

BASIC FINANCIAL STATEMENTS

**CITY OF MONETT, MISSOURI
STATEMENT OF NET ASSETS
MARCH 31, 2004**

	Governmental Activities	Business-type Activities	Total
ASSETS			
Cash and cash equivalents	\$ 976,351.24	\$ 872,176.07	\$ 1,848,527.31
Investments	3,168.32	150,560.52	153,728.84
Accounts receivable	929.96	1,425,062.37	1,425,992.33
Taxes receivable	220,955.74		220,955.74
Due from other funds	49,474.60	394,060.37	443,534.97
Prepaid workmen's compensation	218,223.00	85,069.00	303,292.00
Premium on investment		225,445.72	225,445.72
Restricted assets:			
Cash and cash equivalents		7,666,481.88	7,666,481.88
Investments	9,100.00	2,539,694.93	2,548,794.93
Capital assets:			
Non depreciable	722,437.66	210,160.00	932,597.66
Depreciable, net	7,921,548.70	16,119,682.00	24,041,230.70
Total Assets	<u>10,122,189.22</u>	<u>29,688,392.86</u>	<u>39,810,582.08</u>
LIABILITIES			
Accounts payable	54,966.14	771,081.81	826,047.95
Accrued payroll and payroll taxes	137,913.57	49,602.78	187,516.35
Accrued interest payable	90,748.50		90,748.50
Deferred revenue	4,240.00		4,240.00
Due to other funds	49,474.60	394,060.37	443,534.97
Due to depositors	12,125.00	309,848.56	321,973.56
Accrued compensated absences	222,760.59	111,049.90	333,810.49
Capital lease obligations	72,339.39		72,339.39
Revenue bonds payable		9,985,000.00	9,985,000.00
Certificates of participation	4,397,787.84		4,397,787.84
Other long-term liabilities	14,515.81		14,515.81
Total Liabilities	<u>5,056,871.44</u>	<u>11,620,643.42</u>	<u>16,677,514.86</u>
NET ASSETS			
Reserved:			
Invested in capital assets, net of related debt	4,109,868.72	5,950,781.63	10,060,650.35
Restricted for:			
Debt service	678,794.15	572,936.73	1,251,730.88
Capital projects		7,455,530.73	7,455,530.73
Nonspendable	9,100.00		9,100.00
Other purposes	156,853.61	2,550,611.06	2,707,464.67
Unrestricted	110,701.30	1,537,889.29	1,648,590.59
Total Net Assets	<u>\$ 5,065,317.78</u>	<u>\$ 18,067,749.44</u>	<u>\$ 23,133,067.22</u>

See accompanying notes to the financial statements.

CITY OF MONETT, MISSOURI
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED MARCH 31, 2004

Functions/Programs	Program Revenues			Net (Expense) Revenue and Changes in Net Assets		
	Expenses	Charges for Service	Capital Grants and Contributions	Governmental Activities	Business-type Activities	Total
Governmental activities:						
Policy development and administration	\$ 309,776.40	\$ 371,220.38	\$	\$ 61,443.98	\$	\$ 61,443.98
Public safety	2,669,911.03	62,793.80	3,374.33	(2,603,742.90)		(2,603,742.90)
Public works	1,003,991.05	31,653.85	36,254.35	(936,082.85)		(936,082.85)
Parks and recreation	1,148,503.11	429,121.99		(719,381.12)		(719,381.12)
Municipal Airport	337,962.56	124,414.19	44,930.00	(168,618.37)		(168,618.37)
Interest on long-term debt	204,100.92			(204,100.92)		(204,100.92)
Fiscal agent fees	169,781.00			(169,781.00)		(169,781.00)
Total governmental activities	5,844,026.07	1,019,204.21	84,558.68	(4,740,263.18)		(4,740,263.18)
Business-type activities:						
Waterworks	953,068.59	1,256,800.29			303,731.70	303,731.70
Electric	10,110,009.05	12,058,509.53			1,948,500.48	1,948,500.48
Wastewater-sewer	1,823,204.74	1,683,738.29	532,033.40		392,566.95	392,566.95
Sanitation	426,164.43	449,545.94	59,900.00		83,281.51	83,281.51
Fiber optics	3,166.97	2,700.00			(466.97)	(466.97)
Total business-type activities	13,315,613.78	15,451,294.05	591,933.40		2,727,613.67	2,727,613.67
Total City	\$ 19,159,639.85	\$ 16,470,498.26	\$ 676,492.08	\$ (4,740,263.18)	\$ 2,727,613.67	\$ (2,012,649.51)
General revenues						
Sales Tax				2,107,816.03		2,107,816.03
M & M Surcharge Tax				27,435.90		27,435.90
Emergency Telephone Tax				89,937.05		89,937.05
Sales Tax - TIF				522,061.97		522,061.97
Real Estate Tax - TIF				175,050.61		175,050.61
Motor vehicle tax				303,319.38		303,319.38
Pilots in Lieu of Taxes				1,044,573.76	(1,044,573.76)	
Investment revenue				109,082.95	312,395.00	421,477.95
Miscellaneous					129,428.01	129,428.01
Transfers				1,340,000.00	(1,340,000.00)	
Total general revenues and transfers				5,719,277.65	(1,942,750.75)	3,776,526.90
Change in net assets				979,014.47	784,862.92	1,763,877.39
Net assets - beginning				4,086,303.31	17,027,696.87	21,114,000.18
Prior period adjustment					255,189.65	255,189.65
Net assets - ending				\$ 5,065,317.78	\$ 18,067,749.44	\$ 23,133,067.22

See accompanying notes to the financial statements.

**CITY OF MONETT, MISSOURI
BALANCE SHEET
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED MARCH 31, 2004**

	Major Funds			Total Governmental Funds
	General	E-911	Tax Increment Finance	
ASSETS				
Cash and cash equivalents	\$ 785.03	\$ 156,179.75	\$ 678,794.15	\$ 835,758.93
Investments	3,168.32			3,168.32
Accounts receivable	929.96			929.96
Taxes receivable	220,955.74			220,955.74
Grants receivable				
Due from other funds	49,474.60			49,474.60
Other assets - current				
Prepaid workmen's compensation	218,223.00			218,223.00
Restricted assets:				
Investments	9,100.00			9,100.00
Total assets	<u>\$ 502,636.65</u>	<u>\$ 156,179.75</u>	<u>\$ 678,794.15</u>	<u>\$1,337,610.55</u>
LIABILITIES				
Accounts payable	\$ 54,966.14	\$	\$	\$ 54,966.14
Accrued payroll and payroll taxes	137,913.57			137,913.57
Accrued compensation absences				
Deferred revenue	4,240.00			4,240.00
Due to depositors	12,125.00			12,125.00
Due to other funds			49,474.60	49,474.60
Other liabilities - current				
Total liabilities	<u>209,244.71</u>		<u>49,474.60</u>	<u>258,719.31</u>
FUND BALANCE				
Reserved:				
Reserved for E-911		156,179.75		156,179.75
Reserved for Tax Increment Financing			629,319.55	629,319.55
Reserved for police officer training	200.00			200.00
Reserved for law enforcement	473.86			473.86
Undesignated	433,310.39			433,310.39
Total fund balances	<u>433,984.25</u>	<u>156,179.75</u>	<u>629,319.55</u>	<u>1,219,483.55</u>
Total liabilities and fund balances	<u>\$ 643,228.96</u>	<u>\$ 156,179.75</u>	<u>\$ 678,794.15</u>	<u>\$1,478,202.86</u>

See accompanying notes to the financial statements.

**CITY OF MONETT, MISSOURI
RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET
TO THE STATEMENT OF NET ASSETS
MARCH 31, 2004**

Amounts reported for governmental activities in the statement of net assets are difference because:

Total fund balance - total governmental funds		\$1,219,483.55
Capital assets used in governmental activities are not current financial resource, and therefore, are not reported in the governmental funds.		
Governmental capital assets	\$ 18,016,817.85	
Less accumulated depreciation	<u>(9,372,831.49)</u>	8,643,986.36
Long-term liabilities; including certificates of participation, capital lease obligations, and accrued compensated absences, are not due and payable in the current period, and therefore, are not reported as liabilities in the governmental funds.		
Accrued compensated absences	\$ (222,760.59)	
Capital lease obligations	(72,339.39)	
Certificates of participation - Airport	(359,238.07)	
Certificates of participation - Golf Course	(1,008,549.77)	
Certificates of participation - TIF	(3,030,000.00)	
Accrued TIF liability	(14,515.81)	
Accrued TIF interest payable	<u>(90,748.50)</u>	(4,798,152.13)
Net assets of Governmental Activities		<u><u>\$5,065,317.78</u></u>

See accompanying notes to the financial statements.

CITY OF MONETT, MISSOURI
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED MARCH 31, 2004

	<u>Major Funds</u>			Total Governmental Funds
	<u>General</u>	<u>E-911</u>	<u>Tax Increment Finance</u>	
REVENUES				
Business license and permits	\$ 39,750.33	\$	\$	\$ 39,750.33
Federal and state grants	84,558.68			84,558.68
Fines and forfeitures	114,830.40			114,830.40
Franchise fees	248,820.76			248,820.76
Sales tax	2,107,816.03		522,061.97	2,629,878.00
Investment income	106,766.65		2,316.30	109,082.95
Intergovernmental				
Other revenue	491,801.25			491,801.25
Other taxes and assessments	330,755.28	89,937.05	175,050.61	595,742.94
Rental revenue	124,001.47			124,001.47
Total Revenues	<u>3,649,100.85</u>	<u>89,937.05</u>	<u>699,428.88</u>	<u>4,438,466.78</u>
EXPENDITURES				
Current				
Policy development and administration	288,626.72			288,626.72
Public safety	2,445,993.57	64,779.85		2,510,773.42
Public works	967,714.70		385.00	968,099.70
Parks and recreation	914,645.92			914,645.92
Municipal airport	185,433.38			185,433.38
Capital outlay	670,271.65	16,843.00	48,020.79	735,135.44
Debt service:				
Principal	216,300.69		312,755.54	529,056.23
Interest	66,053.04		138,047.88	204,100.92
Fiscal agent fees			169,781.00	169,781.00
Total Expenditures	<u>5,755,039.67</u>	<u>81,622.85</u>	<u>668,990.21</u>	<u>6,505,652.73</u>
Excess (Deficiency) of Revenues over Expenditures	<u>(2,105,938.82)</u>	<u>8,314.20</u>	<u>30,438.67</u>	<u>(2,067,185.95)</u>
OTHER FINANCING SOURCES (USES)				
Due from (to) other funds				
Proceeds from financing			200,000.00	200,000.00
Operating transfers from PILOTS	1,044,573.76			1,044,573.76
Operating transfers from (to) other funds	1,340,000.00			1,340,000.00
Total Other Financing Sources (Uses)	<u>2,384,573.76</u>		<u>200,000.00</u>	<u>2,584,573.76</u>
Net Change in Fund Balances	278,634.94	8,314.20	230,438.67	517,387.81
Fund balance - beginning	155,349.31	147,865.55	398,880.88	702,095.74
Prior period adjustment				
Fund balance - ending	<u>\$ 433,984.25</u>	<u>\$ 156,179.75</u>	<u>\$ 629,319.55</u>	<u>\$ 1,219,483.55</u>

See accompanying notes to the financial statements.

**CITY OF MONETT, MISSOURI
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED MARCH 31, 2004**

Amounts reported for governmental activities in the statement of activities are difference because:

Net change in fund balance - total governmental funds	\$ 517,387.81
Governmental funds report capital outlay as expenditures. However, in the statement of activities the cost of those assets is allocated over their estimated useful lives.	735,135.44
In the Statement of Activities cost of capital outlay assets is allocated over their estimated useful lives and reported as depreciation expense.	(711,816.51)
The repayment of the principal of long-term debt consumes the current financial resources of governmental funds.	529,056.23
In the Statement of Activities interest is accrued whereas in the Governmental Funds an expenditure is reported when due.	(90,748.50)
Change in net assets of governmental activities	<u><u>\$ 979,014.47</u></u>

See accompanying notes to the financial statements.

**CITY OF MONETT, MISSOURI
STATEMENT OF NET ASSETS
PROPRIETARY FUNDS
MARCH 31, 2004**

	Major Enterprise Funds					Total Enterprise Funds
	Waterworks	Electric	Sewer	Sanitation	Fiber	
ASSETS						
Current assets:						
Cash and cash equivalents	\$	\$ 872,176.07	\$	\$	\$	\$ 872,176.07
Investments		150,560.52				150,560.52
Accounts receivable	82,783.64	1,150,865.57	157,103.77	34,309.39		1,425,062.37
Taxes receivable						
Due from other funds		394,060.37				394,060.37
Prepaid workmen's compensation	22,897.00	44,928.00	17,244.00			85,069.00
Total current assets	<u>105,680.64</u>	<u>2,612,590.53</u>	<u>174,347.77</u>	<u>34,309.39</u>		<u>2,926,928.33</u>
Restricted assets:						
Cash and cash equivalents			7,666,481.88			7,666,481.88
Investments	809,706.72		1,729,988.21			2,539,694.93
Total restricted assets	<u>809,706.72</u>		<u>9,396,470.09</u>			<u>10,206,176.81</u>
Noncurrent assets:						
Premium on Investment			225,445.72			225,445.72
Capital assets:						
Land	56,932.00	58,400.00	94,828.00			210,160.00
Building	908,945.50	751,126.89	6,720.50	84,877.50		1,751,670.39
Machinery and equipment	244,600.58	493,497.73	206,651.41	709,423.79		1,654,173.51
Infrastructure	4,497,252.65	4,851,290.33	13,948,334.89	61,189.23		23,358,067.10
Construction in progress	56,114.84	56,114.84	3,050,605.45		449,519.23	3,612,354.36
Less: accumulated depreciation	<u>(2,410,688.79)</u>	<u>(4,211,813.31)</u>	<u>(7,194,341.05)</u>	<u>(439,740.21)</u>		<u>(14,256,583.36)</u>
Total capital assets (net of accumulated depreciation)	<u>3,353,156.78</u>	<u>1,998,616.48</u>	<u>10,112,799.20</u>	<u>415,750.31</u>	<u>449,519.23</u>	<u>16,329,842.00</u>
Total noncurrent assets	<u>3,353,156.78</u>	<u>1,998,616.48</u>	<u>10,338,244.92</u>	<u>415,750.31</u>	<u>449,519.23</u>	<u>16,555,287.72</u>
Total Assets	<u>4,268,544.14</u>	<u>4,611,207.01</u>	<u>19,909,062.78</u>	<u>450,059.70</u>	<u>449,519.23</u>	<u>29,688,392.86</u>
LIABILITIES						
Current liabilities:						
Accounts payable	13,005.24	750,691.53	7,385.04			771,081.81
Accrued payroll and payroll taxes	10,683.65	29,078.51	9,840.62			49,602.78
Due to other funds					394,060.37	394,060.37
Total current liabilities	<u>23,688.89</u>	<u>779,770.04</u>	<u>17,225.66</u>		<u>394,060.37</u>	<u>1,214,744.96</u>
Payable from restricted assets:						
Revenue bonds payable - current maturities			<u>40,000.00</u>			<u>40,000.00</u>
Noncurrent liabilities:						
Due to depositors	33,339.50	276,509.06				309,848.56
Accrued compensated absences	27,911.69	52,731.53	30,406.68			111,049.90
Revenue bonds payable			<u>9,945,000.00</u>			<u>9,945,000.00</u>
Total noncurrent liabilities	<u>61,251.19</u>	<u>329,240.59</u>	<u>9,975,406.68</u>			<u>10,365,898.46</u>
Total Liabilities	<u>84,940.08</u>	<u>1,109,010.63</u>	<u>10,032,632.34</u>		<u>394,060.37</u>	<u>11,620,643.42</u>
NET ASSETS						
Reserved:						
Invested in capital assets, net of related debt	3,353,156.78	1,998,616.48	127,799.20	415,750.31	55,458.86	5,950,781.63
Restricted for:						
Debt service			572,936.73			572,936.73
Capital projects			7,455,530.73			7,455,530.73
Nonspendable						
Other purposes	830,447.28		1,720,163.78			2,550,611.06
Unrestricted		<u>1,503,579.90</u>		<u>34,309.39</u>		<u>1,537,889.29</u>
Total Net Assets	<u>\$ 4,183,604.06</u>	<u>\$ 3,502,196.38</u>	<u>\$ 9,876,430.44</u>	<u>\$ 450,059.70</u>	<u>\$ 55,458.86</u>	<u>\$18,067,749.44</u>

See accompanying notes to the financial statements.

CITY OF MONETT, MISSOURI
STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND NET ASSETS
PROPRIETARY FUNDS
FOR THE YEAR ENDED MARCH 31, 2004

	Major Enterprise Funds					Total Enterprise Funds
	Waterworks	Electric	Sewer	Sanitation	Fiber	
OPERATING REVENUES						
Charges for services	\$ 1,256,800.29	\$ 12,058,509.53	\$ 2,215,771.69	\$ 509,445.94	\$ 2,700.00	\$ 16,043,227.45
OPERATING EXPENSES						
Salaries	412,612.20	670,497.61	374,292.08	102,352.84		1,559,754.73
Payroll taxes	30,336.86	49,061.56	27,858.07	12,450.87		119,707.36
Depreciation	154,669.11	163,491.23	637,304.55	65,731.82		1,021,196.71
Computer	9,380.00	8,562.98	8,023.00			25,965.98
Education	1,892.51	6,365.01	1,513.45			9,770.97
Electric purchases		8,749,657.29				8,749,657.29
Gas and oil	11,488.63	9,084.44	9,648.21			30,221.28
Health and life insurance	36,632.80	71,074.12	27,620.82	14,793.10		150,120.84
Insurance	10,820.00	42,372.00	13,255.00	2,927.00		69,374.00
Landfill and recycling				127,346.15		127,346.15
Miscellaneous	1,336.50	1,367.92	439.71	2,009.82		5,153.95
Office supplies	5,168.47	5,397.75	4,760.65			15,326.87
Professional and consulting service	2,978.62	4,719.01	35,937.19	45.45		43,680.27
Repairs and maintenance	100,609.14	77,683.14	194,214.11	59,146.17	2,042.65	433,695.21
Retirement	47,466.03	74,961.92	49,697.71	7,558.08		179,683.74
Supplies	90,067.42	119,866.67	56,178.23	4,043.80	1,124.32	271,280.44
Telephone	3,609.40	4,404.67	2,573.14	266.33		10,853.54
Travel	1,558.21	4,303.38	1,366.19			7,227.78
Utilities	1,959.69	2,234.35	38,158.29			42,352.33
Workman's compensation	30,483.00	44,904.00	21,983.00	27,493.00		124,863.00
Total Operating Expenses	953,068.59	10,110,009.05	1,504,823.40	426,164.43	3,166.97	12,997,232.44
Operating Income (Loss)	303,731.70	1,948,500.48	710,948.29	83,281.51	(466.97)	3,045,995.01
NONOPERATING REVENUES (EXPENSES)						
Investment income	32,884.00	115,093.00	164,418.00			312,395.00
Miscellaneous charges	9,046.55	116,078.33	3,764.49	538.64		129,428.01
Loss on asset disposal						
Interest expense and fees			(318,381.34)			(318,381.34)
Total Nonoperating Revenues (Expenses)	41,930.55	231,171.33	(150,198.85)	538.64		123,441.67
Income (Loss) Before Contributions and Transfers	345,662.25	2,179,671.81	560,749.44	83,820.15	(466.97)	3,169,436.68
Operating transfers from PILOTS	(86,375.61)	(840,960.72)	(117,048.43)		(189.00)	(1,044,573.76)
Operating transfers from (to) other funds		(1,340,000.00)				(1,340,000.00)
Change in Net Assets	259,286.64	(1,288.91)	443,701.01	83,820.15	(655.97)	784,862.92
Net assets - beginning	3,952,229.11	3,556,216.82	9,463,136.11		56,114.83	17,027,696.87
Prior period adjustment	(27,911.69)	(52,731.53)	(30,406.68)	366,239.55		255,189.65
Net assets - ending	\$ 4,183,604.06	\$ 3,502,196.38	\$ 9,876,430.44	\$ 450,059.70	\$ 55,458.86	\$ 18,067,749.44

See accompanying notes to the financial statements.

**CITY OF MONETT, MISSOURI
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
FOR THE YEAR ENDED MARCH 31, 2004**

	Major Enterprise Funds					Total Enterprise Funds
	Waterworks	Electric	Sewer	Sanitation	Fiber	
Cash flows from operating activities:						
Cash received from customers	\$ 1,386,702.27	\$11,981,574.92	\$ 2,166,336.76	\$ 475,997.71	\$ 2,700.00	\$16,013,311.66
Cash received from other sources	9,046.55	116,078.33	3,764.49	538.64	-	129,428.01
Cash payments to suppliers	(208,758.81)	(8,845,397.32)	(314,657.11)	(190,581.57)	(3,166.97)	(9,562,561.78)
Cash payments to employees	(419,830.68)	(671,680.36)	(380,354.88)	(102,352.84)	-	(1,574,218.76)
Cash payments to employee benefits and payroll taxes	(88,416.51)	(148,731.08)	(76,283.37)	(34,802.05)	-	(348,233.01)
Cash payments to other funds	-	-	-	-	-	-
Cash payments for other expenses	(53,302.80)	(118,256.30)	(81,059.33)	(32,696.15)	-	(285,314.58)
Net cash provided by (used in) operating activities	625,440.02	2,313,588.19	1,317,746.56	116,103.74	(466.97)	4,372,411.54
Cash flows from non-capital financing activities:						
Operating transfers from (to) other funds		(1,340,000.00)				(1,340,000.00)
Operating transfers from PILOTS	(86,375.61)	(840,960.72)	(117,048.43)		(189.00)	(1,044,573.76)
Prior period adjustment	(27,911.69)	(52,731.53)	(30,406.68)			(111,049.90)
Due (from) to other funds		(197,929.20)			394,060.37	196,131.17
Net cash provided by (used in) non-capital financing activities	(114,287.30)	(2,431,621.45)	(147,455.11)		393,871.37	(2,299,492.49)
Cash flows from capital and related financing activities:						
Interest expense & fees			(318,381.34)			(318,381.34)
Purchase of capital acquisitions	(115,954.40)	(287,445.88)	(2,661,105.78)	(116,103.74)	(393,404.40)	(3,574,014.20)
Premium on investment			(225,445.72)			(225,445.72)
Principal payment on capital lease						
Proceeds from bond issuance			8,950,000.00			8,950,000.00
Proceeds from temporary note			500,000.00			500,000.00
Redemption of bonds payable			(35,000.00)			(35,000.00)
Net cash provided by (used in) capital and related financing activities	(115,954.40)	(287,445.88)	6,210,067.16	(116,103.74)	(393,404.40)	5,297,158.74
Cash flows from investing activities:						
Investment income	32,884.00	115,093.00	164,418.00			312,395.00
Purchase of investments-held to maturity	(809,706.72)	(150,560.52)	(1,729,988.21)			(2,690,255.45)
Sale of investments - held to maturity						
Net cash provided by (used in) investing activities	(776,822.72)	(35,467.52)	(1,565,570.21)			(2,377,860.45)
Net increase (decrease) in cash and cash equivalents	(381,624.40)	(440,946.66)	5,814,788.40			4,992,217.34
Cash and cash equivalents - beginning	381,624.40	1,313,122.73	1,851,693.48			3,546,440.61
Cash and cash equivalents - ending	\$ 872,176.07	\$ 872,176.07	\$ 7,666,481.88	\$ 116,103.74	\$ (466.97)	\$ 8,538,657.95
Displayed as:						
Cash and cash equivalents	\$	\$ 872,176.07	\$ 7,666,481.88	\$ 116,103.74	\$ (466.97)	\$ 8,538,657.95
Restricted - cash and cash equivalents		-	7,666,481.88			7,666,481.88
Total cash, cash equivalents, and investments	\$	\$ 872,176.07	\$ 7,666,481.88	\$ 116,103.74	\$ (466.97)	\$ 8,538,657.95

RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES

Operating income (loss)	\$ 303,731.70	\$ 1,948,500.48	\$ 710,948.29	\$ 83,281.51	\$ (466.97)	\$ 3,045,995.01
Adjustments to reconcile operating income (loss) to net cash provided by (used in) operating activities:						
Depreciation	154,669.11	163,491.23	637,304.55	65,731.82		1,021,196.71
Miscellaneous charges	9,046.55	116,078.33	3,764.49	538.64		129,428.01
(Increase) decrease in accounts receivable	140,363.98	(47,818.98)	(49,434.93)	(33,448.23)		9,661.84
Increase (decrease) in workmen's compensation	5,844.00	(10,107.00)	4,739.00			476.00
Increase (decrease) in accounts payable	1,553.47	121,010.98	(13,918.72)			108,645.73
Increase (decrease) in accrued payroll	(7,218.48)	(1,182.75)	(6,062.80)			(14,464.03)
Increase (decrease) in customer deposits	(10,462.00)	(29,115.63)				(39,577.63)
Increase (decrease) in accrued compensated absences	27,911.69	52,731.53	30,406.68			111,049.90
Net cash provided by (used in) operating activities	\$ 625,440.02	\$ 2,313,588.19	\$ 1,317,746.56	\$ 116,103.74	\$ (466.97)	\$ 4,372,411.54

See accompanying notes to the financial statements.