

Shelby County, Tennessee

**Reconciliation of Fund Balances of Governmental
Funds to the Statement of Net Position
June 30, 2017**

Fund balance - total governmental funds (page C-5)	\$	255,205,597
Amounts reported for the governmental activities in the Statement of Net Position (page C-1) are different because:		
Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds.		601,607,533
Receivables not available to pay for current expenditures are reported as deferred inflows of resources in the funds.		49,780,329
Accrued interest receivables in the Statement of Activities that do not provide current financial resources are not reported in the funds.		386,217
Certain types of services paid for in advance and reported as prepaid are reported as expenditures in the funds under the purchases method		260,199
Excess contributions to the OPEB trust fund are not reported in the funds.		14,342,350
Amounts payable to schools from receivables not available to pay current expenditures, reported as deferred inflows of resources in the funds.		(18,336,993)
Interest on long-term debt is not payable with current financial resources and therefore is not reported in the funds.		(9,296,773)
Long-term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported in the funds. See Note II (A).		(1,088,700,077)
Amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be amortized and recognized as components of pension expense in future years.		209,369,143
Net pension liability is not payable with current financial resources and therefore is not reported in the funds.		(499,836,964)
Internal service funds are used by management to charge the costs of central services to individual funds. The assets and liabilities of the internal service funds are included in governmental activities in the Statement of Net Position. This includes \$1,752,003 related to "look-back" adjustments for internal service funds.		32,677,512
Net position of governmental activities (page C-1)	\$	(452,541,927)

The notes to the financial statements are an integral part of this statement.