

# Annual Report

## For the Year Ending June 30, 2015

The Metropolitan Government of Nashville and Davidson County (the Government) submits the Annual Report for the year ended June 30, 2015 in compliance with the continuing disclosure requirement of Rule 15c2-12 of the Securities and Exchange Commission. The Government's Annual Report consists of the Comprehensive Annual Financial Report (CAFR), prepared in accordance with generally accepted accounting principles and other operating data as contained in final official statements issued by the Government.

The Government's Annual Report for the year ending June 30, 2015 relates to the following issues:

|   |    |             |
|---|----|-------------|
| Meharry Medical College Project, Series 1996  | \$ | 55,050,000  |
| G.O. (Tax Exempt) Thermal Refunding Bonds, 2002A                                      | \$ | 31,065,000  |
| G.O Public Improvement Refunding Bonds, Series 2004                                   | \$ | 51,340,000  |
| Public Improvement Revenue Refunding Bonds, Series 2004                               | \$ | 64,910,000  |
| G.O Bonds, Series 2005A   | \$ | 150,995,000 |
| G.O Refunding Bonds, Series 2005B   | \$ | 190,460,000 |
| G. O. Bonds, Series 2005C   | \$ | 214,000,000 |
| General Obligation Refunding Bonds, Series 2006A                                      | \$ | 60,805,000  |
| General Obligation Bonds, Series 2006 B   | \$ | 203,315,000 |
| General Obligation Refunding Bonds, Series 2007A                                      | \$ | 186,890,000 |
| Water and Sewerage Revenue Refunding Bonds, Series 2007                               | \$ | 36,240,000  |
| G. O. Bonds, Series 2008A   | \$ | 308,000,000 |
| Water and Sewerage Revenue Refunding Bonds, Series 2008A                              | \$ | 122,530,000 |
| General Obligation Improvement And Refunding Bonds, Series 2010A                      | \$ | 296,750,000 |
| G. O Impr. Bonds, Federally Taxable Series 2010B (BABS- Direct Payment)               | \$ | 252,005,000 |
| G. O Refunding Bonds Federally Taxable, Series 2010C                                  | \$ | 51,485,000  |
| General Obligation Refunding Bonds, Series 2010D                                      | \$ | 291,360,000 |
| Water & Sewer Revenue Refunding Bonds, Series 2010A                                   | \$ | 104,050,000 |
| Water and Sewer Revenue Bonds Federally Taxable Series 2010 (BABS)                    | \$ | 135,000,000 |
| Water and Sewer Revenue Bonds Federally Taxable Series 2010C                          | \$ | 75,000,000  |
| Water and Sewer Revenue Refunding Bonds Federally Taxable Series 2010D                | \$ | 7,610,000   |
| General Obligation Refunding Bonds, Series 2011                                       | \$ | 89,480,000  |
| Taxable Public Improvement Revenue Bonds, Series 2012A                                | \$ | 22,860,000  |
| Taxable Public Facility Revenue Refunding Bonds, Series 2012B                         | \$ | 10,545,000  |
| Water and Sewer Revenue Refunding Bonds, Series 2012                                  | \$ | 129,625,000 |
| General Obligation Refunding Bonds, Series 2012                                       | \$ | 227,110,005 |
| General Obligation Improvement Bonds, Federally Taxable, Series 2012                  | \$ | 6,440,000   |
| District Energy System Revenue and Tax Refunding Bonds, Series 2012A                  | \$ | 47,450,000  |
| General Obligation Refunding Bonds, Series 2012B                                      | \$ | 140,345,000 |
| General Obligation Refunding Bonds, Series 2013                                       | \$ | 245,485,000 |
| Water and Sewer Revenue Bonds, Series 2013  | \$ | 237,930,000 |
| General Obligation Improvement Bonds, Series 2013A                                    | \$ | 374,665,000 |
| Public Facility Revenue Improvement Bonds, Series 2013A (Taxable)                     | \$ | 14,160,000  |
| Public Improvement Revenue Refunding Bonds, Series 2013B (Taxable)                    | \$ | 25,925,000  |
| Public Improvement Revenue Bonds (Ballpark Project), Series 2013A                     | \$ | 53,760,000  |
| Public Improvement Revenue Bonds (Ballpark Project), Series 2013B (Federally Taxable) | \$ | 11,240,000  |
| Public Improvement Revenue Refunding Bonds, Series 2014                               | \$ | 17,390,000  |
| General Obligation Refunding Bonds, Series 2015A                                      | \$ | 59,730,000  |
| General Obligation Refunding Bonds, Series 2015B (Taxable)                            | \$ | 103,980,000 |
| General Obligation Improvement Bonds, Series 2015C                                    | \$ | 347,235,000 |

Constellation Energy Group a Wholly Owned Subsidiary of Exelon Annual 10-K Filing is submitted along with Meharry Medical College financials. For electronic copies of the 2015 CAFR and Bond Official Statements, please visit the Investor Relations section on our website at [www.nashville.gov/finance/investor\\_relations.htm](http://www.nashville.gov/finance/investor_relations.htm).

The following table references the updated information as contained in the Yearly Information Statement of each issue's final official statement:

|  |                            |
|--|----------------------------|
| Relevant Cusips  | Attached Separately        |
| Priority Capital Projects Planning   | Attachment 1               |
| Property Taxes:  |                            |
| Ratios of Tax Levy   | CAFR - H-19                |
| Assessed Valuation and Estimated Market Value  | CAFR - H-16-18             |
| Tax Collection   | CAFR - B-46-47             |
| Analysis of Tax Levies and Collections   | CAFR - H-22-23             |
| Schedule of Delinquent Property Taxes Receivable - By Type   | CAFR - G-12                |
| Principal Taxpayers  | CAFR - H-20                |
| Five Year Summary Revenues, Expenditures and Changes in Fund Balances:   |                            |
| General Fund   | Attachment 2               |
| Special Revenue Funds  | Attachment 3               |
| Debt Service   | Attachment 4               |
| Computation of Net General Obligation Debt   | Attachment 5               |
| Debt Ratios as of June 30, 2015  | Attachment 6               |
| Calculation of Self-Supporting Debt  | Attachment 6               |
| Historical Debt Ratios:  |                            |
| Ratio of Net G.O. Debt to Assessed Value and Net Debt per Capita   | CAFR - H-26-27             |
| Total Debt Service as of June 30, 2015 Secured by Ad Valorem Taxes   | Attachment 7               |
| Sports Authority Financial Information   | CAFR - F-2-5               |
| District Energy System Financial Information   | CAFR - B-18-20             |
| Summary of the Unfunded Pension Benefit Obligation of the City and County Plans and the Board of Education Plans | CAFR - B-76-87, B-110 -115 |
| Schedule of Historic and Projected Non-Tax Revenues  | Attachment 8               |

In addition to the Government's Annual Report, the Government also submits an annual disclosure prepared by the Department of Water and Sewer for its Revenue Refunding Bonds, Series 2007; its Revenue Refunding Bonds, Series 2008A; its Revenue Refunding Bonds, Series 2010A; its Revenue Bonds Federally Taxable, Series 2010B (Build America Bonds - Direct Payment); its Revenue Bonds Federally Taxable, Series 2010C (Recovery Zone Economic Development Bonds); its Revenue Refunding Bonds Federally Taxable, Series 2010D; its Revenue Refunding Bonds, Series 2012; and its Revenue Refunding Bonds, Series 2013. Also included, the Continuing Disclosure Updates for Sports Authority Public Improvement Revenue Refunding Bonds, Series 2004; Sports Authority Taxable Public Improvement Revenue Bonds, Series 2012A; its Taxable Public Facility Revenue Refunding Bonds 2012B; its Taxable Public Facility Revenue Improvement Bonds, Series 2013A; its Taxable Public Improvement Revenue Refunding Bonds, Series 2013B; its Public Improvement Revenue Bonds (Ballpark Project), Series 2013A; its Public Improvement Revenue Bonds (Ballpark Project), Series 2013B (Federally Taxable); its Public Improvement Revenue Refunding Bonds, Series 2014 and an overview of the District Energy System (DES).

**FY2015-2016 to FY2020-2021 Capital Improvements Budget - Final - By Agency**

| Departments                     | % of '15-'16           |                 | FY2016-17            | FY2017-18            | FY2018-19            | FY2019-20            | FY2020-21            | % of '16-'21           |                 |
|---------------------------------|------------------------|-----------------|----------------------|----------------------|----------------------|----------------------|----------------------|------------------------|-----------------|
|                                 | FY2015-16              | Total           |                      |                      |                      |                      |                      | Total                  | Total           |
| Arts Commission                 | \$4,150,000            | 0.214%          |                      |                      |                      |                      |                      | \$4,150,000            | 0.079%          |
| District Energy System - USD    | 30,755,000             | 1.586%          | \$1,017,500          | \$825,000            | \$495,000            | \$495,000            |                      | 33,587,500             | 0.642%          |
| Farmers Market                  | 80,000                 | 0.004%          |                      |                      |                      |                      |                      | 80,000                 | 0.002%          |
| Finance                         | 42,300,000             | 2.181%          | 5,000,000            | 2,000,000            | 2,000,000            |                      |                      | 51,300,000             | 0.980%          |
| Fire Department - GSD           | 34,683,000             | 1.788%          | 26,183,000           |                      |                      |                      |                      | 60,866,000             | 1.163%          |
| General Hospital                | 6,024,100              | 0.311%          | 5,285,000            |                      |                      |                      |                      | 11,309,100             | 0.216%          |
| General Services                | 248,182,400            | 12.795%         | 802,900              | 802,900              | 802,900              | 802,900              |                      | 251,394,000            | 4.802%          |
| General Sessions Court          | 300,000                | 0.015%          |                      |                      |                      |                      |                      | 300,000                | 0.006%          |
| Health                          | 1,100,000              | 0.057%          |                      |                      |                      |                      |                      | 1,100,000              | 0.021%          |
| Historical Commission           | 2,130,000              | 0.110%          | 3,619,000            |                      |                      |                      |                      | 5,749,000              | 0.110%          |
| Human Resources                 | 400,000                | 0.021%          |                      |                      |                      |                      |                      | 400,000                | 0.008%          |
| Information Technology Services | 18,358,000             | 0.946%          |                      |                      |                      |                      |                      | 18,358,000             | 0.351%          |
| Juvenile Court                  | 110,000                | 0.006%          |                      |                      |                      |                      |                      | 110,000                | 0.002%          |
| Juvenile Court Clerk            | 380,000                | 0.020%          |                      |                      |                      |                      |                      | 380,000                | 0.007%          |
| Mayor's Office                  | 6,000,000              | 0.309%          |                      |                      |                      |                      |                      | 6,000,000              | 0.115%          |
| MDHA - GSD                      | 155,800,000            | 8.032%          | 91,800,000           | 83,000,000           | 30,000,000           | 30,000,000           |                      | 390,600,000            | 7.461%          |
| Metro Action Commission         | 14,192,000             | 0.732%          |                      |                      |                      |                      |                      | 14,192,000             | 0.271%          |
| MNPS (Schools)                  | 206,910,600            | 10.667%         | 294,958,700          | 211,532,400          | 181,875,100          | 120,251,800          | \$85,439,900         | 1,100,968,500          | 21.030%         |
| MTA                             | 48,571,000             | 2.504%          |                      |                      |                      |                      |                      | 48,571,000             | 0.928%          |
| Municipal Auditorium            | 2,637,000              | 0.136%          | 1,400,000            | 1,500,000            | 1,000,000            |                      |                      | 6,537,000              | 0.125%          |
| Nashville Electric Service      | 35,000,000             | 1.804%          |                      |                      |                      |                      |                      | 35,000,000             | 0.669%          |
| Parks & Recreation              | 107,110,000            | 5.522%          |                      |                      |                      |                      |                      | 107,110,000            | 2.046%          |
| Planning - GSD                  | 7,200,000              | 0.371%          | 6,700,000            | 6,700,000            | 6,700,000            |                      |                      | 27,300,000             | 0.521%          |
| Planning - USD                  | 250,000                | 0.013%          |                      |                      |                      |                      |                      | 250,000                | 0.005%          |
| Police                          | 45,735,100             | 2.358%          |                      |                      |                      |                      |                      | 45,735,100             | 0.874%          |
| Public Library                  | 25,625,600             | 1.321%          | 9,910,000            | 7,340,000            | 4,825,000            | 5,150,000            | 4,795,300            | 57,645,900             | 1.101%          |
| Public Works - GSD              | 569,831,983            | 29.378%         | 222,960,000          | 216,760,000          | 192,160,000          | 158,552,000          | 161,060,000          | 1,521,323,983          | 29.059%         |
| Public Works - USD              | 67,530,000             | 3.482%          | 23,000,000           | 7,000,000            | 1,600,000            | 1,600,000            | 1,600,000            | 102,330,000            | 1.955%          |
| Sheriff                         | 18,230,000             | 0.940%          |                      |                      |                      |                      |                      | 18,230,000             | 0.348%          |
| Social Services                 | 772,500                | 0.040%          |                      |                      |                      |                      |                      | 772,500                | 0.015%          |
| Sports Authority                | 40,000,000             | 2.062%          |                      |                      |                      |                      |                      | 40,000,000             | 0.764%          |
| State Fair Board                | 100,000                | 0.005%          | 100,000              | 100,000              |                      |                      |                      | 300,000                | 0.006%          |
| State Trial Courts              | 1,000,000              | 0.052%          |                      |                      |                      |                      |                      | 1,000,000              | 0.019%          |
| Water & Sewer GSD               | 189,699,900            | 9.780%          | 196,889,600          | 317,773,200          | 209,324,600          | 324,444,500          |                      | 1,238,131,800          | 23.650%         |
| Water & Sewer USD               | 8,500,000              | 0.438%          | 8,500,000            | 5,750,000            | 5,750,000            | 5,750,000            |                      | 34,250,000             | 0.654%          |
| <b>Totals</b>                   | <b>\$1,939,648,183</b> | <b>100.000%</b> | <b>\$898,125,700</b> | <b>\$861,083,500</b> | <b>\$636,532,600</b> | <b>\$647,046,200</b> | <b>\$252,895,200</b> | <b>\$5,235,331,383</b> | <b>100.000%</b> |

THE METROPOLITAN GOVERNMENT OF NASHVILLE AND DAVIDSON COUNTY  
GENERAL FUND

FIVE YEAR SUMMARY OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES

|  | Years Ended June 30   |                       |                       |                      |                      |
|--|-----------------------|-----------------------|-----------------------|----------------------|----------------------|
|  | 2015                  | 2014                  | 2013                  | 2012                 | 2011                 |
| <b>REVENUES:</b>   |                       |                       |                       |                      |                      |
| Property taxes   | \$ 499,753,779        | \$ 491,647,887        | \$ 480,982,166        | \$ 443,340,151       | \$ 438,412,159       |
| Local option sales tax   | 124,756,122           | 102,395,435           | 97,752,470            | 91,050,593           | 81,191,512           |
| Other taxes, licenses and permits  | 132,376,873           | 120,627,119           | 115,430,380           | 107,705,008          | 101,931,245          |
| Fines, forfeits and penalties  | 11,920,012            | 12,780,838            | 12,866,976            | 12,573,870           | 13,245,652           |
| Revenue from use of money of property  | 255,599               | 198,903               | 86,552                | 20,916               | 20,882               |
| Revenue from other governmental agencies   | 94,263,064            | 87,412,640            | 83,258,475            | 77,327,122           | 78,494,810           |
| Commissions and fees   | 13,627,359            | 14,790,053            | 15,590,951            | 15,355,507           | 15,177,986           |
| Charges for current services   | 31,106,384            | 30,996,165            | 28,890,730            | 27,011,407           | 29,115,469           |
| Compensation for loss, sale or damage to property                                  | 3,289,222             | 1,193,663             | 2,103,455             | 1,509,595            | 502,104              |
| Contributions and gifts  | 343,681               | 359,992               | 391,814               | 432,325              | 533,958              |
| Miscellaneous  | 1,802,914             | 1,567,356             | 1,568,111             | 1,697,115            | 1,770,865            |
| <b>Total revenues</b>  | <b>913,495,009</b>    | <b>863,970,051</b>    | <b>838,922,080</b>    | <b>778,023,609</b>   | <b>760,396,642</b>   |
| <b>EXPENDITURES</b>  |                       |                       |                       |                      |                      |
| General government   | 47,417,134            | 25,903,721            | 26,138,400            | 26,010,451           | 24,920,818           |
| Fiscal administration  | 20,510,344            | 21,517,557            | 22,164,457            | 21,912,507           | 23,760,394           |
| Administration of justice  | 54,856,715            | 56,599,410            | 55,703,453            | 53,575,166           | 55,407,798           |
| Law enforcement and care of prisoners  | 249,765,327           | 240,770,156           | 231,121,038           | 219,993,520          | 215,945,118          |
| Fire prevention and control  | 113,389,098           | 109,211,951           | 110,753,856           | 108,609,078          | 109,108,267          |
| Regulation and inspection  | 7,547,675             | 7,615,499             | 7,685,912             | 7,760,963            | 7,867,410            |
| Conservation of natural resources  | 348,293               | 357,658               | 398,931               | 333,713              | 340,296              |
| Public welfare   | 7,835,469             | 7,944,408             | 7,814,574             | 7,735,922            | 6,658,098            |
| Public health and hospitals  | 53,361,022            | 62,670,990            | 65,669,538            | 60,411,628           | 62,481,289           |
| Public library system  | 24,003,183            | 21,426,128            | 21,430,534            | 20,363,498           | 19,769,677           |
| Public works, highway, and street  | 33,124,553            | 31,930,278            | 30,497,505            | 29,171,348           | 29,563,956           |
| Recreational and cultural  | 35,965,864            | 34,535,016            | 33,609,697            | 32,214,593           | 31,849,947           |
| Employee benefits  | 80,114,975            | 79,043,492            | 76,165,493            | 72,920,868           | 69,327,218           |
| Miscellaneous  | 87,245,357            | 87,709,934            | 80,080,144            | 75,985,530           | 71,067,149           |
| <b>Total expenditures</b>  | <b>815,485,009</b>    | <b>787,236,198</b>    | <b>769,233,532</b>    | <b>736,998,785</b>   | <b>728,067,435</b>   |
| Excess (deficiency) of revenues over expenditures                                  | 98,010,000            | 76,733,853            | 69,688,548            | 41,024,824           | 32,329,207           |
| <b>OTHER FINANCING SOURCES (USES)</b>  |                       |                       |                       |                      |                      |
| Transfers in   | 23,509,995            | 20,174,668            | 36,857,090            | 40,553,865           | 41,898,124           |
| Transfers out  | (100,483,300)         | (80,429,883)          | (76,751,375)          | (78,320,831)         | (67,640,036)         |
| <b>Total other financing sources (uses)</b>  | <b>(76,973,305)</b>   | <b>(60,255,215)</b>   | <b>(39,894,285)</b>   | <b>(37,766,966)</b>  | <b>(25,741,912)</b>  |
| Excess (deficiency) of revenues and other sources over expenditures and other uses | 21,036,695            | 16,478,638            | 29,794,263            | 3,257,858            | 6,587,295            |
| <b>FUND BALANCE, beginning of year</b>   | <b>117,016,903</b>    | <b>100,538,265</b>    | <b>70,744,002</b>     | <b>67,486,144</b>    | <b>60,898,849</b>    |
| <b>FUND BALANCE, end of year</b>   | <b>\$ 138,053,598</b> | <b>\$ 117,016,903</b> | <b>\$ 100,538,265</b> | <b>\$ 70,744,002</b> | <b>\$ 67,486,144</b> |

THE METROPOLITAN GOVERNMENT OF NASHVILLE AND DAVIDSON COUNTY  
SPECIAL REVENUE FUNDS

FIVE YEAR SUMMARY OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES

|  | Years Ended June 30   |                       |                       |                       |                       |
|--|-----------------------|-----------------------|-----------------------|-----------------------|-----------------------|
|  | 2015                  | 2014                  | 2013                  | 2012                  | 2011                  |
| <b>REVENUES:</b>   |                       |                       |                       |                       |                       |
| Property taxes   | \$ 291,219,946        | \$ 286,542,463        | \$ 277,467,379        | \$ 225,243,162        | \$ 223,021,552        |
| Local option sales tax   | 192,810,899           | 186,859,425           | 201,896,100           | 188,282,638           | 175,271,993           |
| Other taxes, licenses and permits  | 80,547,035            | 69,743,468            | 59,271,893            | 55,099,243            | 45,451,041            |
| Fines, forfeits and penalties  | 5,540,757             | 4,910,031             | 5,479,124             | 3,256,519             | 4,834,363             |
| Revenue from the use of money or property  | 722,798               | 870,054               | 64,148                | 22,113                | 96,206                |
| Revenue from other governmental agencies   | 462,085,581           | 458,085,265           | 460,861,393           | 482,755,957           | 465,985,670           |
| Commissions and fees   | 9,474,964             | 9,330,306             | 8,620,598             | 8,646,969             | 8,282,460             |
| Charges for current services   | 27,648,479            | 28,787,365            | 29,709,668            | 29,298,030            | 27,477,875            |
| Compensation for loss, sale or damage to property                                  | 1,909,472             | 1,486,943             | 1,698,946             | 968,076               | 833,531               |
| Contributions and gifts  | 4,796,650             | 6,424,294             | 6,163,884             | 4,716,714             | 2,998,162             |
| Miscellaneous  | 587,883               | 633,575               | 513,816               | 572,582               | 697,845               |
| <b>Total revenues</b>  | <b>1,077,344,464</b>  | <b>1,053,673,189</b>  | <b>1,051,746,949</b>  | <b>998,862,003</b>    | <b>954,950,698</b>    |
| <b>EXPENDITURES</b>  |                       |                       |                       |                       |                       |
| General government (1)   | 73,963,991            | 62,990,380            | 55,691,027            | 69,071,765            | 96,225,824            |
| Fiscal administration  | 200,547               | 228,557               | 151,790               | -                     | -                     |
| Administration of justice  | 14,377,227            | 13,691,453            | 12,776,019            | -                     | -                     |
| Law enforcement and care of prisoners  | 23,141,747            | 23,004,447            | 28,263,321            | 35,283,366            | 33,779,726            |
| Fire prevention and control  | 1,105,747             | 2,308,173             | 2,698,298             | -                     | -                     |
| Regulation and inspection  | 81,650                | 167,225               | 371,494               | -                     | -                     |
| Public welfare   | 30,594,494            | 30,417,582            | 32,241,772            | 31,433,222            | 34,727,797            |
| Public health and hospitals  | 21,055,299            | 23,413,534            | 24,087,867            | 25,564,284            | 23,538,028            |
| Public library system  | 1,040,918             | 923,424               | 898,004               | 814,644               | 772,565               |
| Public works, highways and streets   | 29,843,795            | 29,887,199            | 27,753,624            | 22,621,447            | 28,587,767            |
| Recreational and cultural  | 2,369,651             | 1,801,619             | 2,500,800             | 2,239,899             | 1,780,171             |
| Education  | 871,205,208           | 856,359,742           | 832,358,297           | 797,821,823           | 777,006,808           |
| Capital outlay   | 25,739,455            | 24,853,521            | 30,927,789            | 49,352,454            | 47,615,352            |
| <b>Total expenditures</b>  | <b>1,094,719,729</b>  | <b>1,070,046,856</b>  | <b>1,050,720,102</b>  | <b>1,034,202,904</b>  | <b>1,044,034,038</b>  |
| <b>over expenditures</b>   | <b>(17,375,265)</b>   | <b>(16,373,667)</b>   | <b>1,026,847</b>      | <b>(35,340,901)</b>   | <b>(89,083,340)</b>   |
| <b>OTHER FINANCING SOURCES (USES)</b>  |                       |                       |                       |                       |                       |
| Insurance recovery   | -                     | -                     | -                     | -                     | 37,000,000            |
| Transfers in   | 108,588,367           | 97,581,716            | 112,746,251           | 113,965,491           | 93,818,289            |
| Transfers out  | (106,556,684)         | (75,528,001)          | (72,698,705)          | (60,474,881)          | (52,154,173)          |
| Operating transfers from component units   | -                     | -                     | -                     | -                     | -                     |
| Operating transfers to component units   | -                     | -                     | -                     | -                     | -                     |
| <b>Total other financing sources (uses)</b>  | <b>2,031,683</b>      | <b>22,053,715</b>     | <b>40,047,546</b>     | <b>53,490,610</b>     | <b>78,664,116</b>     |
| Excess (deficiency) of revenues and other sources over expenditures and other uses | (15,343,582)          | 5,680,048             | 41,074,393            | 18,149,709            | (10,419,224)          |
| <b>FUND BALANCE, beginning of year</b>   | <b>165,484,334</b>    | <b>159,804,286</b>    | <b>118,729,893</b>    | <b>100,580,184</b>    | <b>110,999,408</b>    |
| <b>FUND BALANCE, end of year</b>   | <b>\$ 150,140,752</b> | <b>\$ 165,484,334</b> | <b>\$ 159,804,286</b> | <b>\$ 118,729,893</b> | <b>\$ 100,580,184</b> |

(1) Beginning in 2013, certain expenditures previously reported as general government are reported in other categories.

Certain amounts have been reclassified for comparability purposes.

THE METROPOLITAN GOVERNMENT OF NASHVILLE AND DAVIDSON COUNTY  
DEBT SERVICE FUNDS (1)

FIVE YEAR SUMMARY OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES

|   | Years Ended June 30  |                      |                      |                      |                      |
|---|----------------------|----------------------|----------------------|----------------------|----------------------|
|   | 2015                 | 2014                 | 2013                 | 2012                 | 2011                 |
| <b>REVENUES:</b>  |                      |                      |                      |                      |                      |
| Property taxes  | \$ 137,822,517       | \$ 135,931,269       | \$ 133,949,349       | \$ 122,191,565       | \$ 120,804,490       |
| Local option sales tax  | 22,509,494           | 26,223,882           | 1,782,042            | 1,961,289            | 1,643,404            |
| Fines, forfeits and penalties   | 266,864              | 534,916              | 306,638              | 422,692              | 494,577              |
| Revenue from the use of money of property   | 718,531              | 461,938              | 324,354              | 198,825              | 117,865              |
| Revenue from other governmental agencies  | 3,247,299            | 2,817,234            | 9,395,046            | 8,203,784            | 5,708,388            |
| Compensation for loss, sale, or damage to property  | 6,084,798            | 650,000              | -                    | -                    | -                    |
| Bond interest tax credit  | 4,839,480            | 4,837,386            | 4,900,351            | 5,033,674            | 5,327,305            |
| <b>Total revenues</b>   | <b>175,488,983</b>   | <b>171,456,625</b>   | <b>150,657,780</b>   | <b>138,011,829</b>   | <b>134,096,029</b>   |
| <b>EXPENDITURES</b>   |                      |                      |                      |                      |                      |
| Principal retirement  | 113,588,002          | 97,320,344           | 44,743,407           | 12,943,203           | 3,397,777            |
| Interest  | 103,301,816          | 101,497,666          | 93,272,037           | 93,879,521           | 85,123,862           |
| Fiscal charges  | 6,911,332            | 3,226,035            | 3,716,622            | 3,257,031            | 3,406,148            |
| Debt issue costs  | -                    | -                    | 2,704,649            | 2,207,494            | 1,925,066            |
| <b>Total expenditures</b>   | <b>223,801,150</b>   | <b>202,044,045</b>   | <b>144,436,715</b>   | <b>112,287,249</b>   | <b>93,852,853</b>    |
| <b>Excess (deficiency) of revenues over expenditures</b>                                  | <b>(48,312,167)</b>  | <b>(30,587,420)</b>  | <b>6,221,065</b>     | <b>25,724,580</b>    | <b>40,243,176</b>    |
| <b>OTHER FINANCING SOURCES (USES)</b>   |                      |                      |                      |                      |                      |
| Issuance of refunding debt  | 163,710,000          | -                    | 382,598,457          | 316,085,913          | 290,201,755          |
| Payments to refunded bond escrow agent  | (176,341,921)        | -                    | (433,836,850)        | (383,595,322)        | (331,757,177)        |
| Bond issue premium (discount)   | 13,815,134           | -                    | 53,750,807           | 67,444,362           | 43,480,488           |
| Transfers in  | 53,665,301           | 17,655,902           | 16,407,137           | 15,724,752           | 13,996,949           |
| Transfers out   | -                    | (2,844,500)          | (16,978,806)         | (51,793,700)         | (44,160,500)         |
| <b>Total other financing sources (uses)</b>   | <b>54,848,514</b>    | <b>14,811,402</b>    | <b>1,940,745</b>     | <b>(36,133,995)</b>  | <b>(28,238,485)</b>  |
| <b>Excess (deficiency) of revenues and other sources over expenditures and other uses</b> | <b>6,536,347</b>     | <b>(15,776,018)</b>  | <b>8,161,810</b>     | <b>(10,409,415)</b>  | <b>12,004,691</b>    |
| <b>FUND BALANCE, beginning of year</b>  | <b>21,554,110</b>    | <b>37,330,128</b>    | <b>29,168,318</b>    | <b>39,577,733</b>    | <b>27,573,042</b>    |
| <b>FUND BALANCE, end of year</b>  | <b>\$ 28,090,457</b> | <b>\$ 21,554,110</b> | <b>\$ 37,330,128</b> | <b>\$ 29,168,318</b> | <b>\$ 39,577,733</b> |

(1) Includes the Correctional Facility Revenue Bonds.

THE METROPOLITAN GOVERNMENT OF NASHVILLE AND DAVIDSON COUNTY  
COMPUTATION OF NET GENERAL OBLIGATION DEBT

June 30, 2015

|   |    |                             |
|---|----|-----------------------------|
| Gross General Obligation Debt                 |    |                             |
| General Obligation Bonds Payable              |    |                             |
| General Services District:                    |    |                             |
| For School Purposes                           | \$ | 662,405,905                 |
| For General Purposes                          |    | 1,221,799,412               |
| Urban Services District:                      |    |                             |
| For General Purposes                          |    | <u>239,884,683</u>          |
| Total Gross General Obligation Debt           | \$ | 2,124,090,000               |
| Less:   |    |                             |
| Amounts Available In Debt Service Funds       |    |                             |
| General Services District:                    |    |                             |
| For School Purposes                           |    | 8,443,998                   |
| For General Purposes                          |    | 16,504,096                  |
| Urban Services District:                      |    |                             |
| For General Purposes                          |    | <u>3,142,363</u>            |
| Total Amounts Available In Debt Service Funds |    | <u>28,090,457</u>           |
| Net General Obligation Debt                   | \$ | <u><u>2,095,999,543</u></u> |

**THE METROPOLITAN GOVERNMENT OF NASHVILLE AND DAVIDSON COUNTY**

**DEBT RATIOS**  
AS OF JUNE 30, 2015

Total Debt

|                                |             |
|--------------------------------|-------------|
| Debt to Estimated Market Value | 3.21%       |
| Debt to Assessed Value         | 10.42%      |
| Debt per Capita                | \$ 3,178.12 |

Net Debt

|                                |             |
|--------------------------------|-------------|
| Debt to Estimated Market Value | 3.16%       |
| Debt to Assessed Value         | 10.29%      |
| Debt per Capita                | \$ 3,136.09 |

The above table is based upon:

|                        |    |                |
|------------------------|----|----------------|
| Estimated Market Value | \$ | 66,270,673,259 |
| Assessed Value         | \$ | 20,376,058,623 |
| Population             |    | 668,347        |

THE METROPOLITAN GOVERNMENT OF NASHVILLE AND DAVIDSON COUNTY

Total Debt Service as of June 30, 2015  
Secured by Ad Valorem Taxes

| Year<br>Ending<br>June 30 | GSD                   |                         | USD                   | Total GSD<br>and USD    |
|---------------------------|-----------------------|-------------------------|-----------------------|-------------------------|
|                           | School<br>Purposes    | General<br>Purposes     | General<br>Purposes   |                         |
| 2016                      | \$ 70,709,026         | \$ 118,216,330          | \$ 20,552,650         | \$ 209,478,006          |
| 2017                      | 73,442,060            | 119,086,502             | 22,303,495            | 214,832,057             |
| 2018                      | 72,583,207            | 115,559,285             | 23,861,284            | 212,003,776             |
| 2019                      | 72,084,161            | 116,832,449             | 22,965,764            | 211,882,374             |
| 2020                      | 63,612,041            | 120,086,315             | 20,800,600            | 204,498,956             |
| 2021                      | 63,404,024            | 120,256,255             | 20,837,228            | 204,497,507             |
| 2022                      | 62,495,805            | 117,166,776             | 20,412,412            | 200,074,993             |
| 2023                      | 59,000,395            | 121,537,404             | 20,540,158            | 201,077,957             |
| 2024                      | 64,982,029            | 117,471,649             | 21,603,164            | 204,056,842             |
| 2025                      | 60,468,402            | 114,156,991             | 20,826,657            | 195,452,050             |
| 2026                      | 50,160,690            | 99,264,793              | 18,667,936            | 168,093,419             |
| 2027                      | 41,464,768            | 85,091,781              | 19,009,630            | 145,566,179             |
| 2028                      | 35,058,692            | 82,289,276              | 17,920,579            | 135,268,547             |
| 2029                      | 21,385,202            | 52,060,078              | 14,159,515            | 87,604,795              |
| 2030                      | 21,230,641            | 51,756,388              | 14,065,830            | 87,052,859              |
| 2031                      | 19,869,262            | 48,569,667              | 13,908,048            | 82,346,977              |
| 2032                      | 19,704,753            | 48,246,865              | 13,803,139            | 81,754,757              |
| 2033                      | 19,535,965            | 47,916,840              | 13,689,709            | 81,142,514              |
| 2034                      | 9,895,500             | 19,371,903              | 9,493,971             | 38,761,374              |
| 2035                      | 9,712,050             | 19,012,788              | 5,983,086             | 34,707,924              |
| 2036                      | -                     | -                       | -                     | -                       |
| 2037                      | -                     | -                       | -                     | -                       |
| 2038                      | -                     | -                       | -                     | -                       |
| 2039                      | -                     | -                       | -                     | -                       |
| 2040                      | -                     | -                       | -                     | -                       |
| 2041                      | -                     | -                       | -                     | -                       |
| 2042                      | -                     | -                       | -                     | -                       |
| 2043                      | -                     | -                       | -                     | -                       |
| 2044                      | -                     | -                       | -                     | -                       |
|                           | <u>\$ 910,798,673</u> | <u>\$ 1,733,950,335</u> | <u>\$ 355,404,855</u> | <u>\$ 3,000,153,863</u> |

THE METROPOLITAN GOVERNMENT OF NASHVILLE AND DAVIDSON COUNTY

GSD Non-Tax Revenues (1)  
 Fiscal Years Ending June 30, 2011 through June 30, 2015  
 and Projected Fiscal Year Ending June 30, 2016

|   | Projected<br>2016            | 2015                         | 2014                         | 2013                         | 2012                         | 2011                         |
|---|------------------------------|------------------------------|------------------------------|------------------------------|------------------------------|------------------------------|
| Pilot Payment                             | \$ 4,000,000                 | \$ 4,000,000                 | \$ 4,000,000                 | \$ 4,000,000                 | \$ 4,000,000                 | \$ 4,000,000                 |
| Other Payments in Lieu of Taxes           | 23,500,000                   | 24,857,671                   | 22,292,728                   | 21,961,279                   | 19,492,260                   | 19,757,280                   |
| Licenses                                  | 24,321,700                   | 25,542,229                   | 24,247,771                   | 23,739,786                   | 23,530,766                   | 23,129,546                   |
| Permits                                   | 19,293,500                   | 22,890,212                   | 19,314,649                   | 17,303,006                   | 15,268,103                   | 13,288,462                   |
| Franchise Fees                            | 20,614,800                   | 20,528,760                   | 18,639,853                   | 17,942,470                   | 16,248,624                   | 17,362,571                   |
| Fines, Forfeitures, and Penalties         | 11,254,300                   | 11,920,012                   | 12,780,839                   | 12,866,976                   | 12,573,870                   | 13,245,652                   |
| Revenue from the Use of Money or Property | -                            | 229,334                      | 179,418                      | 86,552                       | 20,916                       | 14,367                       |
| Commission and Fees                       | 13,134,800                   | 13,627,359                   | 14,790,053                   | 15,590,951                   | 15,355,507                   | 15,177,986                   |
| Charges for Current Services              | 31,738,600                   | 30,475,154                   | 29,253,934                   | 27,332,023                   | 25,609,465                   | 27,683,764                   |
| Compensation from Property                | 1,215,700                    | 3,289,222                    | 1,193,663                    | 2,103,455                    | 1,509,595                    | 502,104                      |
| Contributions and Gifts                   | 242,900                      | 343,681                      | 359,992                      | 391,814                      | 432,325                      | 533,958                      |
| Miscellaneous Revenue                     | 2,734,000                    | 1,802,915                    | 1,567,356                    | 1,568,111                    | 1,696,715                    | 1,770,866                    |
| <b>TOTAL</b>                              | <b>\$ <u>152,050,300</u></b> | <b>\$ <u>159,506,549</u></b> | <b>\$ <u>148,620,256</u></b> | <b>\$ <u>144,886,423</u></b> | <b>\$ <u>135,738,146</u></b> | <b>\$ <u>136,466,556</u></b> |

(1) Includes only collections within the General Services District General Fund of the Metropolitan Government.