

**CITY OF DOVER**  
**STATEMENT OF NET ASSETS**  
**September 30, 2009**

	Primary Government			Component Units
	Government Activities	Business-Type Activities	Total	Urban Renewal Agency
<b>ASSETS</b>				
Current Assets:				
Cash & Cash Equivalents	\$ 216,761	55,825	272,586	-
Investments	-	44,769	44,769	-
Receivables:				
Property Taxes (net)	4,387	-	4,387	530,249
Other Governments (net)	22,784	-	22,784	-
Other	-	53,186	53,186	-
Interest	4,248	9,774	14,022	-
Total Current Assets	248,180	163,554	411,734	530,249
Land	-	174,141	174,141	-
Capital Assets, net	553,157	8,227,250	8,780,407	-
Total Capital Assets	553,157	8,401,391	8,954,548	-
Other Assets:				
Interfund Balances	333,118	(333,118)	-	-
Note Receivable - DURA	-	1,174,095	1,174,095	-
Restricted Cash	-	-	-	465,000
Bond Fees	-	-	-	23,932
Total Other Assets	333,118	840,977	1,174,095	488,932
Total Assets	\$ 1,134,455	9,405,922	10,540,377	1,019,181
<b>LIABILITIES</b>				
Current Liabilities:				
Cash Deficit	\$ -	-	-	47,474
Accounts Payable	11,902	10,323	22,225	196
Payroll, Benefits, and Taxes Payable	4,854	8,556	13,410	-
Interest Payable	-	6,458	6,458	19,933
Deferred Tax Revenue	-	-	-	502,804
Customer Deposits	-	3,525	3,525	-
Compensated Absences Payable	472	1,945	2,417	-
Current Portion of Long Term Debt	-	34,891	34,891	158,958
Total Current Liabilities	17,228	65,698	82,926	729,365
Long Term Liabilities	-	502,907	502,907	6,864,140
Total Liabilities	17,228	568,605	585,833	7,593,505
<b>NET ASSETS</b>				
Invested in Capital Assets, net of related debt	553,157	7,863,593	8,416,750	-
Restricted	-	61,780	61,780	(465,000)
Unrestricted	554,070	911,944	1,475,014	(6,109,324)
Total Net Assets	\$ 1,117,227	8,837,317	9,954,544	(6,574,324)

See accompanying notes to financial statements and auditors' report.

**CITY OF DOVER**  
**Statement of Activities**  
**Year Ended September 30, 2009**

	Program Revenues				Net (Expenses) Revenues and Changes in Net Assets			Component Unit Urban Renewal Agency	
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Primary Government Business-type Activities			Total
						Governmental Activities	Business-type Activities		
<b>Governmental Activities</b>									
General Government	\$ 199,250	-	-	-	(199,250)	-	(199,250)	(659,915)	
Highway and Streets	19,559	-	-	-	(19,559)	-	(19,559)	-	
Depreciation - Unallocated	17,040	-	-	-	(17,040)	-	(17,040)	-	
Total Governmental Activities	235,849	-	-	-	(235,849)	-	(235,849)	(659,915)	
<b>Business-type Activities</b>									
Water Service	151,640	224,898	-	-	-	73,258	73,258	-	
Sewer Service	526,301	372,405	-	-	-	(153,896)	(153,896)	-	
Total Business-type Activities	677,941	597,303	-	-	-	(80,638)	(80,638)	-	
Total Activities	\$ 913,790	597,303	-	-	(235,849)	(80,638)	(316,487)	(659,915)	
<b>General Revenues:</b>									
Property Taxes	\$ 59,664				59,664	-	59,664	510,256	
Other Governmental	120,875				120,875	-	120,875	-	
Interest Earnings	7,889				7,889	14,964	22,853	12,334	
Other Revenues	153,384				153,384	-	153,384	-	
Total General Revenues and Transfers	341,812				341,812	14,964	356,776	522,590	
Change in Net Assets	105,963				105,963	(65,674)	40,289	(137,325)	
Net Assets-Beginning	1,011,264				1,011,264	8,902,991	9,914,255	(5,436,999)	
Net Assets-Ending	\$ 1,117,227				\$ 1,117,227	8,837,317	9,954,544	(6,574,324)	

See accompanying notes to financial statements and auditor's report.

**CITY OF DOVER  
BALANCE SHEET  
GOVERNMENTAL FUNDS  
September 30, 2009**

	General Fund	Street Fund	Total
<b>ASSETS</b>			
Cash & Investments	\$ 135,924	80,837	216,761
Receivables:			
Property Taxes	4,387	-	4,387
Other Governments	18,151	4,633	22,784
Interest	4,248	-	4,248
Interfund Balances	326,140	6,978	333,118
<b>Total Assets</b>	<b>\$ 488,850</b>	<b>92,448</b>	<b>581,298</b>
<b>LIABILITIES</b>			
Current Liabilities:			
Accounts Payable and Accrued Expenses	\$ 11,854	48	11,902
Payroll, Benefits and Taxes Payable	4,741	113	4,854
Deferred Revenue	3,944	-	3,944
<b>Total Liabilities</b>	<b>20,539</b>	<b>161</b>	<b>20,700</b>
<b>FUNDEQUITY</b>			
Unreserved	468,311	92,287	560,598
<b>Total Fund Equity</b>	<b>468,311</b>	<b>92,287</b>	<b>560,598</b>
<b>Total Liabilities and Fund Equity</b>	<b>\$ 488,850</b>	<b>92,448</b>	<b>581,298</b>
<b>RECONCILIATION TO THE STATEMENT OF NET ASSETS:</b>			
Total fund equity reported above			\$ 560,598
Add capital assets not reported above		630,359	
Less accumulated depreciation		(77,202)	
<b>Net Capital Assets</b>			<b>553,157</b>
Deduct compensated absences payable not reported above			(472)
Deferred revenues for property taxes and franchise fees receivable			3,944
<b>Net Assets</b>			<b>\$ 1,117,227</b>

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, 2009

	General Fund	Street Fund	Total
<b>Revenues:</b>			
Property Taxes	\$ 58,581	-	58,581
Other Governmental	67,188	53,687	120,875
Interest	6,610	1,279	7,889
Other Income	153,384	-	153,384
Total Revenues	285,763	54,966	340,729
<b>Expenditures:</b>			
General Government	198,778	-	198,778
Highways and Streets	-	19,559	19,559
Capital Expenditures	-	-	-
Total Expenditures	198,778	19,559	218,337
Excess of Revenues Over Expenditures	86,985	35,407	122,392
<b>Other Sources (Uses):</b>			
Transfers from Other Funds	-	-	-
Total Other Sources (Uses)	-	-	-
Net Change in Fund Balance	86,985	35,407	122,392
Fund Balance - October 1,	381,326	56,880	438,206
Fund Balance - September 30,	\$ 468,311	92,287	560,598

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, 2009

Changes in fund balances as reported on the governmental funds statements	\$ 122,392
Increase in current property taxes not reflected in revenue on the governmental funds statements	1,083
Income on the government-wide statement of activity not included on the governmental funds statements:	
Capital Contributions and Grants	-
Total expenses 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	(17,040)
Compensated Absences	(472)
Total expenses on the government-wide statement of activity not included on the governmental funds statements:	(17,512)
Change in net assets on the government-wide statements	<u>\$ 105,963</u>

See accompanying notes to financial statements and auditors' report.

CITY OF DOVER  
STATEMENT OF NET ASSETS  
ALL PROPRIETARY FUNDS  
SEPTEMBER 30, 2009

	Water Fund	Sewer Fund	Total
<b>ASSETS</b>			
<b>CURRENT ASSETS:</b>			
Cash and Cash Equivalents	\$ 18,222	37,603	55,825
Investments	-	44,769	44,769
Accounts Receivable (net)	18,083	35,103	53,186
Interest Receivable	696	9,078	9,774
<b>Total Current Assets</b>	<b>37,001</b>	<b>126,553</b>	<b>163,554</b>
Land	5,600	168,541	174,141
Capital Assets	1,137,080	8,387,876	9,524,956
Accumulated Depreciation	(382,450)	(915,256)	(1,297,706)
<b>Total Capital Assets</b>	<b>760,230</b>	<b>7,641,161</b>	<b>8,401,391</b>
<b>OTHER ASSETS:</b>			
Interfund Balances	360,056	(693,174)	(333,118)
DURA Note Receivable	84,239	1,089,656	1,174,095
<b>Total Other Assets</b>	<b>444,295</b>	<b>396,682</b>	<b>840,977</b>
<b>TOTAL ASSETS</b>	<b>\$ 1,241,526</b>	<b>8,164,396</b>	<b>9,405,922</b>
<b>LIABILITIES</b>			
<b>CURRENT LIABILITIES:</b>			
Accounts Payable	\$ 6,748	3,575	10,323
Payroll, Benefits, & Taxes Payable	3,521	5,035	8,556
Interest Payable	604	5,854	6,458
Customer Deposits	2,925	600	3,525
Compensated Absences	1,181	764	1,945
Current Portion of Long Term Debt	9,543	25,348	34,891
<b>Total Current Liabilities</b>	<b>24,522</b>	<b>41,176</b>	<b>65,698</b>
<b>LONG TERM LIABILITIES:</b>			
Notes Payable, net of current portion	137,544	365,363	502,907
<b>Total Long Term Liabilities</b>	<b>137,544</b>	<b>365,363</b>	<b>502,907</b>
<b>TOTAL LIABILITIES</b>	<b>162,066</b>	<b>406,539</b>	<b>568,605</b>
<b>NET ASSETS</b>			
Invested in Capital Assets, net of related debt	613,143	7,250,450	7,863,593
Unrestricted	449,421	462,523	911,944
Restricted for debt covenants (expendable)	16,896	44,864	61,760
<b>Total Net Assets</b>	<b>\$ 1,079,460</b>	<b>7,757,857</b>	<b>8,837,317</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, 2009

	Water Fund	Sewer Fund	Total
<b>Operating Revenues:</b>			
Charges for Services	\$ 103,183	207,975	311,158
Hookups & Other	121,715	165,976	287,691
Total Operating Revenues	224,898	373,951	598,849
<b>Operating Expenses:</b>			
Administrative	41,318	70,151	111,469
Maintenance & Operations	74,312	164,115	238,427
Depreciation	29,508	267,743	297,251
Total Operating Expenses	145,138	502,009	647,147
Operating Income (Loss)	79,760	(128,058)	(48,298)
<b>Non-Operating Revenues (Expenses):</b>			
Interest Income	2,445	12,519	14,964
Interest Expense	(7,683)	(24,657)	(32,340)
Total Non-Operating Revenue (Expenses)	(5,238)	(12,138)	(17,376)
Change in Net Assets	74,522	(140,196)	(65,674)
Net Assets - October 1,	1,004,938	7,898,053	8,902,991
Net Assets - September 30,	<u>\$ 1,079,460</u>	<u>7,757,857</u>	<u>8,837,317</u>

See accompanying notes to financial statements and auditors' report.

CITY OF DOVER  
STATEMENT OF CASH FLOWS  
ALL PROPRIETARY FUNDS  
YEAR ENDED SEPTEMBER 30, 2009

	Proprietary Fund Types		
	Water	Sewer	Total
<b>CASH FLOWS FROM OPERATING ACTIVITIES:</b>			
Receipts from Customers and Users	\$ 240,233	388,160	628,393
Payments to Employees	(48,891)	(62,515)	(111,406)
Payments to Suppliers	(73,687)	(184,483)	(258,170)
Net Cash Provided by Operating Activities	117,655	141,162	258,817
<b>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:</b>			
Repayment on Revenue Bonds & Notes Payable	(9,252)	(24,579)	(33,831)
Due to Other Funds	(363,043)	-	(363,043)
Interest Paid on Long Term Liabilities	(7,644)	(20,305)	(27,949)
Net Cash Used by Capital and Related Financing Activities	(379,939)	(44,884)	(424,823)
<b>CASH FLOWS FROM INVESTING ACTIVITIES:</b>			
Purchase of Investments	(84,239)	(1,092,254)	(1,176,493)
Due from other funds	-	657,627	657,627
Interest on Bank Balances	1,748	4,054	5,802
Net Cash Provided (Used) by Investing Activities	(82,491)	(430,573)	(513,064)
Net Decrease in Cash and Cash Equivalents	(344,775)	(334,295)	(679,070)
Cash and Cash Equivalents, October 1,	362,997	371,898	734,895
Cash and Cash Equivalents, September 30,	\$ 18,222	37,603	55,825
<b>RECONCILIATION OF OPERATING INCOME(LOSS) TO NET CASH PROVIDED BY OPERATIONS:</b>			
Operating Income (Loss)	\$ 79,760	(128,058)	(48,298)
Adjustments to Reconcile to Cash Flow:			
Depreciation	29,508	267,743	297,251
(Increase)/Decrease in Receivables and Deposits	15,335	15,755	31,090
Increase/(Decrease) in Accounts Payable & Accrued Expenses	(6,948)	(14,278)	(21,226)
Total Adjustments	37,895	269,220	307,115
Net Cash Provided by Operating Activities	\$ 117,655	141,162	258,817

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