

JAMES CITY SERVICE AUTHORITY
(A Component Unit of the County of James City, Virginia)

Balance Sheets -- by Activity

June 30, 2007

(with comparative totals for 2006)

Assets	Water operations	Sewer operations	Totals	
			2007	2006, as restated
Current assets:				
Cash and cash equivalents	\$ 530,547	685,369	1,215,916	1,349,986
Investments	13,415,382	15,748,491	29,163,873	26,882,240
Accounts receivable, customers	1,781,792	1,509,953	3,291,745	2,477,126
Accounts receivable, other	631,745	—	631,745	156,708
Notes receivable	500,000	—	500,000	—
Interest receivable	188,894	165,331	354,225	240,444
Inventories	540,837	52,160	592,997	627,198
Total current assets	17,589,197	18,161,304	35,750,501	31,733,702
Capital assets:				
Utility plant:				
Land and land rights	—	954,738	954,738	890,438
Water and sewer systems	96,731,435	96,097,193	192,828,628	184,876,629
Total utility plant	96,731,435	97,051,931	193,783,366	185,767,067
Nonutility property:				
Land	1,762,961	—	1,762,961	1,785,961
Central shop	1,897,235	55,332	1,952,567	1,903,142
Office fixtures and equipment	533,557	417,046	950,603	925,966
Land improvements	13,183	—	13,183	13,183
Automotive equipment	1,507,846	504,692	2,012,538	1,958,287
Total nonutility property	5,714,782	977,070	6,691,852	6,586,539
Construction in progress	7,994,267	919,514	8,913,781	5,098,030
Less accumulated depreciation	29,210,966	35,899,090	65,110,056	59,762,117
Net capital assets	81,229,518	63,049,425	144,278,943	137,689,519
Investments restricted for future use	709,584	—	709,584	703,494
Bond issuance costs, net	157,629	—	157,629	172,171
Total noncurrent assets	82,096,731	63,049,425	145,146,156	138,565,184
Total assets	\$ 99,685,928	81,210,729	180,896,657	170,298,886
Liabilities and Net Assets				
Current liabilities:				
Accounts payable, trade	\$ 893,103	70,028	963,131	1,067,851
Accrued salaries and benefits	364,628	1,887	366,515	334,419
Due to James City County	494,891	58,251	553,142	496,532
Deposits	118,863	—	118,863	115,598
Interest payable	119,622	—	119,622	128,423
Deferred liability	500,000	—	500,000	—
Current portion of bonds payable	880,000	—	880,000	860,000
Total current liabilities	3,371,107	130,166	3,501,273	3,002,823
Noncurrent liabilities:				
Advances for construction	5,882	129,420	135,302	135,302
Bonds payable, net of current portion	11,253,794	—	11,253,794	12,174,918
Total noncurrent liabilities	11,259,676	129,420	11,389,096	12,310,220
Total liabilities	14,630,783	259,586	14,890,369	15,313,043
Net assets:				
Invested in capital assets, net of related debt	69,095,724	63,049,425	132,145,149	124,654,601
Restricted for capital projects	709,584	—	709,584	703,494
Unrestricted	15,249,837	17,901,718	33,151,555	29,627,748
Total net assets	85,055,145	80,951,143	166,006,288	154,985,843
Total liabilities and net assets	\$ 99,685,928	81,210,729	180,896,657	170,298,886

See accompanying independent auditors' report.