

Shelby County, Tennessee

Proprietary Funds
Statement of Revenues, Expenses, and Changes in Net Position
For the Year Ended June 30, 2017

	Business-type Activities - Enterprise Funds			Governmental Activities - Internal Service Funds
	Corrections	Nonmajor	Total	
	Center Fund	Enterprise Funds	Enterprise Funds	
Operating revenues:				
State revenue	\$ 38,613,218	\$ 82,200	\$ 38,695,418	\$ ---
Federal and local revenue	9,800	1,178,158	1,187,958	---
Charges for services	850,645	966,935	1,817,580	7,376,762
Fines, fees and permits	47,979	29,209,746	29,257,725	---
Other revenue	3,220	8,471	11,691	232,657
Premium revenue	---	---	---	50,640,781
Total operating revenues	<u>39,524,862</u>	<u>31,445,510</u>	<u>70,970,372</u>	<u>58,250,200</u>
Operating expenses:				
Salaries	21,272,511	16,700,306	37,972,817	852,146
Other compensation	5,598,556	2,121,147	7,719,703	16,760
Fringe benefits	12,467,057	9,536,046	22,003,103	608,226
Supplies and materials	1,585,122	1,027,931	2,613,053	1,850,680
Services and other expenses	333,295	216,752	550,047	619,563
Professional and contracted services	9,679,325	1,271,631	10,950,956	3,392,160
Rent, utilities and maintenance	1,947,132	666,308	2,613,440	2,533,960
Interfund services	3,020,828	2,045,679	5,066,507	22,552
Depreciation	1,163,494	549,369	1,712,863	242,446
Claims incurred	29,355	240	29,595	41,502,426
Total operating expenses	<u>57,096,675</u>	<u>34,135,409</u>	<u>91,232,084</u>	<u>51,640,919</u>
Operating income (loss)	<u>(17,571,813)</u>	<u>(2,689,899)</u>	<u>(20,261,712)</u>	<u>6,609,281</u>
Nonoperating revenues (expenses)				
Intergovernmental	---	1,500,000	1,500,000	---
Investment income	95,570	65,189	160,759	137,026
Interest expense	---	(9,375)	(9,375)	---
Insurance recoveries	---	5,109	5,109	---
Gain (loss) on asset disposal	22,860	21,075	43,935	(37,341)
Net nonoperating revenues (expenses)	<u>118,430</u>	<u>1,581,998</u>	<u>1,700,428</u>	<u>99,685</u>
Income (loss) before capital contributions and transfers	<u>(17,453,383)</u>	<u>(1,107,901)</u>	<u>(18,561,284)</u>	<u>6,708,966</u>
Capital contributions	---	---	---	54,063
Transfers:				
Transfers in	8,900,000	1,500,000	10,400,000	258,430
Transfers out	(273,300)	(206,924)	(480,224)	(245,500)
Net transfers	<u>8,626,700</u>	<u>1,293,076</u>	<u>9,919,776</u>	<u>12,930</u>
Change in net position	<u>(8,826,683)</u>	<u>185,175</u>	<u>(8,641,508)</u>	<u>6,775,959</u>
Net position:				
June 30, 2016	6,740,476	(4,666,093)	2,074,383	24,959,546
Restatement	<u>(4,432,185)</u>	<u>---</u>	<u>(4,432,185)</u>	<u>---</u>
June 30, 2016, restated	<u>2,308,291</u>	<u>(4,666,093)</u>	<u>(2,357,802)</u>	<u>24,959,546</u>
June 30, 2017	<u>\$ (6,518,392)</u>	<u>\$ (4,480,918)</u>	<u>\$ (10,999,310)</u>	<u>\$ 31,735,505</u>
Change in net position	<u>\$ (8,826,683)</u>	<u>\$ 185,175</u>	<u>\$ (8,641,508)</u>	
Adjustment to reflect the consolidation of internal service fund activities related to enterprise funds	<u>347,888</u>	<u>462,108</u>	<u>809,996</u>	
Change in net position of business-type activities on Statement of Activities (page C-3)	<u>\$ (8,478,795)</u>	<u>\$ 647,283</u>	<u>\$ (7,831,512)</u>	

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