

# City of Milton-Freewater

## Balance Sheet - Governmental Funds

June 30, 2004

	General Fund	Street Fund	Library Fund	Other Governmental Funds	Total
<i>ASSETS:</i>					
Cash and cash equivalents	\$ 900,331	\$ 117,641	\$ 47,755	\$ 366,724	\$ 1,432,451
Property tax receivable	49,570	-	-	37,602	87,172
Accounts receivable	105,613	41,916	-	30,036	177,565
Assessment receivable	1,367	-	-	-	1,367
Total assets	\$ 1,056,881	\$ 159,557	\$ 47,755	\$ 434,362	\$ 1,698,555
<i>LIABILITIES:</i>					
Accounts payable	\$ 38,112	\$ 1,659	\$ 270	\$ 9,331	\$ 49,372
Accrued vacation payable	66,208	976	9,263	278	76,725
Accrued wages payable	63,473	2,316	3,797	-	69,586
Customer deposits	1,599	-	-	-	1,599
Accrued interest payable	-	-	-	344	344
Deferred revenue	50,937	-	-	59,545	110,482
Due to other funds	30,300	-	-	-	30,300
Total liabilities	\$ 250,629	\$ 4,951	\$ 13,330	\$ 69,498	\$ 338,408
<i>FUND BALANCES:</i>					
Reserved for:					
Park system development	\$ 2,875	\$ -	\$ -	\$ -	\$ 2,875
Bike paths	-	26,076	-	-	26,076
Debt retirement	-	-	-	133,781	133,781
Unreserved:					
General fund	803,377	-	-	-	803,377
Special revenue funds	-	128,530	34,425	231,083	394,038
Total fund balances	\$ 806,252	\$ 154,606	\$ 34,425	\$ 364,864	1,360,147

### Reconciliation to statement of net assets:

Long-term liabilities, including accrued interest, are reported in the statement of net assets. However, if they are not due and payable in the current period they are not recorded in governmental funds.	(2,506,040)
Other long-term assets are not available to pay for current-period expenditures and therefore are deferred in the funds: property taxes.	(110,482)
Capital assets are not financial resources in governmental funds, but are reported in the Statement of Net Assets at their net depreciable value.	4,866,453
Net assets of governmental activities	\$ 3,610,078

See accompanying notes to financial statements.

# City of Milton-Freewater

## Statement of Revenue, Expenditures, and Changes in Fund Balances - Governmental Funds

For the year ended  
June 30, 2004

	General Fund	Street Fund	Library Fund	Other Governmental Funds	Total
<i>REVENUE:</i>					
Taxes/special assessments	\$ 683,920	\$ -	\$ -	\$ 467,982	\$1,151,902
Utility tax	128,151	-	-	-	128,151
Intergovernmental	151,532	446,644	136,686	94,160	829,022
Franchise fees	763,693	-	-	-	763,693
Licenses and fines	160,141	-	-	1,730	161,871
Services	168,187	-	-	-	168,187
Interest income	12,315	1,067	684	5,645	19,711
Miscellaneous	97,105	9,294	29,156	8,284	143,839
Total revenue	<u>2,165,044</u>	<u>457,005</u>	<u>166,526</u>	<u>577,801</u>	<u>3,366,376</u>
<i>EXPENDITURES:</i>					
Current expenditures:					
General government	1,144,181	-	-	58,940	1,203,121
Public safety	1,491,179	-	-	23,258	1,514,437
Culture and recreation	380,055	-	235,176	-	615,231
Public works	389,763	-	-	-	389,763
Community development	86,603	-	-	99,128	185,731
Engineering	78,654	-	-	-	78,654
Highways and streets	-	235,219	-	-	235,219
Total current expenditures	<u>3,570,435</u>	<u>235,219</u>	<u>235,176</u>	<u>181,326</u>	<u>4,222,156</u>
Capital outlay	-	146,887	6,622	-	153,509
Debt service:					
Principal	-	-	-	209,451	209,451
Interest	-	-	-	135,684	135,684
Total expenditures	<u>3,570,435</u>	<u>382,106</u>	<u>241,798</u>	<u>526,461</u>	<u>4,720,800</u>
Excess (deficiency) of revenue over (under) expenditures	<u>(1,405,391)</u>	<u>74,899</u>	<u>(75,272)</u>	<u>51,340</u>	<u>(1,354,424)</u>
<i>OTHER FINANCING SOURCES (USES):</i>					
Operating transfers in	1,618,548	74,950	79,724	20,000	1,793,222
Operating transfers out	<u>(104,724)</u>	<u>(59,090)</u>	<u>(500)</u>	<u>(74,950)</u>	<u>(239,264)</u>
Total other financing sources (uses)	<u>1,513,824</u>	<u>15,860</u>	<u>79,224</u>	<u>(54,950)</u>	<u>1,553,958</u>
Net change in fund balances	108,433	90,759	3,952	(3,610)	199,534
<i>FUND BALANCES - JUNE 30, 2003</i>	<u>697,819</u>	<u>63,847</u>	<u>30,473</u>	<u>368,474</u>	<u>1,160,613</u>
<i>FUND BALANCES - JUNE 30, 2004</i>	<u>\$ 806,252</u>	<u>\$ 154,606</u>	<u>\$ 34,425</u>	<u>\$ 364,864</u>	<u>\$1,360,147</u>

See accompanying notes to financial statements.

# City of Milton-Freewater

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## Reconciliation of the Statement of Revenue, Expenditures, and Changes in Fund Balances - Governmental Funds to the Statement of Activities

For the year ended  
June 30, 2004

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Net change in fund balances - total governmental funds	\$ 199,535
Amounts reported for governmental activities in the statement of activities are different because:	
Capital outlays are reported as expenditures in governmental funds. However, the Statement of Activities allocates the cost of capital outlays over their estimated useful lives as depreciation expense.	191,209
Proceeds from the issuance of long-term debt provide current financial resources to governmental funds and are reported as revenue. In the same way, repayments of long-term debt use current financial resources and are reported as expenditures in governmental funds. However, the receipt of debt proceeds nor the payment of debt principal affect the Statement of Activities, but are reported as increases and decreases in noncurrent liabilities in the Statement of Net Assets.	209,451
Governmental funds defer revenue that do not provide current financial resources. However, the Statement of Activities recognizes such revenue at their net realizable value when earned, regardless of when received.	110,482
Governmental funds do not report expenditures for interest expense since they do not require the use of current financial resources. However, the Statement of Activities reports such expenses when incurred, regardless of when settlement ultimately occurs.	(89,538)
Depreciation is not reported in governmental funds. The Statement of Activities reports depreciation expense.	<u>(156,999)</u>
Change in net assets of governmental activities.	<u><u>\$ 464,140</u></u>

# City of Milton-Freewater

## Statement of Revenue, Expenditures, and Changes in Fund Balances - Budget and Actual - General Fund

For the year ended  
June 30, 2004

	Original Budget	Final Budget	Actual	Variance Favorable (Unfavorable)
<i>REVENUE:</i>				
General property taxes	\$ 584,670	\$ 584,670	\$ 683,920	\$ 99,250
Utility tax	122,000	122,000	128,151	6,151
Intergovernmental revenue	302,789	327,188	151,532	(175,656)
Franchise fees	734,793	734,793	763,693	28,900
Fines	127,600	127,600	147,969	20,369
License and permits	3,620	3,620	12,172	8,552
Services	152,650	152,650	168,187	15,537
Interest income	13,000	13,000	12,315	(685)
Miscellaneous revenue	86,500	86,500	97,105	10,605
Total revenue	<u>2,127,622</u>	<u>2,152,021</u>	<u>2,165,044</u>	<u>13,023</u>
<i>EXPENDITURES:</i>				
City council	21,250	21,250	19,050	2,200
City manager	143,966	145,061	143,768	1,293
Assistant city manager	61,330	61,330	54,847	6,483
City attorney	25,000	25,000	18,073	6,927
Municipal court	114,615	125,315	124,388	927
Finance department	658,142	646,347	644,064	2,283
Planning	92,722	92,722	86,603	6,119
Police department	1,308,057	1,318,257	1,236,864	81,393
Fire department	441,772	441,772	254,315	187,457
Public works	823,811	838,010	769,818	68,192
City hall	144,516	144,516	139,991	4,525
Civil engineering	96,017	96,017	78,654	17,363
Contingency	107,150	107,150	-	107,150
Total expenditures	<u>4,038,348</u>	<u>4,062,747</u>	<u>3,570,435</u>	<u>492,312</u>
Excess (deficiency) of revenue over (under) expenditures	<u>(1,910,726)</u>	<u>(1,910,726)</u>	<u>(1,405,391)</u>	<u>505,335</u>
<i>OTHER FINANCING SOURCES (USES):</i>				
Operating transfers in	1,629,626	1,629,626	1,618,548	(11,078)
Operating transfers out	<u>(107,000)</u>	<u>(107,000)</u>	<u>(104,724)</u>	<u>2,276</u>
Total other financing sources (uses)	<u>1,522,626</u>	<u>1,522,626</u>	<u>1,513,824</u>	<u>(8,802)</u>
Net change in fund balance	(388,100)	(388,100)	108,433	496,533
<i>FUND BALANCE - JUNE 30, 2003</i>	<u>388,100</u>	<u>388,100</u>	<u>697,819</u>	<u>309,719</u>
<i>FUND BALANCE - JUNE 30, 2004</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 806,252</u>	<u>\$ 806,252</u>

See accompanying notes to financial statements.

# City of Milton-Freewater

## Statement of Revenue, Expenditures, and Changes in Fund Balances - Budget and Actual - Street Fund

For the year ended  
June 30, 2004

	Original Budget	Final Budget	Actual	Variance Favorable (Unfavorable)
<i>REVENUE:</i>				
Intergovernmental	\$ 275,000	\$ 429,759	\$ 446,644	\$ 16,885
Merchandising	6,000	6,000	7,881	1,881
Interest income	1,000	1,000	1,067	67
Miscellaneous	250	250	1,413	1,163
Total revenue	<u>282,250</u>	<u>437,009</u>	<u>457,005</u>	<u>19,996</u>
<i>EXPENDITURES:</i>				
Personal services	149,247	149,247	125,976	23,271
Operating	121,050	121,050	109,243	11,807
Capital	50,000	204,759	146,887	57,872
Contingency and reserves	14,016	14,016	-	14,016
Total expenditures	<u>334,313</u>	<u>489,072</u>	<u>382,106</u>	<u>106,966</u>
Excess (deficiency) of revenue over (under) expenditures	<u>(52,063)</u>	<u>(52,063)</u>	<u>74,899</u>	<u>126,962</u>
<i>OTHER FINANCING (USES):</i>				
Operating transfers in	75,000	75,000	74,950	(50)
Operating transfers out	<u>(59,090)</u>	<u>(59,090)</u>	<u>(59,090)</u>	<u>-</u>
Total other financing	<u>15,910</u>	<u>15,910</u>	<u>15,860</u>	<u>(50)</u>
Net change in fund balance	(36,153)	(36,153)	90,759	126,912
<i>FUND BALANCE - JUNE 30, 2003</i>	<u>36,153</u>	<u>36,153</u>	<u>63,847</u>	<u>27,694</u>
<i>FUND BALANCE - JUNE 30, 2004</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 154,606</u>	<u>\$ 154,606</u>

See accompanying notes to financial statements.

# City of Milton-Freewater

## Statement of Revenue, Expenditures, and Changes in Fund Balances - Budget and Actual - Library Fund

For the year ended  
June 30, 2004

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance Favorable (Unfavorable)
<i>REVENUE:</i>				
Intergovernmental	\$ 133,351	\$ 133,351	\$ 136,686	\$ 3,335
Interest income	300	300	684	384
Miscellaneous	3,950	3,950	29,156	25,206
Total revenue	<u>137,601</u>	<u>137,601</u>	<u>166,526</u>	<u>28,925</u>
<i>EXPENDITURES:</i>				
Personnel	183,367	183,367	186,543	(3,176)
Operating	47,478	47,478	48,633	(1,155)
Capital	(7,091)	1,422	6,622	(5,200)
Contingencies	19,847	11,334	-	11,334
Total expenditures	<u>243,601</u>	<u>243,601</u>	<u>241,798</u>	<u>1,803</u>
Excess (deficiency) of revenue over (under) expenditures	<u>(106,000)</u>	<u>(106,000)</u>	<u>(75,272)</u>	<u>30,728</u>
<i>OTHER FINANCING (USES):</i>				
Operating transfers in	82,000	82,000	79,724	(2,276)
Operating transfers out	(500)	(500)	(500)	-
Total other financing	<u>81,500</u>	<u>81,500</u>	<u>79,224</u>	<u>(2,276)</u>
Net change in fund balance	(24,500)	(24,500)	3,952	28,452
<i>FUND BALANCE - JUNE 30, 2003</i>	<u>24,500</u>	<u>24,500</u>	<u>30,473</u>	<u>5,973</u>
<i>FUND BALANCE - JUNE 30, 2004</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 34,425</u>	<u>\$ 34,425</u>

See accompanying notes to financial statements.

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# City of Milton-Freewater

## Statement of Net Assets - Proprietary Funds

	Enterprise Funds					Total Internal Service Funds
	Electric Funds	Water Fund	Sewer Funds	Other Enterprise Funds	Total	
<b>Assets</b>						
<i>CURRENT ASSETS:</i>						
Cash	\$ 3,177,712	\$ 93,460	\$ 431,014	\$ 33,925	\$ 3,736,111	\$ 612,095
Inventory	-	-	-	-	-	227,770
Accounts receivable	376,815	104,641	95,130	65,119	641,705	5,415
Total current assets	<u>3,554,527</u>	<u>198,101</u>	<u>526,144</u>	<u>99,044</u>	<u>4,377,816</u>	<u>845,280</u>
<i>NONCURRENT ASSETS:</i>						
Restricted assets:						
Cash held for closure and post closure	-	-	-	64,383	64,383	-
Cash held for consumer deposits	100,998	-	-	-	100,998	-
Cash held for retirement of long-term debt	-	46,176	31,647	-	77,823	-
Total restricted assets	<u>100,998</u>	<u>46,176</u>	<u>31,647</u>	<u>64,383</u>	<u>243,204</u>	<u>-</u>
Capital assets less depreciation	<u>7,144,376</u>	<u>3,864,676</u>	<u>5,225,543</u>	<u>648,971</u>	<u>16,883,566</u>	<u>1,113,913</u>
Other assets:						
Unamortized discount on bonds	-	7,747	4,865	-	12,612	-
Due from other funds	92,300	-	48,226	-	140,526	-
Weatherization loans	134,900	-	-	-	134,900	-
Total other assets	<u>227,200</u>	<u>7,747</u>	<u>53,091</u>	<u>-</u>	<u>288,038</u>	<u>-</u>
Total noncurrent assets	<u>7,472,574</u>	<u>3,918,599</u>	<u>5,310,281</u>	<u>713,354</u>	<u>17,414,808</u>	<u>1,113,913</u>
 Total assets	 <u>\$11,027,101</u>	 <u>\$ 4,116,700</u>	 <u>\$ 5,836,425</u>	 <u>\$ 812,398</u>	 <u>\$21,792,624</u>	 <u>\$ 1,959,193</u>

See accompanying notes to financial statements.

**June 30, 2004**

	Enterprise Funds					Total Internal Service Funds
	Electric Funds	Water Fund	Sewer Funds	Other Enterprise Funds	Total	
<b><i>Liabilities and Net Assets</i></b>						
<b><i>CURRENT LIABILITIES:</i></b>						
Accounts payable	\$ 132,467	\$ 13,721	\$ 10,141	\$ 11,096	\$ 167,425	\$ 18,200
Accrued vacation payable	51,863	7,019	8,478	14,785	82,145	9,443
Accrued wages payable	15,687	2,048	3,052	4,573	25,360	-
Customer deposits	100,998	-	-	-	100,998	-
Deferred revenue	27,200	-	-	-	27,200	-
Accrued interest payable	-	44,718	29,938	9,261	83,917	-
Current portion of long-term debt	-	97,467	117,602	18,374	233,443	33,961
Total current liabilities	<u>328,215</u>	<u>164,973</u>	<u>169,211</u>	<u>58,089</u>	<u>720,488</u>	<u>61,604</u>
<b><i>LONG-TERM LIABILITIES:</i></b>						
Notes payable	-	1,430,218	1,108,273	348,006	2,886,497	241,336
Revenue bonds payable	-	275,000	185,000	-	460,000	-
Landfill closure liability	-	-	-	60,712	60,712	-
Due to other funds	-	110,226	-	-	110,226	-
Due to Bonneville Power Administration	107,628	-	-	-	107,628	-
Total long-term liabilities	<u>107,628</u>	<u>1,815,444</u>	<u>1,293,273</u>	<u>408,718</u>	<u>3,625,063</u>	<u>241,336</u>
Less current portion	-	(97,467)	(117,602)	(18,374)	(233,443)	(33,961)
Total long-term liabilities	<u>107,628</u>	<u>1,717,977</u>	<u>1,175,671</u>	<u>390,344</u>	<u>3,391,620</u>	<u>207,375</u>
Total liabilities	<u>\$ 435,843</u>	<u>\$ 1,882,950</u>	<u>\$ 1,344,882</u>	<u>\$ 448,433</u>	<u>\$ 4,112,108</u>	<u>\$ 268,979</u>
<b><i>NET ASSETS:</i></b>						
Invested in capital assets (net of related debt)	\$ 7,144,376	\$ 2,049,232	\$ 3,932,270	\$ 300,965	\$13,426,843	\$ -
Restricted for system devpmt.	-	77,253	-	-	77,253	-
Restricted for landfill closure and post closure	-	-	-	3,671	3,671	-
Unrestricted	<u>3,446,882</u>	<u>107,265</u>	<u>559,273</u>	<u>59,329</u>	<u>4,172,749</u>	<u>1,690,214</u>
Total net assets	<u>\$10,591,258</u>	<u>\$ 2,233,750</u>	<u>\$ 4,491,543</u>	<u>\$ 363,965</u>	<u>17,680,516</u>	<u>\$ 1,690,214</u>
Adjustment to reflect the consolidation of internal service fund activities related to enterprise funds					<u>1,690,214</u>	
Net assets of business-type activities					<u>\$19,370,730</u>	

# City of Milton-Freewater

## Statement of Revenue, Expenses, and Changes in Net Assets - Proprietary Funds

For the year ended  
June 30, 2004

	Enterprise Funds					Total Internal Service Funds
	Electric Funds	Water Fund	Sewer Funds	Other Enterprise Funds	Total	
<i>OPERATING REVENUE:</i>						
Service sales	\$ 7,090,704	\$ 905,976	\$ 833,904	\$ 753,455	\$ 9,584,039	\$ 161,713
System development charges	-	10,440	10,230	-	20,670	-
Replacement and vehicle revenue	-	-	-	-	-	361,071
Miscellaneous	81,754	382	1,184	-	83,320	36,427
Total operating revenue	<u>7,172,458</u>	<u>916,798</u>	<u>845,318</u>	<u>753,455</u>	<u>9,688,029</u>	<u>559,211</u>
<i>OPERATING EXPENSES:</i>						
Personal services	487,402	110,676	181,216	240,708	1,020,002	187,253
Operating	5,497,591	224,410	222,796	326,429	6,271,226	255,108
Depreciation	217,944	185,712	186,893	8,532	599,081	100,608
Total operating expenses	<u>6,202,937</u>	<u>520,798</u>	<u>590,905</u>	<u>575,669</u>	<u>7,890,309</u>	<u>542,969</u>
Operating income	<u>969,521</u>	<u>396,000</u>	<u>254,413</u>	<u>177,786</u>	<u>1,797,720</u>	<u>16,242</u>
<i>NONOPERATING REVENUE (EXPENSES):</i>						
Intergovernmental	-	-	10,939	-	10,939	-
Interest income	43,939	2,086	6,888	1,532	54,445	8,130
Farm lease	-	-	40,948	-	40,948	-
Bond interest expense	-	(16,943)	(11,558)	-	(28,501)	-
Loan interest expense	-	(69,821)	(89,766)	(18,582)	(178,169)	(6,616)
Miscellaneous	-	384	-	-	384	-
Total nonoperating revenue (expenses)	<u>43,939</u>	<u>(84,294)</u>	<u>(42,549)</u>	<u>(17,050)</u>	<u>(99,954)</u>	<u>1,514</u>
Income before operating transfers	<u>1,013,460</u>	<u>311,706</u>	<u>211,864</u>	<u>160,736</u>	<u>1,697,766</u>	<u>17,756</u>
<i>OPERATING TRANSFERS:</i>						
Operating transfers in	106,389	-	115,000	1,500	222,889	70,419
Operating transfers out	(815,744)	(371,742)	(413,016)	(160,853)	(1,761,355)	(85,911)
Total operating transfers	<u>(709,355)</u>	<u>(371,742)</u>	<u>(298,016)</u>	<u>(159,353)</u>	<u>(1,538,466)</u>	<u>(15,492)</u>
<i>CHANGE IN NET ASSETS</i>	304,105	(60,036)	(86,152)	1,383	159,300	2,264
<i>NET ASSETS - JUNE 30, 2003</i>	<u>10,287,153</u>	<u>2,293,785</u>	<u>4,577,696</u>	<u>362,581</u>		<u>1,687,950</u>
<i>NET ASSETS- JUNE 30, 2004</i>	<u>\$10,591,258</u>	<u>\$ 2,233,749</u>	<u>\$ 4,491,544</u>	<u>\$ 363,964</u>		<u>\$ 1,690,214</u>

Some amounts reported for business type activities in the statement of activities are different because the net revenue (expense) of internal service funds is reported within business type activities.

Change in net assets of business type activities

2,264  
\$ 161,564

See accompanying notes to financial statements.

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# City of Milton-Freewater

## Statement of Cash Flows - Proprietary Funds

	Enterprise Funds		
	Electric Funds	Water Fund	Sewer Funds
<b><i>Increase (decrease) in cash and restricted cash</i></b>			
<i>CASH FLOWS FROM OPERATING ACTIVITIES:</i>			
Receipts from customers	\$ 7,077,102	\$ 935,360	\$ 843,791
Payments to suppliers	(5,548,687)	(221,600)	(190,578)
Payments to employees	(475,134)	(108,901)	(181,503)
Other receipts	81,754	2,470	51,887
Net cash provided by operating activities	<u>1,135,035</u>	<u>607,329</u>	<u>523,597</u>
<i>CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:</i>			
Operating transfers in	106,389	-	115,000
Operating transfers out	(815,744)	(371,742)	(413,016)
Net cash used in noncapital financing activities	<u>(709,355)</u>	<u>(371,742)</u>	<u>(298,016)</u>
<i>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:</i>			
Acquisition of PP&E	(804,997)	(32,192)	(96,341)
Interfund borrowing	32,508	30,226	(48,226)
Proceeds from loans	-	-	-
Principal paid on loans	-	(96,942)	(106,727)
Interest paid on loans	-	(86,763)	(101,324)
Net cash used in capital and related financing activities	<u>(772,489)</u>	<u>(185,671)</u>	<u>(352,618)</u>
<i>CASH FLOWS FROM INVESTING ACTIVITIES:</i>			
Interest from cash and investments	<u>43,937</u>	<u>2,086</u>	<u>6,885</u>
<b><i>NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS, RESTRICTED AND UNRESTRICTED CASH</i></b>	<b>(302,872)</b>	<b>52,002</b>	<b>(120,152)</b>
<b><i>CASH AND CASH EQUIVALENTS, RESTRICTED AND UNRESTRICTED, BEGINNING OF YEAR</i></b>	<b><u>3,581,582</u></b>	<b><u>87,634</u></b>	<b><u>582,813</u></b>
<b><i>CASH AND CASH EQUIVALENTS, RESTRICTED AND UNRESTRICTED, END OF YEAR</i></b>	<b><u>\$ 3,278,710</u></b>	<b><u>\$ 139,636</u></b>	<b><u>\$ 462,661</u></b>

See accompanying notes to financial statements.

**For the year ended  
June 30, 2004**

<u>Enterprise Funds</u>		<u>Total Internal Service Funds</u>
<u>Other Enterprise Funds</u>	<u>Total</u>	
\$ 743,632	\$ 9,599,885	\$ 556,133
(316,444)	(6,277,309)	(250,761)
(237,701)	(1,003,239)	(185,396)
<u>-</u>	<u>136,111</u>	<u>4,106</u>
<u>189,487</u>	<u>2,455,448</u>	<u>124,082</u>
1,500	222,889	70,419
<u>(160,853)</u>	<u>(1,761,355)</u>	<u>(85,911)</u>
<u>(159,353)</u>	<u>(1,538,466)</u>	<u>(15,492)</u>
(10,033)	(943,563)	(195,348)
-	14,508	-
-	-	102,350
(15,262)	(218,931)	(14,514)
<u>(18,581)</u>	<u>(206,668)</u>	<u>(6,616)</u>
<u>(43,876)</u>	<u>(1,354,654)</u>	<u>(114,128)</u>
<u>1,532</u>	<u>54,440</u>	<u>8,129</u>
(12,210)	(383,232)	2,591
<u>110,518</u>	<u>4,362,547</u>	<u>609,504</u>
<u>\$ 98,308</u>	<u>\$ 3,979,315</u>	<u>\$ 612,095</u>

# City of Milton-Freewater

## Statement of Cash Flows - Proprietary Funds

	Enterprise Funds		
	<u>Electric Funds</u>	<u>Water Fund</u>	<u>Sewer Funds</u>
<b><i>Reconciliation of Operating Income to Net Cash Provided by Operating Activities:</i></b>			
Operating income	\$ 969,521	\$ 396,000	\$ 254,413
Adjustments to reconcile operating income to net cash provided by operating activities:			
Intergovernmental revenue	-	-	10,939
Farm lease and miscellaneous income	-	384	40,948
Depreciation	217,944	185,712	186,893
Amortization of bond discount	-	540	362
(Increase) decrease in accounts receivable	2,658	18,944	(1,889)
Increase (decrease) in inventory	-	-	-
Increase (decrease) in accounts payable	(85,309)	8,037	3,602
Increase (decrease) in accrued interest	-	(4,063)	28,616
Increase (decrease) in accrued personal services	12,268	1,775	(287)
Increase (decrease) in customer deposits	12,181	-	-
Increase (decrease) in deferred revenue	27,200	-	-
Principal payments on BPA weatherization debt	(5,168)	-	-
Collections of weatherization loans	(16,260)	-	-
	<u>          </u>	<u>          </u>	<u>          </u>
Net cash provided by operating activities	<u>\$ 1,135,035</u>	<u>\$ 607,329</u>	<u>\$ 523,597</u>

See accompanying notes to financial statements.

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**For the year ended  
June 30, 2004**

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<u>Enterprise Funds</u>		
<u>Other Enterprise Funds</u>	<u>Total</u>	<u>Total Internal Service Funds</u>
\$ 177,786	\$ 1,797,720	\$ 16,242
-	10,939	-
-	41,332	-
8,532	599,081	100,608
-	902	-
(9,823)	9,890	(2,389)
-	-	3,417
10,185	(63,485)	4,347
(200)	24,353	-
3,007	16,763	1,857
-	12,181	-
-	27,200	-
-	(5,168)	-
-	(16,260)	-
<u>\$ 189,487</u>	<u>\$ 2,455,448</u>	<u>\$ 124,082</u>