

**INTERGOVERNMENTAL SERVICES
INTERNAL SERVICE FUND
SCHEDULE OF CASH FLOWS
For the Fiscal Year Ended December 31, 2002**

CITY OF MINNEAPOLIS, MINNESOTA

(In Thousands)

	<u>2002</u>	<u>2001</u>
Cash flows from operating activities:		
Cash received from customers and users	\$ 7,895	\$ 1,960
Payments to suppliers	(13,186)	(9,284)
Payments to employees	(5,710)	(5,253)
	<u>(11,001)</u>	<u>(12,577)</u>
Net Cash Provided (used) by operating Activities		
Cash flows from non-capital financing activities:		
Operating transfers from other funds	18,840	17,348
Operating transfers from component units	86	90
Operating transfers to other funds	(427)	(4,047)
	<u>18,499</u>	<u>13,391</u>
Net cash provided (used) by non-capital financing activities		
Cash Flows from capital and related financing activities		
Principal paid on bonds	(1,520)	-
Interest paid on bonds	(2,541)	-
Acquisition and construction of capital assets	(3,488)	(840)
Proceeds from sale of capital assets	-	14
	<u>(7,549)</u>	<u>(826)</u>
Net cash provided (used) by capital and related financing activities		
Net increase (decrease) in cash and cash equivalents	(51)	(12)
Cash and cash equivalents, beginning of year	<u>52</u>	<u>64</u>
Cash and cash equivalents, end of year	<u><u>1</u></u>	<u><u>52</u></u>
Reconciliation of operating income to net cash provided (used) by operating activities		
Operating income (loss)	<u>(20,581)</u>	<u>(15,663)</u>
Adjustment to reconcile change in net assets to net cash provided (used) by operating activities:		
Depreciation	9,109	559
Accounts receivable	13	13
Deferred changes	(200)	-
Due from other funds	1,353	(1,353)
Due to other funds	(992)	3,250
Salaries payable	94	45
Accounts payable	(582)	549
Intergovernmental payable	-	(4)
Deposit held for others	-	-
Deferred revenue	762	-
Compensated absences payable	23	27
	<u>23</u>	<u>27</u>
Net cash provided (used) by operating activities	<u><u>\$ (11,001)</u></u>	<u><u>\$ (12,577)</u></u>