

BASIC FINANCIAL STATEMENTS

CITY AND BOROUGH OF SITKA, ALASKA

Statement of Net Assets

June 30, 2008

	Primary Government			Component Units		
	Governmental Activities	Business- type Activities	Total	Sitka School District	Convention and Visitors Bureau	Sitka Community Hospital
Assets:						
Equity in central treasury	\$ 12,673,282	20,236,902	32,910,184	-	-	-
Cash and investments	-	-	-	1,283,500	283,916	308,462
Receivables (net of allowance)	5,493,952	2,743,249	8,237,201	549,860	-	3,050,161
Internal balances	2,930,850	(2,930,850)	-	-	-	-
Due from component units	200,000	-	200,000	-	-	-
Inventories	-	1,796,050	1,796,050	1,101	-	239,038
Prepaid items	2,545	628	3,173	-	1,243	102,805
Notes receivable	1,294,365	78,000	1,372,365	-	-	-
Special assessments receivable	-	189,896	189,896	-	-	-
Water rights	-	46,966	46,966	-	-	-
Deferred charges	-	1,109,422	1,109,422	-	-	-
Unamortized bond issuance costs	79,269	-	79,269	-	-	-
Restricted assets:						
Equity in central treasury	9,267,814	3,095,204	12,363,018	-	-	-
Cash and investments	19,179,679	4,471,786	23,651,465	-	-	-
Interest receivable	101,748	-	101,748	-	-	-
Capital assets not being depreciated	37,200,140	12,298,318	49,498,458	-	-	363,664
Other capital assets, net of depreciation	62,017,374	128,128,890	190,146,264	159,080	2,111	6,720,693
Total assets	\$ 150,441,018	171,264,461	321,705,479	1,993,541	287,270	10,784,823
Liabilities:						
Accounts payable and accrued liabilities	\$ 1,255,112	682,156	1,937,268	251,447	37,867	1,785,985
Unearned revenue	391,322	-	391,322	-	-	-
Matured bonds and interest payable	167,401	-	167,401	-	-	40,230
Liabilities payable from restricted assets	95,324	137,909	233,233	-	-	-
Noncurrent liabilities:						
Due within one year:						
Capital leases	135,875	9,905	145,780	-	-	86,124
Bonds and notes	1,560,000	2,606,876	4,166,876	-	-	19,080
Compensated absences	43,279	-	43,279	138,245	10,645	433,419
Due in more than one year:						
Capital leases	51,437	2,552	53,989	-	-	155,092
Bonds and notes	27,670,000	47,640,163	75,310,163	-	-	-
Deferred loss on bonds	(468,738)	(1,093,244)	(1,561,982)	-	-	-
Unamortized bond premium	650,771	-	650,771	-	-	-
Compensated absences	623,056	265,696	888,752	121,403	-	-
Net pension/OPEB obligation	971,585	457,566	1,429,151	35,965	-	496,723
Landfill post-closure liability	-	499,995	499,995	-	-	-
Total liabilities	33,146,424	51,209,574	84,355,998	547,060	48,512	3,016,653
Net assets:						
Invested in capital assets, net of related debt	69,697,438	91,260,956	160,958,394	159,080	2,111	6,824,061
Restricted for:						
Permanent Fund	20,198,247	-	20,198,247	-	-	-
Capital projects	2,881,196	-	2,881,196	-	-	-
Debt service	-	6,929,086	6,929,086	-	-	-
Unrestricted	24,517,713	21,864,845	46,382,558	1,287,401	236,647	944,109
Total net assets	117,294,594	120,054,887	237,349,481	1,446,481	238,758	7,768,170
Total liabilities and net assets	\$ 150,441,018	171,264,461	321,705,479	1,993,541	287,270	10,784,823

See accompanying notes to financial statements.

CITY AND BOROUGH OF SITKA, ALASKA

Statement of Activities
Year Ended June 30, 2008

Activities	Program Revenues				Net (Expense) Revenue and Changes in Net Assets					
	Expenses	Fees, Fines, & Charges for Services	Operating Grants & Contributions	Capital Grants & Contributions	Primary Government			Component Units		
					Governmental Activities	Business-Type Activities	Total	Sitka School District	Convention and Visitors Bureau	Sitka Community Hospital
Primary government:										
Governmental activities:										
Administration	\$ 1,890,573	359,330	3,099,154	23,535	1,591,446		1,591,446			
Public safety	6,663,085	544,296	1,800,667	76,229	(4,241,893)		(4,241,893)			
Public works	4,414,371	872,070	158,009	2,862,397	(521,895)		(521,895)			
Public services	2,148,526	102,327	99,126	77,125	(1,869,948)		(1,869,948)			
Support	8,654,152	-	-	1,017,780	(7,636,372)		(7,636,372)			
Interest on long-term debt	1,283,847	-	889,647	-	(394,200)		(394,200)			
Total governmental activities	<u>25,054,554</u>	<u>1,878,023</u>	<u>6,046,603</u>	<u>4,057,066</u>	<u>(13,072,862)</u>		<u>(13,072,862)</u>			
Business-type activities:										
Electric and water	11,889,771	11,996,378	-	2,805,545	2,912,152		2,912,152			
Waste water treatment	3,038,204	1,784,369	-	1,941,455	687,620		687,620			
Solid waste disposal	2,889,416	3,026,943	-	1,139,847	1,277,374		1,277,374			
Harbor	2,342,593	1,683,250	-	32,373	(626,970)		(626,970)			
Airport terminal building	555,685	590,922	-	194,133	229,370		229,370			
Marine service center	458,337	271,176	-	-	(187,161)		(187,161)			
Sawmill Cove Industrial Park	874,640	462,783	-	327,437	(84,420)		(84,420)			
Total business-type activities	<u>22,048,646</u>	<u>19,815,821</u>	<u>-</u>	<u>6,440,790</u>	<u>4,207,965</u>		<u>4,207,965</u>			
Total primary government	\$ <u>47,103,200</u>	<u>21,693,844</u>	<u>6,046,603</u>	<u>10,497,856</u>	<u>(13,072,862)</u>	<u>4,207,965</u>	<u>(8,864,897)</u>			
Component units:										
Sitka School District	22,888,547	318,737	3,122,368	172,051			(19,275,391)	-	-	-
Convention and Visitors Bureau	367,634	82,826	-	-			-	(284,808)	-	-
Sitka Community Hospital	17,836,380	16,066,536	753,330	-			-	-	(1,016,514)	-
Total component units	\$ <u>41,092,561</u>	<u>16,468,099</u>	<u>3,875,698</u>	<u>172,051</u>			<u>(19,275,391)</u>	<u>(284,808)</u>	<u>(1,016,514)</u>	
General revenues:										
Taxes:										
Property taxes				\$ 5,437,154	-		5,437,154	-	-	-
Sales taxes				10,224,623	-		10,224,623	-	-	-
Contributions from primary government				-	-		-	5,338,751	317,000	726,337
Grants and entitlements not restricted to a specific purpose				1,446,242	1,381,806		2,828,048	14,280,061	-	312,071
Investment income				577,934	1,839,653		2,417,587	72,529	3,934	45,281
Other				-	-		-	(1,642,084)	-	-
Transfers				(96,939)	96,939		-	-	-	-
Total general revenues and transfers				<u>17,589,014</u>	<u>3,318,398</u>		<u>20,907,412</u>	<u>18,049,257</u>	<u>320,934</u>	<u>1,083,689</u>
Change in net assets				4,516,152	7,526,363		12,042,515	(1,226,134)	36,126	67,175
Net assets at beginning of year				112,778,442	112,528,524		225,306,966	2,672,615	202,632	7,700,995
Net assets at end of year	\$			<u>117,294,594</u>	<u>120,054,887</u>		<u>237,349,481</u>	<u>1,446,481</u>	<u>238,758</u>	<u>7,768,170</u>

See accompanying notes to financial statements.

CITY AND BOROUGH OF SITKA, ALASKA

Governmental Funds

Balance Sheet

June 30, 2008

	Major Governmental Funds			Nonmajor Governmental Funds	Total Governmental Funds
	General Fund	Permanent Fund	Capital Projects Fund		
Assets:					
Equity in central treasury	\$ 4,872,795	-	-	3,342,855	8,215,650
Receivables:					
Accounts	1,355,122	-	69,355	54,510	1,478,987
Taxes	2,512,091	-	-	-	2,512,091
Allowance for uncollectible accounts	(512,886)	-	-	-	(512,886)
Interest	489,798	-	-	110	489,908
Special assessments	-	-	-	229,394	229,394
Federal and State of Alaska	76,594	-	1,000,935	213,953	1,291,482
Due from other funds	368,769	-	-	1,026,172	1,394,941
Advances to other funds	600,000	-	-	1,564,064	2,164,064
Advances to others	-	-	-	100,000	100,000
Advances to component units	200,000	-	-	-	200,000
Prepaid items	1,445	-	-	-	1,445
Notes receivable	-	-	-	1,194,365	1,194,365
Restricted assets:					
Equity in central treasury	-	975,552	1,984,047	6,308,215	9,267,814
Cash and investments	-	19,120,947	-	58,732	19,179,679
Interest receivable	-	101,748	-	-	101,748
Total assets	\$ 9,963,728	20,198,247	3,054,337	14,092,370	47,308,682
Liabilities and Fund Balances:					
Liabilities:					
Accounts payable	\$ 133,991	-	173,141	11,193	318,325
Accrued payroll	832,470	-	-	-	832,470
Accrued and other liabilities	33,840	-	-	-	33,840
Due to other funds	468,061	-	-	98,552	566,613
Deferred revenue	391,322	-	-	229,394	620,716
Liabilities payable from restricted assets:					
Accounts payable	-	-	-	95,324	95,324
Due to other funds	-	-	-	120,218	120,218
Total liabilities	1,859,684	-	173,141	554,681	2,587,506
Fund balances:					
Reserved for:					
Under provisions of the Home Rule Charter	-	20,198,247	-	-	20,198,247
Advances to other funds	600,000	-	-	1,564,064	2,164,064
Advances to component units	200,000	-	-	-	200,000
Notes receivable	-	-	-	1,294,365	1,294,365
Prepaid items	1,445	-	-	-	1,445
Encumbrances	234,876	-	-	-	234,876
Public safety	-	-	-	110,817	110,817
Debt service	-	-	-	2,657,143	2,657,143
Community improvement projects	-	-	-	1,486,155	1,486,155
Library acquisitions	-	-	-	208,918	208,918
Title III Forestry expenditures	678,366	-	-	-	678,366
Unreserved:					
Designated, reported in:					
Special revenue funds	-	-	-	6,178,386	6,178,386
Capital projects fund	-	-	2,881,196	-	2,881,196
Undesignated, reported in:					
General Fund	6,389,357	-	-	-	6,389,357
Special revenue funds	-	-	-	37,841	37,841
Total fund balances	8,104,044	20,198,247	2,881,196	13,537,689	44,721,176
Total liabilities and fund balances	\$ 9,963,728	20,198,247	3,054,337	14,092,370	47,308,682

See accompanying notes to financial statements.

CITY AND BOROUGH OF SITKA, ALASKA
 Reconciliation of Governmental Funds Balance Sheet
 to Statement of Net Assets
 June 30, 2008

Total fund balances for governmental funds	\$	44,721,176
Total net assets reported for governmental activities in the Statement of Net Assets is different because:		
Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds. In addition, capital assets associated with internal service funds are recorded in the Statement of Net Assets. These assets are comprised of:		
Land	\$ 8,269,353	
Construction in progress	<u>28,930,787</u>	
Total capital assets not being depreciated		37,200,140
Buildings	73,933,833	
Land improvements	219,816	
Infrastructure	26,441,968	
Equipment	8,108,905	
Accumulated depreciation	<u>(46,687,148)</u>	
Total depreciable capital assets, net of depreciation		62,017,374
Other long-term assets are not available to pay for current period expenditures and therefore are deferred in the funds. These assets consist of special assessments receivable.		
		229,394
Internal service funds are used by the Borough to charge the cost of certain activities, such as insurance, to individual funds. The assets and liabilities of the internal service funds are included in the governmental activities in the Statement of Net Assets as follows:		
Net assets of internal service funds	7,517,124	
Adjusted for:		
Capital assets included above	(7,651,455)	
Accumulated depreciation included above	4,358,473	
Compensated absences included below	43,279	
Net pension/OPEB obligation included below	<u>77,469</u>	
Total net assets from internal service funds		4,344,890
Long-term liabilities, including bonds payable and compensated absences, are not due and payable in the current period and therefore are not reported as fund liabilities. These liabilities consist of:		
Capital leases	(187,312)	
Bonds and State of Alaska note	(29,230,000)	
Unamortized bond premium	(650,771)	
Unamortized bond issuance costs	79,269	
Deferred loss on bonds	468,738	
Accrued interest payable	(167,401)	
Compensated absences	(559,318)	
Net pension/OPEB obligation	<u>(971,585)</u>	
Total long term liabilities		<u>(31,218,380)</u>
Total net assets of governmental activities	\$	<u>117,294,594</u>

See accompanying notes to financial statements.

CITY AND BOROUGH OF SITKA, ALASKA

Governmental Funds
Statement of Revenues, Expenditures and Changes in Fund Balances
Year Ended June 30, 2008

	Major Governmental Funds			Nonmajor Governmental Funds	Total Governmental Funds
	General Fund	Permanent Fund	Capital Projects Fund		
Revenues:					
Taxes:					
Real and personal	\$ 5,437,154	-	-	-	5,437,154
Sales and bed	10,224,623	-	-	-	10,224,623
State sources	2,375,155	-	1,557,496	2,215,202	6,147,853
Federal sources	1,434,191	-	168,677	689,796	2,292,664
Charges for services	1,454,532	-	-	-	1,454,532
Interfund services	2,174,717	-	-	-	2,174,717
Fines, forfeitures and penalties	139,114	-	-	-	139,114
Investment income (loss)	804,977	(1,296,778)	218,223	716,230	442,652
Uses of property	429,154	-	-	-	429,154
Licenses and permits	171,572	-	-	-	171,572
Other	73,479	-	2,252,539	511,441	2,837,459
Total revenues	<u>24,718,668</u>	<u>(1,296,778)</u>	<u>4,196,935</u>	<u>4,132,669</u>	<u>31,751,494</u>
Expenditures:					
Current:					
Administration	3,892,114	161	-	-	3,892,275
Public safety	5,900,800	-	-	509,346	6,410,146
Public works	3,366,340	-	-	162,257	3,528,597
Public services	1,393,032	-	-	501,312	1,894,344
Support	7,237,991	-	-	-	7,237,991
Debt service:					
Principal	869,030	-	-	765,000	1,634,030
Interest	558,028	-	-	783,470	1,341,498
Capital outlay	357,925	-	10,022,817	-	10,380,742
Total expenditures	<u>23,575,260</u>	<u>161</u>	<u>10,022,817</u>	<u>2,721,385</u>	<u>36,319,623</u>
Excess of revenues over (under) expenditures	1,143,408	(1,296,939)	(5,825,882)	1,411,284	(4,568,129)
Other financing sources (uses):					
Transfers in	1,596,532	55,488	4,294,726	1,106,511	7,053,257
Transfers out	(5,455,715)	(1,372,407)	(8,376)	(387,474)	(7,223,972)
State of Alaska note payable	195,000	-	-	-	195,000
Net other financing sources (uses)	<u>(3,664,183)</u>	<u>(1,316,919)</u>	<u>4,286,350</u>	<u>719,037</u>	<u>24,285</u>
Net change in fund balances	(2,520,775)	(2,613,858)	(1,539,532)	2,130,321	(4,543,844)
Fund balances, beginning of year	<u>10,624,819</u>	<u>22,812,105</u>	<u>4,420,728</u>	<u>11,407,368</u>	<u>49,265,020</u>
Fund balances, end of year	<u>\$ 8,104,044</u>	<u>20,198,247</u>	<u>2,881,196</u>	<u>13,537,689</u>	<u>44,721,176</u>

See accompanying notes to financial statements.

CITY AND BOROUGH OF SITKA, ALASKA
 Reconciliation of Change in Fund Balances of Governmental Funds
 to Statement of Activities
 Year Ended June 30, 2008

Net change in fund balances - total governmental funds	\$	(4,543,844)
The change in net assets reported for governmental activities in the Statement of Activities is different because:		
<p>Governmental funds report capital outlays as expenditures. However on the Statement of Activities, depreciation expense is recognized to allocate the cost of these items over their estimated useful lives. This is the amount by which capital outlays (\$10,444,963) exceeded depreciation (\$2,574,641) and transfer of enterprise assets listed in previous year construction in progress (\$255,308).</p>		
		7,615,014
<p>Revenues in the Statement of Activities that do not provide current financial resources are not reported as revenues in the funds. This is the decrease in deferred special assessments receivable.</p>		
		(44,415)
<p>The issuance of long-term debt (e.g., bonds, leases) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net assets. Also, governmental funds report the effect of issuance costs, premiums, discounts, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the Statement of Activities. This amount is the net effect of these differences in the treatment of long-term debt and related items:</p>		
Payments on capital leases	\$	129,030
Decrease in deferred loss on bonds		(41,165)
Decrease in unamortized bond premium		48,901
Decrease in bond issuance costs		(4,173)
Proceeds from notes payable		(195,000)
Payments on debt principal		<u>1,505,000</u>
		1,442,593
<p>Some expenses reported in the Statement of Activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds.</p>		
Decrease in accrued interest payable		12,923
Increase in net pension obligation		(45,650)
Increase in accrued leave		<u>(30,375)</u>
		(63,102)
<p>Internal service funds are used by management to charge the costs of health insurance to individual funds. Net income of these activities is reported with governmental activities as follows:</p>		
Net income of governmental activities		106,398
Adjusted for increase in net pension obligation included above		<u>3,508</u>
Total increase in net assets from internal service funds		<u>109,906</u>
Change in net assets of governmental activities	\$	<u>4,516,152</u>

See accompanying notes to financial statements.

CITY AND BOROUGH OF SITKA, ALASKA

General Fund

Statement of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
Year Ended June 30, 2008

	Original <u>Budget</u>	Final <u>Budget</u>	Actual	Adjustments For Budgetary <u>Basis</u>	Actual on Budgetary <u>Basis</u>	Variance with Final Budget - Positive (Negative)
Revenues:						
Taxes:						
Property taxes	\$ 5,425,043	5,425,043	5,437,154	-	5,437,154	12,111
Sales taxes	9,870,600	9,870,600	9,843,364	-	9,843,364	(27,236)
Bed taxes	370,560	370,560	381,259	-	381,259	10,699
Total taxes	<u>15,666,203</u>	<u>15,666,203</u>	<u>15,661,777</u>	<u>-</u>	<u>15,661,777</u>	<u>(4,426)</u>
State sources:						
School debt reimbursement	898,717	898,717	898,717	-	898,717	-
Municipal energy assistance	-	8,571	564,961	-	564,961	556,390
State PERS relief	-	-	773,393	(773,393)	-	-
State grants	69,000	69,000	2,000	-	2,000	(67,000)
Other	183,946	183,946	136,084	-	136,084	(47,862)
Total State sources	<u>1,151,663</u>	<u>1,160,234</u>	<u>2,375,155</u>	<u>(773,393)</u>	<u>1,601,762</u>	<u>441,528</u>
Federal sources:						
National Forest receipts	244,000	769,767	1,041,547	-	1,041,547	271,780
Payment in lieu of taxes	363,600	363,600	360,426	-	360,426	(3,174)
Federal grants	30,700	34,300	32,218	-	32,218	(2,082)
Total Federal sources	<u>638,300</u>	<u>1,167,667</u>	<u>1,434,191</u>	<u>-</u>	<u>1,434,191</u>	<u>266,524</u>
Licenses and permits	<u>169,450</u>	<u>169,450</u>	<u>171,572</u>	<u>-</u>	<u>171,572</u>	<u>2,122</u>
Charges for services:						
State jail contract	419,450	419,450	419,450	-	419,450	-
Ambulance fees	180,000	180,000	142,690	-	142,690	(37,310)
E911 surcharges	160,300	160,300	182,184	-	182,184	21,884
Jobbing	468,000	502,425	596,556	-	596,556	94,131
Other	100,225	105,057	113,652	-	113,652	8,595
Total charges for services	<u>1,327,975</u>	<u>1,367,232</u>	<u>1,454,532</u>	<u>-</u>	<u>1,454,532</u>	<u>87,300</u>
Property and investments:						
Leases and rent	274,400	352,400	375,774	-	375,774	23,374
Investment income	560,000	560,000	804,977	-	804,977	244,977
Other	34,400	34,400	53,380	-	53,380	18,980
Total property and investments	<u>868,800</u>	<u>946,800</u>	<u>1,234,131</u>	<u>-</u>	<u>1,234,131</u>	<u>287,331</u>
Interfund services	<u>2,174,717</u>	<u>2,174,717</u>	<u>2,174,717</u>	<u>-</u>	<u>2,174,717</u>	<u>-</u>
Fines, forfeitures and penalties	<u>128,000</u>	<u>128,000</u>	<u>139,114</u>	<u>-</u>	<u>139,114</u>	<u>11,114</u>
Other	<u>67,550</u>	<u>84,198</u>	<u>73,479</u>	<u>-</u>	<u>73,479</u>	<u>(10,719)</u>
Total revenues	<u>22,192,658</u>	<u>22,864,501</u>	<u>24,718,668</u>	<u>(773,393)</u>	<u>23,945,275</u>	<u>1,080,774</u>

See accompanying notes to financial statements.

CITY AND BOROUGH OF SITKA, ALASKA

General Fund

Statement of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual, continued

	Original Budget	Final Budget	Actual	Adjustments For Budgetary Basis	Actual on Budgetary Basis	Variance with Final Budget - Positive (Negative)
Expenditures:						
Administration:						
Administration/assembly:						
Wages and benefits	\$ 543,488	543,488	555,835	(46,570)	509,265	34,223
Travel and training	36,882	36,882	28,901	-	28,901	7,981
Contracted/purchased services	197,860	204,860	233,828	-	233,828	(28,968)
Other	94,309	102,909	122,639	-	122,639	(19,730)
Total administration/assembly	<u>872,539</u>	<u>888,139</u>	<u>941,203</u>	<u>(46,570)</u>	<u>894,633</u>	<u>(6,494)</u>
Legal:						
Wages and benefits	198,057	198,057	232,643	(17,529)	215,114	(17,057)
Travel and training	6,325	6,325	5,778	-	5,778	547
Contracted/purchased services	10,309	10,309	50,696	-	50,696	(40,387)
Other	42,667	42,667	18,774	-	18,774	23,893
Total legal	<u>257,358</u>	<u>257,358</u>	<u>307,891</u>	<u>(17,529)</u>	<u>290,362</u>	<u>(33,004)</u>
Municipal clerk:						
Wages and benefits	254,301	254,301	253,204	(19,638)	233,566	20,735
Travel and training	10,200	9,301	9,940	-	9,940	(639)
Contracted/purchased services	39,400	39,400	26,299	-	26,299	13,101
Other	94,548	95,332	80,928	-	80,928	14,404
Total municipal clerk	<u>398,449</u>	<u>398,334</u>	<u>370,371</u>	<u>(19,638)</u>	<u>350,733</u>	<u>47,601</u>
Finance:						
Wages and benefits	1,131,309	1,131,309	1,226,613	(90,364)	1,136,249	(4,940)
Travel and training	12,200	12,200	11,786	-	11,786	414
Contracted/purchased services	92,500	92,500	81,278	-	81,278	11,222
Other	119,120	119,619	133,800	-	133,800	(14,181)
Total finance	<u>1,355,129</u>	<u>1,355,628</u>	<u>1,453,477</u>	<u>(90,364)</u>	<u>1,363,113</u>	<u>(7,485)</u>
Assessing:						
Wages and benefits	217,476	217,476	222,346	(17,261)	205,085	12,391
Travel and training	2,000	2,000	1,148	-	1,148	852
Contracted/purchased services	6,500	6,500	1,650	-	1,650	4,850
Other	33,310	33,310	24,697	-	24,697	8,613
Total assessing	<u>259,286</u>	<u>259,286</u>	<u>249,841</u>	<u>(17,261)</u>	<u>232,580</u>	<u>26,706</u>
Planning:						
Wages and benefits	202,215	202,215	223,239	(22,492)	200,747	1,468
Travel and training	5,466	5,466	5,327	-	5,327	139
Contracted/purchased services	10,200	4,410	4,770	-	4,770	(360)
Other	21,109	19,350	19,658	-	19,658	(308)
Total planning	<u>238,990</u>	<u>231,441</u>	<u>252,994</u>	<u>(22,492)</u>	<u>230,502</u>	<u>939</u>

See accompanying notes to financial statements.

CITY AND BOROUGH OF SITKA, ALASKA

General Fund

Statement of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual, continued

	Original Budget	Final Budget	Actual	Adjustments For Budgetary Basis	Actual on Budgetary Basis	Variance with Final Budget - Positive (Negative)
Expenditures, continued:						
General office:						
Repairs and maintenance	\$ 105,502	82,447	62,483	-	62,483	19,964
Contracted/purchased services	72,200	72,200	64,355	-	64,355	7,845
Other	224,383	224,383	189,499	-	189,499	34,884
Total general office	<u>402,085</u>	<u>379,030</u>	<u>316,337</u>	<u>-</u>	<u>316,337</u>	<u>62,693</u>
Total administration	<u>3,783,836</u>	<u>3,769,216</u>	<u>3,892,114</u>	<u>(213,854)</u>	<u>3,678,260</u>	<u>90,956</u>
Public safety:						
Police:						
Wages and benefits	2,985,898	2,985,897	3,248,367	(266,380)	2,981,987	3,910
Travel and training	64,900	64,900	41,425	-	41,425	23,475
Contracted/purchased services	14,300	14,044	15,880	-	15,880	(1,836)
Other	748,269	733,063	761,495	-	761,495	(28,432)
Total police	<u>3,813,367</u>	<u>3,797,904</u>	<u>4,067,167</u>	<u>(266,380)</u>	<u>3,800,787</u>	<u>(2,883)</u>
Fire:						
Wages and benefits	1,107,312	1,107,312	1,116,375	(86,661)	1,029,714	77,598
Travel and training	33,500	28,394	33,824	-	33,824	(5,430)
Contracted/purchased services	2,000	2,000	3,311	-	3,311	(1,311)
Other	382,466	385,865	337,605	-	337,605	48,260
Total fire	<u>1,525,278</u>	<u>1,523,571</u>	<u>1,491,115</u>	<u>(86,661)</u>	<u>1,404,454</u>	<u>119,117</u>
Ambulance:						
Wages and benefits	166,006	166,006	134,955	(8,829)	126,126	39,880
Travel and training	31,700	31,975	18,888	-	18,888	13,087
Contracted/purchased services	13,300	13,300	12,286	-	12,286	1,014
Other	145,179	152,491	99,565	-	99,565	52,926
Total ambulance	<u>356,185</u>	<u>363,772</u>	<u>265,694</u>	<u>(8,829)</u>	<u>256,865</u>	<u>106,907</u>
Search and rescue:						
Wages and benefits	6,904	6,904	4,279	-	4,279	2,625
Travel and training	11,815	11,815	6,499	-	6,499	5,316
Contracted/purchased services	4,500	4,500	4,500	-	4,500	-
Other	34,310	69,735	61,546	-	61,546	8,189
Total search and rescue	<u>57,529</u>	<u>92,954</u>	<u>76,824</u>	<u>-</u>	<u>76,824</u>	<u>16,130</u>
Total public safety	<u>5,752,359</u>	<u>5,778,201</u>	<u>5,900,800</u>	<u>(361,870)</u>	<u>5,538,930</u>	<u>239,271</u>
Public works:						
Administration:						
Wages and benefits	421,903	421,903	331,795	(26,410)	305,385	116,518
Travel and training	3,500	3,500	2,397	-	2,397	1,103
Other	28,010	28,010	31,641	-	31,641	(3,631)
Total administration	<u>453,413</u>	<u>453,413</u>	<u>365,833</u>	<u>(26,410)</u>	<u>339,423</u>	<u>113,990</u>

See accompanying notes to financial statements.

CITY AND BOROUGH OF SITKA, ALASKA

General Fund

Statement of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual, continued

	Original <u>Budget</u>	Final <u>Budget</u>	<u>Actual</u>	Adjustments For Budgetary <u>Basis</u>	Actual on Budgetary <u>Basis</u>	Variance with Final Budget - Positive <u>(Negative)</u>
Expenditures, continued:						
Engineering:						
Wages and benefits	\$ 473,149	473,149	510,269	(30,895)	479,374	(6,225)
Travel and training	5,800	5,800	6,649	-	6,649	(849)
Contracted/purchased services	10,000	6,121	8,561	-	8,561	(2,440)
Other	35,211	35,212	33,785	-	33,785	1,427
Total engineering	<u>524,160</u>	<u>520,282</u>	<u>559,264</u>	<u>(30,895)</u>	<u>528,369</u>	<u>(8,087)</u>
Streets:						
Wages and benefits	522,702	522,702	594,007	(46,698)	547,309	(24,607)
Travel and training	5,000	5,000	3,195	-	3,195	1,805
Contracted/purchased services	174,000	106,021	151,853	-	151,853	(45,832)
Other	630,045	692,482	662,489	-	662,489	29,993
Total streets	<u>1,331,747</u>	<u>1,326,205</u>	<u>1,411,544</u>	<u>(46,698)</u>	<u>1,364,846</u>	<u>(38,641)</u>
Recreation:						
Wages and benefits	279,993	279,993	290,461	(19,243)	271,218	8,775
Travel and training	2,350	2,350	1,380	-	1,380	970
Contracted/purchased services	48,600	140,386	123,591	-	123,591	16,795
Other	161,911	382,382	378,842	-	378,842	3,540
Total recreation	<u>492,854</u>	<u>805,111</u>	<u>794,274</u>	<u>(19,243)</u>	<u>775,031</u>	<u>30,080</u>
Building officials:						
Wages and benefits	197,581	197,581	202,897	(12,177)	190,720	6,861
Travel and training	5,250	5,250	3,675	-	3,675	1,575
Contracted/purchased services	5,000	5,000	595	-	595	4,405
Other	25,998	25,998	28,258	-	28,258	(2,260)
Total building officials	<u>233,829</u>	<u>233,829</u>	<u>235,425</u>	<u>(12,177)</u>	<u>223,248</u>	<u>10,581</u>
Total public works	<u>3,036,003</u>	<u>3,338,840</u>	<u>3,366,340</u>	<u>(135,423)</u>	<u>3,230,917</u>	<u>107,923</u>
Public services:						
Library:						
Wages and benefits	520,935	520,935	539,587	(39,293)	500,294	20,641
Travel and training	6,400	12,230	12,229	-	12,229	1
Contracted/purchased services	29,008	28,683	30,892	-	30,892	(2,209)
Other	241,783	256,588	228,227	-	228,227	28,361
Total library	<u>798,126</u>	<u>818,436</u>	<u>810,935</u>	<u>(39,293)</u>	<u>771,642</u>	<u>46,794</u>
Harrigan Centennial Building:						
Wages and benefits	280,712	280,712	295,150	(22,953)	272,197	8,515
Contracted/purchased services	50,933	50,933	50,967	-	50,967	(34)
Other	133,438	161,499	148,244	-	148,244	13,255
Total Harrigan Centennial Building	<u>465,083</u>	<u>493,144</u>	<u>494,361</u>	<u>(22,953)</u>	<u>471,408</u>	<u>21,736</u>

See accompanying notes to financial statements.

CITY AND BOROUGH OF SITKA, ALASKA

General Fund

Statement of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual, continued

	Original Budget	Final Budget	Actual	Adjustments For Budgetary Basis	Actual on Budgetary Basis	Variance with Final Budget - Positive (Negative)
Expenditures, continued:						
Senior Citizen Center:						
Repairs and maintenance	\$ 23,620	23,620	32,990	-	32,990	(9,370)
Other	55,815	55,815	54,746	-	54,746	1,069
Total Senior Citizen Center	79,435	79,435	87,736	-	87,736	(8,301)
Total public services	1,342,644	1,391,015	1,393,032	(62,246)	1,330,786	60,229
Support:						
Municipal grants to local organizations	208,600	268,671	241,551	-	241,551	27,120
Sitka Convention and Visitors Bureau	318,000	318,000	318,000	-	318,000	-
Sitka Community Hospital	143,000	143,000	143,000	-	143,000	-
Sitka School District	5,759,876	6,535,440	6,535,440	-	6,535,440	-
Total support	6,429,476	7,265,111	7,237,991	-	7,237,991	27,120
Debt service:						
Principal	869,030	869,030	869,030	-	869,030	-
Interest	560,028	560,028	558,028	-	558,028	2,000
Total debt service	1,429,058	1,429,058	1,427,058	-	1,427,058	2,000
Capital outlay	44,799	175,975	357,925	(195,000)	162,925	13,050
Total expenditures	21,818,175	23,147,416	23,575,260	(968,393)	22,606,867	540,549
Excess of revenues over (under) expenditures	374,483	(282,915)	1,143,408	195,000	1,338,408	1,621,323
Other financing sources (uses):						
Transfers in	1,514,307	1,514,307	1,596,532	-	1,596,532	82,225
Transfers out	(2,144,905)	(5,742,790)	(5,455,715)	-	(5,455,715)	287,075
State of Alaska note payable	-	-	195,000	(195,000)	-	-
Net other financing sources (uses)	(630,598)	(4,228,483)	(3,664,183)	(195,000)	(3,859,183)	369,300
Net change in fund balance	\$ (256,115)	(4,511,398)	(2,520,775)	-	(2,520,775)	1,990,623
Fund balance, beginning of year			10,624,819			
Fund balance, end of year		\$	8,104,044			

See accompanying notes to financial statements.

CITY AND BOROUGH OF SITKA, ALASKA

Proprietary Funds
Statement of Net Assets
June 30, 2008

	Major Enterprise Funds				Nonmajor Enterprise Funds	Total Enterprise Funds	Governmental Activities - Internal Service Funds
	Electric and Water Utilities	Waste Water Treatment	Solid Waste Disposal	Harbor			
Assets							
Current assets:							
Equity in central treasury	\$ 10,502,460	4,460,732	1,333,597	2,370,367	1,569,746	20,236,902	4,457,632
Receivables:							
Accounts	892,281	136,339	211,811	158,673	407,044	1,806,148	4,976
Allowance for uncollectible accounts	(227,293)	(38,705)	(54,779)	(102,609)	(1,509)	(424,895)	-
Federal and State of Alaska	133,641	141,156	-	911,793	175,406	1,361,996	-
Current portion:							
Notes receivable	-	3,055	-	-	-	3,055	-
Assessments receivable	-	9,719	-	-	-	9,719	-
Inventories	1,796,050	-	-	-	-	1,796,050	-
Prepaid expenses	628	-	-	-	-	628	1,100
Total current assets	<u>13,097,767</u>	<u>4,712,296</u>	<u>1,490,629</u>	<u>3,338,224</u>	<u>2,150,687</u>	<u>24,789,603</u>	<u>4,463,708</u>
Noncurrent assets:							
Restricted assets:							
Equity in central treasury:							
Landfill postclosure	-	-	499,995	-	-	499,995	-
Bond covenant accounts	2,457,300	-	-	-	-	2,457,300	-
Deposits	91,958	-	6,596	39,355	-	137,909	-
Bond covenant accounts	4,471,786	-	-	-	-	4,471,786	-
Notes receivable	-	74,945	-	-	-	74,945	-
Special assessments receivable	-	180,177	-	-	-	180,177	-
Water rights	46,966	-	-	-	-	46,966	-
FERC license	971,794	-	-	-	-	971,794	-
Deferred charges	-	-	-	-	137,628	137,628	-
Capital assets:							
Property, plant and equipment	138,012,787	43,757,254	3,193,233	23,653,176	21,793,636	230,410,086	7,651,455
Construction in progress	3,418,196	648,762	2,837,358	21,664	541,004	7,466,984	-
Less accumulated depreciation	(58,423,516)	(26,432,049)	(793,643)	(6,733,576)	(5,067,078)	(97,449,862)	(4,358,473)
Total capital assets, net of accumulated depreciation	<u>83,007,467</u>	<u>17,973,967</u>	<u>5,236,948</u>	<u>16,941,264</u>	<u>17,267,562</u>	<u>140,427,208</u>	<u>3,292,982</u>
Total noncurrent assets	<u>91,047,271</u>	<u>18,229,089</u>	<u>5,743,539</u>	<u>16,980,619</u>	<u>17,405,190</u>	<u>149,405,708</u>	<u>3,292,982</u>
Total assets	\$ <u>104,145,038</u>	<u>22,941,385</u>	<u>7,234,168</u>	<u>20,318,843</u>	<u>19,555,877</u>	<u>174,195,311</u>	<u>7,756,690</u>
Liabilities							
Current liabilities:							
Accounts payable and accrued liabilities	\$ 349,609	162,112	110,917	25,536	33,982	682,156	177,494
Due to other funds	-	-	122,893	250,000	285,217	658,110	50,000
Current portion of:							
Revenue bonds	2,155,000	-	-	-	-	2,155,000	-
Revenue notes	235,036	-	-	-	-	235,036	-
Notes payable	59,564	74,430	-	82,846	-	216,840	-
Capital leases	-	3,925	-	-	5,980	9,905	-
Payable from restricted assets - deposits payable	91,958	-	6,596	39,355	-	137,909	-
Total current liabilities	<u>2,891,167</u>	<u>240,467</u>	<u>240,406</u>	<u>397,737</u>	<u>325,179</u>	<u>4,094,956</u>	<u>227,494</u>
Noncurrent liabilities:							
Compensated absences	165,856	39,106	3,163	48,146	9,425	265,696	43,279
Advances from other funds	-	-	372,881	610,000	581,183	1,564,064	600,000
Revenue bonds	30,395,000	-	-	-	-	30,395,000	-
Deferred loss on bonds	(1,093,244)	-	-	-	-	(1,093,244)	-
Revenue notes	9,299,131	-	-	-	-	9,299,131	-
Notes payable	1,510,260	3,106,537	1,139,845	2,189,390	-	7,946,032	-
Capital leases	-	1,012	-	-	1,540	2,552	-
Landfill post-closure liability	-	-	499,995	-	-	499,995	-
Net pension/OPEB obligation	312,356	71,279	7,408	57,295	9,228	457,566	77,469
Total noncurrent liabilities	<u>40,589,359</u>	<u>3,217,934</u>	<u>2,023,292</u>	<u>2,904,831</u>	<u>601,376</u>	<u>49,336,792</u>	<u>720,748</u>
Total liabilities	<u>43,480,526</u>	<u>3,458,401</u>	<u>2,263,698</u>	<u>3,302,568</u>	<u>926,555</u>	<u>53,431,748</u>	<u>948,242</u>
Net assets							
Invested in capital assets, net of related debt	40,446,720	14,788,063	4,097,103	14,669,028	17,260,042	91,260,956	3,292,982
Restricted for debt service	6,929,086	-	-	-	-	6,929,086	-
Unrestricted	13,288,706	4,694,921	873,367	2,347,247	1,369,280	22,573,521	3,515,466
Total net assets	<u>60,664,512</u>	<u>19,482,984</u>	<u>4,970,470</u>	<u>17,016,275</u>	<u>18,629,322</u>	<u>120,763,563</u>	<u>6,808,448</u>
Total liabilities and net assets	\$ <u>104,145,038</u>	<u>22,941,385</u>	<u>7,234,168</u>	<u>20,318,843</u>	<u>19,555,877</u>	<u>174,195,311</u>	<u>7,756,690</u>
Adjustment to reflect the consolidation of internal service fund activities related to enterprise funds						(708,676)	
Net assets of business-type activities						\$ <u>120,054,887</u>	

See accompanying notes to financial statements.

CITY AND BOROUGH OF SITKA, ALASKA
Proprietary Funds
Statement of Revenues, Expenses and Changes in Net Assets
Year Ended June 30, 2008

	Major Enterprise Funds					Total Enterprise Funds	Governmental Activities - Internal Service Funds
	Electric and Water Utilities	Waste Water Treatment	Solid Waste Disposal	Harbor	Nonmajor Enterprise Funds		
Operating revenues:							
Charges for services	\$ 11,403,423	1,558,262	2,786,132	1,386,072	593,524	17,727,413	2,371,550
Other	592,955	226,107	240,811	297,178	731,357	2,088,408	-
Total operating revenues	<u>11,996,378</u>	<u>1,784,369</u>	<u>3,026,943</u>	<u>1,683,250</u>	<u>1,324,881</u>	<u>19,815,821</u>	<u>2,371,550</u>
Operating expenses:							
Wages and benefits	3,523,205	858,235	122,679	745,589	113,703	5,363,411	829,890
Travel and training	17,644	7,508	8,284	12,418	-	45,854	32,962
Utilities	114,251	179,945	31,300	144,672	252,063	722,231	28,754
Repairs and maintenance	176,823	103,382	4,636	124,930	161,837	571,608	297,780
Contracted/purchased services	337,736	81,219	1,905,839	55,405	181,071	2,561,270	285,726
Interdepartment services	1,041,868	265,176	482,736	245,870	269,970	2,305,620	316,344
Other	1,575,352	201,620	191,191	206,220	162,622	2,337,005	633,789
Depreciation	2,447,470	1,310,966	129,600	697,935	604,106	5,190,077	326,559
Total operating expenses	<u>9,234,349</u>	<u>3,008,051</u>	<u>2,876,265</u>	<u>2,233,039</u>	<u>1,745,372</u>	<u>19,097,076</u>	<u>2,751,804</u>
Operating income (loss)	2,762,029	(1,223,682)	150,678	(549,789)	(420,491)	718,745	(380,254)
Nonoperating revenues (expenses):							
Investment income	1,106,098	303,073	131,606	27,120	108,469	1,676,366	298,569
Interest expense	(2,647,577)	(9,547)	(18,638)	(104,496)	(47,416)	(2,827,674)	(35,000)
Raw fish tax	-	-	-	911,793	-	911,793	-
State PERS relief	241,322	57,409	7,945	55,081	8,256	370,013	62,823
State municipal energy assistance	100,000	-	-	-	-	100,000	-
Other	-	-	-	-	-	-	125,875
Net nonoperating revenues (expenses)	<u>(1,200,157)</u>	<u>350,935</u>	<u>120,913</u>	<u>889,498</u>	<u>69,309</u>	<u>230,498</u>	<u>452,267</u>
Income (loss) before contributions and transfers	1,561,872	(872,747)	271,591	339,709	(351,182)	949,243	72,013
Capital contributions	2,805,545	1,941,455	1,139,847	32,373	521,570	6,440,790	-
Transfers in	-	-	-	36,992	165,749	202,741	136,675
Transfers out	(5,802)	-	-	(100,000)	-	(105,802)	(62,899)
Change in net assets	4,361,615	1,068,708	1,411,438	309,074	336,137	7,486,972	145,789
Net assets, beginning of year	<u>56,302,897</u>	<u>18,414,276</u>	<u>3,559,032</u>	<u>16,707,201</u>	<u>18,293,185</u>		<u>6,662,659</u>
Net assets, end of year	\$ <u>60,664,512</u>	<u>19,482,984</u>	<u>4,970,470</u>	<u>17,016,275</u>	<u>18,629,322</u>		<u>6,808,448</u>
Adjustment to reflect the consolidation of internal service fund activities related to enterprise funds						39,391	
Change in net assets of business-type activities					\$	<u>7,526,363</u>	

See accompanying notes to financial statements.

CITY AND BOROUGH OF SITKA, ALASKA

Proprietary Funds

Statement of Cash Flows

Year Ended June 30, 2008

	Major Enterprise Funds				Nonmajor Enterprise Funds	Total Enterprise Funds	Governmental Activities - Internal Service Funds
	Electric and Water Utilities	Waste Water Treatment	Solid Waste Disposal	Harbor			
Cash flows from operating activities:							
Receipts from customers	\$ 12,146,474	1,796,657	3,029,035	1,635,743	1,187,375	19,795,284	2,366,813
Payments to suppliers	(2,234,029)	(1,823,684)	(2,154,199)	(641,304)	(903,766)	(7,756,982)	(316,344)
Payments for interfund services used	(1,041,868)	(265,176)	(482,736)	(245,870)	(269,970)	(2,305,620)	(1,115,701)
Payments to employees	(3,483,165)	(854,067)	(118,536)	(743,933)	(108,965)	(5,308,666)	(830,435)
Net cash flows from operating activities	<u>5,387,412</u>	<u>(1,146,270)</u>	<u>273,564</u>	<u>4,636</u>	<u>(95,326)</u>	<u>4,424,016</u>	<u>104,333</u>
Cash flows from noncapital financing activities:							
State PERS relief	241,322	57,409	7,945	55,081	8,256	370,013	62,823
State municipal energy assistance	100,000	-	-	-	-	100,000	-
Due to other funds	-	-	-	(1,575,349)	-	(1,575,349)	-
Raw fish tax received	-	-	-	808,257	-	808,257	-
Repayments to other funds	-	-	(122,226)	(136,000)	(208,242)	(466,468)	-
Transfers from (to) other funds	(5,802)	-	-	(63,008)	165,749	96,939	73,776
Net cash flows from noncapital financing activities	<u>335,520</u>	<u>57,409</u>	<u>(114,281)</u>	<u>(911,019)</u>	<u>(34,237)</u>	<u>(666,608)</u>	<u>136,599</u>
Cash flows from capital and related financing activities:							
Capital expenditures	(4,305,933)	(1,872,652)	(2,475,864)	(114,130)	(607,964)	(9,376,543)	(242,638)
Interest paid	(2,489,906)	(19,981)	(25,718)	(98,624)	(58,666)	(2,692,895)	(35,000)
Payments on capital lease	-	(3,739)	-	-	(5,696)	(9,435)	-
Payments on bonds and notes payable	(2,270,889)	(73,330)	-	(34,727)	-	(2,378,946)	-
Loan proceeds	-	-	-	1,407,757	-	1,407,757	(50,000)
Rental of capital assets	-	-	-	-	-	-	33,504
Proceeds from sale of capital assets	60,000	-	-	-	-	60,000	2,999
Grants and loans for construction	2,858,016	2,561,951	2,279,693	2,055,088	745,257	10,500,005	-
Transfer from bond trustee for debt service	(53,303)	-	-	-	-	(53,303)	-
Net cash flows from capital and related financing activities	<u>(6,202,015)</u>	<u>592,249</u>	<u>(221,889)</u>	<u>3,215,364</u>	<u>72,931</u>	<u>(2,543,360)</u>	<u>(291,135)</u>
Cash flows from investing activities - interest received	<u>1,106,098</u>	<u>303,073</u>	<u>131,606</u>	<u>27,120</u>	<u>108,469</u>	<u>1,676,366</u>	<u>298,569</u>
Net increase (decrease) in cash and cash equivalents	627,015	(193,539)	69,000	2,336,101	51,837	2,890,414	248,366
Cash and cash equivalents - beginning	<u>12,424,703</u>	<u>4,654,271</u>	<u>1,771,188</u>	<u>73,621</u>	<u>1,517,909</u>	<u>20,441,692</u>	<u>4,209,266</u>
Cash and cash equivalents - ending	\$ <u>13,051,718</u>	<u>4,460,732</u>	<u>1,840,188</u>	<u>2,409,722</u>	<u>1,569,746</u>	<u>23,332,106</u>	<u>4,457,632</u>
Reconciliation of cash and cash equivalents, end of year:							
Unrestricted equity in central treasury	\$ 10,502,460	4,460,732	1,333,597	2,370,367	1,569,746	20,236,902	4,457,632
Restricted equity in central treasury	2,549,258	-	506,591	39,355	-	3,095,204	-
Totals	\$ <u>13,051,718</u>	<u>4,460,732</u>	<u>1,840,188</u>	<u>2,409,722</u>	<u>1,569,746</u>	<u>23,332,106</u>	<u>4,457,632</u>
Reconciliation of operating income (loss) to net cash flows from operating activities:							
Operating income (loss)	\$ 2,762,029	(1,223,682)	150,678	(549,789)	(420,491)	718,745	(380,254)
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:							
Depreciation	2,447,470	1,310,966	129,600	697,935	558,230	5,144,201	326,559
Amortization	19,832	-	-	-	45,876	65,708	-
(Increase) decrease in assets:							
Accounts receivable (net)	147,505	12,288	882	(13,241)	(137,506)	9,928	(4,736)
Inventories	(200,907)	-	-	-	-	(200,907)	-
Prepays	31,125	-	-	-	-	31,125	23,506
Increase (decrease) in liabilities:							
Net pension/OPEB obligation	13,703	1,690	980	2,891	445	19,709	3,506
Accounts payable and accrued liabilities	137,728	(1,250,010)	(12,949)	(97,659)	(146,173)	(1,369,063)	139,804
Compensated absences	26,337	2,478	3,163	(1,235)	4,293	35,036	(4,052)
Deposits	2,590	-	1,210	(34,266)	-	(30,466)	-
Net cash flows from operating activities	\$ <u>5,387,412</u>	<u>(1,146,270)</u>	<u>273,564</u>	<u>4,636</u>	<u>(95,326)</u>	<u>4,424,016</u>	<u>104,333</u>

See accompanying notes to financial statements.

CITY AND BOROUGH OF SITKA, ALASKA

Fiduciary Funds

Statement of Fiduciary Net Assets

June 30, 2008

	Rowe Trust Fund	Sitka Cemetery Agency Fund	Totals
	<u> </u>	<u> </u>	<u> </u>
Current assets - equity in central treasury	\$ <u>179,879</u>	<u>104,069</u>	<u>283,948</u>
Current liabilities:			
Accounts payable	584	-	584
Due to Sitka Cemetery Association	<u>-</u>	<u>104,069</u>	<u>104,069</u>
Total current liabilities	<u>584</u>	<u>104,069</u>	<u>104,653</u>
Net assets - held in trust for library acquisitions	<u>179,295</u>	<u>-</u>	<u>179,295</u>
Total liabilities and net assets	\$ <u>179,879</u>	<u>104,069</u>	<u>283,948</u>

See accompanying notes to financial statements.

CITY AND BOROUGH OF SITKA, ALASKA
Fiduciary Funds
Statement of Changes in Fiduciary Net Assets
Year Ended June 30, 2008

	<u>Rowe Trust Fund</u>
Additions:	
Investment income:	
Interest	\$ 7,560
Net change in the fair value of investments	<u>4,873</u>
Total investment income	<u>12,433</u>
Deductions - library books and supplies	<u>5,110</u>
Change in net assets	7,323
Net assets, beginning of year	<u>171,972</u>
Net assets, end of year	\$ <u><u>179,295</u></u>

See accompanying notes to financial statements.