

CITY OF LAFOLLETTE, TENNESSEE
STATEMENT OF CASH FLOWS - PROPRIETARY FUNDS

For the Year Ended June 30, 2017

	Enterprise Funds		Total
	Electric Department	Water Department	
CASH FLOWS FROM OPERATING ACTIVITIES			
Cash Received from Customers	\$ 47,091,444	\$ 6,573,557	\$ 53,665,001
Cash Receipts from Other Operations	1,136,833	236,375	1,373,208
Cash Paid to Employees	(7,201,608)	(3,249,708)	(10,451,316)
Cash Paid to Suppliers	(34,101,105)	(1,734,795)	(35,835,900)
Cash Payments for Taxes and Other Operations	(654,912)	0	(654,912)
Net Cash Provided by Operating Activities	<u>6,270,652</u>	<u>1,825,429</u>	<u>8,096,081</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES			
Transfers to City of LaFollette - In Lieu of Taxes	(1,237,675)	0	(1,237,675)
CASH FLOWS FROM INVESTING ACTIVITIES			
Proceeds from Maturities and Sales of Investments	1,000,990	0	1,000,990
Purchases of Certificates of Deposit	(5,000,000)	0	(5,000,000)
Interest on Cash and Cash Equivalents	14,434	2,619	17,053
Net Cash Provided by (Used in) Investing Activities	<u>(3,984,576)</u>	<u>2,619</u>	<u>(3,981,957)</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES			
Plant Additions and Construction	(5,067,242)	(531,362)	(5,598,604)
Plant and Equipment Removal Costs, Net	7,649	0	7,649
(Increase) Decrease in Restricted Cash	(1,754,633)	42,216	(1,712,417)
Repayments on Long-Term Debt	(2,780,722)	(714,927)	(3,495,649)
Cash Proceeds from Long-Term Debt Borrowing, Net	8,347,625	0	8,347,625
Interest on Long-Term Debt	(600,169)	(140,351)	(740,520)
Net Cash Provided by (Used in) Capital and Related Financing Activities	<u>(1,847,492)</u>	<u>(1,344,424)</u>	<u>(3,191,916)</u>
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	(799,091)	483,624	(315,467)
CASH AND CASH EQUIVALENTS, BEGINNING OF YEAR	<u>3,294,682</u>	<u>331,741</u>	<u>3,626,423</u>
CASH AND CASH EQUIVALENTS, END OF YEAR	<u>\$ 2,495,591</u>	<u>\$ 815,365</u>	<u>\$ 3,310,956</u>

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, 2017

	Enterprise Funds		
	Electric Department	Water Department	Total
RECONCILIATION OF OPERATING INCOME TO NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES			
Operating Income	\$ 2,849,158	\$ 143,876	\$ 2,993,034
Adjustments to Reconcile Operating Income to Net Cash Provided by (Used In) Operating Activities:			
Depreciation (Net of Capitalized Depreciation of \$357,469 and \$90,157, Respectively)	3,465,215	1,480,279	4,945,494
Changes in Assets and Liabilities:			
(Increase) Decrease in Utility Accounts Receivable	264,750	262,990	527,740
Increase in Materials and Supplies Inventory	(56,230)	(31,437)	(87,667)
(Increase) Decrease in Prepaid Items and Other Current Assets	(2,369)	0	(2,369)
Increase in Customer Deposits	147,420	0	147,420
Increase (Decrease) in Accounts Payable	(422,676)	(12,806)	(435,482)
Increase (Decrease) in Accrued Compensated Absences	(2,517)	17,535	15,018
Decrease in Accrued Retirement Plan Payable	27,901	(35,008)	(7,107)
Total Adjustments	3,421,494	1,681,553	5,103,047
Net Cash Provided by Operating Activities	\$ 6,270,652	\$ 1,825,429	\$ 8,096,081
Supplementary Schedule of Noncash Capital and Related Financing Activities			
Amortization of Bond Premium	\$ 34,225	\$ 817	\$ 35,042
Contributed Capital Assets	\$ 0	\$ 781,546	\$ 781,546
Amortization of Deferred Amount on Refunding	\$ (91,696)	\$ 0	\$ (91,696)
Gain (Loss) on Investments	\$ 789	\$ 0	\$ 789
Debt Issuance Costs on Bonds Issued	\$ 152,270	\$ 0	\$ 152,270

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