



THE METROPOLITAN GOVERNMENT OF NASHVILLE AND DAVIDSON COUNTY

COMBINING STATEMENT OF FIDUCIARY NET ASSETS
FIDUCIARY FUNDS
PENSION (AND OTHER EMPLOYEE BENEFIT) TRUST FUNDS

June 30, 2008

	Davidson County Employees' Retirement	Metropolitan Employees' Benefit Trust	Employees' Pension and Insurance	Teachers' Retirement Plan
ASSETS:				
Cash and cash equivalents	\$ -	\$ 85,545,626	\$ 807,212	\$ 2,289,692
Investments, at fair value:				
Commercial mortgage backed securities	-	41,138,515	-	-
Government mortgage backed securities	-	129,857,968	-	-
Government bonds	-	52,660,046	-	-
Government agencies	-	63,355,384	-	33,639
Corporate bonds and notes	-	289,104,578	-	17,382,067
Warrants and options	-	2,347,143	-	-
Common stock	1,103,010	1,173,282,753	2,925,453	45,525,667
Preferred stock	-	10,599,378	-	62,382
Mortgages and real estate	-	152,095,648	-	-
Collateralized mortgage obligations	-	34,042,992	-	-
Venture capital and partnerships	-	49,223,659	-	-
Asset backed securities	-	22,546,642	-	-
Convertible equity	-	-	-	183,825
Cash collateral received - securities lending program	-	260,825,986	-	17,045,696
Annuities	-	265,597	-	-
Accounts receivable	-	31,342,747	239,381	1,295,798
Accrued interest receivable	-	3,531,728	1,449	70,531
Due from other funds of the primary government	358,279	420,490	963,395	807,114
Total assets	1,461,289	2,402,186,880	4,936,890	84,696,411
LIABILITIES:				
Accounts payable	6,212	1,631,608	11	377,438
Due to brokers	-	71,607,344	-	-
Payable for collateral received - securities lending program	-	260,825,986	-	17,045,696
Due to other funds of the primary government	-	357,499	-	-
Due to component units	-	1,440	-	-
Other liabilities	-	211,745	-	-
Total liabilities	6,212	334,635,622	11	17,423,134
NET ASSETS:				
Held in trust for pension benefits and other employee benefit purposes (A Schedule of Funding Progress for each pension plan is presented as Required Supplementary Information.)	1,455,077	2,067,551,258	4,936,879	67,273,277
Total net assets	\$ 1,455,077	\$ 2,067,551,258	\$ 4,936,879	\$ 67,273,277

The accompanying notes are an integral part of this financial statement.

THE METROPOLITAN GOVERNMENT OF NASHVILLE AND DAVIDSON COUNTY

COMBINING STATEMENT OF FIDUCIARY NET ASSETS
 FIDUCIARY FUNDS
 PENSION (AND OTHER EMPLOYEE BENEFIT) TRUST FUNDS (CONTINUED)

June 30, 2008

Closed City Plan	Teachers' Civil Service and Pension	Metropolitan Employees' Flexible Benefits Plan	Education Flexible Benefits Plan	Total Pension (and Other Employee Benefit) Trust Funds
\$ 2,317	\$ 581,013	\$ 3,107,835	\$ 262,757	\$ 92,596,452
-	-	-	-	41,138,515
-	-	-	-	129,857,968
-	-	-	-	52,660,046
-	-	-	-	63,389,023
-	-	-	-	306,486,645
-	-	-	-	2,347,143
5,114,730	1,792,699	-	-	1,229,744,312
-	-	-	-	10,661,760
-	-	-	-	152,095,648
-	-	-	-	34,042,992
-	-	-	-	49,223,659
-	-	-	-	22,546,642
-	-	-	-	183,825
-	-	-	-	277,871,682
-	-	-	-	265,597
-	166,479	45,838	31,802	33,122,045
-	1,043	5,206	1,075	3,611,032
1,730,585	563,046	-	-	4,842,909
<u>6,847,632</u>	<u>3,104,280</u>	<u>3,158,879</u>	<u>295,634</u>	<u>2,506,687,895</u>
28,992	-	-	123,076	2,167,337
-	-	-	-	71,607,344
-	-	-	-	277,871,682
-	-	1,757,227	-	2,114,726
-	-	-	-	1,440
2,534	-	-	-	214,279
<u>31,526</u>	<u>-</u>	<u>1,757,227</u>	<u>123,076</u>	<u>353,976,808</u>
<u>6,816,106</u>	<u>3,104,280</u>	<u>1,401,652</u>	<u>172,558</u>	<u>2,152,711,087</u>
<u>\$ 6,816,106</u>	<u>\$ 3,104,280</u>	<u>\$ 1,401,652</u>	<u>\$ 172,558</u>	<u>\$ 2,152,711,087</u>

The accompanying notes are an integral part of this financial statement.

THE METROPOLITAN GOVERNMENT OF NASHVILLE AND DAVIDSON COUNTY

COMBINING STATEMENT OF FIDUCIARY NET ASSETS
FIDUCIARY FUNDS
AGENCY FUNDS

June 30, 2008

	Richard R. Rooker, Circuit Court Clerk	Cristi Scott, Clerk and Master	John Arriola, County Clerk	David Torrence, Criminal Court Clerk	Bill Garrett, County Register
ASSETS:					
Cash and cash equivalents	\$ 21,850,183	\$ 4,096,507	\$ -	\$ 9,973,845	\$ 3,527,715
Investments:					
Corporate bonds and notes	-	-	-	10,000	-
Mortgages and real estate	-	-	-	665,618	-
Mutual funds	-	12,440	-	-	-
Accrued interest receivable	-	-	-	-	-
Due from other funds of the primary government	-	-	-	-	-
Other assets	10,228	-	-	-	55,772
Total assets	<u>\$ 21,860,411</u>	<u>\$ 4,108,947</u>	<u>\$ -</u>	<u>\$ 10,649,463</u>	<u>\$ 3,583,487</u>
LIABILITIES:					
Funds held in trust	\$ 17,533,863	\$ 4,097,503	\$ -	\$ 8,919,938	\$ -
Other liabilities	4,326,548	11,444	-	1,729,525	3,583,487
Total liabilities	<u>\$ 21,860,411</u>	<u>\$ 4,108,947</u>	<u>\$ -</u>	<u>\$ 10,649,463</u>	<u>\$ 3,583,487</u>

The accompanying notes are an integral part of this financial statement.

THE METROPOLITAN GOVERNMENT OF NASHVILLE AND DAVIDSON COUNTY

COMBINING STATEMENT OF FIDUCIARY NET ASSETS
 FIDUCIARY FUNDS
 AGENCY FUNDS (CONTINUED)

June 30, 2008

Vic Lineweaver, Juvenile Court Clerk	Transit Authority Revenue	Sold Property Tax Receivables	Sheriff Work Release and Inmate Trust	Total Agency Funds
\$ 2,378,775	\$ -	\$ 463,916	\$ 708,540	\$ 42,999,481
-	-	-	-	10,000
-	-	-	-	665,618
-	-	-	-	12,440
-	-	2,535	-	2,535
-	-	1,664,554	-	1,664,554
-	-	-	-	66,000
<u>\$ 2,378,775</u>	<u>\$ -</u>	<u>\$ 2,131,005</u>	<u>\$ 708,540</u>	<u>\$ 45,420,628</u>
\$ 2,048,237	\$ -	\$ 2,131,005	\$ 708,540	\$ 35,439,086
330,538	-	-	-	9,981,542
<u>\$ 2,378,775</u>	<u>\$ -</u>	<u>\$ 2,131,005</u>	<u>\$ 708,540</u>	<u>\$ 45,420,628</u>

The accompanying notes are an integral part of this financial statement.

THE METROPOLITAN GOVERNMENT OF NASHVILLE AND DAVIDSON COUNTY

COMBINING STATEMENT OF CHANGES IN FIDUCIARY NET ASSETS
FIDUCIARY FUNDS - PENSION (AND OTHER EMPLOYEE BENEFIT) TRUST FUNDS

For the Year Ended June 30, 2008

	Davidson County Employees' Retirement	Metropolitan Employees' Benefit Trust	Employees' Pension and Insurance	Teachers' Retirement Plan
ADDITIONS:				
Investment income:				
Interest and dividend income	\$ 29,487	\$ 58,945,104	\$ 113,042	\$ (3,922,335)
Net appreciation (depreciation) of investments	(62,667)	(124,707,499)	(166,245)	(3,887,231)
Miscellaneous	-	199,381	-	8,189
Net increase (decrease) in fair value of investments	(33,180)	(65,563,014)	(53,203)	(7,801,377)
Net income earned on securities lending transactions:				
Securities lending income	-	12,317,907	-	263,770
Securities lending expense	-	(10,211,990)	-	(219,164)
Net income earned on securities lending transactions	-	2,105,917	-	44,606
Less investment expenses	-	(7,045,536)	(191)	(474,986)
Net investment income (loss)	(33,180)	(70,502,633)	(53,394)	(8,231,757)
Contributions:				
Employee contributions	-	87,794	-	11,536
Employer contributions	2,403,602	90,922,719	7,356,970	7,892,115
Transfers in	-	83,297	-	-
Contributions from the State of Tennessee	-	-	2,963,586	15,643,386
Miscellaneous	-	-	-	-
Total contributions	2,403,602	91,093,810	10,320,556	23,547,037
Total additions	2,370,422	20,591,177	10,267,162	15,315,280
DEDUCTIONS:				
Pension and other employee benefits	2,045,323	90,542,776	9,117,600	36,265,097
Refunds of contributions	-	24,062	-	-
Administrative expenses	-	3,897,885	-	105,915
Transfers out	-	-	-	-
Total deductions	2,045,323	94,464,723	9,117,600	36,371,012
Change in net assets	325,099	(73,873,546)	1,149,562	(21,055,732)
NET ASSETS, beginning of year	1,129,978	2,141,424,804	3,787,317	88,329,009
NET ASSETS, end of year	\$ 1,455,077	\$ 2,067,551,258	\$ 4,936,879	\$ 67,273,277

The accompanying notes are an integral part of this financial statement.

THE METROPOLITAN GOVERNMENT OF NASHVILLE AND DAVIDSON COUNTY

COMBINING STATEMENT OF CHANGES IN FIDUCIARY NET ASSETS
FIDUCIARY FUNDS - PENSION (AND OTHER EMPLOYEE BENEFIT) TRUST FUNDS (CONTINUED)

For the Year Ended June 30, 2008

Closed City Plan	Teachers' Civil Service and Pension	Metropolitan Employees' Flexible Benefits Plan	Education Flexible Benefits Plan	Total Pension (and Other Employee Benefit) Trust Funds
\$ 137,036	\$ 72,685	\$ 82,131	\$ 10,911	\$ 55,468,061
(290,694)	(101,861)	-	-	(129,216,197)
-	-	-	-	207,570
(153,658)	(29,176)	82,131	10,911	(73,540,566)
-	-	-	-	12,581,677
-	-	-	-	(10,431,154)
-	-	-	-	2,150,523
-	-	-	(2,787)	(7,523,500)
(153,658)	(29,176)	82,131	8,124	(78,913,543)
-	-	1,311,184	812,072	2,222,586
11,374,358	4,480,390	-	-	124,430,154
-	-	-	-	83,297
-	2,028,685	-	-	20,635,657
-	-	1,959,040	-	1,959,040
11,374,358	6,509,075	3,270,224	812,072	149,330,734
11,220,700	6,479,899	3,352,355	820,196	70,417,191
9,643,990	5,779,550	1,236,135	798,655	155,429,126
-	-	-	-	24,062
-	-	-	-	4,003,800
-	-	1,757,227	-	1,757,227
9,643,990	5,779,550	2,993,362	798,655	161,214,215
1,576,710	700,349	358,993	21,541	(90,797,024)
5,239,396	2,403,931	1,042,659	151,017	2,243,508,111
<u>\$ 6,816,106</u>	<u>\$ 3,104,280</u>	<u>\$ 1,401,652</u>	<u>\$ 172,558</u>	<u>\$ 2,152,711,087</u>

The accompanying notes are an integral part of this financial statement.

THE METROPOLITAN GOVERNMENT OF NASHVILLE AND DAVIDSON COUNTY
 COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES - AGENCY FUNDS

For the Year Ended June 30, 2008

	Balance June 30, 2007	Additions	Deductions	Balance June 30, 2008
<u>Richard R. Rooker, Circuit Court Clerk</u>				
ASSETS:				
Cash and cash equivalents	\$ 22,429,040	\$ 64,333,388	\$ 64,912,245	\$ 21,850,183
Other assets	10,228	-	-	10,228
Total assets	<u>\$ 22,439,268</u>	<u>\$ 64,333,388</u>	<u>\$ 64,912,245</u>	<u>\$ 21,860,411</u>
LIABILITIES:				
Funds held in trust	\$ 16,031,927	\$ 39,713,069	\$ 38,211,133	\$ 17,533,863
Other liabilities	6,407,341	24,620,319	26,701,112	4,326,548
Total liabilities	<u>\$ 22,439,268</u>	<u>\$ 64,333,388</u>	<u>\$ 64,912,245</u>	<u>\$ 21,860,411</u>
 <u>Cristi Scott, Clerk and Master</u>				
ASSETS:				
Cash and cash equivalents	\$ 7,012,050	\$ 23,052,885	\$ 25,968,428	\$ 4,096,507
Mutual funds	13,527	-	1,087	12,440
Total assets	<u>\$ 7,025,577</u>	<u>\$ 23,052,885</u>	<u>\$ 25,969,515</u>	<u>\$ 4,108,947</u>
LIABILITIES:				
Funds held in trust	\$ 7,019,973	\$ 22,998,760	\$ 25,921,230	\$ 4,097,503
Other liabilities	5,604	54,125	48,285	11,444
Total liabilities	<u>\$ 7,025,577</u>	<u>\$ 23,052,885</u>	<u>\$ 25,969,515</u>	<u>\$ 4,108,947</u>
 <u>John Arriola, County Clerk</u>				
ASSETS:				
Cash and cash equivalents	\$ -	\$ 167,192,450	\$ 167,192,450	\$ -
LIABILITIES:				
Due to other funds of the primary government	\$ -	\$ 167,192,450	\$ 167,192,450	\$ -
 <u>David Torrence, Criminal Court Clerk</u>				
ASSETS:				
Cash and cash equivalents	\$ 9,740,823	\$ 14,407,257	\$ 14,174,235	\$ 9,973,845
Corporate bonds and notes	10,000	-	-	10,000
Mortgages and real estate	665,618	-	-	665,618
Total assets	<u>\$ 10,416,441</u>	<u>\$ 14,407,257</u>	<u>\$ 14,174,235</u>	<u>\$ 10,649,463</u>
LIABILITIES:				
Funds held in trust	\$ 8,602,921	\$ 317,017	\$ -	\$ 8,919,938
Other liabilities	1,813,520	14,090,240	14,174,235	1,729,525
Total liabilities	<u>\$ 10,416,441</u>	<u>\$ 14,407,257</u>	<u>\$ 14,174,235</u>	<u>\$ 10,649,463</u>

The accompanying notes are an integral part of this financial statement.

THE METROPOLITAN GOVERNMENT OF NASHVILLE AND DAVIDSON COUNTY

COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES - AGENCY FUNDS (CONTINUED)

For the Year Ended June 30, 2008

	Balance June 30, 2007	Additions	Deductions	Balance June 30, 2008
<u>Bill Garrett, County Register</u>				
ASSETS:				
Cash and cash equivalents	\$ 4,026,476	\$ 33,103,501	\$ 33,602,262	\$ 3,527,715
Other assets	148,690	-	92,918	55,772
Total assets	<u>\$ 4,175,166</u>	<u>\$ 33,103,501</u>	<u>\$ 33,695,180</u>	<u>\$ 3,583,487</u>
LIABILITIES:				
Due to other funds of the primary government	\$ -	\$ 5,301,232	\$ 5,301,232	\$ -
Other liabilities	4,175,166	27,802,269	28,393,948	3,583,487
Total liabilities	<u>\$ 4,175,166</u>	<u>\$ 33,103,501</u>	<u>\$ 33,695,180</u>	<u>\$ 3,583,487</u>
 <u>Vic Lineweaver, Juvenile Court Clerk</u>				
ASSETS:				
Cash and cash equivalents	<u>\$ 2,462,194</u>	<u>\$ 6,593,442</u>	<u>\$ 6,676,861</u>	<u>\$ 2,378,775</u>
LIABILITIES:				
Funds held in trust	\$ 2,084,505	\$ 251,287	\$ 287,555	\$ 2,048,237
Other liabilities	377,689	6,342,155	6,389,306	330,538
Total liabilities	<u>\$ 2,462,194</u>	<u>\$ 6,593,442</u>	<u>\$ 6,676,861</u>	<u>\$ 2,378,775</u>
 <u>Transit Authority Revenue</u>				
ASSETS:				
Cash and cash equivalents	<u>\$ 6,508</u>	<u>\$ -</u>	<u>\$ 6,508</u>	<u>\$ -</u>
LIABILITIES:				
Due to component units	<u>\$ 6,508</u>	<u>\$ -</u>	<u>\$ 6,508</u>	<u>\$ -</u>
 <u>Sold Property Tax Receivables</u>				
ASSETS:				
Cash and cash equivalents	\$ 633,046	\$ 31,617,924	\$ 31,787,054	\$ 463,916
Accounts receivable	71,144	-	71,144	-
Accrued interest receivable	-	16,679	14,144	2,535
Due from other funds of the primary government	-	1,664,554	-	1,664,554
Total assets	<u>\$ 704,190</u>	<u>\$ 33,299,157</u>	<u>\$ 31,872,342</u>	<u>\$ 2,131,005</u>
LIABILITIES:				
Funds held in trust	<u>\$ 704,190</u>	<u>\$ 33,299,157</u>	<u>\$ 31,872,342</u>	<u>\$ 2,131,005</u>

The accompanying notes are an integral part of this financial statement.

THE METROPOLITAN GOVERNMENT OF NASHVILLE AND DAVIDSON COUNTY

COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES - AGENCY FUNDS (CONTINUED)

For the Year Ended June 30, 2008

	Balance June 30, 2007	Additions	Deductions	Balance June 30, 2008
<u>Sheriff Work Release and Inmate Trust</u>				
ASSETS:				
Cash and cash equivalents	\$ 663,470	\$ 3,418,875	\$ 3,373,805	\$ 708,540
LIABILITIES:				
Funds held in trust	\$ 663,470	\$ 3,418,875	\$ 3,373,805	\$ 708,540
 <u>Totals - All Agency Funds</u>				
ASSETS:				
Cash and cash equivalents	\$ 46,973,607	\$ 343,719,722	\$ 347,693,848	\$ 42,999,481
Investments:				
Corporate bonds and notes	10,000	-	-	10,000
Mortgages and real estate	665,618	-	-	665,618
Mutual funds	13,527	-	1,087	12,440
Accounts receivable	71,144	-	71,144	-
Accrued interest receivable	-	16,679	14,144	2,535
Due from other funds of the primary government	-	1,664,554	-	1,664,554
Other assets	158,918	-	92,918	66,000
Total assets	<u>\$ 47,892,814</u>	<u>\$ 345,400,955</u>	<u>\$ 347,873,141</u>	<u>\$ 45,420,628</u>
LIABILITIES:				
Due to other funds of the primary government	\$ -	\$ 172,493,682	\$ 172,493,682	\$ -
Due to component units	6,508	-	6,508	-
Funds held in trust	35,106,986	99,998,165	99,666,065	35,439,086
Other liabilities	12,779,320	72,909,108	75,706,886	9,981,542
Total liabilities	<u>\$ 47,892,814</u>	<u>\$ 345,400,955</u>	<u>\$ 347,873,141</u>	<u>\$ 45,420,628</u>

The accompanying notes are an integral part of this financial statement.

THE METROPOLITAN GOVERNMENT OF NASHVILLE AND DAVIDSON COUNTY

DESCRIPTION OF FIDUCIARY FUNDS

PENSION (AND OTHER EMPLOYEE BENEFIT) TRUST FUNDS

DAVIDSON COUNTY EMPLOYEES' RETIREMENT FUND

The Davidson County Employees' Retirement Fund covers certain employees of the former Davidson County and was closed to new members in 1963. Benefits are funded by contributions from the Government.

METROPOLITAN EMPLOYEES' BENEFIT TRUST FUND

Established in 1963, the Metropolitan Employees' Benefit Trust Fund covers substantially all employees who are not members of any other plan and is used to account for Division A & B of the Metro Plan. Division B of the Metro Plan is the only plan open to new members. This fund receives contributions from both employees and from the Government. Under the administrative responsibility of the Employee Benefit Board, this fund provides for the accumulation of assets for the payment of disability and retirement benefits for employees covered under this plan.

EMPLOYEES' PENSION AND INSURANCE FUND

The Employees' Pension and Insurance Fund covers teachers and classified employees of the Metropolitan Nashville Public Schools of the former Davidson County. The plan is closed to new members and is funded by contributions from the Government, employees and the State of Tennessee.

TEACHERS' RETIREMENT PLAN FUND

The Teachers' Retirement Plan Fund is funded by contributions from the Metropolitan Nashville Public Schools, employees and the State of Tennessee. The plan was closed to new members on July 1, 1969.

CLOSED CITY PLAN FUND

The Civil Service Employees' Pension Fund covers certain employees of the former City of Nashville and was closed to new members in 1963. Benefits are funded by contributions from the Government.

The Police and Fireman Pension Fund cover certain employees of the former City of Nashville and were closed to new members in 1963. Benefits are funded by contributions from the Government.

TEACHERS' CIVIL SERVICE AND PENSION FUND

The Teachers' Civil Service and Pension Fund covers eligible employees who were teachers of the former City of Nashville. Benefits are funded by contributions from the Government and the State of Tennessee.

METROPOLITAN EMPLOYEES' FLEXIBLE BENEFITS PLAN FUND

The Metropolitan Employees' Flexible Benefits Plan Fund was established to account for the pre-tax deductions withheld from compensation to employees of the Government for medical and dependent care reimbursement.

EDUCATION FLEXIBLE BENEFITS PLAN FUND

The Education Flexible Benefits Plan Fund was established to account for the pre-tax deductions withheld from compensation to employees of the Metropolitan Nashville Public School System for medical and dependent care reimbursement.

THE METROPOLITAN GOVERNMENT OF NASHVILLE AND DAVIDSON COUNTY
DESCRIPTION OF FIDUCIARY FUNDS (CONTINUED)

AGENCY FUNDS

ELECTED OFFICIALS

The following agency funds are used to account for assets held by the Elected Officials as agents for individuals, governmental entities and others. These include:

Richard R. Rooker, Circuit Court Clerk
Cristi Scott, Clerk and Master
John Arriola, County Clerk
David Torrence, Criminal Court Clerk
Bill Garrett, County Register
Vic Lineweaver, Juvenile Court Clerk

TRANSIT AUTHORITY REVENUE FUND

The Transit Authority Revenue Fund accounted for federal funds passed through to the Metropolitan Transit Authority, which is responsible for the administration of these funds. This Fund was closed during the fiscal year ended June 30, 2008, and the federal funds are now received directly by the Metropolitan Transit Authority.

SOLD PROPERTY TAX RECEIVABLES FUND

The Sold Property Tax Receivables Fund accounts for property tax funds collected by the Government on behalf of the buyer of certain property tax receivable balances.

SHERIFF WORK RELEASE AND INMATE TRUST FUND

The Sheriff Work Release and Inmate Trust Fund administers and accounts for the receipt and usage of individual inmates' personal funds through the Commissary and Work Release accounts.