

LAKETRAN
MANAGEMENT'S DISCUSSION & ANALYSIS (unaudited)
FOR THE YEARS ENDED DECEMBER 31, 2017 AND 2016
(Continued)

Net cash used for operating activities increased 64.1 percent from 2016 to 2017 and decreased 31.5 percent from 2015 to 2016. Increase for 2017 is due to local contributions to grants.

Net cash provided by noncapital financing activities increased 19.3 percent from 2016 to 2017 and decreased 19.8 percent from 2015 to 2016 due to fluctuations in sales tax and grant revenue.

Net cash provided/(used) by capital and related financing activities decreased 97.9 percent from 2016 to 2017 and increased 14,946.3 percent from 2015 to 2016 due to more capital asset additions in 2016.

Net cash provided/(used) by investment activities decreased 0.3 percent from 2016 to 2017 and increased 338.5 percent from 2015 to 2016 due to more investment purchases in 2016.

CAPITAL ASSETS AND DEBT ADMINISTRATION

Capital Assets

For years ended December 31, 2017, 2016 and 2015, Laketrans had invested in a broad range of capital assets, including land, buildings and improvements, equipment, office furniture/fixtures/equipment, parking lots, communication equipment, and vehicles for \$26,324,591, \$28,533,635, and \$22,392,621, (net), respectively. This represents a net decrease of \$2,209,044, or 7.7 percent from 2016 to 2017 which is attributable to an increase in the dollar threshold for assets to \$1,500 and a net increase of \$6,141,014 or 27.4 percent from 2015 to 2016 which is attributable to the purchase of additional transportation vehicles and equipment.

Table 4 - Capital Assets at Year End

	2017	2016	2015
Land	\$ 2,442,643	\$ 2,442,643	\$ 2,442,643
Buildings and Improvements	15,534,098	15,546,195	15,546,195
Transportation Vehicles and Equipment	40,003,790	40,152,223	35,832,411
Furniture and Equipment	583,507	686,942	626,235
Construction in Progress	811,253	0	1,175,513
	<u>59,375,291</u>	<u>58,828,003</u>	<u>55,622,997</u>
Less: Accumulated Depreciation	<u>33,050,700</u>	<u>30,294,368</u>	<u>33,230,376</u>
Total Capital Assets, Net	<u><u>\$ 26,324,591</u></u>	<u><u>\$ 28,533,635</u></u>	<u><u>\$ 22,392,621</u></u>

For more detailed information on capital asset activity, see Note 12 of the financial statements.