

Table 2

JAMES CITY SERVICE AUTHORITY
(A Component Unit of the County of James City, Virginia)
Changes in Net Assets
Last Six Fiscal Years

	2003	2004	2005	2006, as restated	2007	2008
Operating revenues:						
Water and sewer services	\$ 7,596,532	8,027,991	8,383,600	10,269,798	11,464,460	11,211,578
Rental income	—	—	195,981	217,172	187,753	181,256
Water supply proffers	—	—	634,885	403,459	530,518	502,217
Reimbursements for storm costs	—	371,538	—	—	161,573	—
Other	460,601	442,554	431,550	309,429	1,029,399	615,883
Total operating revenues	<u>8,057,133</u>	<u>8,842,083</u>	<u>9,646,016</u>	<u>11,199,858</u>	<u>13,373,703</u>	<u>12,510,934</u>
Operating expenses:						
Salaries	607,509	687,155	754,182	762,584	1,020,053	1,016,005
Fringe benefits	137,091	229,833	270,864	265,520	409,947	396,771
Operating supplies	265,937	271,026	480,994	560,840	737,092	708,433
Maintenance of buildings and equipment	714,515	690,678	856,296	637,345	793,764	1,170,192
Special services	3,860,843	4,212,422	4,292,880	4,877,696	5,168,706	5,717,101
Utilities	430,235	431,373	592,153	651,820	640,890	809,577
Water purchases	441,101	341,726	394,426	320,509	285,190	349,351
Storm costs	—	209,444	—	—	161,349	—
Other	130,420	54,965	101,570	207,397	203,327	38,169
Total operating expenses	<u>6,587,651</u>	<u>7,128,622</u>	<u>7,743,365</u>	<u>8,283,711</u>	<u>9,420,318</u>	<u>10,205,599</u>
Operating income before depreciation and amortization	1,469,482	1,713,461	1,902,651	2,916,147	3,953,385	2,305,335
Depreciation and amortization	3,856,524	4,119,963	4,547,931	5,330,865	5,594,153	5,864,920
Operating loss	<u>(2,387,042)</u>	<u>(2,406,502)</u>	<u>(2,645,280)</u>	<u>(2,414,718)</u>	<u>(1,640,768)</u>	<u>(3,559,585)</u>
Nonoperating revenues (expenses):						
Facility charges	4,030,744	4,914,512	6,130,640	6,132,383	5,904,875	3,428,121
Investment income	302,872	184,213	506,939	935,971	1,503,939	1,995,201
Gain (loss) on disposal of capital assets	(117,874)	1,869	24,124	(39,930)	(2,198,500)	181,615
Interest expense, net	(60,969)	(482,695)	(513,617)	(494,712)	(475,557)	(480,584)
Net nonoperating revenues	<u>4,154,773</u>	<u>4,617,899</u>	<u>6,148,086</u>	<u>6,533,712</u>	<u>4,734,757</u>	<u>5,124,353</u>
Income before contributions	1,767,731	2,211,397	3,502,806	4,118,994	3,093,989	1,564,768
Capital asset contributions	5,696,575	5,233,761	4,983,390	10,077,376	7,926,456	3,154,158
Changes in net assets	<u>\$ 7,464,306</u>	<u>7,445,158</u>	<u>8,486,196</u>	<u>14,196,370</u>	<u>11,020,445</u>	<u>4,718,926</u>

(1) Governmental Accounting Standards Board (GASB) Statement No. 34 was adopted by the Authority as of July 1, 2002. Therefore, comparable financial information for fiscal years prior to 2003 is not available.