

TOWN OF CARY, NORTH CAROLINA
INTERNAL SERVICE FUNDS
COMBINING STATEMENT OF CASH FLOWS
For the Year Ended June 30, 2006

Schedule 16

	Garage Service	Health Insurance	Total
OPERATING ACTIVITIES			
Cash received from customers	\$776,462	8,667,157	9,443,619
Cash paid for goods and services	(207,979)	---	(207,979)
Cash paid to or on behalf of employees for services	(576,710)	40,924	(535,786)
Cash paid for health and dental claims	---	(6,787,361)	(6,787,361)
NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES	<u>(8,227)</u>	<u>1,920,720</u>	<u>1,912,493</u>
INVESTING ACTIVITIES			
Investment Earnings, net of market adjustment	31,397	---	31,397
NET INCREASE IN CASH AND CASH EQUIVALENTS	23,170	1,920,720	1,943,890
CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR	<u>987,718</u>	<u>2,906,650</u>	<u>3,894,368</u>
CASH AND CASH EQUIVALENTS AT END OF YEAR	<u>\$1,010,888</u>	<u>4,827,370</u>	<u>5,838,258</u>
RECONCILIATION OF OPERATING LOSS TO NET CASH USED IN OPERATING ACTIVITIES			
Operating Income (Loss)	(\$18,853)	1,759,503	1,740,650
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided By (Used In) Operating Activities			
Depreciation	58,928	---	58,928
Changes in Assets and Liabilities -			
Increase in Accounts Receivable	---	(104,783)	(104,783)
Increase in Inventory	(24,188)	---	(24,188)
Decrease in Accounts Payable and Accrued Liabilities	(34,470)	(23)	(34,493)
Increase in Compensated Absences Liability	1,356	---	1,356
Increase in Deposits	9,000	---	9,000
Increase in Miscellaneous Liability	---	225,099	225,099
Miscellaneous Revenue	---	40,924	40,924
TOTAL ADJUSTMENTS	<u>10,626</u>	<u>161,217</u>	<u>171,843</u>
NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES	<u>(\$8,227)</u>	<u>1,920,720</u>	<u>1,912,493</u>