

CITY OF DOVER
STATEMENT OF NET ASSETS
September 30, 2010

	Primary Government			Component Units
	Government Activities	Business-Type Activities	Total	Urban Renewal Agency
ASSETS				
Current Assets:				
Cash & Cash Equivalents	\$ 306,282	55,429	361,711	-
Investments	-	46,738	46,738	-
Receivables:				
Property Taxes (net)	4,794	-	4,794	531,629
Other Governments (net)	22,865	-	22,865	-
Other	-	36,074	36,074	-
Interest	9,033	2,278	11,311	-
Total Current Assets	342,974	140,519	483,493	531,629
Land	-	174,141	174,141	-
Capital Assets, net	537,140	7,929,999	8,467,139	-
Total Capital Assets	537,140	8,104,140	8,641,280	-
Other Assets:				
Interfund Balances	317,317	(317,317)	-	-
Note Receivable - DURA	-	1,174,095	1,174,095	(1,174,095)
Restricted Cash	-	-	-	465,000
Bond Fees (net)	-	-	-	22,791
Total Other Assets	317,317	856,778	1,174,095	(686,304)
Total Assets	\$ 1,197,431	9,101,437	10,298,868	(154,675)
LIABILITIES				
Current Liabilities:				
Cash Deficit	\$ -	-	-	314,870
Accounts Payable	8,132	12,646	20,778	1,842
Payroll, Benefits, and Taxes Payable	6,551	7,661	14,212	-
Interest Payable	-	10,034	10,034	12,115
Deferred Tax Revenue	-	-	-	508,101
Customer Deposits	-	5,281	5,281	-
Compensated Absences Payable	1,148	1,120	2,268	-
Current Portion of Long Term Debt	-	37,667	37,667	171,904
Total Current Liabilities	15,831	74,409	90,240	1,008,832
Long Term Liabilities	-	464,575	464,575	5,509,359
Total Liabilities	15,831	538,984	554,815	6,518,191
NET ASSETS				
Invested in Capital Assets, net of related debt	537,140	7,601,898	8,139,038	-
Restricted	-	61,780	61,780	(465,000)
Unrestricted	644,460	898,775	1,543,235	(6,207,866)
Total Net Assets	\$ 1,181,600	8,562,453	9,744,053	(6,672,866)

See accompanying notes to financial statements and auditors' report.

CITY OF DOVER
Statement of Activities
Year Ended September 30, 2010

	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	
Governmental Activities							
General Government	\$ 178,574	-	-	-	(178,574)	-	(615,101)
Highway and Streets	32,415	-	-	-	(32,415)	-	-
Depreciation - Unallocated	17,296	-	-	-	(17,296)	-	-
Total Governmental Activities	228,285	-	-	-	(228,285)	-	(615,101)
Business-type Activities							
Water Service	177,004	106,714	-	-	-	(70,290)	(70,290)
Sewer Service	429,178	219,688	-	-	-	(209,490)	(209,490)
Total Business-type Activities	606,182	326,402	-	-	-	(279,780)	(279,780)
Total Activities	\$ 834,467	326,402	-	-	(228,285)	(279,780)	(508,065)
General Revenues:							
Property Taxes	\$ 64,288	-	-	-	64,288	-	509,719
Other Governmental	124,086	-	-	-	124,086	-	-
Interest Earnings	6,185	-	-	-	4,916	11,101	6,840
Other Revenues	98,099	-	-	-	98,099	-	-
Total General Revenues and Transfers	292,658	-	-	-	4,916	297,574	516,559
Change in Net Assets	64,373	-	-	-	(274,864)	(210,491)	(98,542)
Net Assets-Beginning	1,117,227	-	-	-	8,837,317	9,954,544	(6,574,324)
Net Assets-Ending	\$ 1,181,600	-	-	-	8,562,453	9,744,053	(6,572,866)

See accompanying notes to financial statements and auditors' report.

**CITY OF DOVER
BALANCE SHEET
GOVERNMENTAL FUNDS
September 30, 2010**

	General Fund	Street Fund	Total
ASSETS			
Cash & Investments	\$ 202,169	104,113	306,282
Receivables:			
Property Taxes	4,794	-	4,794
Other Governments	18,559	4,306	22,865
Interest	9,033	-	9,033
Interfund Balances	310,339	6,978	317,317
Total Assets	<u>\$ 544,894</u>	<u>115,397</u>	<u>660,291</u>
LIABILITIES			
Current Liabilities:			
Accounts Payable and Accrued Expenses	\$ 7,692	440	8,132
Payroll, Benefits and Taxes Payable	5,893	658	6,551
Deferred Revenue	4,730	-	4,730
Total Liabilities	<u>18,315</u>	<u>1,098</u>	<u>19,413</u>
FUND EQUITY			
Unreserved	526,579	114,299	640,878
Total Fund Equity	<u>526,579</u>	<u>114,299</u>	<u>640,878</u>
Total Liabilities and Fund Equity	<u>\$ 544,894</u>	<u>115,397</u>	<u>660,291</u>
RECONCILIATION TO THE STATEMENT OF NET ASSETS:			
Total fund equity reported above			\$ 640,878
Add capital assets not reported above		630,418	
Less accumulated depreciation		(93,278)	
Net Capital Assets			<u>537,140</u>
Deduct compensated absences payable not reported above			(1,148)
Deferred revenues for property taxes and franchise fees receivable			4,730
Net Assets			<u>\$ 1,181,600</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, 2010

	General Fund	Street Fund	Total
Revenues:			
Property Taxes	\$ 64,288	-	64,288
Other Governmental	69,875	54,211	124,086
Interest	5,969	216	6,185
Other Income	98,099	-	98,099
Total Revenues	238,231	54,427	292,658
Expenditures:			
General Government	179,963	-	179,963
Highways and Streets	-	32,415	32,415
Capital Expenditures	-	-	-
Total Expenditures	179,963	32,415	212,378
Excess of Revenues Over Expenditures	58,268	22,012	80,280
Other Sources (Uses):			
Transfers from Other Funds	-	-	-
Total Other Sources (Uses)	-	-	-
Net Change in Fund Balance	58,268	22,012	80,280
Fund Balance - October 1,	468,311	92,287	560,598
Fund Balance - September 30,	\$ 526,579	114,299	640,878

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, 2010

Changes in fund balances as reported on the governmental funds statements	\$	80,280
Increase in current property taxes not reflected in revenue on the governmental funds statements		786
Expenses on the governmental fund statement not included on the government-wide statement of activity:		
Capital Asset Purchase	1,278	
Total expenses on the governmental fund statement not included on the government-wide statement		1,278
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	(17,296)	
Compensated Absences	(675)	
Total expenses on the government-wide statement of activity not included on the governmental funds statements:		(17,971)
Change in net assets on the government-wide statements	\$	<u>64,373</u>

See accompanying notes to financial statements and auditors' report.

CITY OF DOVER
STATEMENT OF NET ASSETS
ALL PROPRIETARY FUNDS
SEPTEMBER 30, 2010

	Water Fund	Sewer Fund	Total
ASSETS			
CURRENT ASSETS:			
Cash & Cash Equivalents	\$ 19,351	36,078	55,429
Investments	-	46,738	46,738
Accounts Receivable (net)	12,265	23,809	36,074
Interest Receivable	159	2,119	2,278
Total Current Assets	31,775	108,744	140,519
Land	5,600	168,541	174,141
Capital Assets	1,135,080	8,389,876	9,524,956
Accumulated Depreciation	(411,512)	(1,183,445)	(1,594,957)
Total Capital Assets	729,168	7,374,972	8,104,140
OTHER ASSETS:			
Interfund Balances	318,203	(635,520)	(317,317)
DURA Note Receivable	84,239	1,089,856	1,174,095
Total Other Assets	402,442	454,336	856,778
TOTAL ASSETS	\$ 1,163,385	7,938,052	9,101,437
LIABILITIES			
CURRENT LIABILITIES:			
Accounts Payable	\$ 10,326	2,320	12,646
Payroll, Benefits, & Taxes Payable	3,335	4,326	7,661
Interest Payable	-	10,034	10,034
Customer Deposits	2,641	2,640	5,281
Compensated Absences	304	816	1,120
Current Portion of Long Term Debt	10,521	27,146	37,667
Total Current Liabilities	27,127	47,282	74,409
LONG TERM LIABILITIES:			
Notes Payable, net of current portion	126,841	337,734	464,575
Total Long Term Liabilities	126,841	337,734	464,575
TOTAL LIABILITIES	153,968	385,016	538,984
NET ASSETS			
Invested in Capital Assets, net of related debt	591,806	7,010,092	7,601,898
Unrestricted	400,715	498,060	898,775
Restricted for debt covenants (expendable)	16,896	44,884	61,780
Total Net Assets	\$ 1,009,417	7,553,036	8,562,453

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, 2010

	Water Fund	Sewer Fund	Total
Operating Revenues:			
Charges for Services	\$ 102,318	212,130	314,448
Hookups & Other	4,396	7,558	11,954
Total Operating Revenues	106,714	219,688	326,402
Operating Expenses:			
Administrative	24,748	41,721	66,469
Maintenance & Operations	116,259	96,403	212,662
Depreciation	29,429	267,822	297,251
Total Operating Expenses	170,436	405,946	576,382
Operating Income (Loss)	(63,722)	(186,258)	(249,980)
Non-Operating Revenues (Expenses):			
Interest Income	247	4,669	4,916
Interest Expense	(6,568)	(23,232)	(29,800)
Total Non-Operating Revenue (Expenses)	(6,321)	(18,563)	(24,884)
Change in Net Assets	(70,043)	(204,821)	(274,864)
Net Assets - October 1,	1,079,460	7,757,857	8,837,317
Net Assets - September 30,	\$ 1,009,417	7,553,036	8,562,453

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CITY OF DOVER
STATEMENT OF CASH FLOWS
ALL PROPRIETARY FUNDS
YEAR ENDED SEPTEMBER 30, 2010

	Proprietary Fund Types		
	Water	Sewer	Total
CASH FLOWS FROM OPERATING ACTIVITIES:			
Receipts from Customers and Users	\$ 112,248	233,022	345,270
Payments to Employees	(37,208)	(49,081)	(86,289)
Payments to Suppliers	(101,284)	(90,955)	(192,239)
Net Cash Provided (Used) by Operating Activities	(26,244)	92,985	66,742
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:			
Proceeds of Capital Assets	1,634	-	1,634
Purchase of Capital Assets	-	(1,634)	(1,634)
Repayment on Revenue Bonds & Notes Payable	(9,725)	(25,831)	(35,556)
Due to Other Funds	-	(57,654)	(57,654)
Interest Paid on Long Term Liabilities	(7,173)	(19,051)	(26,224)
Net Cash Used by Capital and Related Financing Activities	(15,264)	(104,170)	(119,434)
CASH FLOWS FROM INVESTING ACTIVITIES:			
Purchase of Investments	-	(1,969)	(1,969)
Due from other funds	41,853	-	41,853
Interest on Bank Balances	784	11,628	12,412
Net Cash Provided by Investing Activities	42,637	9,659	52,296
Net Increase (Decrease) in Cash and Cash Equivalents	1,129	(1,525)	(396)
Cash and Cash Equivalents, October 1,	18,222	37,603	55,825
Cash and Cash Equivalents, September 30,	\$ 19,351	36,078	55,429
RECONCILIATION OF OPERATING INCOME(LOSS) TO NET CASH PROVIDED BY OPERATIONS:			
Operating Income (Loss)	\$ (63,722)	(186,258)	(249,980)
Adjustments to Reconcile to Cash Flow:			
Depreciation	29,429	267,822	297,251
(Increase)/Decrease in Accounts Receivable	5,818	11,294	17,112
Increase/(Decrease) in Accounts Payable & Accruals	2,515	(1,912)	603
Increase/(Decrease) in Customer Deposits	(284)	2,040	1,756
Total Adjustments	37,478	279,244	316,722
Net Cash Provided (Used) by Operating Activities	\$ (26,244)	92,985	66,742

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