

CITY OF SANTA CLARITA
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS

For the year ended June 30, 2006

	Business-type Activity - Transit Enterprise	Government Activities - Internal Service Funds
CASH FLOWS FROM OPERATING ACTIVITIES:		
Receipts from customers and users	\$ 2,976,467	\$ -
Receipts from interfund services provided	-	2,246,258
Other operating receipts	2,292,035	7,170
Payments to suppliers	(13,733,229)	(4,609,116)
Payments to employees	(902,962)	-
	<u>(9,367,689)</u>	<u>(2,355,688)</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:		
Nonoperating miscellaneous revenue	883,615	-
Cash contributed by other governments	5,442,428	-
Cash received from other funds	9,219,605	3,125,000
Cash paid to other funds	(1,571,292)	-
	<u>13,974,356</u>	<u>3,125,000</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:		
Acquisition and construction of capital assets	(2,623,724)	(230,043)
Principal payments on financed debt	(332,993)	-
Interest expense	(94,026)	-
	<u>(3,050,743)</u>	<u>(230,043)</u>
CASH FLOWS FROM INVESTING ACTIVITIES:		
Investment income	1,050	347,330
	<u>1,556,974</u>	<u>886,599</u>
NET INCREASE IN CASH AND CASH EQUIVALENTS		
	1,556,974	886,599
CASH AND CASH EQUIVALENTS - BEGINNING OF YEAR		
	<u>-</u>	<u>14,631,732</u>
CASH AND CASH EQUIVALENTS - END OF YEAR		
	<u>\$ 1,556,974</u>	<u>\$ 15,518,331</u>

See independent auditors' report and notes to basic financial statements.

(Continued)

CITY OF SANTA CLARITA
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
(CONTINUED)

For the year ended June 30, 2006

	Business-type Activity - Transit Enterprise	Government Activities - Internal Service Funds
RECONCILIATION OF OPERATING LOSS TO NET CASH USED BY OPERATING ACTIVITIES:		
Operating loss	\$ (11,040,345)	\$ (1,750,866)
Depreciation	2,366,111	173,994
Change in assets and liabilities:		
(Increase) decrease in accounts receivable	(132,687)	(4,650)
(Increase) decrease in prepaid expenses	(44,800)	-
Increase (decrease) in accounts payable and accrued liabilities	(515,968)	(192,731)
Increase (decrease) in claims payable	-	(581,435)
NET CASH USED BY OPERATING ACTIVITIES	\$ (9,367,689)	\$ (2,355,688)
NONCASH INVESTING, CAPITAL AND FINANCING ACTIVITIES:		
Contributions of capital assets from government	\$ 3,635,691	\$ -

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