

COUNTY OF JAMES CITY, VIRGINIA

Statement of Cash Flows

Proprietary Funds

Year ended June 30, 2008

	James City Service Authority	Stormwater Utility	Totals
Cash flows from operating activities:			
Cash receipts from customers	\$ 10,070,311	2,249,698	12,320,009
Other operating cash receipts	1,770,419	8,396	1,778,815
Cash payments to suppliers of goods and services	(8,841,702)	(383,036)	(9,224,738)
Cash payments to employees for services	(1,399,470)	(320,600)	(1,720,070)
Net cash provided by operating activities	<u>1,599,558</u>	<u>1,554,458</u>	<u>3,154,016</u>
Cash flows from capital and related financing activities:			
Connection fees	3,428,121	—	3,428,121
Payment of debt	(880,000)	—	(880,000)
Interest paid	(506,131)	—	(506,131)
Acquisition and construction of capital assets	(3,552,649)	(282,220)	(3,834,869)
Proceeds from sale of capital assets	190,986	—	190,986
Net cash used in capital and related financing activities	<u>(1,319,673)</u>	<u>(282,220)</u>	<u>(1,601,893)</u>
Cash flows from investing activities:			
Purchases of investments	(22,213,079)	—	(22,213,079)
Sales of investments	20,592,087	—	20,592,087
Interest received	1,998,092	9,756	2,007,848
Net cash provided by investing activities	<u>377,100</u>	<u>9,756</u>	<u>386,856</u>
Net increase in cash and cash equivalents	656,985	1,281,994	1,938,979
Cash and cash equivalents at beginning of year	<u>1,215,916</u>	<u>—</u>	<u>1,215,916</u>
Cash and cash equivalents at end of year	<u>\$ 1,872,901</u>	<u>1,281,994</u>	<u>3,154,895</u>
Reconciliation of operating loss to net cash provided by operating activities:			
Operating income (loss)	\$ (3,559,585)	1,415,960	(2,143,625)
Adjustments to reconcile operating income (loss) to net cash provided by operating activities:			
Depreciation and amortization	5,864,920	28,491	5,893,411
Changes in assets and liabilities:			
Accounts receivable	(1,121,391)	(38,720)	(1,160,111)
Accounts receivable, miscellaneous	471,063	—	471,063
Due from other funds	—	(1,400)	(1,400)
Inventory	(84,777)	—	(84,777)
Accounts payable	(7,715)	149,019	141,304
Accrued salaries	13,306	—	13,306
Due to other funds	43,613	1,108	44,721
Deposits	(19,876)	—	(19,876)
Net cash provided by operating activities	<u>\$ 1,599,558</u>	<u>1,554,458</u>	<u>3,154,016</u>
Supplemental schedule – noncash capital and investing activities:			
Capital asset contributions	<u>\$ 3,154,158</u>	<u>—</u>	<u>3,154,158</u>
Unrealized gain from change in fair value of investments	<u>\$ 307,196</u>	<u>—</u>	<u>307,196</u>

See accompanying notes to basic financial statements.