

**Proprietary Funds
Statement of Cash Flows
For the Year Ended June 30, 2012**

	<u>Business-type Activities- Nonmajor Enterprise Funds</u>	<u>Governmental Activities- Internal Service Funds</u>
Cash flows from operating activities:		
Receipts from customers	\$ 86,556,342	\$ 234,417
Receipts for special programs	65,356	---
Receipts from interfund services provided	329,059	6,655,788
Premiums received	---	51,724,109
Refunds received from suppliers	1,527	58,198
Refunds paid to customers	(2,805,897)	---
Cash payments to suppliers	(20,289,768)	(8,061,812)
Cash payments to employees	(60,091,034)	(1,086,614)
Claims paid	(5,263)	(47,370,182)
Payments for interfund services used	(4,768,008)	(26,069)
Net cash provided by (used in) operating activities	<u>(1,007,686)</u>	<u>2,127,835</u>
Cash flows from noncapital financing activities:		
Transfers from other funds	10,312,247	500,000
Transfers to other funds	(503,332)	(135,584)
Payments from City of Memphis	1,184,462	---
Repayment of advances from other funds	(832,437)	---
Interest on advance from other funds	(9,881)	---
Insurance recoveries	858	---
Net cash provided by (used in) noncapital financing activities	<u>10,151,917</u>	<u>364,416</u>
Cash flows from capital and related financing activities:		
Acquisition of capital assets	(1,751,770)	(202,743)
Proceeds from the sale of capital assets	10,550	---
Capital lease obligation payments	(153,857)	---
Interest paid	(29,528)	---
Insurance recoveries	59,992	1,726
Net cash provided by (used in) capital and related financing activities	<u>(1,864,613)</u>	<u>(201,017)</u>
Cash flows from investing activities:		
Interest and investment earnings	<u>34,027</u>	<u>72,731</u>
Net cash provided by (used in) investing activities	<u>34,027</u>	<u>72,731</u>
Net increase (decrease) in cash and cash equivalents	7,313,645	2,363,965
Cash and cash equivalents, June 30, 2011	<u>3,926,338</u>	<u>34,159,959</u>
Cash and cash equivalents, June 30, 2012	<u>\$ 11,239,983</u>	<u>\$ 36,523,924</u>

(continued)

Proprietary Funds
Statement of Cash Flows (continued)
For the Year Ended June 30, 2012

	<u>Business-type Activities- Nonmajor Enterprise Funds</u>	<u>Governmental Activities- Internal Service Funds</u>
Reconciliation of operating income (loss) to net cash provided by (used in) operating activities:		
Operating income (loss)	\$ (9,765,330)	\$ 525,643
Adjustments:		
Depreciatoin	1,527,506	186,916
Changes in assets and liabilities:		
Accounts receivable and accrued revenues	25,680	14,034
Due from other governments	9,105,446	(10,751)
Due from component units	(12,805)	---
Inventories	---	(48,978)
Prepays and deferred charges	(2,442)	268,571
Deposits held by others	---	47,874
Net pension asset	602,323	11,994
Accounts payable and accrued liabilities	(1,201,948)	190,249
Due to other governments	58,226	---
Deposits held for others	21,614	---
Unearned revenue	1,851	(39,448)
Claims payable	---	992,010
Compensated absences payable	(596,036)	5,073
Net post employment benefit obligations	(771,771)	(15,352)
Total adjustments	<u>8,757,644</u>	<u>1,602,192</u>
Net cash provided by (used in) operating activities	<u>\$ (1,007,686)</u>	<u>\$ 2,127,835</u>
Noncash investing, capital, and financing activities:		
Capital asset purchases accrued, not reflected in capital financing activities	\$ 88,573	\$ 31,606
Capital assets transferred to governmental activities	\$ 45,485	

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