

**CITY OF DOVER**  
**STATEMENT OF NET ASSETS**  
**September 30, 2005**

	Government Activities	Business-Type Activities	Total
<b>ASSETS</b>			
Current Assets:			
Cash & Investments	\$ 224,533	684,234	908,767
Employee Advances	500	-	500
Receivables:			
Property Taxes	2,244	-	2,244
Other Governments	14,008	-	14,008
Other	28	6,750	6,778
Interfund Balances	38,534	(38,534)	-
Total Current Assets	279,847	652,450	932,297
Land	-	174,141	174,141
Capital Assets	38,708	4,022,891	4,061,599
Accumulated Depreciation	(22,583)	(715,576)	(738,159)
Total Capital Assets	16,125	3,481,456	3,497,581
Total Assets	\$ 295,972	4,133,906	4,429,878
<b>LIABILITIES</b>			
Current Liabilities:			
Accounts Payable	\$ 12,855	41,961	54,816
Payroll, Benefits, and Taxes Payable	2,156	4,057	6,213
Interest Payable	-	15,559	15,559
Customer Deposits	-	600	600
Current Portion Long Term Debt	-	19,694	19,694
Total Current Liabilities	15,011	81,871	96,882
Long-Term Liabilities	-	638,679	638,679
Total Liabilities	15,011	720,550	735,561
<b>NET ASSETS</b>			
Invested in Capital Assets, net of related debt	16,125	2,823,083	2,839,208
Unrestricted	264,836	50,462	315,298
Restricted	-	539,811	539,811
Total Net Assets	\$ 280,961	3,413,356	3,694,317

See accompanying notes to financial statements.

**CITY OF DOVER**  
**Statement of Activities**  
**Year Ended September 30, 2005**

	Program Revenues			Net (Expenses) Revenues and Changes in Net Assets		
	Charges for Services	Operating Grants and Contributions	Capital Grants & Contributions	Governmental Activities	Business-type Activities	Total
<b>Governmental Activities</b>						
General Government - General	\$ 136,772	-	-	(136,772)	-	(136,772)
Highways and Streets	26,936	-	-	(26,936)	-	(26,936)
Depreciation	3,037	-	-	(3,037)	-	(3,037)
Total Governmental Activities	166,745	-	-	(166,745)	-	(166,745)
<b>Business-type Activities</b>						
Water Service	83,126	-	-	-	461,277	461,277
Sewer Service	215,551	-	-	-	584,631	584,631
Total Business-Type Activities	298,677	-	-	-	1,045,908	1,045,908
Total Activities	\$ 465,422	-	-	(166,745)	1,045,908	879,163

General Revenues:

Property Taxes	37,817	-	37,817
Other Governmental	78,561	-	78,561
Interest Earnings	2,143	6,369	8,512
Franchise Fees	36,942	-	36,942
Building Permits	64,184	-	64,184
Other Revenues	9,521	-	9,521
Total general revenues and transfers	229,188	6,369	235,557
Change in Net Assets	62,443	1,052,277	1,114,720
Net assets-beginning	218,516	2,361,079	2,579,597
Net assets-ending	\$ 280,961	3,413,356	3,694,317

See accompanying notes to financial statements.

**CITY OF DOVER  
BALANCE SHEET  
GOVERNMENTAL FUNDS  
September 30, 2005**

	General Fund	Street Fund	Total
<b>ASSETS</b>			
Cash & Investments	\$ 216,769	7,764	224,533
Employee Advances	500	-	500
Receivables:			
Property Taxes	2,244	-	2,244
Other Governments	9,643	4,365	14,008
Other	28	-	28
Interfund Balances	11,287	27,247	38,534
Total Assets	<u>\$ 240,471</u>	<u>39,376</u>	<u>279,847</u>
<b>LIABILITIES</b>			
Current Liabilities:			
Accounts Payable	\$ 12,651	204	12,855
Payroll, Benefits and Taxes Payable	870	1,286	2,156
Deferred Revenue	2,207	-	2,207
Total Liabilities	<u>15,728</u>	<u>1,490</u>	<u>17,218</u>
<b>FUND EQUITY</b>			
Unreserved	224,743	37,886	262,629
Total Fund Equity	<u>224,743</u>	<u>37,886</u>	<u>262,629</u>
Total Liabilities and Fund Equity	<u>\$ 240,471</u>	<u>39,376</u>	<u>279,847</u>

**RECONCILIATION TO THE STATEMENT OF NET ASSETS:**

Total fund equity reported above	\$ 262,629
Add capital assets not reported above	38,708
Less accumulated depreciation	<u>(22,583)</u>
Net Capital Assets	16,125
Less liabilities not reported above:	-
Total liabilities not reported above	<u>-</u>
Deferred revenues for property taxes receivable	2,207
Net Assets	<u>\$ 280,961</u>

See accompanying notes to financial statements.

CITY OF DOVER  
 STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN  
 FUND BALANCES - ALL GOVERNMENTAL FUND TYPES  
 YEAR ENDED SEPTEMBER 30, 2005

	General Fund	Street Fund	Total
<b>Revenues:</b>			
Property Taxes	\$ 37,127	-	37,127
Other Governmental	39,198	39,383	78,581
Interest	2,143	-	2,143
Other Income	110,647	-	110,647
Total Revenues	189,115	39,383	228,498
<b>Expenditures:</b>			
General Government	136,772	-	136,772
Highways and Streets	-	26,936	26,936
Capital Expenditures	-	3,000	3,000
Total Expenditures	136,772	29,936	166,708
Excess of Revenues Over Expenditures	52,343	9,447	61,790
<b>Other Sources (Uses):</b>			
Transfers from Other Funds	-	-	-
Total Other Sources (Uses)	-	-	-
Net Change in Fund Balance	52,343	9,447	61,790
Fund Balance - October 1,	172,400	28,439	200,839
Fund Balance - September 30,	\$ 224,743	37,886	262,629

See accompanying notes to financial statements.

CITY OF DOVER

Reconciliation of the  
Statement of Revenues, Expenditures, and  
Changes in Fund Balances of Governmental Funds  
to the Statement of Activities

Year Ended September 30, 2005

Changes in fund balances as reported on the governmental funds statements	\$ 61,790
Increase in current property taxes not reflected in revenue on the governmental funds statements	690
Amounts reported as expenditures on the governmental funds statements not included as expenses on the government-wide statements:	
Capital Expenses	3,000
Total expenses on the governmental fund statement not included on the government-wide statement	3,000
Expenses on the government-wide statement of activity not included on the governmental funds statements:	
Depreciation	(3,037)
Total expenses on the government-wide statement of activity not included on the governmental funds statements:	(3,037)
Change in net assets on the government-wide statements	<u>\$ 62,443</u>

See accompanying notes to financial statements.

CITY OF DOVER  
STATEMENT OF NET ASSETS  
ALL PROPRIETARY FUNDS  
SEPTEMBER 30, 2005

	Water Fund	Sewer Fund	Total
<b>ASSETS</b>			
CURRENT ASSETS:			
Cash & Investments	\$ 267,286	416,948	684,234
Accounts Receivable (net)	8,569	(1,819)	6,750
Total Current Assets	275,855	415,129	690,984
Land	5,600	168,541	174,141
Capital Assets	1,019,332	3,003,559	4,022,891
Accumulated Depreciation	(266,757)	(448,819)	(715,576)
Total Capital Assets	758,175	2,723,281	3,481,456
<b>TOTAL ASSETS</b>	<b>\$ 1,034,030</b>	<b>3,138,410</b>	<b>4,172,440</b>
<b>LIABILITIES</b>			
CURRENT LIABILITIES:			
Accounts Payable	\$ 9,111	32,850	41,961
Payroll, Benefits, & Taxes Payable	1,295	2,762	4,057
Interfund Balances	2,987	35,547	38,534
Accrued Interest Payable	743	14,816	15,559
Customer Deposits	-	600	600
Current Portion of Long Term Debt	3,733	15,961	19,694
Total Current Liabilities	17,869	102,536	120,405
LONG TERM LIABILITIES:			
Notes Payable, net of current portion	173,744	464,935	638,679
Total Long Term Liabilities	173,744	464,935	638,679
<b>TOTAL LIABILITIES</b>	<b>191,613</b>	<b>567,471</b>	<b>759,084</b>
<b>NET ASSETS</b>			
Invested in Capital Assets	580,698	2,242,385	2,823,083
Unrestricted	253,578	286,233	539,811
Restricted	8,141	42,321	50,462
Total Net Assets	<b>\$ 842,417</b>	<b>2,570,939</b>	<b>3,413,356</b>

See accompanying notes to financial statements.

CITY OF DOVER  
 STATEMENT OF INCOME AND CHANGES IN NET ASSETS  
 ALL PROPRIETARY FUND TYPES  
 YEAR ENDED SEPTEMBER 30, 2005

	Water Fund	Sewer Fund	Total
<b>Operating Revenues:</b>			
Charges for Services	\$ 39,379	98,275	137,654
Hookups & Other	505,024	701,907	1,206,931
Total Operating Revenues	544,403	800,182	1,344,585
<b>Operating Expenses:</b>			
Administrative	21,006	48,437	69,443
Maintenance & Operations	32,333	105,506	137,839
Depreciation	20,673	39,949	60,622
Total Operating Expenses	74,012	193,892	267,904
Operating Income (Loss)	470,391	606,290	1,076,681
<b>Non-Operating Revenues (Expenses):</b>			
Interest Income	1,806	4,563	6,369
Interest Expense	(9,114)	(21,659)	(30,773)
Total Non-Operating Revenue (Expenses)	(7,308)	(17,096)	(24,404)
Change in Net Assets	463,083	589,194	1,052,277
Net Assets - October 1,	379,334	1,981,745	2,361,079
Net Assets - September 30,	\$ 842,417	2,570,939	3,413,356

See accompanying notes to financial statements.

CITY OF DOVER  
STATEMENT OF CASH FLOWS  
ALL PROPRIETARY FUNDS  
YEAR ENDED SEPTEMBER 30, 2005

	Proprietary Fund Types		
	Water	Sewer	Total
<b>CASH FLOWS FROM OPERATING ACTIVITIES:</b>			
Receipts from Customers and Users	\$ 537,706	805,782	1,343,488
Payments to Employees	(18,195)	(42,079)	(60,274)
Payments to Suppliers	(29,307)	(90,622)	(119,929)
Net Cash Provided by Operating Activities	490,204	673,081	1,163,285
<b>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:</b>			
Repayment on Revenue Bonds & Notes Payable	(3,554)	(15,274)	(18,828)
Payments for Capital Acquisitions	(250,285)	(333,083)	(583,368)
Interest Paid on Long Term Liabilities	(9,094)	(22,198)	(31,292)
Net Cash Used by Capital and Related Financing Activities	(262,933)	(370,555)	(633,488)
<b>CASH FLOWS FROM INVESTING ACTIVITIES:</b>			
Interest on Bank Balances	1,806	4,563	6,369
Net Cash Provided by Investing Activities	1,806	4,563	6,369
Net Increase in Cash and Cash Equivalents	229,077	307,089	536,166
Cash and Cash Equivalents, October 1,	38,209	109,859	148,068
Cash and Cash Equivalents, September 30,	\$ 267,286	416,948	684,234
<b>RECONCILIATION OF OPERATING INCOME(LOSS) TO NET CASH PROVIDED BY OPERATIONS:</b>			
Operating Income (Loss)	\$ 470,391	606,290	1,076,681
Adjustments to Reconcile to Cash Flow:			
Depreciation	20,673	39,949	60,622
(Increase)/Decrease in Receivables	(6,697)	5,600	(1,097)
Increase/(Decrease) in Accounts Payable & Accrued Expenses	5,837	21,242	27,079
Total Adjustments	19,813	66,791	86,604
Net Cash Provided by Operating Activities	\$ 490,204	673,081	1,163,285
<b>SUPPLEMENTAL DISCLOSURES:</b>			
Interest Paid	\$ 9,094	22,198	31,292

See accompanying notes to financial statements.