

CITY OF LAFOLLETTE, TENNESSEE
STATEMENT OF CASH FLOWS - PROPRIETARY FUNDS
For the Year Ended June 30, 2016

	Enterprise Funds		Total
	Electric Department	Water Department	
CASH FLOWS FROM OPERATING ACTIVITIES:			
Cash Received from Customers	\$ 44,426,342	\$ 6,017,877	\$ 50,444,219
Cash Receipts from Other Operations	1,117,857	203,623	1,321,480
Cash Paid to Employees	(6,912,162)	(2,938,191)	(9,850,353)
Cash Paid to Suppliers	(31,308,473)	(1,612,125)	(32,920,598)
Cash Payments for Taxes and Other Operations	(642,494)	0	(642,494)
Net Cash Provided by Operating Activities	6,681,070	1,671,184	8,352,254
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:			
Transfers to City of LaFollette - In Lieu of Taxes	(1,182,650)	0	(1,182,650)
CASH FLOWS FROM INVESTING ACTIVITIES:			
Proceeds from Maturities and Sales of Investments	2,499,705	0	2,499,705
Interest on Cash and Cash Equivalents	27,290	647	27,937
Net Cash Provided by Investing Activities	2,526,995	647	2,527,642
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:			
Plant Additions and Construction	(6,114,382)	(676,864)	(6,791,246)
Plant and Equipment Removal Costs, Net	25,169	0	25,169
Decrease in Restricted Cash	913,951	107,889	1,021,840
Repayments on Long-Term Debt	(2,708,862)	(704,558)	(3,413,420)
Interest on Long-Term Debt	(559,926)	(132,700)	(692,626)
FEMA Grant	36,275	0	36,275
Net Cash Provided by (Used in) Capital and Related Financing Activities	(8,407,775)	(1,406,233)	(9,814,008)
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	(382,360)	265,598	(116,762)
CASH AND CASH EQUIVALENTS, BEGINNING OF YEAR	3,677,042	66,143	3,743,185
CASH AND CASH EQUIVALENTS, END OF YEAR	\$ 3,294,682	\$ 331,741	\$ 3,626,423

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

CITY OF LAFOLLETTE, TENNESSEE

STATEMENT OF CASH FLOWS - PROPRIETARY FUNDS (Continued)

For the Year Ended June 30, 2016

	Enterprise Funds		
	Electric Department	Water Department	Total
RECONCILIATION OF OPERATING INCOME TO NET			
CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES:			
Operating Income	\$ 3,385,292	\$ 556,275	\$ 3,941,567
Adjustments to Reconcile Operating Income to Net Cash Provided by (Used In) Operating Activities:			
Depreciation (Net of Capitalized Depreciation of \$216,486 and \$44,916, Respectively)	3,343,095	1,425,420	4,768,515
Changes in Assets and Liabilities:			
Increase in Utility Accounts Receivable	(281,251)	(312,103)	(593,354)
Increase in Materials and Supplies Inventory	(133,921)	(13,201)	(147,122)
Decrease in Prepaid Items and Other Current Assets	714	0	714
Increase in Customer Deposits	79,425	0	79,425
Increase in Accounts Payable	291,570	18,158	309,728
Increase in Accrued Compensated Absences	77,831	31,643	109,474
Decrease in Accrued Retirement Plan Payable	(81,685)	(35,008)	(116,693)
Total Adjustments	3,295,778	1,114,909	4,410,687
Net Cash Provided by Operating Activities	\$ 6,681,070	\$ 1,671,184	\$ 8,352,254
Supplementary Schedule of Noncash Capital and Related Financing Activities:			
Amortization of Bond Premium	\$ 33,525	\$ 817	\$ 34,342
Contributed Capital Assets	\$ 0	\$ 524,498	\$ 524,498
Amortization of Deferred Amount on Refunding	\$ (91,697)	\$ 0	\$ (91,697)
Gain (Loss) on Investments	\$ 801	\$ 0	\$ 801

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