

**CITY OF LAFOLLETTE**  
**STATEMENT OF CASH FLOWS - PROPRIETARY FUNDS**  
**For the Year Ended June 30, 2018**

	Enterprise Funds		Total
	Electric Department	Water Department	
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>			
Cash Received from Customers	\$ 48,247,343	\$ 6,484,700	\$ 54,732,043
Cash Receipts from Other Operations	1,190,788	211,506	1,402,294
Cash Paid to Employees	(7,233,264)	(3,302,447)	(10,535,711)
Cash Paid to Suppliers	(34,903,613)	(1,646,513)	(36,550,126)
Cash Payments for Taxes and Other Operations	(662,492)	0	(662,492)
<b>Net Cash Provided by Operating Activities</b>	<u>6,638,762</u>	<u>1,747,246</u>	<u>8,386,008</u>
<b>CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES</b>			
Transfers to City of LaFollette - In Lieu of Taxes	(1,250,850)	0	(1,250,850)
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>			
Proceeds from Maturities of Certificates of Deposit	1,750,000	0	1,750,000
Purchases of Investments	(1,500,000)	0	(1,500,000)
Purchases of Certificates of Deposit	(250,000)	0	(250,000)
Interest on Cash and Cash Equivalents	114,866	7,171	122,037
<b>Net Cash Provided by Investing Activities</b>	<u>114,866</u>	<u>7,171</u>	<u>122,037</u>
<b>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES</b>			
Plant Additions and Construction	(3,170,667)	(1,388,657)	(4,559,324)
Plant and Equipment Removal Costs, Net	52,477	16,885	69,362
(Increase) in Restricted Cash	1,706,758	0	1,706,758
Repayments on Long-Term Debt	(2,819,582)	(725,367)	(3,544,949)
Cash Proceeds from Long-Term Debt Borrowing, Net	0	0	0
Interest on Long-Term Debt	(788,157)	(142,748)	(930,905)
<b>Net Cash Used in Capital and Related Financing Activities</b>	<u>(5,019,171)</u>	<u>(2,239,887)</u>	<u>(7,259,058)</u>
<b>NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS</b>	483,607	(485,470)	(1,863)
<b>CASH AND CASH EQUIVALENTS, BEGINNING OF YEAR</b>	<u>2,495,591</u>	<u>815,365</u>	<u>3,310,956</u>
<b>CASH AND CASH EQUIVALENTS, END OF YEAR</b>	<u>\$ 2,979,198</u>	<u>\$ 329,895</u>	<u>\$ 3,309,093</u>

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

**CITY OF LAFOLLETTE**  
**STATEMENT OF CASH FLOWS - PROPRIETARY FUNDS (Continued)**

**For the Year Ended June 30, 2018**

	Enterprise Funds		
	Electric Department	Water Department	Total
<b>RECONCILIATION OF OPERATING INCOME TO NET</b>			
<b>CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES</b>			
Operating Income	\$ 3,937,639	\$ 240,006	\$ 4,177,645
Adjustments to Reconcile Operating Income to			
Net Cash Provided by (Used In) Operating Activities:			
Depreciation (Net of Capitalized Depreciation of \$78,138 and \$68,768, Respectively)	3,534,427	1,523,661	5,058,088
Changes in Assets and Liabilities:			
Increase in Utility Accounts Receivable	(702,583)	(18,753)	(721,336)
(Increase) Decrease in Materials and Supplies Inventory	(158,878)	12,023	(146,855)
Decrease in Prepaid Items and Other Current Assets	(12,003)	0	(12,003)
Increase in Customer Deposits	84,892	0	84,892
Increase in Accounts Payable	149,665	6,137	155,802
Decrease in OPEB Liability	(30,143)	(15,529)	(45,672)
Increase (Decrease) in Accrued Compensated Absences	(93,163)	28,729	(64,434)
Increase in Deferred OPEB Inflows	11,607	5,980	17,587
Decrease in Accrued Retirement Plan Payable	(82,698)	(35,008)	(117,706)
Total Adjustments	2,701,123	1,507,240	4,208,363
<b>Net Cash Provided by Operating Activities</b>	<b>\$ 6,638,762</b>	<b>\$ 1,747,246</b>	<b>\$ 8,386,008</b>
<b>Supplementary Schedule of Noncash Capital and Related Financing Activities</b>			
Amortization of Bond Premium	\$ 40,519	\$ 816	\$ 41,335
Contributed Capital Assets	\$ 0	\$ 525,000	\$ 525,000
Amortization of Deferred Amount on Refunding	\$ (91,696)	\$ 0	\$ (91,696)
Gain (Loss) on Investments	\$ (2,330)	\$ 0	\$ (2,330)

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