

CITY OF CHATTANOOGA, TENNESSEE

STATEMENT OF NET POSITION

June 30, 2016

	Primary Government			Component Units
	Governmental Activities	Business-Type Activities	Total	
ASSETS				
Cash and cash equivalents	\$ 94,788,886	\$ 207,653,059	\$ 302,441,945	\$ 11,530,558
Investments	67,571,914	30,898,432	98,470,346	-
Receivables, net of allowance for uncollectible	175,109,124	86,011,189	261,120,313	8,902,140
Internal balances	(86,639,268)	86,639,268	-	-
Due from component units	646,535	-	646,535	-
Inventories	2,850,282	14,886,052	17,736,334	757,171
Prepaid items	18,519	9,332,362	9,350,881	1,553,796
Restricted assets:				
Cash and cash equivalents	29,288,739	13,070,917	42,359,656	2,888,701
Investments	2,985,000	17,278,042	20,263,042	-
Endowment investments	4,411,028	-	4,411,028	-
Receivables	37,609	-	37,609	281,068
Other	-	36,757	36,757	-
Other postemployment benefit assets	-	-	-	60,935
Equity interest in joint venture	7,489,062	-	7,489,062	-
Land and other nondepreciable assets	1,148,604,734	112,219,701	1,260,824,435	12,419,987
Other capital assets, net of accumulated depreciation	338,223,605	897,467,608	1,235,691,213	128,123,129
Total assets	<u>1,785,385,769</u>	<u>1,475,493,387</u>	<u>3,260,879,156</u>	<u>166,517,485</u>
DEFERRED OUTFLOWS OF RESOURCES				
Deferred charge on refunding	3,931,305	17,266,583	21,197,888	-
Deferred contribution pension plans	18,372,835	9,533,592	27,906,427	966,664
Deferred experience loss pension plans	7,871,362	-	7,871,362	827,026
Deferred investment loss pension plans	15,690,923	1,509,606	17,200,529	1,178,277
Deferred assumption loss pension plans	20,571,120	-	20,571,120	160,930
Total deferred outflows of resources	<u>66,437,545</u>	<u>28,309,781</u>	<u>94,747,326</u>	<u>3,132,897</u>
LIABILITIES				
Accounts payable and accrued liabilities	27,837,080	151,815,246	179,652,326	6,901,628
Customer deposits	-	20,117,000	20,117,000	-
Due to primary government	-	-	-	646,535
Contracts payable	528,165	1,455,656	1,983,821	722,112
Unearned grants revenue	646,477	-	646,477	-
Other liabilities	-	10,257,000	10,257,000	-
Long-term liabilities:				
Due within one year	19,060,103	30,817,117	49,877,220	734,126
Due in more than one year	448,488,958	567,591,952	1,016,080,910	24,446,644
Total liabilities	<u>496,560,783</u>	<u>782,053,971</u>	<u>1,278,614,754</u>	<u>33,451,045</u>
DEFERRED INFLOWS OF RESOURCES				
Deferred revenue	131,416,150	-	131,416,150	77,883
Deferred investment gains pension plans	16,257,890	2,279,934	18,537,824	-
Deferred assumption change pension plans	2,998,274	659,080	3,657,354	135,330
Deferred experience gains pension plans	213,388	46,907	260,295	9,632
Total deferred inflows of resources	<u>150,885,702</u>	<u>2,985,921</u>	<u>153,871,623</u>	<u>222,845</u>
NET POSITION				
Net investment in capital assets	1,272,353,698	590,844,184	1,863,197,882	129,599,322
Restricted for:				
Capital projects	61,573,142	-	61,573,142	-
Debt service reserve	-	9,748,000	9,748,000	2,447,657
Renewal and replacement	-	39,490,536	39,490,536	-
Permanent endowments:				
Expendable	133,864	-	133,864	-
Nonexpendable	4,411,028	-	4,411,028	-
Unrestricted	<u>(134,094,903)</u>	<u>78,680,556</u>	<u>(55,414,347)</u>	<u>3,929,513</u>
Total net position	<u>\$1,204,376,829</u>	<u>\$ 718,763,276</u>	<u>\$1,923,140,105</u>	<u>\$ 135,976,492</u>

The Notes to Basic Financial Statements are an integral part of this statement.

CITY OF CHATTANOOGA, TENNESSEE

STATEMENT OF ACTIVITIES

Year Ended June 30, 2016

Functions/Programs	Expenses	Program Revenues		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
PRIMARY GOVERNMENT				
Governmental activities:				
General government	\$ 68,405,139	\$ 14,530,075	\$ 3,264,548	\$ 175,953
Economic and community development	18,390,875	4,130,813	3,336,571	200,000
Public safety	104,952,395	878,733	963,401	-
Public works and transportation	63,429,352	524,452	7,688,183	27,941,813
Youth and family development	26,048,987	553,403	15,267,055	-
Interest on long-term debt	6,854,540	-	-	-
Total governmental activities	<u>288,081,288</u>	<u>20,617,476</u>	<u>30,519,758</u>	<u>28,317,766</u>
Business-type activities:				
Electric utility, including fiber optics	653,115,000	684,060,000	-	865,000
Sewer	46,229,974	70,770,332	-	-
Solid waste	4,145,986	6,981,881	-	20,000
Water quality management	13,688,806	19,526,288	-	100,000
Regional communications	931,065	1,306,785	-	-
Downtown redevelopment	16,759,306	18,882,874	-	-
Total business-type activities	<u>734,870,137</u>	<u>801,528,160</u>	<u>-</u>	<u>985,000</u>
TOTAL PRIMARY GOVERNMENT	<u>\$ 1,022,951,425</u>	<u>\$ 822,145,636</u>	<u>\$ 30,519,758</u>	<u>\$ 29,302,766</u>
COMPONENT UNITS				
Airport authority	\$ 19,029,450	\$ 18,426,061	\$ -	\$ 7,407,034
Transportation authority	<u>24,161,012</u>	<u>9,732,150</u>	<u>7,773,956</u>	<u>4,685,637</u>
TOTAL COMPONENT UNITS	<u>\$ 43,190,462</u>	<u>\$ 28,158,211</u>	<u>\$ 7,773,956</u>	<u>\$ 12,092,671</u>

General revenues:

- Property taxes
- Other taxes
 - Liquor and beer taxes
 - Hotel-Motel tax
 - Local gross receipts tax
 - Franchise taxes
 - Other taxes

Grants and contributions not allocated to specific programs:

- County-wide sales taxes
- City allocation of state sales taxes
- City allocation of state income taxes
- City allocation of other shared taxes

Unrestricted investment earnings

- Miscellaneous
- Gain on sale of capital assets
- Transfers

Total general revenues and transfers

Change in net position

Net position, beginning

Net position, ending

The Notes to Basic Financial Statements are an integral part of this statement.

Net (Expense) Revenue and Changes in Net Position			
Primary Government			
Governmental Activities	Business-type Activities	Total	Component Units
\$ (50,434,563)	\$ -	\$ (50,434,563)	\$ -
(10,723,491)	-	(10,723,491)	-
(103,110,261)	-	(103,110,261)	-
(27,274,904)	-	(27,274,904)	-
(10,228,529)	-	(10,228,529)	-
(6,854,540)	-	(6,854,540)	-
<u>(208,626,288)</u>	<u>-</u>	<u>(208,626,288)</u>	<u>-</u>
-	31,810,000	31,810,000	-
-	24,540,358	24,540,358	-
-	2,855,895	2,855,895	-
-	5,937,482	5,937,482	-
-	375,720	375,720	-
-	2,123,568	2,123,568	-
<u>-</u>	<u>67,643,023</u>	<u>67,643,023</u>	<u>-</u>
<u>(208,626,288)</u>	<u>67,643,023</u>	<u>(140,983,265)</u>	<u>-</u>
-	-	-	6,803,645
<u>-</u>	<u>-</u>	<u>-</u>	<u>(1,969,269)</u>
-	-	-	4,834,376
130,902,972	-	130,902,972	-
8,997,261	-	8,997,261	-
6,589,452	-	6,589,452	-
5,882,100	-	5,882,100	-
4,382,373	-	4,382,373	-
222,074	-	222,074	-
58,584,096	-	58,584,096	-
13,453,178	-	13,453,178	-
3,532,771	-	3,532,771	-
4,015,247	-	4,015,247	-
1,753,046	1,815,617	3,568,663	16,651
-	-	-	2,375,052
836,089	-	836,089	-
50,952	(50,952)	-	-
<u>239,201,611</u>	<u>1,764,665</u>	<u>240,966,276</u>	<u>2,391,703</u>
30,575,323	69,407,688	99,983,011	7,226,079
<u>1,173,801,506</u>	<u>649,355,588</u>	<u>1,823,157,094</u>	<u>128,750,413</u>
<u>\$ 1,204,376,829</u>	<u>\$ 718,763,276</u>	<u>\$ 1,923,140,105</u>	<u>\$ 135,976,492</u>

The Notes to Basic Financial Statements are an integral part of this statement.

CITY OF CHATTANOOGA, TENNESSEE

**BALANCE SHEET
GOVERNMENTAL FUNDS**

June 30, 2016

	General	Capital Projects	Other Governmental Funds	Total Governmental Funds
ASSETS				
Cash and cash equivalents	\$ 9,981,730	\$ 60,179,871	\$ 21,083,861	\$ 91,245,462
Investments	67,571,914	2,985,000	4,411,028	74,967,942
Receivables, net of allowance for uncollectibles:				
Property taxes	122,688,011	-	-	122,688,011
Other taxes	12,581,913	-	1,173,031	13,754,944
Notes	1,035,765	388,946	12,746,843	14,171,554
Other	750,257	36,476	138,368	925,101
Due from other funds	-	204,419	29,830	234,249
Due from other governments	19,605,317	738,256	2,828,934	23,172,507
Inventories	859,386	-	-	859,386
Prepaid items	4,000	-	14,519	18,519
	<u>\$ 235,078,293</u>	<u>\$ 64,532,968</u>	<u>\$ 42,426,414</u>	<u>\$ 342,037,675</u>
LIABILITIES				
Accounts payable and accrued liabilities:				
Accounts payable	\$ 4,012,533	\$ 1,685,727	\$ 1,477,622	\$ 7,175,882
Accrued payroll	5,957,332	-	648,903	6,606,235
Due to other funds	-	745,935	204,418	950,353
Due to other governments	143,167	-	-	143,167
Contracts payable	-	528,164	-	528,164
Unearned grants revenue	3,433	-	643,044	646,477
	<u>10,116,465</u>	<u>2,959,826</u>	<u>2,973,987</u>	<u>16,050,278</u>
DEFERRED INFLOWS OF RESOURCES				
Unavailable revenue - property taxes	131,208,653	-	-	131,208,653
Unavailable revenue - other local taxes	2,217,200	-	558,333	2,775,533
Unavailable revenue - shared tax revenue	8,209,201	-	377,540	8,586,741
Unavailable revenue - CDBG loans	-	-	13,762,868	13,762,868
Unavailable revenue - other	483,281	-	-	483,281
	<u>142,118,335</u>	<u>-</u>	<u>14,698,741</u>	<u>156,817,076</u>
FUND BALANCES				
Nonspendable	1,521,502	388,946	4,425,547	6,335,995
Restricted	5,924,050	61,184,196	12,599,118	79,707,364
Committed	645,036	-	6,413,573	7,058,609
Assigned	8,830,766	-	1,315,448	10,146,214
Unassigned	65,922,139	-	-	65,922,139
	<u>82,843,493</u>	<u>61,573,142</u>	<u>24,753,686</u>	<u>169,170,321</u>
Total liabilities, deferred inflows of resources and fund balances	<u>\$ 235,078,293</u>	<u>\$ 64,532,968</u>	<u>\$ 42,426,414</u>	<u>\$ 342,037,675</u>

The Notes to Basic Financial Statements are an integral part of this statement.

CITY OF CHATTANOOGA, TENNESSEE

**RECONCILIATION OF THE BALANCE SHEET OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF NET POSITION**

June 30, 2016

Differences in amounts reported for governmental activities in the statement of net position on page A-1:		
Fund balances - total governmental funds		\$ 169,170,321
Amounts reported for governmental activities in the statement of net position are different because:		
Capital assets used in governmental activities are not financial resources and are not reported in the funds.		1,469,911,230
Certain revenues will be collected after year-end but are not available soon enough to pay for the current period's expenditures and are deferred in the funds.		25,400,926
The equity interest in the joint venture represents an interest in the capital assets of the joint venture. This interest is not a financial resource and is not reported in the funds.		7,489,062
The internal service fund is used by management to charge the costs of fleet management and risk management activities to individual funds. The assets and liabilities of the internal service fund are included in governmental activities in the statement of net position.		41,498,438
Contributions to pension plans made after the measurement date are recorded as expenditures in governmental fund but must be deferred in the statement of net position in addition to certain other items:		
Contribution to pension plans	\$ 18,372,835	
Deferred experience loss pension plans	7,871,362	
Investment loss - pension plans	15,690,923	
Assumption change loss - pension plans	<u>20,571,120</u>	62,506,240
The City's other post-employment benefit plan has not been fully funded. This OPEB obligation is considered a long term obligation and is not reported in the funds.		(23,544,606)
The City's pollution remediation obligation is considered a long-term obligation.		(1,315,071)
Net pension liabilities are not due and payable in the current period and are not reported in the funds:		
General pension	(30,277,086)	
Fire and police pension	<u>(163,621,947)</u>	(193,899,033)
Long-term liabilities are not due and payable in the current period and are not reported in the funds. Interest on long-term debt is not accrued in governmental funds but rather is recognized as an expenditure when due. All liabilities, both due in one year and due in more than one year, are reported in the statement of net position. This item consists of:		
General obligation serial bonds	(189,224,880)	
Add net deferred refunding, issue premiums and discounts	(10,155,034)	
Notes payable	(22,937,045)	
Capital leases	(113,267)	
Capital lease payable to CDRC - reported as internal balance	(86,639,268)	
Compensated absences	(21,954,905)	
Accrued interest payable	<u>(2,346,727)</u>	(333,371,126)
Certain amounts related to the net pension liability are deferred and amortized over time. These are not reported in the funds:		
Investment gain- pension plans	(16,257,890)	
Experience gain-pension plans	(213,388)	
Assumption change gain - pension plans	<u>(2,998,274)</u>	(19,469,552)
Net position of governmental activities		<u><u>\$ 1,204,376,829</u></u>

The Notes to Basic Financial Statements are an integral part of this statement.

CITY OF CHATTANOOGA, TENNESSEE

**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS**

Year Ended June 30, 2016

	General	Capital Projects	Other Governmental Funds	Total Governmental Funds
REVENUES				
Taxes	\$ 149,130,912	\$ -	\$ 6,668,896	\$ 155,799,808
Licenses and permits	6,843,906	-	508,562	7,352,468
Intergovernmental	83,396,137	1,561,889	24,625,797	109,583,823
Charges for services	4,067,721	-	424,034	4,491,755
Fines, forfeitures and penalties	2,544,953	-	54,632	2,599,585
Investment income	1,891,715	150,130	(69,674)	1,972,171
Contributions and donations	736,984	804,894	67,288	1,609,166
Sale of property	745,075	-	26,304	771,379
Miscellaneous	5,361,993	712	517,507	5,880,212
Total revenues	254,719,396	2,517,625	32,823,346	290,060,367
EXPENDITURES				
Current:				
General government	52,183,848	-	5,676,874	57,860,722
Finance and administration	5,244,946	-	-	5,244,946
Economic and community development	6,781,362	-	1,851,992	8,633,354
Public safety	95,998,982	-	261,566	96,260,548
Public works and transportation	34,316,845	-	3,517,759	37,834,604
Youth and family development	9,836,909	-	15,936,011	25,772,920
Capital outlay/capital assets	-	35,147,388	-	35,147,388
Debt service:				
Principal retirement	-	-	17,164,347	17,164,347
Interest and fiscal charges	-	-	7,426,116	7,426,116
Total expenditures	204,362,892	35,147,388	51,834,665	291,344,945
Excess (deficiency) of revenues over (under) expenditures	50,356,504	(32,629,763)	(19,011,319)	(1,284,578)
OTHER FINANCING SOURCES (USES)				
Transfers in	48,000	17,753,398	26,653,294	44,454,692
Transfers out	(36,997,175)	(62,500)	(7,344,065)	(44,403,740)
General obligation bonds issued	-	47,200,000	-	47,200,000
Premium on bonds issued	-	7,684,371	-	7,684,371
Payments to refunded bonds escrow agent	-	(21,414,829)	-	(21,414,829)
Total other financing sources (uses)	(36,949,175)	51,160,440	19,309,229	33,520,494
Net change in fund balances	13,407,329	18,530,677	297,910	32,235,916
FUND BALANCES, beginning	69,436,164	43,042,465	24,455,776	136,934,405
FUND BALANCES, ending	<u>\$ 82,843,493</u>	<u>\$ 61,573,142</u>	<u>\$ 24,753,686</u>	<u>\$ 169,170,321</u>

The Notes to Basic Financial statements are an integral part of this statement.

CITY OF CHATTANOOGA, TENNESSEE

**RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF ACTIVITIES**

Year Ended June 30, 2016

Differences in amounts reported for governmental activities in the statement of activities on pages A-2 and A-3:

Net change in fund balances - total governmental funds \$ 32,235,916

Amounts reported for governmental activities in the statement of activities are different because:

Capital outlay expenditures in governmental funds, that meet the capitalization threshold, are shown as capital assets in the statement of net position. 21,615,854

Depreciation expense for governmental capital assets are included in the governmental activities. (34,954,716)

Contributions of capital assets are not reflected in the governmental funds but are reported in the statement of activities. This item consists primarily of streets contributed by developers. 27,167,616

The net effect of various transactions involving capital assets is to decrease net position. (1,798,169)

The loss of equity interest in joint venture is reported in the statement of activities. This loss does not use current financial resources and is not reflected in the governmental funds. (18,524)

Bond proceeds and notes issued provide financial resources to governmental funds while repayment of principal consumes the current financial resources of governmental funds. Also, governmental funds report the effect of premiums, discounts and deferred amounts on refundings when debt is first issued; these amounts are deferred and amortized in the statement of activities. The net effect of these differences in the treatment of long-term debt is as follows:

Principal paid	\$ 17,164,347	
Payment of capital lease	3,797,017	
Bonds issued	(47,200,000)	
Premiums on bonds issued	(7,684,371)	
Escrow payment	21,414,829	
Amortization	718,515	
Change in accrued interest payable	(234,590)	(12,024,253)

Net loss of the internal service fund are reported with governmental activities. (437,463)

Certain items reported in the statement of activities do not require the use of current financial resources and are not reported as expenditures in the governmental funds. This item consists of:

Change in personal leave liability	(3,270,822)	
Change in pension expense	(2,142,053)	
Change in pollution remediation liability	(81,722)	
Change in OPEB liability	2,997,116	(2,497,481)

Governmental revenues that provide current financial resources are reported in the governmental funds, while revenues that will not be collected for several months after the fiscal year end are deferred. The statement of activities includes certain revenues that do not provide current financial resources. This item consists of:

Change in deferred revenue to earned revenue	1,286,543	1,286,543
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Change in net position of governmental activities \$ 30,575,323

The Notes to Basic Financial Statements are an integral part of this statement.

CITY OF CHATTANOOGA, TENNESSEE

**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - BUDGET AND ACTUAL
GENERAL FUND**

Year Ended June 30, 2016

	Budget Amounts		Actual Amounts	Variance with Final Budget - Over (Under)
	Original	Final		
REVENUES				
Taxes	\$ 145,056,600	\$ 145,056,600	\$ 149,130,912	\$ 4,074,312
Licenses and permits	5,347,393	5,347,393	6,843,906	1,496,513
Intergovernmental	78,175,629	78,175,629	83,396,137	5,220,508
Charges for services	4,930,302	4,930,302	4,067,721	(862,581)
Fines, forfeitures and penalties	896,815	896,815	2,544,953	1,648,138
Investment income	448,797	448,797	1,891,715	1,442,918
Miscellaneous	5,101,437	5,101,437	6,844,052	1,742,615
Total revenues	239,956,973	239,956,973	254,719,396	14,762,423
EXPENDITURES				
General government	44,531,142	44,531,142	42,486,803	(2,044,339)
Executive	1,964,184	1,964,184	1,793,598	(170,586)
Finance and administration	6,356,942	6,356,942	5,244,946	(1,111,996)
General services	7,111,121	7,111,121	6,139,928	(971,193)
Human resources	1,858,919	1,858,919	1,763,519	(95,400)
Economic and community development	7,992,734	7,992,734	6,781,362	(1,211,372)
Police	61,185,701	61,185,701	58,849,201	(2,336,500)
Fire	37,758,390	37,758,390	37,149,781	(608,609)
Public works	27,769,833	27,769,833	26,805,025	(964,808)
Transportation	7,674,366	7,674,366	7,511,820	(162,546)
Youth and family development	10,109,003	10,109,003	9,836,909	(272,094)
Total expenditures	214,312,335	214,312,335	204,362,892	(9,949,443)
Excess of revenues over expenditures	25,644,638	25,644,638	50,356,504	24,711,866
OTHER FINANCING SOURCES (USES)				
Transfers in	48,000	48,000	48,000	-
Transfers out	(37,088,905)	(37,088,905)	(36,997,175)	91,730
Total other financing sources (uses)	(37,040,905)	(37,040,905)	(36,949,175)	91,730
Net change in fund balances	(11,396,267)	(11,396,267)	13,407,329	24,803,596
FUND BALANCES, beginning	69,436,164	69,436,164	69,436,164	-
FUND BALANCES, ending	\$ 58,039,897	\$ 58,039,897	\$ 82,843,493	\$ 24,803,596

The Notes to Basic Financial statements are an integral part of this statement.

CITY OF CHATTANOOGA, TENNESSEE

STATEMENT OF NET POSITION
PROPRIETARY FUNDS

June 30, 2016

	Business-type Activities - Enterprise Funds						Governmental Activities - Internal Service Fund	
	Major Funds							
	EPB	Interceptor Sewer System	Solid Waste	Water Quality Management	Regional Communications	Downtown Redevelopment		Total
ASSETS								
Current Assets:								
Cash and cash equivalents	\$ 101,573,000	\$ 56,144,548	\$ 10,723,055	\$ 30,925,692	\$ 1,366,325	\$ 6,920,439	\$ 207,653,059	\$ 32,832,161
Investments	-	30,898,432	-	-	-	-	30,898,432	-
Receivables:								
Customer service	64,682,000	16,023,582	42,523	3,165,604	-	-	83,913,709	1,024,486
Other	-	165,385	212	500	-	1,686,051	1,852,148	-
Less allowance for doubtful accounts	(1,256,000)	(5,365,050)	(100)	(1,760,392)	-	(43,974)	(8,425,516)	-
Inventories	13,293,000	1,492,507	-	-	-	100,545	14,886,052	1,990,894
Due from other funds	-	-	-	-	-	-	-	716,105
Due from other governments	-	7,627,231	-	1,043,617	-	-	8,670,848	56,665
Prepaid items	9,128,000	-	-	-	1,000	203,362	9,332,362	-
Total current assets	187,420,000	106,986,635	10,765,690	33,375,021	1,367,325	8,866,423	348,781,094	36,620,311
Noncurrent Assets:								
Restricted Assets:								
Cash and cash equivalents	-	1,650,000	1,306,035	10,114,882	-	-	13,070,917	-
Investments	5,000,000	-	750,000	1,503,000	-	10,025,042	17,278,042	-
Investment in capital lease	-	-	-	-	-	86,639,268	86,639,268	-
Other	-	5,593	1,071	30,092	-	-	36,756	-
Total restricted assets	5,000,000	1,655,593	2,057,106	11,647,974	-	96,664,310	117,024,983	-
Capital Assets:								
Land	6,476,000	10,585,211	1,517,514	2,170,099	-	-	20,748,824	-
Construction in progress	9,798,000	75,207,334	334,533	6,131,010	-	-	91,470,877	7,500
Buildings	71,836,000	59,481,771	1,955,387	10,601,459	-	766,146	144,640,763	5,328,860
Equipment	112,017,000	38,148,912	4,521,940	2,221,768	24,850	5,565,762	162,500,232	3,493,967
Vehicles	-	2,918,675	1,216,676	2,132,965	-	23,465	6,291,781	31,278,033
Infrastructure	773,178,000	430,834,063	9,520,509	41,071,310	-	-	1,254,603,882	-
	973,305,000	617,175,966	19,066,559	64,328,611	24,850	6,355,373	1,680,256,359	40,108,360
Less accumulated depreciation	(345,792,000)	(293,747,210)	(9,115,033)	(18,819,298)	(621)	(3,094,887)	(670,569,049)	(23,191,249)
Net capital assets	627,513,000	323,428,756	9,951,526	45,509,313	24,229	3,260,486	1,009,687,310	16,917,111
Total assets	819,933,000	432,070,984	22,774,322	90,532,308	1,391,554	108,791,219	1,475,493,387	53,537,422
DEFERRED OUTFLOWS OF RESOURCES								
Deferred refunding	14,586,000	194,621	242,313	79,029	-	2,164,620	17,266,583	-
Deferred contribution pension	8,130,000	711,982	95,340	596,270	-	-	9,533,592	-
Investment loss pension	-	765,758	102,542	641,306	-	-	1,509,606	-
Total deferred outflows of resources	22,716,000	1,672,361	440,195	1,316,605	-	2,164,620	28,309,781	-

(Continued on next page)

The Notes to Basic Financial statements are an integral part of this statement.

CITY OF CHATTANOOGA, TENNESSEE

STATEMENT OF NET POSITION
PROPRIETARY FUNDS

June 30, 2016

	Business-type Activities - Enterprise Funds						Governmental Activities - Internal Service Fund	
	Major Funds							
	EPB	Interceptor Sewer System	Solid Waste	Water Quality Management	Regional Communications	Downtown Redevelopment		Total
(Continued from previous page)								
LIABILITIES								
Current liabilities:								
Accounts payable and accrued liabilities:								
Accounts payable	\$ 133,007,000	\$ 12,876,327	\$ 378,974	\$ 451,399	\$ 10,227	\$ 2,236,642	\$ 148,960,569	\$ 11,438,202
Accrued payroll	-	397,836	45,159	307,750	27,713	-	778,458	126,867
Other accrued liabilities	-	182,642	130,123	222,095	-	1,386,648	1,921,508	-
Due to other governments	-	-	-	-	-	154,711	154,711	-
Current maturities of long-term liabilities:								
Bonds payable	9,560,000	3,605,190	1,789,869	1,891,277	-	4,890,000	21,736,336	-
Notes payable	-	8,472,540	76,548	-	-	-	8,549,088	-
Compensated absences	200,000	65,441	10,356	57,004	5,254	-	338,055	31,807
Landfill postclosure costs	-	-	193,638	-	-	-	193,638	-
Contracts payable	-	1,392,006	-	63,650	-	-	1,455,656	-
Total current liabilities	<u>142,767,000</u>	<u>26,991,982</u>	<u>2,624,667</u>	<u>2,993,175</u>	<u>43,194</u>	<u>8,668,001</u>	<u>184,088,019</u>	<u>11,596,876</u>
Long-term liabilities:								
Bonds payable	297,777,000	6,496,611	9,262,522	16,705,279	-	102,761,642	433,003,054	-
Notes payable	-	83,657,871	297,422	-	-	-	83,955,293	-
Compensated absences	561,000	909,616	143,944	792,348	73,035	-	2,479,943	442,108
OPEB liability	8,921,000	-	-	-	-	-	8,921,000	-
Pension liability	7,768,000	3,376,049	452,082	2,827,370	-	-	14,423,501	-
Landfill postclosure costs	-	-	5,579,161	-	-	-	5,579,161	-
Customer deposits	20,117,000	-	-	-	-	-	20,117,000	-
Other noncurrent liabilities	29,487,000	-	-	-	-	-	29,487,000	-
Total long-term liabilities	<u>364,631,000</u>	<u>94,440,147</u>	<u>15,735,131</u>	<u>20,324,997</u>	<u>73,035</u>	<u>102,761,642</u>	<u>597,965,952</u>	<u>442,108</u>
Total liabilities	<u>507,398,000</u>	<u>121,432,129</u>	<u>18,359,798</u>	<u>23,318,172</u>	<u>116,229</u>	<u>111,429,643</u>	<u>782,053,971</u>	<u>12,038,984</u>
DEFERRED INFLOWS OF RESOURCES								
Investment gains pension	1,013,000	642,661	86,058	538,215	-	-	2,279,934	-
Assumption change pension	-	334,323	44,769	279,988	-	-	659,080	-
Experience gains pension	-	23,794	3,186	19,927	-	-	46,907	-
Total deferred inflows of resources	<u>1,013,000</u>	<u>1,000,778</u>	<u>134,013</u>	<u>838,130</u>	<u>-</u>	<u>-</u>	<u>2,985,921</u>	<u>-</u>
NET POSITION								
Net investment in capital assets	334,762,000	221,391,163	4,471,524	26,934,782	24,229	3,260,486	590,844,184	16,917,111
Restricted for renewal and replacement	-	34,305,427	2,222,255	1,965,541	997,313	-	39,490,536	-
Restricted for debt service	-	-	-	-	-	9,748,000	9,748,000	-
Unrestricted	(524,000)	55,613,848	(1,973,073)	38,792,288	253,783	(13,482,290)	78,680,556	24,581,327
Total net position	<u>\$ 334,238,000</u>	<u>\$ 311,310,438</u>	<u>\$ 4,720,706</u>	<u>\$ 67,692,611</u>	<u>\$ 1,275,325</u>	<u>\$ (473,804)</u>	<u>\$ 718,763,276</u>	<u>\$ 41,498,438</u>

The Notes to Basic Financial statements are an integral part of this statement.

CITY OF CHATTANOOGA, TENNESSEE

STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION
 PROPRIETARY FUNDS

Year Ended June 30, 2016

	Business-type Activities - Enterprise Funds						Governmental Activities - Internal Service Fund	
	Major Funds							
	EPB	Interceptor Sewer System	Solid Waste	Water Quality Management	Regional Communications	Downtown Redevelopment		Total
OPERATING REVENUES								
Charges for services:								
Electric	\$ 539,908,000	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 539,908,000	\$ -
Fiber optic	122,695,000	-	-	-	-	-	122,695,000	-
Sewer	-	69,451,000	-	-	-	-	69,451,000	-
Waste disposal	-	-	6,650,526	-	-	-	6,650,526	-
Water quality	-	-	-	19,490,196	-	-	19,490,196	-
Lease rental revenue	-	-	-	-	-	4,034,129	4,034,129	-
Conference center	-	-	-	-	-	13,853,511	13,853,511	-
Parking garage	-	-	-	-	-	995,234	995,234	-
Regional Communications Services	-	-	-	-	1,030,955	-	1,030,955	-
Other services	21,253,000	1,305,836	171,956	-	275,830	-	23,006,622	56,745,910
Other	-	144	12,030	1,577	-	-	13,751	2,201,620
Total operating revenues	<u>683,856,000</u>	<u>70,756,980</u>	<u>6,834,512</u>	<u>19,491,773</u>	<u>1,306,785</u>	<u>18,882,874</u>	<u>801,128,924</u>	<u>58,947,530</u>
OPERATING EXPENSES								
Power purchases	424,355,000	-	-	-	-	-	424,355,000	-
Other electric operations	63,337,000	-	-	-	-	-	63,337,000	-
Fiber optic operations	78,530,000	-	-	-	-	-	78,530,000	-
Sewer plant operations	-	32,883,934	-	-	-	-	32,883,934	-
Waste disposal operations	-	-	3,059,122	-	-	-	3,059,122	-
Closure/postclosure costs	-	-	203,216	-	-	-	203,216	-
Water quality operations	-	-	-	11,854,844	-	-	11,854,844	-
Conference center operations	-	-	-	-	-	11,333,748	11,333,748	-
Parking garage operations	-	-	-	-	-	284,156	284,156	-
Regional Communication Services	-	-	-	-	930,444	-	930,444	-
Fleet operations	-	-	-	-	-	-	-	13,495,516
Liability insurance	-	-	-	-	-	-	-	358,464
Health services	-	-	-	-	-	-	-	41,989,187
Technology replacement	-	-	-	-	-	-	-	137,993
Depreciation	54,876,000	11,697,448	517,286	1,367,392	621	588,364	69,047,111	3,814,245
Other	12,580,000	-	-	-	-	37,954	12,617,954	-
Total operating expenses	<u>633,678,000</u>	<u>44,581,382</u>	<u>3,779,624</u>	<u>13,222,236</u>	<u>931,065</u>	<u>12,244,222</u>	<u>708,436,529</u>	<u>59,795,405</u>
OPERATING INCOME (LOSS)	<u>50,178,000</u>	<u>26,175,598</u>	<u>3,054,888</u>	<u>6,269,537</u>	<u>375,720</u>	<u>6,638,652</u>	<u>92,692,395</u>	<u>(847,875)</u>

(Continued on next page)

The Notes to Basic Financial Statements are an integral part of this statement.

CITY OF CHATTANOOGA, TENNESSEE

STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION
 PROPRIETARY FUNDS

Year Ended June 30, 2016

	Business-type Activities - Enterprise Funds						Governmental Activities - Internal Service Fund	
	Major Funds							
	EPB	Interceptor Sewer System	Solid Waste	Water Quality Management	Regional Communications	Downtown Redevelopment		Total
(Continued from previous page)								
NONOPERATING REVENUES (EXPENSES)								
Investment income	272,000	722,494	127,241	49,106	-	644,776	1,815,617	-
Interest expense	(11,735,000)	(1,648,592)	(366,362)	(450,210)	-	(4,515,084)	(18,715,248)	-
Tax equivalent	(6,837,000)	-	-	-	-	-	(6,837,000)	-
Other income	204,000	13,352	147,369	34,515	-	-	399,236	410,412
Other expense	(865,000)	-	-	(16,360)	-	-	(881,360)	-
Total nonoperating revenues (expenses)	<u>(18,961,000)</u>	<u>(912,746)</u>	<u>(91,752)</u>	<u>(382,949)</u>	<u>-</u>	<u>(3,870,308)</u>	<u>(24,218,755)</u>	<u>410,412</u>
INCOME (LOSS) BEFORE CONTRIBUTIONS AND TRANSFERS	<u>31,217,000</u>	<u>25,262,852</u>	<u>2,963,136</u>	<u>5,886,588</u>	<u>375,720</u>	<u>2,768,344</u>	<u>68,473,640</u>	<u>(437,463)</u>
Capital contributions	865,000	-	20,000	100,000	-	-	985,000	-
Transfers in	-	-	-	28,203	899,605	-	927,808	-
Transfers out	-	-	(978,760)	-	-	-	(978,760)	-
CHANGE IN NET POSITION	<u>32,082,000</u>	<u>25,262,852</u>	<u>2,004,376</u>	<u>6,014,791</u>	<u>1,275,325</u>	<u>2,768,344</u>	<u>69,407,688</u>	<u>(437,463)</u>
NET POSITION, beginning	<u>302,156,000</u>	<u>286,047,586</u>	<u>2,716,330</u>	<u>61,677,820</u>	<u>-</u>	<u>(3,242,148)</u>	<u>649,355,588</u>	<u>41,935,901</u>
NET POSITION, ending	<u>\$ 334,238,000</u>	<u>\$ 311,310,438</u>	<u>\$ 4,720,706</u>	<u>\$ 67,692,611</u>	<u>\$ 1,275,325</u>	<u>\$ (473,804)</u>	<u>\$ 718,763,276</u>	<u>\$ 41,498,438</u>

The Notes to Basic Financial Statements are an integral part of this statement.

CITY OF CHATTANOOGA, TENNESSEE

**STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS**

Year Ended June 30, 2016

	Business-type Activities - Enterprise Funds						Governmental Activities - Internal Service Fund	
	Major Funds							
	EPB	Interceptor Sewer System	Solid Waste	Water Quality Management	Regional Communications	Downtown Development		Total
CASH FLOWS FROM OPERATING ACTIVITIES								
Receipts from customers and users	\$ 688,015,000	\$ 70,391,269	\$ 6,709,034	\$ 19,595,458	\$ 1,306,785	\$ 18,443,944	\$ 804,461,490	\$ 59,511,341
Receipts from operating grants	-	-	196,604	-	-	-	196,604	-
Payments to suppliers	(519,867,000)	(28,987,511)	(1,887,846)	(4,486,192)	(430,742)	(11,096,767)	(566,756,058)	(50,233,080)
Payments to employees	(42,944,000)	(8,677,146)	(1,010,812)	(7,758,921)	(384,473)	-	(60,775,352)	(3,491,692)
Payments in lieu of taxes	(19,470,000)	-	-	-	-	-	(19,470,000)	-
Net cash from operating activities	<u>105,734,000</u>	<u>32,726,612</u>	<u>4,006,980</u>	<u>7,350,345</u>	<u>491,570</u>	<u>7,347,177</u>	<u>157,656,684</u>	<u>5,786,569</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES								
Transfers in	-	-	-	28,203	899,605	-	927,808	-
Transfers out	-	-	(978,760)	-	-	-	(978,760)	-
Net cash flows from noncapital financing activities	<u>-</u>	<u>-</u>	<u>(978,760)</u>	<u>28,203</u>	<u>899,605</u>	<u>-</u>	<u>(50,952)</u>	<u>-</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES								
Principal paid on capital debt	22,047,000	(6,397,702)	(1,791,023)	(1,303,267)	-	(4,675,000)	7,880,008	-
Payments made to escrow agent	262,716,000	-	-	-	-	-	262,716,000	-
Interest paid on capital debt	(7,391,000)	(2,011,505)	(426,773)	(467,134)	-	(4,871,819)	(15,168,231)	-
Line of credit	(17,495,000)	-	-	-	-	-	(17,495,000)	-
Proceeds from capital debt	(268,243,000)	33,814,889	-	8,100,000	-	3,797,018	(222,531,093)	-
Capital grants and contributions	865,000	-	20,000	100,000	-	-	985,000	-
Additions to capital assets	(70,850,000)	(40,391,492)	(827,736)	(2,909,890)	(24,850)	(874,691)	(115,878,659)	(6,362,889)
Proceeds from sale of capital assets	-	-	-	34,515	-	-	34,515	46,609
Premium on debt	-	-	-	1,452,502	-	-	1,452,502	-
Net cash flows from capital and related financing activities	<u>(78,351,000)</u>	<u>(14,985,810)</u>	<u>(3,025,532)</u>	<u>5,006,726</u>	<u>(24,850)</u>	<u>(6,624,492)</u>	<u>(98,004,958)</u>	<u>(6,316,280)</u>
CASH FLOWS FROM INVESTING ACTIVITIES								
Purchase of investments	(5,000,000)	(57,505,779)	(10,419,797)	(3,957,899)	-	(58,524,241)	(135,407,716)	-
Proceeds from sales and maturities of investments	-	69,109,682	18,669,797	2,454,899	-	58,167,483	148,401,861	-
Interest	272,000	717,493	145,663	75,159	-	644,776	1,855,091	-
Net cash flows from investing activities	<u>(4,728,000)</u>	<u>12,321,396</u>	<u>8,395,663</u>	<u>(1,427,841)</u>	<u>-</u>	<u>288,018</u>	<u>14,849,236</u>	<u>-</u>
Net increase (decrease) in cash and cash equivalents	22,655,000	30,062,198	8,398,351	10,957,433	1,366,325	1,010,703	74,450,010	(529,711)
Cash and cash equivalents, beginning of year	78,918,000	27,732,350	3,630,739	30,083,141	-	5,909,736	146,273,966	33,361,872
Cash and cash equivalents, end of year	<u>\$ 101,573,000</u>	<u>\$ 57,794,548</u>	<u>\$ 12,029,090</u>	<u>\$ 41,040,574</u>	<u>\$ 1,366,325</u>	<u>\$ 6,920,439</u>	<u>\$ 220,723,976</u>	<u>\$ 32,832,161</u>

(Continued on next page)

The Notes to Basic Financial Statements are an integral part of this statement.

CITY OF CHATTANOOGA, TENNESSEE

STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS

Year Ended June 30, 2016

	Business-type Activities - Enterprise Funds						Governmental Activities - Internal Service Fund	
	Major Funds							
	EPB	Interceptor Sewer System	Solid Waste	Water Quality Management	Regional Communications	Downtown Development		Total
(Continued from previous page)								
CLASSIFIED AS:								
Current assets	\$ 101,573,000	\$ 56,144,548	\$ 10,723,055	\$ 30,925,692	\$ 1,366,325	\$ 6,920,439	\$ 207,653,059	\$ 32,832,161
Restricted assets	-	1,650,000	1,306,035	10,114,882	-	-	13,070,917	-
	<u>\$ 101,573,000</u>	<u>\$ 57,794,548</u>	<u>\$ 12,029,090</u>	<u>\$ 41,040,574</u>	<u>\$ 1,366,325</u>	<u>\$ 6,920,439</u>	<u>\$ 220,723,976</u>	<u>\$ 32,832,161</u>
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED BY OPERATING ACTIVITIES								
OPERATING INCOME (LOSS)	\$ 50,178,000	\$ 26,175,598	\$ 3,054,888	\$ 6,269,537	\$ 375,720	\$ 6,638,652	\$ 92,692,395	\$ (847,875)
ADJUSTMENTS NOT AFFECTING CASH								
Depreciation and amortization	54,876,000	11,697,448	517,286	1,367,392	621	588,365	69,047,112	3,814,244
Amortization	1,128,000	-	-	-	-	-	1,128,000	-
Loss on donation of assets	-	-	9,750	-	-	-	9,750	-
Loss/disposal of capital assets	-	-	-	-	-	4,211	4,211	-
Miscellaneous nonoperating expenses	204,000	-	-	-	-	-	204,000	410,411
Tax equivalents transferred to City	(6,837,000)	-	-	-	-	-	(6,837,000)	-
Provision for uncollectible accounts	-	3,364,010	-	50,315	-	2,086	3,416,411	-
(Increase) decrease in:								
Accounts receivable	1,220,000	(3,743,073)	46,478	(313,181)	-	(441,017)	(3,230,793)	559,692
Due from other governments	4,819,000	-	24,648	260,904	-	-	5,104,552	-
Inventory	(227,000)	(415,792)	-	-	-	(401)	(643,193)	(113,205)
Prepaid Items	(831,000)	-	-	-	-	-	(831,000)	-
Increase (decrease) in:								
Accounts payable	(420,000)	(4,262,841)	148,301	(109,861)	10,227	187,023	(4,447,151)	6,309,865
Accrued claims	-	-	-	-	-	247,553	247,553	-
Accrued liabilities	-	93,737	8,267	37,959	27,713	-	167,676	-
Claims liabilities	-	-	-	-	-	-	-	(4,392,322)
Other assets/liabilities	2,409,000	(279,717)	164,508	(318,367)	(1,000)	120,705	2,095,129	-
Net pension liability	(812,000)	-	-	-	-	-	(812,000)	-
OPEB	27,000	-	-	-	-	-	27,000	-
Compensated absences	-	97,242	32,854	105,647	78,289	-	314,032	45,759
Total adjustments	<u>55,556,000</u>	<u>6,551,014</u>	<u>952,092</u>	<u>1,080,808</u>	<u>115,850</u>	<u>708,525</u>	<u>64,964,289</u>	<u>6,634,444</u>
Net cash from operating activities	<u>\$ 105,734,000</u>	<u>\$ 32,726,612</u>	<u>\$ 4,006,980</u>	<u>\$ 7,350,345</u>	<u>\$ 491,570</u>	<u>\$ 7,347,177</u>	<u>\$ 157,656,684</u>	<u>\$ 5,786,569</u>

The Notes to Basic Financial Statements are an integral part of this statement.

CITY OF CHATTANOOGA, TENNESSEE

**STATEMENT OF FIDUCIARY NET POSITION
FIDUCIARY FUNDS**

June 30, 2016

	Other Postemployment Benefits Trust Fund	Pension Trust Fund
ASSETS	<u> </u>	<u> </u>
Investments:		
Corporate bonds and notes	\$ 6,590,329	\$ 17,911,101
Preferred securities	-	2,925,848
Corporate stocks	-	83,865,555
Foreign equity	-	5,397,127
Mutual funds - preferred securities	-	2,921,858
Mutual funds - equity	15,422,377	70,994,558
Mutual funds - fixed income	9,617,953	60,569,790
Real estate	1,611,913	35,314,271
Hedge funds	2,930,139	105,468,056
Other investments	-	81,877,241
Temporary investments	2,597,974	5,407,513
Receivables:		
Accrued income	11,054	224,636
Due from plan custodian	3,589,021	-
	<u> </u>	<u> </u>
Total assets	<u>42,370,760</u>	<u>472,877,554</u>
LIABILITIES		
Accounts payable and accrued liabilities:		
Accrued payable	-	219,216
Due to plan custodian	813,100	-
	<u> </u>	<u> </u>
Total liabilities	<u>813,100</u>	<u>219,216</u>
NET POSITION		
Held in trust for other postemployment benefits and net position restricted for pensions	<u>\$ 41,557,660</u>	<u>\$ 472,658,338</u>

The Notes to Basic Financial Statements are an integral part of this statement.

CITY OF CHATTANOOGA, TENNESSEE

**STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
FIDUCIARY FUNDS**

Year Ended June 30, 2016

	Other Postemployment Benefits Trust Fund	Pension Trust Fund
	<u> </u>	<u> </u>
ADDITIONS		
Contributions:		
Employer	\$ 12,917,243	\$ 20,064,630
Plan member	2,739,171	5,028,000
Other	-	326,393
	<u> </u>	<u> </u>
Total contributions	15,656,414	25,419,023
	<u> </u>	<u> </u>
Investment income:		
Net appreciation (depreciation) in fair market value of investments	(2,853,757)	(9,149,016)
Interest	-	348,586
Dividends	456,240	4,516,837
	<u> </u>	<u> </u>
	(2,397,517)	(4,283,593)
	<u> </u>	<u> </u>
Less investment income (loss)	(71,861)	(963,069)
	<u> </u>	<u> </u>
Net investment income (loss)	(2,469,378)	(5,246,662)
	<u> </u>	<u> </u>
Total additions	13,187,036	20,172,361
	<u> </u>	<u> </u>
DEDUCTIONS		
Benefits paid to participants	11,657,113	48,481,461
Administrative expenses	41,906	1,430,808
	<u> </u>	<u> </u>
Total deductions	11,699,019	49,912,269
	<u> </u>	<u> </u>
CHANGE IN NET POSITION	1,488,017	(29,739,908)
NET POSITION - beginning	40,069,643	502,398,246
	<u> </u>	<u> </u>
NET POSITION - ending	\$ 41,557,660	\$ 472,658,338
	<u> </u>	<u> </u>

CITY OF CHATTANOOGA, TENNESSEE

**COMBINING STATEMENT OF NET POSITION
COMPONENT UNITS**

June 30, 2016

	Chattanooga Metropolitan Airport Authority	CARTA	Total
ASSETS			
Cash and cash equivalents	\$ 9,379,803	\$ 2,150,755	\$ 11,530,558
Accounts receivable	5,526,271	3,375,869	8,902,140
Inventories	115,578	641,593	757,171
Prepaid items	912,537	641,259	1,553,796
Other postemployment benefit assets	-	60,935	60,935
Restricted assets:			
Cash and cash equivalents	2,888,701	-	2,888,701
Receivables	281,068	-	281,068
Land and other nondepreciable assets	8,389,410	4,030,577	12,419,987
Other capital assets, net of accumulated depreciation	108,095,896	20,027,233	128,123,129
Total assets	<u>135,589,264</u>	<u>30,928,221</u>	<u>166,517,485</u>
DEFERRED OUTFLOWS OF RESOURCES			
Deferred pension outflows	498,961	2,633,936	3,132,897
Total deferred outflows of resources	<u>498,961</u>	<u>2,633,936</u>	<u>3,132,897</u>
LIABILITIES			
Accounts payable and accrued liabilities	1,582,360	5,319,268	6,901,628
Contracts payable	722,112	-	722,112
Due to primary government	-	646,535	646,535
Net pension obligation	1,366,588	12,970,112	14,336,700
Net OPEB obligation	146,811	-	146,811
Capital lease obligations	8,608	-	8,608
Revenue bonds payable	10,688,651	-	10,688,651
Total liabilities	<u>14,515,130</u>	<u>18,935,915</u>	<u>33,451,045</u>
DEFERRED INFLOWS OF RESOURCES			
Deferred revenue	77,883	-	77,883
Deferred pension inflows	144,962	-	144,962
Total deferred inflows of resources	<u>222,845</u>	<u>-</u>	<u>222,845</u>
NET POSITION			
Net investment in capital assets	105,788,047	23,811,275	129,599,322
Restricted for debt service and construction	2,447,657	-	2,447,657
Unrestricted	13,114,546	(9,185,033)	3,929,513
Total net position	<u>\$ 121,350,250</u>	<u>\$ 14,626,242</u>	<u>\$ 135,976,492</u>

The Notes to Basic Financial Statements are an integral part of this statement.

