

City of McMinnville, Oregon
Statement of Net Assets
Proprietary Funds
June 30, 2008

	Business-Type Activities			Governmental
	Enterprise Funds			Activities
	Wastewater Services	Ambulance	Total	Internal Service Funds
Assets				
Current assets:				
Cash and investments	\$ 16,216,063	\$ 850,033	\$ 17,066,096	\$ 459,259
Receivables, net of allowance for uncollectibles	512,353	378,850	891,203	-
Due from component unit	615,267	-	615,267	-
Prepays	4,714	1,400	6,114	40,232
Total current assets	<u>17,348,397</u>	<u>1,230,283</u>	<u>18,578,680</u>	<u>499,491</u>
Non-current assets:				
Deferred charges	166,424	-	166,424	-
Capital assets:				
Land and construction in process	871,888	-	871,888	-
Depreciable capital assets	76,281,454	739,273	77,020,727	1,958,845
Accumulated depreciation	<u>(26,719,842)</u>	<u>(485,026)</u>	<u>(27,204,868)</u>	<u>(818,253)</u>
Total non-current assets	<u>50,599,924</u>	<u>254,247</u>	<u>50,854,171</u>	<u>1,140,592</u>
Total assets	<u>67,948,321</u>	<u>1,484,530</u>	<u>69,432,851</u>	<u>1,640,083</u>
Liabilities				
Current liabilities:				
Accounts payable	73,960	18,088	92,048	63,010
Due to component unit	600	-	600	-
Accrued interest payable	285,338	-	285,338	-
Other liabilities	-	-	-	81,852
Unearned revenue	1,300	993	2,293	-
Compensated absences	83,853	90,580	174,433	14,658
Loans payable	425,998	-	425,998	-
Revenue bonds payable	2,315,000	-	2,315,000	-
Total current liabilities	<u>3,186,049</u>	<u>109,661</u>	<u>3,295,710</u>	<u>159,520</u>
Non-current liabilities:				
Loans payable	444,727	-	444,727	-
Revenue bonds payable, net of unamortized premium & deferred amount on refunding	<u>13,695,675</u>	<u>-</u>	<u>13,695,675</u>	<u>-</u>
Total non-current liabilities	<u>14,140,402</u>	<u>-</u>	<u>14,140,402</u>	<u>-</u>
Total liabilities	<u>17,326,451</u>	<u>109,661</u>	<u>17,436,112</u>	<u>159,520</u>
Net Assets				
Invested in capital assets, net of related debt	33,552,100	254,247	33,806,347	1,140,592
Unrestricted	17,069,770	1,120,622	18,190,392	339,971
Total net assets	<u>\$ 50,621,870</u>	<u>\$ 1,374,869</u>	<u>51,996,739</u>	<u>\$ 1,480,563</u>
Deduct:				
Adjustment to reflect the consolidation of internal service fund activities related to enterprise funds			(357,325)	
Total net assets, business-type activities			<u>\$ 51,639,414</u>	

The notes to the financial statements are an integral part of this statement.

City of McMinnville, Oregon
Statement of Revenues, Expenses, and Changes in Fund Net Assets
Proprietary Funds
For the Year Ended June 30, 2008

	Business-Type Activities			Governmental
	Enterprise Funds			Activities
	Wastewater Services	Ambulance	Total	Internal Service Funds
Operating Revenues				
Charges for services	\$ 7,759,450	\$ 2,104,556	\$ 9,864,006	\$ 2,867,013
Miscellaneous	-	-	-	65,638
Total operating revenues:	<u>7,759,450</u>	<u>2,104,556</u>	<u>9,864,006</u>	<u>2,932,651</u>
Operating Expenses				
Personal services	1,402,333	1,850,935	3,253,268	268,824
Materials and services	1,610,801	343,185	1,953,986	2,651,404
Depreciation	2,331,854	60,475	2,392,329	199,028
Total operating expenses	<u>5,344,988</u>	<u>2,254,595</u>	<u>7,599,583</u>	<u>3,119,256</u>
Operating income (loss)	<u>2,414,462</u>	<u>(150,039)</u>	<u>2,264,423</u>	<u>(186,605)</u>
Non-Operating Revenues (Expenses)				
Investment earnings	641,042	23,510	664,552	14,523
Interest expense, net of capitalized interest	(823,426)	-	(823,426)	-
Amortization of debt premiums and issuance costs	125,392	-	125,392	-
Development charges and fees	1,194,274	-	1,194,274	-
Other revenue	45,828	15,496	61,324	-
Total non-operating revenues (expenses)	<u>1,183,110</u>	<u>39,006</u>	<u>1,222,116</u>	<u>14,523</u>
Income (loss) before contributions and transfers	<u>3,597,572</u>	<u>(111,033)</u>	<u>3,486,539</u>	<u>(172,082)</u>
Contributions and Transfers				
Capital assets transferred from other funds	-	-	-	403,289
Capital assets transferred to other funds	(68,639)	-	(68,639)	-
Capital asset contributions from developers	672,870	-	672,870	-
Transfers from other funds	76,710	971,929	1,048,639	368,913
Transfers to other funds	(345,305)	(402,810)	(748,115)	(90,856)
Total contributions and transfers	<u>335,636</u>	<u>569,119</u>	<u>904,755</u>	<u>681,346</u>
Change in net assets	3,933,208	458,086	4,391,294	509,264
Total net assets - beginning	46,688,662	916,783		971,299
Total net assets - ending	<u>\$ 50,621,870</u>	<u>\$ 1,374,869</u>		<u>\$ 1,480,563</u>
Deduct				
Adjustment to reflect the consolidation of internal service fund activities related to enterprise funds			(19,948)	
Change in net assets, business-type activities			<u>\$ 4,371,346</u>	

The notes to the financial statements are an integral part of this statement.

City of McMinnville, Oregon
Statement of Cash Flows
Proprietary Funds
For the Year Ended June 30, 2008

	Business-Type Activities			Governmental Activities
	Enterprise Funds			Internal Service Funds
	Wastewater	Ambulance	Total	
Cash Flows From Operating Activities				
Receipts from customers and users	\$ 7,732,210	\$ 2,034,155	\$ 9,766,365	\$ -
Receipts from interfund services provided	-	-	-	2,867,013
Other operating receipts	45,828	15,801	61,629	72,928
Payments to suppliers	(1,528,531)	(271,252)	(1,799,783)	(2,675,722)
Payments to employees	(1,207,833)	(1,614,724)	(2,822,557)	(239,879)
Payments for interfund services used	(334,737)	(297,687)	(632,424)	(27,279)
Net cash from operating activities	<u>4,706,937</u>	<u>(133,707)</u>	<u>4,573,230</u>	<u>(2,939)</u>
Cash Flows From Non-Capital Financing Activities				
Transfers from other funds	76,710	971,929	1,048,639	368,913
Transfers to other funds	(345,304)	(402,810)	(748,114)	(90,856)
Net cash from non-capital financing activities	<u>(268,594)</u>	<u>569,119</u>	<u>300,525</u>	<u>278,057</u>
Cash Flows From Capital and Related Financing Activities				
Proceeds from capital contributions	-	-	-	-
Additions to capital assets	(306,017)	-	(306,017)	(203,335)
Interest paid on capital debt	(797,905)	-	(797,905)	-
Principal paid on capital debt	(2,607,456)	-	(2,607,456)	-
Development charges and fees	1,194,274	-	1,194,274	-
Net cash from capital and related financing activities	<u>(2,517,104)</u>	<u>-</u>	<u>(2,517,104)</u>	<u>(203,335)</u>
Cash Flows From Investing Activities				
Interest received	641,042	23,510	664,552	14,523
Increase (decrease) in cash and investments	2,562,281	458,922	3,021,203	86,306
Cash and investments - beginning	13,653,782	391,111	14,044,893	372,953
Cash and investments - ending	<u>\$ 16,216,063</u>	<u>\$ 850,033</u>	<u>\$ 17,066,096</u>	<u>\$ 459,259</u>
Reconciliation of Operating Income (Loss) to Net Cash From Operating Activities				
Operating income (loss)	\$ 2,414,462	\$ (150,039)	\$ 2,264,423	\$ (186,605)
Adjustments to reconcile operating income (loss) to net cash from operating activities:				
Depreciation	2,331,854	60,475	2,392,329	199,028
Other revenues	45,828	15,496	61,324	-
Change in current assets and liabilities:				
Receivables	25,939	(70,401)	(44,462)	7,748
Due from component unit	(53,179)	-	(53,179)	-
Prepays	(242)	(1,400)	(1,642)	14,829
Accounts payable	(45,320)	5,085	(40,235)	(20,464)
Due to component unit	(10,896)	-	(10,896)	-
Retainage payable	(7,192)	-	(7,192)	-
Compensated absences	5,683	6,772	12,455	3,266
Other liabilities	-	-	-	(20,283)
Unearned revenue	-	305	305	(458)
Net cash from operating activities	<u>\$ 4,706,937</u>	<u>\$ (133,707)</u>	<u>\$ 4,573,230</u>	<u>\$ (2,939)</u>
Non-Cash Investing, Capital, and Financing Activities				
Capital assets transferred from other funds	\$ -	\$ -	\$ -	\$ -
Capital assets transferred to other funds	(68,639)	-	(68,639)	-
Capital asset contributions from developers	672,870	-	672,870	-

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