

CITY OF DOVER
STATEMENT OF NET ASSETS
September 30, 2008

	Government Activities	Business-Type Activities	Total
ASSETS			
Current Assets:			
Cash & Investments	\$ 397,056	777,266	1,174,322
Employee Advances	300	-	300
Receivables:			
Property Taxes	3,702	-	3,702
Other Governments	22,938	-	22,938
Other	-	82,341	82,341
Interest Receivable	-	613	613
Interfund Balances	38,534	(38,534)	-
Total Current Assets	462,530	821,686	1,284,216
Land	-	174,141	174,141
Capital Assets	630,359	9,524,956	10,155,315
Accumulated Depreciation	(60,162)	(1,000,456)	(1,060,618)
Total Capital Assets	570,197	8,698,641	9,268,838
Total Assets	\$ 1,032,727	9,520,327	10,553,054
LIABILITIES			
Current Liabilities:			
Accounts Payable	\$ 17,751	34,390	52,141
Payroll, Benefits, and Taxes Payable	3,712	7,660	11,372
Interest Payable	-	2,067	2,067
Customer Deposits	-	1,590	1,590
Current Portion Long Term Debt	-	33,198	33,198
Total Current Liabilities	21,463	78,905	100,368
Long-Term Liabilities	-	538,431	538,431
Total Liabilities	21,463	617,336	638,799
NET ASSETS			
Invested in Capital Assets, net of related debt	570,197	8,127,012	8,697,209
Unrestricted	441,067	775,979	1,217,046
Total Net Assets	\$ 1,011,264	8,902,991	9,914,255

See accompanying notes to financial statements and auditors' report.

CITY OF DOVER
Statement of Activities
Year Ended September 30, 2008

	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
Governmental Activities						
General Government - General	212,415	-	-	(212,415)	-	(212,415)
Highways and Streets	53,376	-	-	(53,376)	-	(53,376)
Depreciation	17,199	-	-	(17,199)	-	(17,199)
Total Governmental Activities	282,990	-	-	(282,990)	-	(282,990)
Business-type Activities						
Water Service	114,311	77,162	-	-	(37,149)	(37,149)
Sewer Service	285,438	181,162	5,206,973	-	5,102,697	5,102,697
Total Business-Type Activities	399,749	258,324	5,206,973	-	5,065,548	5,065,548
Total Activities	\$ 682,739	258,324	5,206,973	(282,990)	5,065,548	4,782,558
General Revenues:						
Property Taxes				53,713	-	53,713
Other Governmental				127,471	-	127,471
Interest Earnings				12,945	21,852	34,797
Franchise Fees				8,431	-	8,431
Building Permits				30,006	-	30,006
Other Revenues				79,614	-	79,614
Total general revenues and transfers				312,180	21,852	334,032
Change in Net Assets				29,190	5,087,400	5,116,590
Net assets-beginning				994,654	3,815,591	4,810,245
Prior Period Adjustment				(12,580)	-	(12,580)
Net assets-ending				\$ 1,011,264	8,902,991	9,914,255

See accompanying notes to financial statements and auditors' report.

**CITY OF DOVER
BALANCE SHEET
GOVERNMENTAL FUNDS
September 30, 2008**

	General Fund	Street Fund	Total
ASSETS			
Cash & Investments	\$ 372,355	24,701	397,056
Employee Advances	300	-	300
Receivables:			
Property Taxes	3,702	-	3,702
Other Governments	18,006	4,932	22,938
Interfund Balances	11,287	27,247	38,534
Total Assets	\$ 405,650	56,880	462,530
LIABILITIES			
Current Liabilities:			
Accounts Payable	\$ 17,751	-	17,751
Payroll, Benefits and Taxes Payable	3,712	-	3,712
Deferred Revenue	2,861	-	2,861
Total Liabilities	24,324	-	24,324
FUND EQUITY			
Unreserved	381,326	56,880	438,206
Total Fund Equity	381,326	56,880	438,206
Total Liabilities and Fund Equity	\$ 405,650	56,880	462,530
RECONCILIATION TO THE STATEMENT OF NET ASSETS:			
Total fund equity reported above			\$ 438,206
Add capital assets not reported above		630,359	
Less accumulated depreciation		(60,162)	
Net Capital Assets			570,197
Deferred revenues for property taxes and franchise fees receivable			2,861
Net Assets			\$ 1,011,264

See accompanying notes to financial statements and auditors' report.

CITY OF DOVER
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCES - ALL GOVERNMENTAL FUND TYPES
YEAR ENDED SEPTEMBER 30, 2008

	General Fund	Street Fund	Total
Revenues:			
Property Taxes	\$ 56,680	-	56,680
Other Governmental	84,359	51,543	135,902
Interest	12,126	819	12,945
Other Income	109,620	-	109,620
Total Revenues	262,785	52,362	315,147
Expenditures:			
General Government	212,415	-	212,415
Highways and Streets	-	53,376	53,376
Capital Expenditures	-	-	-
Total Expenditures	212,415	53,376	265,791
Excess of Revenues Over Expenditures	50,370	(1,014)	49,356
Other Sources (Uses):			
Transfers from Other Funds	-	-	-
Total Other Sources (Uses)	-	-	-
Net Change in Fund Balance	50,370	(1,014)	49,356
Fund Balance - October 1, Prior Period Adjustment	343,536 (12,580)	57,894 -	401,430 (12,580)
Fund Balance - September 30,	\$ 381,326	56,880	438,206

See accompanying notes to financial statements and auditors' report.

CITY OF DOVER
STATEMENT OF NET ASSETS
ALL PROPRIETARY FUNDS
SEPTEMBER 30, 2008

	Water Fund	Sewer Fund	Total
ASSETS			
CURRENT ASSETS:			
Cash & Investments	\$ 362,997	414,269	777,266
Accounts Receivable (net)	31,483	50,858	82,341
Interest Receivable	-	613	613
Total Current Assets	394,480	465,740	860,220
Land	5,600	168,541	174,141
Capital Assets	1,137,080	8,387,876	9,524,956
Accumulated Depreciation	(352,943)	(647,513)	(1,000,456)
Total Capital Assets	789,737	7,908,904	8,698,641
TOTAL ASSETS	\$ 1,184,217	8,374,644	9,558,861
LIABILITIES			
CURRENT LIABILITIES:			
Accounts Payable	\$ 15,172	19,218	34,390
Payroll, Benefits, & Taxes Payable	3,226	4,434	7,660
Interfund Balances	2,987	35,547	38,534
Accrued Interest Payable	565	1,502	2,067
Customer Deposits	990	600	1,590
Current Portion of Long Term Debt	9,079	24,119	33,198
Total Current Liabilities	32,019	85,420	117,439
LONG TERM LIABILITIES:			
Notes Payable, net of current portion	147,260	391,171	538,431
Total Long Term Liabilities	147,260	391,171	538,431
TOTAL LIABILITIES	179,279	476,591	655,870
NET ASSETS			
Invested in Capital Assets	633,398	7,493,614	8,127,012
Unrestricted	354,644	359,555	714,199
Restricted	16,896	44,884	61,780
Total Net Assets	\$ 1,004,938	7,898,053	8,902,991

See accompanying notes to financial statements and auditors' report.

CITY OF DOVER
 STATEMENT OF INCOME AND CHANGES IN NET ASSETS
 ALL PROPRIETARY FUND TYPES
 YEAR ENDED SEPTEMBER 30, 2008

	Water Fund	Sewer Fund	Total
Operating Revenues:			
Charges for Services	\$ 76,007	165,354	241,361
Hookups & Other	1,155	15,808	16,963
Total Operating Revenues	77,162	181,162	258,324
Operating Expenses:			
Administrative	19,837	24,887	44,724
Maintenance & Operations	57,327	148,040	205,367
Depreciation	29,033	90,957	119,990
Total Operating Expenses	106,197	263,884	370,081
Operating Income (Loss)	(29,035)	(82,722)	(111,757)
Non-Operating Revenues (Expenses):			
Interest Income	10,194	11,658	21,852
Other Income	-	5,206,973	5,206,973
Interest Expense	(8,114)	(21,554)	(29,668)
Total Non-Operating Revenue (Expenses)	2,080	5,197,077	5,199,157
Change in Net Assets	(26,955)	5,114,355	5,087,400
Net Assets - October 1,	1,031,893	2,783,698	3,815,591
Net Assets - September 30,	<u>\$ 1,004,938</u>	<u>7,898,053</u>	<u>8,902,991</u>

See accompanying notes to financial statements and auditors' report.

CITY OF DOVER
STATEMENT OF CASH FLOWS
ALL PROPRIETARY FUNDS
YEAR ENDED SEPTEMBER 30, 2008

	Proprietary Fund Types		
	Water	Sewer	Total
CASH FLOWS FROM OPERATING ACTIVITIES:			
Receipts from Customers and Users	\$ 55,030	144,586	199,616
Payments to Employees	(45,748)	(62,140)	(107,888)
Payments to Suppliers	(17,327)	(101,678)	(119,005)
Net Cash Used by Operating Activities	(8,045)	(19,232)	(27,277)
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:			
Repayment on Revenue Bonds & Notes Payable	(8,783)	(23,330)	(32,113)
Payments for Capital Acquisitions	(12,945)	(89,867)	(102,812)
Interest Paid on Long Term Liabilities	(8,114)	(21,554)	(29,668)
Net Cash Used by Capital and Related Financing Activities	(29,842)	(134,751)	(164,593)
CASH FLOWS FROM INVESTING ACTIVITIES:			
Interest on Bank Balances	10,194	11,045	21,239
Net Cash Provided by Investing Activities	10,194	11,045	21,239
Net Decrease in Cash and Cash Equivalents	(27,693)	(142,938)	(170,631)
Cash and Cash Equivalents, October 1,	390,690	557,207	947,897
Cash and Cash Equivalents, September 30,	\$ 362,997	414,269	777,266
RECONCILIATION OF OPERATING INCOME(LOSS) TO NET CASH PROVIDED BY OPERATIONS:			
Operating Income (Loss)	\$ (29,035)	(82,722)	(111,757)
Adjustments to Reconcile to Cash Flow:			
Depreciation	29,033	90,957	119,990
(Increase)/Decrease in Receivables	(23,122)	(36,576)	(59,698)
Increase/(Decrease) in Accounts Payable & Accrued Expenses	15,079	9,109	24,188
Total Adjustments	20,990	63,490	84,480
Net Cash Used by Operating Activities	\$ (8,045)	(19,232)	(27,277)
SUPPLEMENTAL DISCLOSURES:			
Interest Paid	\$ 8,114	21,554	29,668

See accompanying notes to financial statements and auditors' report.