

**TOWN OF LIMON
PROPRIETARY FUNDS
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED DECEMBER 31, 2006**

	UTILITY FUND	MUNICIPAL RECREATION AREA	AIRPORT FUEL FUND	AMBULANCE SERVICE FUND	TOTALS
CASH FLOWS FROM OPERATING ACTIVITIES:					
Receipts From Customers	\$ 932,128	\$ 119,682	\$ 36,307	\$ 197,435	\$ 1,285,552
Payments to Suppliers for Goods and Services	(249,116)	(63,763)	(38,917)	(120,269)	(472,065)
Payments to Employees	(177,090)	(107,174)		(31,026)	(315,290)
Net Cash Provided (Used) By Operating Activities	505,922	(51,255)	(2,610)	46,140	498,197
CASH FLOWS FROM NON-CAPITAL FINANCING ACTIVITIES:					
Donations		12,390		1,390	13,780
Intergovernmental Grants		10,000		23,260	33,260
Transfer From (To) Other Fund		49,145		17,990	67,135
Net Cash Provided By Non-Capital Financing Activities	-	71,535	-	42,640	114,175
CASH FLOWS FROM CAPITAL AND FINANCING ACTIVITIES:					
State of Colorado - Sewer Line Maintenance	6,031				6,031
Tap Fees	68,860				68,860
Intergovernmental Grant	289,501				289,501
Sewer Line Maintenance Paid Colo. Reserve Account	(5,818)				(5,818)
Transfer From (To) Restricted Assets	(32,497)	(6,411)		(1,335)	(40,243)
Purchase of Assets	(662,744)	(8,574)		(43,754)	(715,072)
Interest Paid	(199,487)	(4,100)		(10,851)	(214,438)
Debt Principal Payments	(160,410)	(9,000)		(20,000)	(189,410)
Note - Frazier Farms	10,721				10,721
Net Cash (Used) By Capital and Financing Activities	(685,843)	(28,085)	-	(75,940)	(789,868)
CASH FLOWS FROM INVESTING ACTIVITIES:					
Redemption (Purchase) of Investments				(491)	(491)
Interest Revenue	36,778	449		2,286	39,513
Net Cash Provided By Investing Activities	36,778	449	-	1,795	39,022
Net Increase (Decrease) in Cash and Cash Equivalents	(143,143)	(7,356)	(2,610)	14,635	(138,474)
CASH AND CASH EQUIVALENTS					
Beginning of Year	266,958	11,185	2,610	65,641	346,394
End of Year	\$ 123,815	\$ 3,829	\$ -	\$ 80,276	\$ 207,920
Reconciliation of Operating Income (Loss) to Net Cash Provided by (Used) Operating Activities					
Net Operating Income (Loss)	\$ 194,497	\$ (64,151)	\$ 824	\$ (6,092)	\$ 125,078
Depreciation	300,346	13,789		44,070	358,205
Amortization	5,572			1,550	7,122
(Increase) Decrease in Accounts Receivable, Net	(1,338)		867	(165)	(636)
(Increase) Decrease in Inventory	(7,177)	(840)	1,320		(6,697)
(Increase) Decrease in Prepaid Expense				2,000	2,000
Increase (Decrease) in Accounts Payable	28,468	(31)	(8,545)	4,683	24,575
Increase (Decrease) in Due to Other Funds	25	109	2,924	94	3,152
Increase (Decrease) in Compensated Absences	689	(131)			558
Increase (Decrease) in Contingent Construction	(15,160)				(15,160)
Net Cash Provided (Used) By Operating Activities	\$ 505,922	\$ (51,255)	\$ (2,610)	\$ 46,140	\$ 498,197
Noncash capital financing activities:					
Interest subsidy	\$ 19,051				\$ 19,051
Grant				\$ 11,580	\$ 11,580

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