

**CITY OF LAFOLLETTE, TENNESSEE**  
**STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION**  
**PROPRIETARY FUNDS**

For the Year Ended June 30, 2016

	Enterprise Funds		Total
	Electric Department	Water Department	
<b>OPERATING REVENUES:</b>			
Charges for Services (Net of Bad Debt Expense of \$61,000 and \$32,427, Respectively)	\$ 44,628,168	\$ 6,329,980	\$ 50,958,148
Other	1,117,857	203,623	1,321,480
<b>Total Operating Revenues</b>	<u>45,746,025</u>	<u>6,533,603</u>	<u>52,279,628</u>
<b>OPERATING EXPENSES:</b>			
Cost of Sales	30,648,064	497,304	31,145,368
Distribution, General and Administrative	6,093,082	1,697,409	7,790,491
Maintenance of Plant and Systems	1,633,998	2,357,195	3,991,193
Depreciation	3,343,095	1,425,420	4,768,515
Taxes	642,494	0	642,494
<b>Total Operating Expenses</b>	<u>42,360,733</u>	<u>5,977,328</u>	<u>48,338,061</u>
<b>OPERATING INCOME (LOSS)</b>	<u>3,385,292</u>	<u>556,275</u>	<u>3,941,567</u>
<b>NONOPERATING REVENUES (EXPENSES):</b>			
Interest and Dividend Income	28,091	647	28,738
Interest Expense	(612,580)	(131,617)	(744,197)
FEMA Grants	36,275	0	36,275
<b>Total Nonoperating Revenues (Expenses)</b>	<u>(548,214)</u>	<u>(130,970)</u>	<u>(679,184)</u>
<b>INCOME (LOSS) BEFORE TRANSFERS &amp; CONTRIBUTIONS</b>	2,837,078	425,305	3,262,383
<b>CAPITAL CONTRIBUTIONS</b>	0	524,498	524,498
<b>TRANSFERS TO CITY OF LAFOLLETTE - IN LIEU OF TAXES</b>	<u>(1,182,650)</u>	<u>0</u>	<u>(1,182,650)</u>
<b>CHANGE IN NET POSITION</b>	1,654,428	949,803	2,604,231
<b>NET POSITION - BEGINNING OF YEAR</b>	<u>33,250,516</u>	<u>23,408,788</u>	<u>56,659,304</u>
<b>NET POSITION - END OF YEAR</b>	<u>\$ 34,904,944</u>	<u>\$ 24,358,591</u>	<u>\$ 59,263,535</u>

The accompanying notes are an integral part of these financial statements.