

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

Schedule of Revenues, Expenses, and Changes in Net Assets – by Activity

Year ended June 30, 2008

(with comparative totals for year ended June 30, 2007)

	Water operations	Sewer operations	Totals	
			2008	2007
Operating revenues:				
Water and sewer services	\$ 6,071,648	5,139,930	11,211,578	11,464,460
Reimbursements for storm costs	—	—	—	161,573
Other	1,271,373	27,983	1,299,356	1,747,670
Total operating revenues	<u>7,343,021</u>	<u>5,167,913</u>	<u>12,510,934</u>	<u>13,373,703</u>
Operating expenses:				
Salaries	563,777	452,228	1,016,005	1,020,053
Fringe benefits	231,648	165,123	396,771	409,947
Operating supplies	525,320	183,113	708,433	737,092
Maintenance of buildings and equipment	256,963	913,229	1,170,192	793,764
Special services	2,629,866	3,087,235	5,717,101	5,168,706
Utilities	596,655	212,922	809,577	640,890
Water purchases	349,351	—	349,351	285,190
Storm costs	—	—	—	161,349
Other	15,852	22,317	38,169	203,327
Total operating expenses	<u>5,169,432</u>	<u>5,036,167</u>	<u>10,205,599</u>	<u>9,420,318</u>
Operating income before depreciation and amortization	2,173,589	131,746	2,305,335	3,953,385
Depreciation and amortization	<u>3,368,944</u>	<u>2,495,976</u>	<u>5,864,920</u>	<u>5,594,153</u>
Operating loss	<u>(1,195,355)</u>	<u>(2,364,230)</u>	<u>(3,559,585)</u>	<u>(1,640,768)</u>
Nonoperating revenues (expenses):				
Facility charges	2,018,171	1,409,950	3,428,121	5,904,875
Investment income	1,213,622	781,579	1,995,201	1,503,939
Gain (loss) on disposal of capital assets	179,653	1,962	181,615	(2,198,500)
Interest expense, net	(480,584)	—	(480,584)	(475,557)
Net nonoperating revenues	<u>2,930,862</u>	<u>2,193,491</u>	<u>5,124,353</u>	<u>4,734,757</u>
Income (loss) before contributions	1,735,507	(170,739)	1,564,768	3,093,989
Capital asset contributions	<u>839,353</u>	<u>2,314,805</u>	<u>3,154,158</u>	<u>7,926,456</u>
Changes in net assets	2,574,860	2,144,066	4,718,926	11,020,445
Net assets at beginning of year	<u>85,055,145</u>	<u>80,951,143</u>	<u>166,006,288</u>	<u>154,985,843</u>
Net assets at end of year	<u>\$ 87,630,005</u>	<u>83,095,209</u>	<u>170,725,214</u>	<u>166,006,288</u>

See accompanying independent auditors' report.