ 12,330,000 |

| Knox County Board of Education | Total |
|--------------------------------------|-------------|
| 248,065,935 | 627,121,402 |
| 250,017,215 | 613,970,935 |
| 286,425,363 | 691,186,468 |
| 276,623,344 | 669,970,766 |
| 270,000,435 | 649,456,485 |
| 265,322,476 | 630,531,934 |
| 247,553,927 | 600,342,923 |
| 230,475,015 | 567,528,642 |

Property Tax Rates:

| | |
|--------------------|---------|
| <i>Knox County</i> | \$2.36 |
| Hamilton Co. | \$2.765 |
| Davidson Co. | \$3.56 |
| Shelby Co. | \$4.06 |

One cent of the property tax rate is estimated to equal \$988,000. Of this tax rate \$0.97 goes to the General Fund, \$1.08 goes to General Purpose School Fund, and \$0.31 goes to General Debt Fund.