

## COUNTY OF JAMES CITY, VIRGINIA

Balance Sheet  
Governmental Funds

June 30, 2005

Assets	General	Capital projects	Debt service	Other governmental funds	Total governmental funds
Cash and cash equivalents and investments	\$ 22,340,861	—	—	3,520,339	25,861,200
Cash and cash equivalents and investments – restricted (note 3)	1,016,675	43,794,137	85,774	1,110,407	46,006,993
Investments	—	15,472,340	—	—	15,472,340
Receivables, net of allowance for uncollectibles:					
Taxes	16,552,558	2,694	—	—	16,555,252
Interest	76,975	—	—	—	76,975
Loans	—	—	—	158,438	158,438
Miscellaneous (note 4)	4,337,156	311,190	—	531,338	5,179,684
Due from other funds (note 5)	1,052,003	—	—	1,901	1,053,904
Due from other governments, net (note 6)	2,121,852	—	—	716,784	2,838,636
Inventory	253,111	—	—	—	253,111
Prepaid and other assets	21,145	—	—	28,000	49,145
<b>Total assets</b>	<b>\$ 47,772,336</b>	<b>59,580,361</b>	<b>85,774</b>	<b>6,067,207</b>	<b>113,505,678</b>
<b>Liabilities and Fund Balances</b>					
Liabilities:					
Accounts payable (note 4)	\$ 890,831	3,562,835	79,640	398,934	4,932,240
Accrued liabilities (note 4)	191,273	—	—	26,356	217,629
Liabilities payable from restricted assets	1,032,802	—	—	94,324	1,127,126
Due to other funds (note 5)	1,901	—	—	565,645	567,546
Due to component unit (note 8)	25,772	1,052,544	—	9,336	1,087,652
Deferred revenue (note 9)	14,650,072	2,694	—	494,935	15,147,701
<b>Total liabilities</b>	<b>16,792,651</b>	<b>4,618,073</b>	<b>79,640</b>	<b>1,589,530</b>	<b>23,079,894</b>
Fund balances:					
Reserved for:					
Encumbrances	1,488,484	—	—	—	1,488,484
Inventory	253,111	—	—	—	253,111
Loans	—	—	—	158,438	158,438
Unreserved:					
Designated:					
Subsequent years' expenditures, reported in Special Revenue Funds	—	—	—	2,580,531	2,580,531
Potential insurance losses	300,000	—	—	—	300,000
Capital projects	2,165,522	54,962,288	—	—	57,127,810
Fiscal liquidity	14,879,793	—	—	—	14,879,793
Health insurance	165,203	—	—	—	165,203
Capital reserve fund	9,273,289	—	—	—	9,273,289
Debt service	—	—	6,134	—	6,134
Undesignated, reported in -					
General Fund	2,454,283	—	—	—	2,454,283
Special Revenue Funds	—	—	—	1,738,708	1,738,708
<b>Total fund balances</b>	<b>30,979,685</b>	<b>54,962,288</b>	<b>6,134</b>	<b>4,477,677</b>	<b>90,425,784</b>
<b>Total liabilities and fund balances</b>	<b>\$ 47,772,336</b>	<b>59,580,361</b>	<b>85,774</b>	<b>6,067,207</b>	<b>113,505,678</b>

COUNTY OF JAMES CITY, VIRGINIA

Exhibit 3

Balance Sheet  
Governmental Funds

June 30, 2005

Reconciliation of the balance sheet for governmental funds  
to the government-wide statement of net assets:

Ending fund balance – governmental funds	\$ 90,425,784
Amounts reported for governmental activities in the balance sheet are different because:	
Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds.	171,088,083
Other long-term assets are not available to pay for current-period expenditures and therefore are deferred in the funds.	14,584,585
Governmental funds report the effect of issuance costs when the debt is issued. These costs are deferred in the government-wide statement of net assets.	670,494
Unmatured interest payable reported in governmental activities will not be paid with current financial resources and therefore is not reported in the funds.	(1,108,283)
Long-term liabilities, including notes and bonds payable, are not due and payable in the current period and therefore are not reported in the funds.	<u>(127,478,659)</u>
Net assets of governmental activities	<u>\$ 148,182,004</u>

See accompanying notes to basic financial statements.