

ENTERPRISE FUNDS

Enterprise Funds account for the acquisition, operations and maintenance of the City's facilities. These services are entirely or predominantly supported by user charges. The City periodically determines whether the revenue earned, expense incurred, and/or net income is appropriate for capital maintenance, public policy, management control, accountability, or other purposes. All activities necessary to provide services are budgeted for in these funds:

Sewer Fund

This fund is used to account for the operations of the wastewater collection and treatment facilities operated by the City. Memphis continues to rank as having one of the lowest residential, commercial, and industrial wastewater rates among the 1,250 largest cities in the nation. The last increase in sewer fees was in fiscal year 2019.

Storm Water Fund

This fund is used to account for the operations of the City of Memphis Storm Water program. The funds are generated from the storm water fee assessed to residential and non-residential facilities and properties within the city limits. The City's storm water fee is added to the MLGW utility bills, and monies collected are used to fund federally mandated storm water requirements and to alleviate local flooding problems.

Enterprise Funds • Summary

Category	FY 2019 Actual	FY 2020 Adopted	FY 2020 Forecast	FY 2021 Adopted
Capital Contributions	\$ 2,048,272	\$ 0	\$ 1,333,462	\$ 0
Fines and Forfeitures	97,134	51,800	115,231	211,000
Charges for Services	151,553,512	171,071,730	170,563,717	189,852,785
Use of Money and Property	1,928,075	744,000	1,482,215	744,000
Federal Grants	419,917	0	258,262	0
State Grants	0	0	161,000	0
Other Revenues	435,559	157,368	199,127	102,000
Transfers In	0	0	329,065	0
Dividend and Interest on Investment	489,241	0	535,747	0
Gain (Loss) on Investments	126,364	0	223,061	0
Gain (Loss) on Sale of Assets	5,445	0	38,520	0
Total Revenues	\$ (157,103,519)	\$ (172,024,898)	\$ (175,239,407)	\$ (190,909,785)
Personnel Services	33,084,968	37,262,036	34,482,374	37,069,448
Materials and Supplies	53,515,605	70,960,608	63,353,983	84,317,856
Pension Expense	545,000	0	0	0
Capital Outlay	3,479,298	11,171,040	10,435,540	16,435,040
Land Acquisition	4,100	0	0	0
Grants and Subsidies	171,142	0	375,000	150,000
Investment Fees	3,840	0	8,128	0
Bond Issue Costs	547,382	0	469,696	0
Interest	5,098,312	4,121,000	5,756,619	4,121,000
Service Charges	500	0	5,100	0
Transfers Out	10,251,050	12,822,373	12,823,485	10,977,000
Depreciation on Own Funds	15,743,104	17,667,140	20,768,417	17,667,140
Misc Expense	354,408	0	1,000	0
Total Expenditures	\$ 122,798,710	\$ 154,004,197	\$ 148,479,342	\$ 170,737,479
NET EXPENDITURES	\$ (34,304,810)	\$ (18,020,701)	\$ (26,760,065)	\$ (20,172,306)

Authorized Complement

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Sewer Treatment & Collection - Operating Fund

Category	FY 2019 Actual	FY 2020 Adopted	FY 2020 Forecast	FY 2021 Adopted
Capital Contributions	2,048,272	0	1,333,462	0
Fines and Forfeitures	87,600	51,000	76,000	201,000
Charges for Services	123,360,961	138,971,730	138,788,824	157,752,785
Use of Money and Property	1,564,736	600,000	1,034,122	600,000
Federal Grants	419,917	0	258,262	0
Other Revenues	347,069	157,368	163,896	102,000
Transfers In	0	0	329,065	0
Dividend and Interest on Investment	489,241	0	251,747	0
Gain (Loss) on Investments	126,364	0	132,160	0
Gain (Loss) on Sale of Assets	5,445	0	2,445	0
Total Revenues	\$ (128,449,605)	\$ (139,780,098)	\$ (142,369,983)	\$ (158,655,785)
Personnel Services	22,707,086	25,314,816	23,467,350	25,208,869
Materials and Supplies	48,246,886	64,339,554	55,912,452	76,288,401
Pension Expense	353,000			
Capital Outlay	3,248,973	9,744,500	8,347,856	14,637,000
Land Acquisition	4,100			
Grants and Subsidies	21,142	0	0	0
Investment Fees	3,840	0	4,373	0
Bond Issue Costs	547,382	0	0	0
Interest	4,892,462	3,921,000	4,913,231	3,921,000
Service Charges	500	0	5,100	0
Transfers Out	10,144,532	10,869,880	10,870,992	10,871,000
Depreciation on Own Funds	13,392,598	15,250,800	18,352,076	15,250,800
Misc Expense	351,647	0	1,000	0
Total Expenditures	\$ 103,914,148	\$ 129,440,550	\$ 121,874,430	\$ 146,177,070
NET EXPENDITURES	\$ (24,535,457)	\$ (10,339,548)	\$ (20,495,553)	\$ (12,478,715)

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Increase/(Decrease) in Net Assets	24,535,457	10,339,548	20,495,553	12,478,715
Fund balance beginning of year	417,530,857	442,066,314	442,066,314	462,561,867
Fund balance end of year	442,066,314	452,405,862	462,561,867	475,040,582

Storm Water Fund

Category	FY 2019 Actual	FY 2020 Adopted	FY 2020 Forecast	FY 2021 Adopted
Fines and Forfeitures	\$ 9,534	\$ 800	\$ 39,231	\$ 10,000
Charges for Services	28,192,551	32,100,000	31,774,892	32,100,000
Use of Money and Property	363,339	144,000	448,093	144,000
State Grants	0	0	161,000	0
Other Revenues	88,490	0	35,231	0
Dividend and Interest on Investment	0	0	284,000	0
Gain (Loss) on Investments	0	0	90,901	0
Gain (Loss) on Sale of Assets	0	0	36,075	0
Total Revenues	\$ (28,653,914)	\$ (32,244,800)	\$ (32,869,424)	\$ (32,254,000)
Personnel Services	10,377,882	11,947,220	11,015,024	11,860,578
Materials and Supplies	5,268,719	6,621,054	7,441,531	8,029,452
Pension Expense	192,000	0	0	0
Capital Outlay	230,325	1,426,540	2,087,684	1,798,040
Grants and Subsidies	150,000	0	375,000	150,000
Investment Fees	0	0	3,755	0
Bond Issue Costs	0	0	469,696	0
Interest	205,850	200,000	843,388	200,000
Transfers Out	106,518	1,952,493	1,952,493	106,000
Depreciation on Own Funds	2,350,506	2,416,340	2,416,341	2,416,340
Misc Expense	2,761	0	0	0
Total Expenditures	\$ 18,884,562	\$ 24,563,647	\$ 26,604,912	\$ 24,560,409
NET EXPENDITURES	\$ (9,769,352)	\$ (7,681,153)	\$ (6,264,512)	\$ (7,693,591)

Authorized Complement

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Increase/(Decrease) in Net Assets	9,769,352	7,681,153	6,264,512	7,693,591
Fund balance beginning of year	102,136,595	111,905,948	111,905,948	118,170,460
Fund balance end of year	111,905,948	119,587,107	118,170,460	125,864,051