

COUNTY OF CAROLINE, VIRGINIA

Statement of Cash Flows
 Proprietary Fund
 For the Year Ended June 30, 2008

	<u>Caroline County Utility Fund</u>	<u>Business-Type Enterprise Mildford Sanitary District Fund</u>
CASH FLOWS FROM OPERATING ACTIVITIES		
Receipts from customers and users	\$ 1,211,137	\$ 44,507
Payments to suppliers	(2,964,059)	(37,020)
Payments to employees	(472,180)	(16,738)
Net cash provided (used) by operating activities	<u>\$ (2,225,102)</u>	<u>\$ (9,251)</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES		
Transfers from/(to) other funds	\$ (1,452,984)	\$ 2,046
Connection fees	1,041,714	7,205
Grant revenue	7,000	-
Net cash provided (used) by noncapital financing activities	<u>\$ (404,270)</u>	<u>\$ 9,251</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES		
Additions to capital assets	\$ (5,235,318)	\$ -
Principal payments on bonds	(692,648)	-
Capital contributions and construction grants	3,831,694	-
Proceeds from indebtedness	7,650,000	-
Interest payments	<u>(1,070,437)</u>	<u>-</u>
Net cash provided (used) by capital and related financing activities	<u>\$ 4,483,291</u>	<u>\$ -</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Interest and dividends received	<u>\$ 70,169</u>	<u>\$ -</u>
Net cash provided (used) by investing activities	<u>\$ 70,169</u>	<u>\$ -</u>
Net increase (decrease) in cash and cash equivalents	\$ 1,924,088	\$ -
Cash and cash equivalents - beginning - including restricted	<u>1,707,039</u>	<u>-</u>
Cash and cash equivalents - ending - including restricted	<u>\$ 3,631,127</u>	<u>\$ -</u>
Reconciliation of operating income (loss) to net cash provided (used) by operating activities:		
Operating income (loss)	<u>\$ (1,145,171)</u>	<u>\$ (514)</u>
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:		
Depreciation expense	\$ 625,335	\$ 8,114
(Increase) decrease in accounts receivable	118,814	(3,604)
(Increase) decrease in notes receivable	-	-
Increase (decrease) in customer deposits	1,000	(503)
Increase (decrease) in accounts payable and accrued liabilities	(1,847,810)	(9,267)
Increase (decrease) in compensated absences	22,730	(3,477)
Total adjustments	<u>\$ (1,079,931)</u>	<u>\$ (8,737)</u>
Net cash provided (used) by operating activities	<u>\$ (2,225,102)</u>	<u>\$ (9,251)</u>

The notes to the financial statements are an integral part of this statement.

Exhibit 9

Activities Funds		
Dawn Wastewater System Fund	Total	Internal Service Fund
\$ 6,011	\$ 1,261,655	\$ 196,267
(56,435)	(3,057,514)	(193,605)
-	(488,918)	-
<u>\$ (50,424)</u>	<u>\$ (2,284,777)</u>	<u>\$ 2,662</u>
\$ (247,262)	\$ (1,698,200)	\$ -
89,278	1,138,197	-
-	7,000	-
<u>\$ (157,984)</u>	<u>\$ (553,003)</u>	<u>\$ -</u>
\$ (735,719)	\$ (5,971,037)	\$ -
-	(692,648)	-
740,244	4,571,938	-
147,591	7,797,591	-
-	(1,070,437)	-
<u>\$ 152,116</u>	<u>\$ 4,635,407</u>	<u>\$ -</u>
\$ -	\$ 70,169	\$ -
\$ -	\$ 70,169	\$ -
\$ (56,292)	\$ 1,867,796	\$ 2,662
59,700	1,766,739	5,008
<u>\$ 3,408</u>	<u>\$ 3,634,535</u>	<u>\$ 7,670</u>
\$ 18,510	\$ (1,127,175)	\$ (13,760)
\$ -	\$ 633,449	\$ 13,745
(8,293)	106,917	10,486
(13,286)	(13,286)	-
-	497	-
(47,355)	(1,904,432)	(7,809)
-	19,253	-
<u>\$ (68,934)</u>	<u>\$ (1,157,602)</u>	<u>\$ 16,422</u>
<u>\$ (50,424)</u>	<u>\$ (2,284,777)</u>	<u>\$ 2,662</u>