

COUNTY OF JAMES CITY, VIRGINIA

Statement of Cash Flows

Proprietary Fund – James City Service Authority

Year ended June 30, 2006

Cash flows from operating activities:	
Cash receipts from customers	\$ 10,429,520
Other operating cash receipts	355,595
Cash payments to suppliers of goods and services	(7,083,664)
Cash payments to employees for services	(998,911)
	<u>2,702,540</u>
Net cash provided by operating activities	
Cash flows from capital and related financing activities:	
Payment of debt	(840,000)
Interest paid	(544,430)
Acquisition and construction of capital assets	(6,119,296)
Proceeds from sale of capital assets	24,124
	<u>(7,479,602)</u>
Net cash used in capital and related financing activities	
Cash flows provided by noncapital and related financing activities:	
Water and sewer facility fees	<u>6,132,383</u>
Cash flows from investing activities:	
Purchases of investments	(24,455,175)
Sales of investments	22,507,774
Interest received	839,604
	<u>(1,107,797)</u>
Net cash used in investing activities	
Net increase in cash and cash equivalents	
	247,524
Cash and cash equivalents at beginning of year	<u>1,102,462</u>
Cash and cash equivalents at end of year	<u>\$ 1,349,986</u>
Reconciliation of operating loss to net cash provided by operating activities:	
Operating loss	\$ (2,414,718)
Adjustments to reconcile operating loss to net cash provided by operating activities:	
Depreciation and amortization	5,330,865
Changes in assets and liabilities:	
Accounts and interest receivable	(463,344)
Accounts receivable, miscellaneous	46,166
Inventory	(48,331)
Accounts payable	210,100
Accrued salaries and benefits	29,193
Due to other funds	10,174
Deposits	2,435
	<u>2,702,540</u>
Net cash provided by operating activities	
Supplemental schedule – noncash capital and investing activities:	
Capital asset contributions	\$ 10,077,376
Unrealized gain from change in fair value of investments	16,397

See accompanying notes to basic financial statements.