

CITY OF PORTSMOUTH, VIRGINIA

Exhibit E-3

Statement of Cash Flows

Proprietary Funds

Year ended June 30, 2010

	Public Utility	Parking Authority	Nonmajor Enterprise Funds	Total	Governmental Activities - Internal Service Funds
Cash flows from operating activities:					
Receipts from customers	\$ 33,903,515	1,393,293	16,510,929	51,807,737	36,251,586
Payments to suppliers	(7,176,768)	(426,400)	(10,721,908)	(18,325,076)	(27,314,163)
Payments to employees	(6,484,988)	(389,181)	(3,909,116)	(10,783,285)	(4,691,834)
Net cash provided by operating activities	20,241,759	577,712	1,879,905	22,699,376	4,245,589
Cash flows from noncapital financing activities:					
Transfers in	-	426,609	1,100,000	1,526,609	-
Transfers out	(7,500,000)	-	-	(7,500,000)	234,323
Net cash provided by (used for) noncapital financing activities	(7,500,000)	426,609	1,100,000	(5,973,391)	234,323
Cash flows from capital and related financing activities:					
Acquisition and construction of capital assets	(14,006,649)	(67,360)	-	(14,074,009)	-
Proceeds from sale of capital assets	30,624	768	10,512	41,904	13,676
Decrease in arbitrage liability	(71,638)	-	-	(71,638)	-
Intergovernmental revenue received	15,287	-	-	15,287	-
Cost of issuance	(214,079)	-	-	(214,079)	-
Proceeds from long-term debt	31,183,576	-	-	31,183,576	-
Principal paid on long-term debt	(4,065,175)	(260,000)	(980,090)	(5,305,265)	(2,419,683)
Payment to other funds	-	(372,059)	-	(372,059)	-
Interest paid	(1,997,432)	(287,001)	(384,988)	(2,669,421)	(147,700)
Net cash provided by (used for) capital and related financing activities	10,874,514	(985,652)	(1,354,566)	8,534,296	(2,553,707)
Cash flows from investing activities:					
Interest received	151,770	625	2,165	154,560	8,496
Net cash provided by investing activities	151,770	625	2,165	154,560	8,496
Net increase (decrease) in cash and temporary investments	23,768,043	19,294	1,627,504	25,414,841	1,934,701
Cash and temporary investments, beginning of year	45,769,899	481,288	3,723,429	49,974,616	27,322,004
Cash and temporary investments, end of year	\$ 69,537,942	500,582	5,350,933	75,389,457	29,256,705
Adjustments to reconcile operating income (loss) to net cash provided by operating activities					
Operating income	\$ 15,134,601	32,258	862,618	16,029,477	1,719,145
Adjustments to reconcile operating income (loss) to net cash provided by operating activities:					
Depreciation and amortization	4,765,135	472,028	1,103,238	6,340,401	2,377,630
Changes in assets and liabilities increasing (decreasing) cash and temporary investments:					
Accounts receivable	(2,017,893)	9,581	(545,302)	(2,553,614)	7,213
Inventory of supplies	(17,843)	-	-	(17,843)	111,532
Accounts payable	1,408,236	25,180	(73,746)	1,359,670	(715)
Arbitrage liability	(71,638)	-	-	(71,638)	-
Deposits	291,567	-	-	291,567	-
Unearned revenues	-	7,363	-	7,363	-
Compensated absences	(13,821)	(1,890)	(24,276)	(39,987)	(41,460)
Landfill closure and postclosure liability	-	-	87,154	87,154	-
Other post employment benefit obligation	763,415	33,192	470,219	1,266,826	387,240
Claims payable	-	-	-	-	(314,996)
Net cash provided by operating activities	\$ 20,241,759	577,712	1,879,905	22,699,376	4,245,589

See accompanying notes to basic financial statements.