

**TOWN OF LIMON
PROPRIETARY FUNDS
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED DECEMBER 31, 2007**

	<u>UTILITY FUND</u>	<u>MUNICIPAL RECREATION AREA</u>	<u>AIRPORT FUEL FUND</u>	<u>AMBULANCE SERVICE FUND</u>	<u>TOTALS</u>
CASH FLOWS FROM OPERATING ACTIVITIES:					
Receipts From Customers	\$ 1,046,879	\$ 128,736	\$ 41,851	\$ 189,198	\$ 1,406,664
Payments to Suppliers for Goods and Services	(315,862)	(65,336)	(43,804)	(127,478)	(552,480)
Payments to Employees	(195,188)	(106,796)		(51,181)	(353,165)
Net Cash Provided (Used) By Operating Activities	<u>535,829</u>	<u>(43,396)</u>	<u>(1,953)</u>	<u>10,539</u>	<u>501,019</u>
CASH FLOWS FROM NON-CAPITAL FINANCING ACTIVITIES:					
Donations		7,699		1,378	9,077
Intergovernmental Grants		-		28,071	28,071
Insurance Proceeds	3,092		8,554		11,646
Transfer From (To) Other Fund		56,478		17,765	74,243
Net Cash Provided By Non-Capital Financing Activities	<u>3,092</u>	<u>64,177</u>	<u>8,554</u>	<u>47,214</u>	<u>123,037</u>
CASH FLOWS FROM CAPITAL AND FINANCING ACTIVITIES:					
State of Colorado - Sewer Line Maintenance	6,018				6,018
Tap Fees	74,324				74,324
Intergovernmental Grant	174,105			-	174,105
Sewer Line Maintenance Paid Colo. Reserve Account	(5,993)				(5,993)
Transfer From (To) Restricted Assets	(137,971)	5,525		(3,615)	(136,061)
Purchase of Assets	(236,374)	(13,500)		(19,484)	(269,358)
Interest Paid	(193,720)	(3,650)		(9,870)	(207,240)
Debt Principal Payments	(176,451)	(9,000)		(21,429)	(206,880)
Note - Frazier Farms	11,305				11,305
Net Cash (Used) By Capital and Financing Activities	<u>(484,757)</u>	<u>(20,625)</u>	<u>-</u>	<u>(54,398)</u>	<u>(559,780)</u>
CASH FLOWS FROM INVESTING ACTIVITIES:					
Redemption (Purchase) of Investments				(1,266)	(1,266)
Interest Revenue	41,402	608		5,100	47,110
Net Cash Provided By Investing Activities	<u>41,402</u>	<u>608</u>	<u>-</u>	<u>3,834</u>	<u>45,844</u>
Net Increase (Decrease) in Cash and Cash Equivalents	95,566	764	6,601	7,189	110,120
CASH AND CASH EQUIVALENTS					
Beginning of Year	<u>123,815</u>	<u>3,829</u>	<u>-</u>	<u>80,276</u>	<u>207,920</u>
End of Year	<u>\$ 219,381</u>	<u>\$ 4,593</u>	<u>\$ 6,601</u>	<u>\$ 87,465</u>	<u>\$ 318,040</u>
Reconciliation of Operating Income (Loss) to Net Cash Provided by (Used) Operating Activities					
Net Operating Income (Loss)	\$ 249,145	\$ (59,549)	\$ (5,956)	\$ 6,461	\$ 190,101
Depreciation	327,504	13,090		48,590	389,184
Amortization	5,572			1,550	7,122
(Increase) Decrease in Accounts Receivable, Net	1,806		65	(53,471)	(51,600)
(Increase) Decrease in Inventory	(5,599)	561	(2,551)		(7,589)
(Increase) Decrease in Prepaid Expense				2,000	2,000
Increase (Decrease) in Accounts Payable	(42,475)	1,746	9,413	5,702	(25,614)
Increase (Decrease) in Due to Other Funds	(107)	266	(2,924)	(293)	(3,058)
Increase (Decrease) in Compensated Absences	(17)	490			473
Net Cash Provided (Used) By Operating Activities	<u>\$ 535,829</u>	<u>\$ (43,396)</u>	<u>\$ (1,953)</u>	<u>\$ 10,539</u>	<u>\$ 501,019</u>
Noncash capital financing activities:					
Contributed Capital	\$ 742,143				\$ 742,143
Interest subsidy	\$ 18,072				\$ 18,072
Grant				\$ 18,855	\$ 18,855

The accompanying accountant's report and notes are integral parts of the financial statements.