

CITY OF PORTSMOUTH, VIRGINIA

Schedule K-3

Combining Statement of Cash Flows

Internal Service Funds

Year ended June 30, 2004

	City Garage	Information Technology	Risk Management and Insurance	Total
Cash flows from operating activities:				
Receipts from customers	\$ 6,768,804	4,836,371	16,009,802	27,614,977
Payments to suppliers	(4,233,693)	(2,468,488)	(16,008,806)	(22,710,987)
Payments to employees	(1,767,925)	(2,201,981)	(996)	(3,970,902)
Net cash provided by operating activities	767,186	165,902	-	933,088
Cash flows from capital and related financing activities:				
Acquisition and construction of capital assets	(1,566,196)	(257,142)	-	(1,823,338)
Proceeds from sale of capital assets	146,242	-	-	146,242
Proceeds from long-term debt	1,338,203	250,754	-	1,588,957
Principal paid on long-term debt	(382,202)	(142,854)	-	(525,056)
Interest paid	(33,536)	(16,660)	-	(50,196)
Net cash used for capital and related financing activities	(497,489)	(165,902)	-	(663,391)
Net increase in cash and temporary investments	269,697	-	-	269,697
Cash and temporary investments, beginning of year	250	50	-	300
Cash and temporary investments, end of year	\$ 269,947	50	-	269,997
Adjustments to reconcile operating income to net cash provided by operating activities				
Operating income	\$ 1,059,280	415,532	3,110,523	4,585,335
Adjustments to reconcile operating income to net cash provided by operating activities:				
Depreciation and amortization	1,123,750	371,722	-	1,495,472
Changes in assets and liabilities increasing (decreasing) cash and temporary investments:				
Accounts receivable	(167,767)	(2,922)	(43,112)	(213,801)
Inventory of supplies	3,165	-	-	3,165
Due from component units	(39,850)	44,610	-	4,760
Due to other funds	(1,259,097)	(580,368)	(283,396)	(2,122,861)
Accounts payable	61,514	(86,523)	(256,109)	(281,118)
Compensated absences	(13,809)	3,851	(10,923)	(20,881)
Claims payable	-	-	(2,516,983)	(2,516,983)
Net cash provided by operating activities	\$ 767,186	165,902	-	933,088