



**CITY OF DOVER**  
**STATEMENT OF NET ASSETS**  
**September 30, 2011**

	Primary Government			Component Unit
	Government Activities	Business-Type Activities	Total	Urban Renewal Agency
<b>ASSETS</b>				
Current Assets:				
Cash & Cash Equivalents	\$ 408,973	56,607	465,580	-
Investments	-	48,794	48,794	-
Receivables:				
Property Taxes (net)	5,328	-	5,328	614,018
Other Governments (net)	23,692	-	23,692	-
Grants Receivable	53,550	-	53,550	-
Other	-	32,861	32,861	-
Interest	13,930	2,720	16,650	-
Total Current Assets	505,473	140,982	646,455	614,018
Land	-	174,141	174,141	-
Capital Assets, net	651,975	7,632,748	8,284,723	-
Total Capital Assets	651,975	7,806,889	8,458,864	-
Other Assets:				
Interfund Balances	280,183	(280,183)	-	-
Note Receivable - DURA	-	1,174,095	1,174,095	(1,174,095)
Restricted Cash	-	-	-	465,000
Bond Fees (net)	-	-	-	21,652
Total Other Assets	280,183	893,912	1,174,095	(687,443)
Total Assets	\$ 1,437,631	8,841,783	10,279,414	(73,425)
<b>LIABILITIES</b>				
Current Liabilities:				
Cash Deficit	\$ -	-	-	307,186
Accounts Payable	23,259	17,063	40,322	-
Payroll, Benefits, and Taxes Payable	22,288	6,486	28,774	-
Interest Payable	-	15,842	15,842	12,308
Deferred Tax Revenue	-	-	-	589,259
Customer Deposits	-	7,750	7,750	-
Compensated Absences Payable	1,193	1,249	2,442	-
Current Portion of Long Term Debt	-	39,207	39,207	180,843
Total Current Liabilities	46,740	87,597	134,337	1,089,596
Long Term Liabilities	-	425,670	425,670	5,328,515
Total Liabilities	46,740	513,267	560,007	6,418,111
<b>NET ASSETS</b>				
Invested in Capital Assets, net of related debt	651,975	7,342,012	7,993,987	-
Restricted	-	61,780	61,780	(465,000)
Unrestricted	738,916	924,724	1,663,640	(6,026,536)
Total Net Assets	\$ 1,390,891	8,328,516	9,719,407	(6,491,536)

See accompanying notes to financial statements and auditors' report.

**CITY OF DOVER**  
**Statement of Activities**  
**Year Ended September 30, 2011**

	Program Revenues			Net (Expenses) Revenues and Changes in Net Assets			
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Primary Government		Component Unit
					Governmental Activities	Business-type Activities	
<b>Governmental Activities</b>							
General Government	\$ 196,780	-	9,055	-	(187,725)	(187,725)	(338,878)
Highway and Streets	21,350	-	-	-	(21,350)	(21,350)	-
Transportation	127,812	-	-	285,810	157,988	157,988	-
Depreciation - Unallocated	24,617	-	-	-	(24,617)	(24,617)	-
Total Governmental Activities	370,559	-	9,055	285,810	(75,694)	(75,694)	(338,878)
<b>Business-type Activities</b>							
Water Service	153,743	123,225	-	-	(30,518)	(30,518)	-
Sewer Service	443,385	234,350	-	-	(209,035)	(209,035)	-
Total Business-type Activities	597,128	357,575	-	-	(239,553)	(239,553)	-
Total Activities	\$ 967,687	357,575	9,055	285,810	(75,694)	(315,247)	(338,878)

General Revenues:

Property Taxes	\$ 67,195	-	67,195	516,320
Other Governmental	132,223	-	132,223	-
Interest Earnings	6,650	5,616	12,266	3,888
Other Revenues	78,917	-	78,917	-
Total General Revenues and Transfers	284,985	5,616	290,601	520,208
Change in Net Assets	209,291	(233,937)	(24,646)	181,330
Net Assets-Beginning	1,181,600	8,562,463	9,744,053	(6,672,866)
Net Assets-Ending	\$ 1,390,891	8,328,516	9,719,407	(6,491,536)

See accompanying notes to financial statements and auditors' report

**CITY OF DOVER  
BALANCE SHEET  
GOVERNMENTAL FUNDS  
September 30, 2011**

	General Fund	Street Fund	Transportation Fund	Total
<b>ASSETS</b>				
Cash & Investments	\$ 237,058	121,465	50,450	408,973
Receivables:				
Property Taxes	5,328	-	-	5,328
Other Governments	19,594	4,098	-	23,692
Grants Receivable	-	-	53,550	53,550
Interest	13,930	-	-	13,930
Interfund Balances	316,402	5,229	(41,448)	280,183
Total Assets	<u>\$ 592,312</u>	<u>130,792</u>	<u>62,552</u>	<u>785,656</u>
<b>LIABILITIES</b>				
Current Liabilities:				
Accounts Payable and Accrued Expenses	\$ 15,176	376	7,705	23,259
Payroll, Benefits and Taxes Payable	10,133	643	11,512	22,288
Deferred Revenue	5,181	-	-	5,181
Total Liabilities	<u>30,492</u>	<u>1,019</u>	<u>19,217</u>	<u>50,728</u>
<b>FUND EQUITY</b>				
Assigned	-	129,773	43,335	173,108
Unassigned	561,820	-	-	561,820
Total Fund Equity	<u>561,820</u>	<u>129,773</u>	<u>43,335</u>	<u>734,928</u>
Total Liabilities and Fund Equity	<u>\$ 592,312</u>	<u>130,792</u>	<u>62,552</u>	<u>785,656</u>
<b>RECONCILIATION TO THE STATEMENT OF NET ASSETS:</b>				
Total fund equity reported above				\$ 734,928
Add capital assets not reported above			769,869	
Less accumulated depreciation			(117,894)	
Net Capital Assets				<u>651,975</u>
Deduct compensated absences payable not reported above				(1,193)
Deferred revenues for property taxes and franchise fees receivable				<u>5,181</u>
Net Assets				<u>\$ 1,390,891</u>

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, 2011

	General Fund	Street Fund	Transportation Fund	Total
<b>Revenues:</b>				
Property Taxes	\$ 66,744	-	-	66,744
Other Governmental	75,594	56,629	-	132,223
Interest	6,495	145	10	6,650
Other Income	78,255	-	662	78,917
Donations & Grants	9,055	-	285,810	294,865
Total Revenues	236,143	56,774	286,482	579,399
<b>Expenditures:</b>				
General Government	196,736	-	-	196,736
Highways and Streets	-	21,350	-	21,350
Transportation Department	-	-	127,812	127,812
Capital Expenditures	4,166	19,950	115,335	139,451
Total Expenditures	200,902	41,300	243,147	485,349
Excess of Revenues Over Expenditures	35,241	15,474	43,335	94,050
<b>Other Sources (Uses):</b>				
Transfers from Other Funds	-	-	-	-
Total Other Sources (Uses)	-	-	-	-
Net Change in Fund Balance	35,241	15,474	43,335	94,050
Fund Balance - October 1,	526,579	114,299	-	640,878
Fund Balance - September 30,	\$ 561,820	129,773	43,335	734,928

See accompanying notes to financial statements and auditors' report.

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, 2011

Changes in fund balances as reported on the governmental funds statements	\$ 94,050
Increase in current property taxes not reflected in revenue on the governmental funds statements	451
Expenses on the governmental fund statement not included on the government-wide statement of activity:	
Capital Asset Purchase	139,451
Total expenses on the governmental fund statement not included on the government-wide statement	139,451
Income on the government-wide statement of activity not included on the governmental funds statements:	
Capital Contributions and Grants	-
Total income on the governmental fund statement not included on the government-wide statement	-
Expenses on the government-wide statement of activity not included on the governmental funds statements:	
Depreciation	(24,617)
Compensated Absences	(44)
Total expenses on the government-wide statement of activity not included on the governmental funds statements:	(24,661)
Change in net assets on the government-wide statements	<u>\$ 209,291</u>

See accompanying notes to financial statements and auditors' report.



CITY OF DOVER  
STATEMENT OF NET ASSETS  
ALL PROPRIETARY FUNDS  
SEPTEMBER 30, 2011

	Water Fund	Sewer Fund	Total
<b>ASSETS</b>			
<b>CURRENT ASSETS:</b>			
Cash & Cash Equivalents	\$ 20,458	36,149	56,607
Investments	-	48,794	48,794
Accounts Receivable (net)	11,173	21,688	32,861
Interest Receivable	191	2,529	2,720
<b>Total Current Assets</b>	<b>31,822</b>	<b>109,160</b>	<b>140,982</b>
Land	5,600	168,541	174,141
Capital Assets	1,137,080	8,387,876	9,524,956
Accumulated Depreciation	(440,940)	(1,451,268)	(1,892,208)
<b>Total Capital Assets</b>	<b>701,740</b>	<b>7,105,149</b>	<b>7,806,889</b>
<b>OTHER ASSETS:</b>			
Interfund Balances	306,133	(586,316)	(280,183)
DURA Note Receivable	84,239	1,089,856	1,174,095
<b>Total Other Assets</b>	<b>390,372</b>	<b>503,540</b>	<b>893,912</b>
<b>TOTAL ASSETS</b>	<b>\$ 1,123,934</b>	<b>7,717,849</b>	<b>8,841,783</b>
<b>LIABILITIES</b>			
<b>CURRENT LIABILITIES:</b>			
Accounts Payable	\$ 9,977	7,086	17,063
Payroll, Benefits, & Taxes Payable	3,048	3,438	6,486
Interest Payable	523	15,319	15,842
Customer Deposits	3,875	3,875	7,750
Compensated Absences	131	1,118	1,249
Current Portion of Long Term Debt	10,723	28,464	39,207
<b>Total Current Liabilities</b>	<b>28,277</b>	<b>59,320</b>	<b>87,597</b>
<b>LONG TERM LIABILITIES:</b>			
Notes Payable, net of current portion	116,420	309,250	425,670
<b>Total Long Term Liabilities</b>	<b>116,420</b>	<b>309,250</b>	<b>425,670</b>
<b>TOTAL LIABILITIES</b>	<b>144,697</b>	<b>368,570</b>	<b>513,267</b>
<b>NET ASSETS</b>			
Invested in Capital Assets, net of related debt	574,597	6,767,415	7,342,012
Restricted:			
Expendable:			
Restricted for debt covenants	16,896	44,884	61,780
Unrestricted	387,744	536,980	924,724
<b>Total Net Assets</b>	<b>\$ 979,237</b>	<b>7,349,279</b>	<b>8,328,516</b>

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, 2011

	Water Fund	Sewer Fund	Total
<b>Operating Revenues:</b>			
Charges for Services	\$ 117,811	227,864	345,675
Hookups & Other	5,414	6,486	11,900
Total Operating Revenues	123,225	234,350	357,575
<b>Operating Expenses:</b>			
Administrative	23,755	42,348	66,103
Maintenance & Operations	93,359	110,193	203,552
Depreciation	29,428	267,823	297,251
Total Operating Expenses	146,542	420,364	566,906
Operating Income (Loss)	(23,317)	(186,014)	(209,331)
<b>Non-Operating Revenues (Expenses):</b>			
Interest Income	338	5,278	5,616
Interest Expense	(7,200)	(23,022)	(30,222)
Total Non-Operating Revenue (Expenses)	(6,862)	(17,744)	(24,606)
Change in Net Assets	(30,179)	(203,758)	(233,937)
Net Assets - October 1,	1,009,417	7,553,036	8,562,453
Net Assets - September 30,	\$ 979,238	7,349,278	8,328,516

See accompanying notes to financial statements and auditors' report.



CITY OF DOVER  
STATEMENT OF CASH FLOWS  
ALL PROPRIETARY FUNDS  
YEAR ENDED SEPTEMBER 30, 2011

	Proprietary Fund Types		
	Water	Sewer	Total
<b>CASH FLOWS FROM OPERATING ACTIVITIES:</b>			
Receipts from Customers and Users	\$ 125,551	237,706	363,257
Payments to Employees	(36,295)	(44,485)	(80,780)
Payments to Suppliers	(81,628)	(103,876)	(185,504)
Net Cash Provided by Operating Activities	7,628	89,345	96,973
<b>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:</b>			
Proceeds of Capital Assets	-	2,000	2,000
Purchase of Capital Assets	(2,000)	-	(2,000)
Repayment on Revenue Bonds & Notes Payable Due to Other Funds	(10,220)	(27,146)	(37,366)
Interest Paid on Long Term Liabilities	(6,677)	(17,737)	(24,414)
Net Cash Used by Capital and Related Financing Activities	(18,897)	(92,087)	(110,984)
<b>CASH FLOWS FROM INVESTING ACTIVITIES:</b>			
Purchase of Investments	-	(2,056)	(2,056)
Due from other funds	12,070	-	12,070
Interest on Bank Balances	305	4,869	5,175
Net Cash Provided by Investing Activities	12,375	2,813	15,189
Net Increase in Cash and Cash Equivalents	1,107	71	1,178
Cash and Cash Equivalents, October 1,	19,351	36,078	55,429
Cash and Cash Equivalents, September 30,	\$ 20,458	36,149	56,607
<b>RECONCILIATION OF OPERATING INCOME(LOSS) TO NET CASH PROVIDED BY OPERATIONS:</b>			
Operating Income (Loss)	\$ (23,317)	(186,014)	(209,331)
Adjustments to Reconcile to Cash Flow:			
Depreciation	29,428	267,823	297,251
(Increase)/Decrease in Accounts Receivable	1,092	2,121	3,213
Increase/(Decrease) in Accounts Payable & Accruals	(809)	4,180	3,371
Increase/(Decrease) in Customer Deposits	1,234	1,235	2,469
Total Adjustments	30,945	275,359	306,304
Net Cash Provided by Operating Activities	\$ 7,628	89,345	96,973

See accompanying notes to financial statements and auditors' report.