

SUPPLEMENTARY INFORMATION

CITY AND BOROUGH OF SITKA, ALASKA

Nonmajor Governmental Funds
 Combining Balance Sheet
 June 30, 2008

	Special Revenue Funds									
	Advancing Our Youth	Police Dept. Drug Grant and Forfeitures	Child Care Programs	Local Emergency Planning Committee	Coastal Zone Management Plan	STA Domestic Violence Unit Grant	State Homeland Security Grant	Library Building	S.E. Economic Development	
Assets:										
Equity in central treasury	\$ -	-	-	-	-	-	-	-	-	-
Receivables:										
Accounts, net of allowance for uncollectible accounts	-	-	-	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-	-	-	110
Special assessments	-	-	-	-	-	-	-	-	-	-
Federal and State of Alaska	-	42,325	2,871	3,608	6,528	57,717	52,423	-	-	-
Due from other funds	-	-	-	-	-	-	-	-	-	558,111
Advances to other funds	-	-	-	-	-	-	-	-	-	1,564,064
Notes receivable - other	-	-	-	-	-	-	-	-	-	100,000
Notes receivable - revolving loan	-	-	-	-	-	-	-	-	-	1,194,365
Restricted assets:										
Equity in central treasury	4,527	53,186	2,203	-	-	-	-	38,746	-	3,329,247
Cash and investments	-	22,372	-	-	-	-	-	-	-	36,360
Total assets	\$ 4,527	117,883	5,074	3,608	6,528	57,717	52,423	38,746	-	6,782,257
Liabilities:										
Accounts payable	-	5,269	-	-	-	-	-	-	-	5,924
Due to other funds	-	60,041	-	-	-	-	-	-	-	-
Deferred revenue	-	-	-	-	-	-	-	-	-	-
Liabilities payable from restricted assets:										
Accounts payable	-	-	4,840	58	-	-	-	-	-	-
Due to other funds	-	-	-	3,550	6,528	57,717	52,423	-	-	-
Total liabilities	-	65,310	4,840	3,608	6,528	57,717	52,423	-	-	5,924
Fund balances:										
Reserved for:										
Advances to other funds	-	-	-	-	-	-	-	-	-	1,564,064
Notes receivable	-	-	-	-	-	-	-	-	-	1,294,365
Public safety	-	52,573	-	-	-	-	-	-	-	-
Debt service	-	-	-	-	-	-	-	-	-	-
Community improvement projects	4,527	-	-	-	-	-	-	-	-	-
Library acquisitions	-	-	-	-	-	-	-	38,746	-	-
Unreserved:										
Designated:										
Economic development projects	-	-	-	-	-	-	-	-	-	3,917,904
Special assessment projects	-	-	-	-	-	-	-	-	-	-
Undesignated, reported in special revenue funds	-	-	234	-	-	-	-	-	-	-
Total fund balances	4,527	52,573	234	-	-	-	-	38,746	-	6,776,333
Total liabilities and fund balances	\$ 4,527	117,883	5,074	3,608	6,528	57,717	52,423	38,746	-	6,782,257

CITY AND BOROUGH OF SITKA, ALASKA
 Nonmajor Governmental Funds
 Combining Balance Sheet, continued

	Special Revenue Funds										Debt Service Fund	Total Nonmajor Governmental Funds
	Sawmill Cove Contingency	Sitka Tobacco Tax	Commercial Passenger Excise Tax Fund	LID Revolving	LID Guaranty	Sunde Arnold Fire Truck	Library Donation	Other Small Funds	School Bonds			
Assets:												
Equity in central treasury Receivables:												
Accounts, net of allowance for uncollectible accounts	-	-	-	849,981	276,061	-	-	-	-	-	2,179,112	3,342,855
Interest	-	54,510	-	-	-	-	-	-	-	-	-	54,510
Special assessments Federal and State of Alaska	-	-	-	229,394	-	-	-	-	-	-	-	110
Due from other funds	-	-	-	-	-	-	-	38,511	-	9,970	9,970	229,394
Advances to other funds	-	-	-	-	-	-	-	-	-	468,061	468,061	213,953
Notes receivable - other	-	-	-	-	-	-	-	-	-	-	-	1,026,172
Notes receivable - revolving loan	-	-	-	-	-	-	-	-	-	-	-	1,564,064
Restricted assets:												
Equity in central treasury	1,134,440	35,584	1,130,351	-	-	351,277	170,410	58,244	-	-	-	6,308,215
Cash and investments	-	-	-	-	-	-	-	-	-	-	-	58,732
Total assets	1,134,440	90,094	1,130,351	1,079,375	276,061	351,277	170,410	134,456	2,657,143	-	2,657,143	14,092,370
Liabilities:												
Accounts payable	-	-	-	-	-	-	-	-	-	-	-	11,193
Due to other funds	-	-	-	-	-	-	-	38,511	-	-	-	98,552
Deferred revenue	-	-	-	229,394	-	-	-	-	-	-	-	229,394
Liabilities payable from restricted assets:												
Accounts payable	-	90,188	-	-	-	-	238	-	-	-	-	95,324
Due to other funds	-	-	-	-	-	-	-	-	-	-	-	120,218
Total liabilities	-	90,188	-	229,394	-	-	238	38,511	-	-	-	554,681
Fund balances:												
Reserved for:												
Advances to other funds	-	-	-	-	-	-	-	-	-	-	-	1,564,064
Notes receivable	-	-	-	-	-	-	-	-	-	-	-	1,294,365
Public safety	-	-	-	-	-	-	-	58,244	-	-	-	110,817
Debt service	-	-	-	-	-	-	-	-	-	2,657,143	-	2,657,143
Community improvement projects	-	-	1,130,351	-	-	351,277	170,172	-	-	-	-	1,486,155
Library acquisitions	-	-	-	-	-	-	-	-	-	-	-	208,918
Unreserved:												
Designated:												
Economic development projects	1,134,440	-	-	-	-	-	-	-	-	-	-	5,052,344
Special assessment projects	-	-	-	849,981	276,061	-	-	-	-	-	-	1,126,042
Undesignated, reported in special revenue funds	-	(94)	-	-	-	-	-	37,701	-	-	-	37,841
Total fund balances	1,134,440	(94)	1,130,351	849,981	276,061	351,277	170,172	95,945	2,657,143	-	2,657,143	13,537,689
Total liabilities and fund balances	1,134,440	90,094	1,130,351	1,079,375	276,061	351,277	170,410	134,456	2,657,143	-	2,657,143	14,092,370

CITY AND BOROUGH OF SITKA, ALASKA
 Nonmajor Governmental Funds
 Combining Statement of Revenues, Expenditures and Changes in Fund Balances
 Year Ended June 30, 2008

	Special Revenue Funds						
	Police Dept. Drug Grant and Forfeitures	Child Care Programs	Local Emergency Planning Committee	Coastal Zone Management Plan	STA Domestic Violence Unit Grant	State Homeland Security Grant	
Revenues:							
State sources	-	46,004	13,350	28,653	-	-	-
Federal sources	-	-	-	-	159,062	206,471	-
Interest	244	-	-	-	-	-	-
Change in fair value of investments	193	33	-	-	-	-	-
Other	-	-	-	-	915	-	-
Total revenues	<u>437</u>	<u>46,004</u>	<u>13,350</u>	<u>28,653</u>	<u>159,977</u>	<u>206,471</u>	<u>-</u>
Expenditures:							
Current:							
Public safety	-	-	-	-	155,725	206,471	-
Public works	-	-	-	28,653	-	-	-
Public services	2,517	46,004	13,350	-	-	-	-
Debt service:							
Principal	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-
Total expenditures	<u>2,517</u>	<u>46,004</u>	<u>13,350</u>	<u>28,653</u>	<u>155,725</u>	<u>206,471</u>	<u>-</u>
Excess of revenues over (under) expenditures	(2,080)	-	-	-	4,252	-	-
Other financing sources (uses):							
Transfers in	-	-	-	-	-	-	-
Transfers out	-	-	-	-	(4,252)	-	-
Net other financing sources (uses)	-	-	-	-	(4,252)	-	-
Net change in fund balances	(2,080)	-	-	-	-	-	-
Fund balances, beginning of year	<u>6,607</u>	<u>234</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balances, end of year	<u>\$ 4,527</u>	<u>234</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>

CITY AND BOROUGH OF SITKA, ALASKA

Nonmajor Governmental Funds

Combining Statement of Revenues, Expenditures and Changes in Fund Balances, continued

	Special Revenue Funds						
	S.E.			Commercial			
	Library Building	Economic Development	Sawmill Cove Contingency	Sitka Tobacco Tax	Passenger Excise Tax	LID Revolving	LID Guaranty
Revenues:							
State sources	\$ -	-	-	-	1,128,995	-	-
Federal sources	-	-	-	-	-	-	-
Interest	1,595	282,335	47,912	334	4,175	51,916	11,647
Change in fair value of investments	1,021	97,622	31,282	26	(2,819)	21,598	7,619
Other	-	-	-	440,206	-	44,451	-
Total revenues	<u>2,616</u>	<u>379,957</u>	<u>79,194</u>	<u>440,566</u>	<u>1,130,351</u>	<u>117,965</u>	<u>19,266</u>
Expenditures:							
Current:							
Public safety	-	-	-	-	-	-	-
Public works	-	-	-	-	-	84	-
Public services	-	135	-	439,306	-	-	-
Debt service:							
Principal	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-
Total expenditures	-	<u>135</u>	-	<u>439,306</u>	-	<u>84</u>	-
Excess of revenues over (under) expenditures	2,616	379,822	79,194	1,260	1,130,351	117,881	19,266
Other financing sources (uses):							
Transfers in	-	-	-	-	-	-	-
Transfers out	-	(127,173)	(47,912)	(2,034)	-	(34,287)	(11,647)
Net other financing sources (uses)	-	<u>(127,173)</u>	<u>(47,912)</u>	<u>(2,034)</u>	-	<u>(34,287)</u>	<u>(11,647)</u>
Net change in fund balances	2,616	252,649	31,282	(774)	1,130,351	83,594	7,619
Fund balances, beginning of year	36,130	6,523,684	1,103,158	680	-	766,387	268,442
Fund balances, end of year	<u>\$ 38,746</u>	<u>6,776,333</u>	<u>1,134,440</u>	<u>(94)</u>	<u>1,130,351</u>	<u>849,981</u>	<u>276,061</u>

CITY AND BOROUGH OF SITKA, ALASKA

Nonmajor Governmental Funds

Combining Statement of Revenues, Expenditures and Changes in Fund Balances, continued

	Special Revenue Funds					Debt		Total Nonmajor Governmental Funds
	Sunde Arnold Fire Truck	Library Donation	Telecommuni- cations Infrastructure	Other Small Funds	School Bonds	Service Fund		
Revenues:								
State sources	\$ -	-	-	-	996,930		2,215,202	
Federal sources	-	-	-	131,245	-		689,796	
Interest	9,918	6,993	-	6,113	76,893		502,409	
Change in fair market value of investments	9,397	4,491	-	3,499	39,859		213,821	
Other	-	2,125	-	23,744	-		511,441	
Total revenues	<u>19,315</u>	<u>13,609</u>	<u>-</u>	<u>164,601</u>	<u>1,113,682</u>		<u>4,132,669</u>	
Expenditures:								
Current:								
Public safety	-	-	-	15,891	-		509,346	
Public works	-	2,275	-	131,245	-		162,257	
Public services	-	-	-	-	-		501,312	
Debt service:								
Principal	-	-	-	-	765,000		765,000	
Interest	-	-	-	-	783,470		783,470	
Total expenditures	<u>-</u>	<u>2,275</u>	<u>-</u>	<u>147,136</u>	<u>1,548,470</u>		<u>2,721,385</u>	
Excess of revenues over (under) expenditures	19,315	11,334	-	17,465	(434,788)		1,411,284	
Other financing sources (uses):								
Transfers in	-	-	-	46,992	1,059,519		1,106,511	
Transfers out	-	-	(102)	(86,643)	-		(387,474)	
Net other financing sources (uses)	<u>-</u>	<u>-</u>	<u>(102)</u>	<u>(39,651)</u>	<u>1,059,519</u>		<u>719,037</u>	
Net change in fund balances	19,315	11,334	(102)	(22,186)	624,731		2,130,321	
Fund balances, beginning of year	<u>331,962</u>	<u>158,838</u>	<u>102</u>	<u>118,131</u>	<u>2,032,412</u>		<u>11,407,368</u>	
Fund balances, end of year	<u>\$ 351,277</u>	<u>170,172</u>	<u>-</u>	<u>95,945</u>	<u>2,657,143</u>		<u>13,537,689</u>	

CITY AND BOROUGH OF SITKA, ALASKA

General Fund

Balance Sheet

June 30, 2008

(With Comparative Amounts for 2007)

	<u>2008</u>	<u>2007</u>
Assets:		
Equity in central treasury	\$ 4,872,795	5,779,982
Receivables:		
Accounts	1,355,122	1,043,236
Taxes	2,512,091	2,549,671
Allowance for uncollectible accounts	(512,886)	(496,395)
Interest	489,798	513,051
Federal and State of Alaska	76,594	75,504
Due from other funds	368,769	2,077,384
Advances to other funds	600,000	650,000
Advances to component units	200,000	175,000
Prepaid items	<u>1,445</u>	<u>1,032</u>
Total assets	\$ <u>9,963,728</u>	<u>12,368,465</u>
Liabilities:		
Accounts payable	\$ 133,991	156,441
Accrued payroll	832,470	713,115
Accrued and other liabilities	33,840	18,191
Due to other funds	468,061	454,479
Deferred revenue	<u>391,322</u>	<u>401,420</u>
Total liabilities	<u>1,859,684</u>	<u>1,743,646</u>
Fund balances:		
Reserved for:		
Advances to other funds	600,000	650,000
Advances to component units	200,000	175,000
Prepaid items	1,445	1,032
Encumbrances	234,876	355,150
Title III Forestry expenditures	678,366	677,300
Unreserved:		
Designated for subsequent year's expenditures	-	256,116
Undesignated	<u>6,389,357</u>	<u>8,510,221</u>
Total fund balances	<u>8,104,044</u>	<u>10,624,819</u>
Total liabilities and fund balances	\$ <u>9,963,728</u>	<u>12,368,465</u>

CITY AND BOROUGH OF SITKA, ALASKA

General Fund

Statement of Revenues, Expenditures and Changes in Fund Balance

Year Ended June 30, 2008

(With Comparative Amounts for 2007)

	<u>2008</u>	<u>2007</u>
Revenues:		
Taxes:		
Property taxes	\$ 5,437,154	4,966,216
Sales taxes	9,843,364	9,933,481
Bed taxes	<u>381,259</u>	<u>405,208</u>
Total taxes	<u>15,661,777</u>	<u>15,304,905</u>
State sources:		
School debt reimbursement	898,717	795,611
Municipal energy assistance	564,961	221,028
State PERS relief	773,393	276,044
State grants	2,000	264,557
Other	<u>136,084</u>	<u>95,338</u>
Total State sources	<u>2,375,155</u>	<u>1,652,578</u>
Federal sources:		
National Forest receipts	1,041,547	1,043,664
Payment in lieu of taxes	360,426	363,616
Federal grants	<u>32,218</u>	<u>186,834</u>
Total Federal sources	<u>1,434,191</u>	<u>1,594,114</u>
Licenses and permits	<u>171,572</u>	<u>188,510</u>
Charges for services:		
State jail contract	419,450	419,450
Ambulance fees	142,690	403,180
E911 surcharges	182,184	139,942
Jobbing	596,556	556,936
Other	<u>113,652</u>	<u>141,838</u>
Total charges for services	<u>1,454,532</u>	<u>1,661,346</u>
Property and investments:		
Leases and rent	375,774	265,306
Investment income	804,977	608,408
Other	<u>53,380</u>	<u>77,735</u>
Total property and investments	<u>1,234,131</u>	<u>951,449</u>
Interfund services	<u>2,174,717</u>	<u>1,949,569</u>
Fines, forfeitures and penalties	<u>139,114</u>	<u>118,790</u>
Other	<u>73,479</u>	<u>92,475</u>
Total revenues	<u>24,718,668</u>	<u>23,513,736</u>

CITY AND BOROUGH OF SITKA, ALASKA

General Fund

Statement of Revenues, Expenditures and Changes in Fund Balance, continued

	<u>2008</u>	<u>2007</u>
Expenditures:		
Administration:		
Administration/assembly:		
Wages and benefits	\$ 555,835	484,484
Travel and training	28,901	33,481
Contracted/purchased services	233,828	171,956
Other	<u>122,639</u>	<u>95,140</u>
Total administration/assembly	<u>941,203</u>	<u>785,061</u>
Legal:		
Wages and benefits	232,643	234,419
Travel and training	5,778	2,976
Contracted/purchased services	50,696	91,092
Other	<u>18,774</u>	<u>55,004</u>
Total legal	<u>307,891</u>	<u>383,491</u>
Municipal clerk:		
Wages and benefits	253,204	172,034
Travel and training	9,940	6,908
Contracted/purchased services	26,299	47,990
Other	<u>80,928</u>	<u>66,679</u>
Total municipal clerk	<u>370,371</u>	<u>293,611</u>
Finance:		
Wages and benefits	1,226,613	1,070,829
Travel and training	11,786	7,067
Contracted/purchased services	81,278	46,025
Other	<u>133,800</u>	<u>123,775</u>
Total finance	<u>1,453,477</u>	<u>1,247,696</u>
Assessing:		
Wages and benefits	222,346	201,646
Travel and training	1,148	2,611
Contracted/purchased services	1,650	-
Other	<u>24,697</u>	<u>24,653</u>
Total assessing	<u>249,841</u>	<u>228,910</u>
Planning:		
Wages and benefits	223,239	193,710
Travel and training	5,327	4,764
Contracted/purchased services	4,770	9,445
Other	<u>19,658</u>	<u>20,657</u>
Total planning	<u>252,994</u>	<u>228,576</u>

CITY AND BOROUGH OF SITKA, ALASKA

General Fund

Statement of Revenues, Expenditures and Changes in Fund Balance, continued

	<u>2008</u>	<u>2007</u>
Expenditures, continued:		
Administration, continued:		
General office:		
Repairs and maintenance	\$ 62,483	84,909
Contracted/purchased services	64,355	62,663
Other	189,499	192,354
Total general office	<u>316,337</u>	<u>339,926</u>
Total administration	<u>3,892,114</u>	<u>3,507,271</u>
Public safety:		
Police:		
Wages and benefits	3,248,367	2,860,331
Travel and training	41,425	68,075
Contracted/purchased services	15,880	18,197
Other	761,495	744,675
Total police	<u>4,067,167</u>	<u>3,691,278</u>
Fire:		
Wages and benefits	1,116,375	1,007,490
Travel and training	33,824	19,970
Contracted/purchased services	3,311	2,362
Other	337,605	339,885
Total fire	<u>1,491,115</u>	<u>1,369,707</u>
Ambulance:		
Wages and benefits	134,955	115,500
Travel and training	18,888	9,914
Contracted/purchased services	12,286	15,033
Other	99,565	112,580
Total ambulance	<u>265,694</u>	<u>253,027</u>
Search and rescue:		
Wages and benefits	4,279	4,527
Travel and training	6,499	7,389
Contracted/purchased services	4,500	250
Other	61,546	136,604
Total search and rescue	<u>76,824</u>	<u>148,770</u>
Total public safety	<u>5,900,800</u>	<u>5,462,782</u>

CITY AND BOROUGH OF SITKA, ALASKA

General Fund

Statement of Revenues, Expenditures and Changes in Fund Balance, continued

	<u>2008</u>	<u>2007</u>
Expenditures, continued:		
Public works:		
Administration:		
Wages and benefits	\$ 331,795	269,425
Travel and training	2,397	2,876
Contracted/purchased services	-	33,652
Other	<u>31,641</u>	<u>35,461</u>
Total administration	<u>365,833</u>	<u>341,414</u>
Engineering:		
Wages and benefits	510,269	465,731
Travel and training	6,649	5,750
Contracted/purchased services	8,561	10,938
Other	<u>33,785</u>	<u>34,088</u>
Total engineering	<u>559,264</u>	<u>516,507</u>
Streets:		
Wages and benefits	594,007	512,158
Travel and training	3,195	4,518
Contracted/purchased services	151,853	100,159
Other	<u>662,489</u>	<u>779,880</u>
Total streets	<u>1,411,544</u>	<u>1,396,715</u>
Recreation:		
Wages and benefits	290,461	260,487
Travel and training	1,380	2,331
Contracted/purchased services	123,591	17,492
Other	<u>378,842</u>	<u>134,868</u>
Total recreation	<u>794,274</u>	<u>415,178</u>
Building officials:		
Wages and benefits	202,897	204,869
Travel and training	3,675	7,207
Contracted/purchased services	595	4,921
Other	<u>28,258</u>	<u>27,483</u>
Total building officials	<u>235,425</u>	<u>244,480</u>
Total public works	<u>3,366,340</u>	<u>2,914,294</u>

CITY AND BOROUGH OF SITKA, ALASKA

General Fund

Statement of Revenues, Expenditures and Changes in Fund Balance, continued

	<u>2008</u>	<u>2007</u>
Expenditures, continued:		
Public services:		
Library:		
Wages and benefits	\$ 539,587	448,820
Travel and training	12,229	3,580
Contracted/purchased services	30,892	24,187
Other	<u>228,227</u>	<u>209,659</u>
Total library	<u>810,935</u>	<u>686,246</u>
Harrigan Centennial Building:		
Wages and benefits	295,150	266,168
Contracted/purchased services	50,967	48,762
Other	<u>148,244</u>	<u>121,052</u>
Total Harrigan Centennial Building	<u>494,361</u>	<u>435,982</u>
Senior Citizen Center:		
Repairs and maintenance	32,990	12,672
Other	<u>54,746</u>	<u>49,059</u>
Total Senior Citizen Center	<u>87,736</u>	<u>61,731</u>
Total public services	<u>1,393,032</u>	<u>1,183,959</u>
Support:		
Municipal grants to local organizations	241,551	222,320
Sitka Convention and Visitors Bureau	318,000	338,900
Sitka Community Hospital	143,000	1,059,279
Sitka School District	<u>6,535,440</u>	<u>6,650,930</u>
Total support	<u>7,237,991</u>	<u>8,271,429</u>
Debt service:		
Principal	869,030	827,534
Interest	558,028	555,903
Bond issuance costs	-	83,442
Total debt service	<u>1,427,058</u>	<u>1,466,879</u>
Capital outlay	<u>357,925</u>	<u>195,743</u>
Total expenditures	<u>23,575,260</u>	<u>23,002,357</u>
Excess of revenues over expenditures	1,143,408	511,379

CITY AND BOROUGH OF SITKA, ALASKA

General Fund

Statement of Revenues, Expenditures and Changes in Fund Balance, continued

	<u>2008</u>	<u>2007</u>
Other financing sources (uses):		
Transfers in	\$ 1,596,532	2,702,652
Transfers out	(5,455,715)	(2,075,763)
State of Alaska note payable	195,000	-
Note receivable forgiven	-	(900,000)
Refunding bonds issued	-	6,775,000
Premium on bonds issued	-	318,030
Payment to refunding bond escrow agent	-	(7,004,528)
Net other financing sources (uses)	<u>(3,664,183)</u>	<u>(184,609)</u>
 Net change in fund balance	 (2,520,775)	 326,770
 Fund balance, beginning of year	 <u>10,624,819</u>	 <u>10,298,049</u>
 Fund balance, end of year	 \$ <u>8,104,044</u>	 <u>10,624,819</u>

CITY AND BOROUGH OF SITKA, ALASKA

Permanent Fund

Balance Sheet

June 30, 2008

(With Comparative Amounts for 2007)

	<u>2008</u>	<u>2007</u>
Assets - restricted:		
Equity in central treasury	\$ 975,552	1,977,542
Cash and investments	19,120,947	20,715,055
Interest receivable	<u>101,748</u>	<u>119,508</u>
 Total assets - restricted	 \$ <u>20,198,247</u>	 <u>22,812,105</u>
 Fund balance - reserved under provisions of the Home Rule Charter	 \$ <u>20,198,247</u>	 <u>22,812,105</u>

CITY AND BOROUGH OF SITKA, ALASKA
 Permanent Fund
 Statement of Revenues, Expenditures and Changes in Fund Balance
 Year Ended June 30, 2008
 (With Comparative Amounts for 2007)

	<u>2008</u>	<u>2007</u>
Revenues:		
Investment income (loss)	\$ (1,296,778)	2,988,847
Expenditures - support	<u>161</u>	<u>-</u>
Excess of revenues over (under) expenditures	(1,296,939)	2,988,847
Other financing sources (uses):		
Transfers in	55,488	731,978
Transfers out	<u>(1,372,407)</u>	<u>(1,280,458)</u>
Net other financing sources (uses)	<u>(1,316,919)</u>	<u>(548,480)</u>
Change in fund balance	(2,613,858)	2,440,367
Fund balance, beginning of year	<u>22,812,105</u>	<u>20,371,738</u>
Fund balance, end of year	\$ <u>20,198,247</u>	<u>22,812,105</u>

CITY AND BOROUGH OF SITKA, ALASKA

Nonmajor Enterprise Funds

Combining Statement of Net Assets

June 30, 2008

	Airport Terminal Building	Marine Service Center	Sawmill Cove Industrial Park	Total Nonmajor Enterprise Funds
Assets:				
Current assets:				
Equity in central treasury	\$ 700,029	654,805	214,912	1,569,746
Receivables:				
Accounts	2,873	-	404,171	407,044
Allowance for doubtful accounts	(120)	-	(1,389)	(1,509)
Federal and State of Alaska	49,778	-	125,628	175,406
Total current assets	<u>752,560</u>	<u>654,805</u>	<u>743,322</u>	<u>2,150,687</u>
Noncurrent assets:				
Deferred charges	-	-	137,628	137,628
Capital assets:				
Property, plant and equipment	4,659,258	3,338,496	13,795,882	21,793,636
Construction in progress	209,176	45	331,783	541,004
Less accumulated depreciation	(1,898,698)	(2,032,287)	(1,136,093)	(5,067,078)
Total capital assets, net of accumulated depreciation	<u>2,969,736</u>	<u>1,306,254</u>	<u>12,991,572</u>	<u>17,267,562</u>
Total noncurrent assets	<u>2,969,736</u>	<u>1,306,254</u>	<u>13,129,200</u>	<u>17,405,190</u>
Total assets	<u>\$ 3,722,296</u>	<u>1,961,059</u>	<u>13,872,522</u>	<u>19,555,877</u>
Liabilities:				
Current liabilities:				
Accounts payable and accrued liabilities	\$ 13,686	364	19,932	33,982
Due to other funds	285,217	-	-	285,217
Current portion of capital lease	5,451	529	-	5,980
Total current liabilities	<u>304,354</u>	<u>893</u>	<u>19,932</u>	<u>325,179</u>
Noncurrent liabilities:				
Advances from other funds	581,183	-	-	581,183
Compensated absences	-	-	9,425	9,425
Capital lease	1,404	136	-	1,540
Net pension/OPEB obligation	-	-	9,228	9,228
Total noncurrent liabilities	<u>582,587</u>	<u>136</u>	<u>18,653</u>	<u>601,376</u>
Total liabilities	<u>886,941</u>	<u>1,029</u>	<u>38,585</u>	<u>926,555</u>
Net assets:				
Invested in capital assets, net of related debt	2,962,881	1,305,589	12,991,572	17,260,042
Unrestricted (deficit)	(127,526)	654,441	842,365	1,369,280
Total net assets	<u>2,835,355</u>	<u>1,960,030</u>	<u>13,833,937</u>	<u>18,629,322</u>
Total liabilities and net assets	<u>\$ 3,722,296</u>	<u>1,961,059</u>	<u>13,872,522</u>	<u>19,555,877</u>

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

	Airport Terminal Building	Marine Service Center	Sawmill Cove Industrial Park	Total Nonmajor Enterprise Funds
Operating revenues:				
Terminal building leases	\$ 322,348	-	-	322,348
Other leases	-	271,176	-	271,176
Other	268,574	-	462,783	731,357
Total operating revenues	<u>590,922</u>	<u>271,176</u>	<u>462,783</u>	<u>1,324,881</u>
Operating expenses:				
Wages and benefits	-	-	113,703	113,703
Utilities	107,365	106,085	38,613	252,063
Repairs and maintenance	48,042	85,161	28,634	161,837
Contracted/purchased services	73,207	1,851	106,013	181,071
Interdepartment services	90,890	50,915	128,165	269,970
Other	25,183	12,709	124,730	162,622
Depreciation and amortization	134,374	149,707	320,025	604,106
Total operating expenses	<u>479,061</u>	<u>406,428</u>	<u>859,883</u>	<u>1,745,372</u>
Operating income (loss)	111,861	(135,252)	(397,100)	(420,491)
Nonoperating revenues (expenses):				
Investment income	57,061	44,205	7,203	108,469
State PERS relief	-	-	8,256	8,256
Interest expense	(47,368)	(48)	-	(47,416)
Net nonoperating revenues (expenses)	<u>9,693</u>	<u>44,157</u>	<u>15,459</u>	<u>69,309</u>
Income (loss) before contributions and transfers	121,554	(91,095)	(381,641)	(351,182)
Capital contributions	194,133	-	327,437	521,570
Transfers in	-	-	165,749	165,749
Change in net assets	315,687	(91,095)	111,545	336,137
Net assets, beginning of year	<u>2,519,668</u>	<u>2,051,125</u>	<u>13,722,392</u>	<u>18,293,185</u>
Net assets, end of year	<u>\$ 2,835,355</u>	<u>1,960,030</u>	<u>13,833,937</u>	<u>18,629,322</u>

CITY AND BOROUGH OF SITKA, ALASKA

Nonmajor Enterprise Funds

Combining Statement of Cash Flows

Year Ended June 30, 2008

	Airport Terminal Building	Marine Service Center	Sawmill Cove Industrial Park	Totals Nonmajor Enterprise Funds
Cash flows from operating activities:				
Receipts from customers and users	\$ 588,175	271,176	328,024	1,187,375
Payments to suppliers	(378,771)	(205,804)	(319,191)	(903,766)
Payments for interfund services used	(90,890)	(50,915)	(128,165)	(269,970)
Payments to employees	-	-	(108,965)	(108,965)
Net cash flows from operating activities	<u>118,514</u>	<u>14,457</u>	<u>(228,297)</u>	<u>(95,326)</u>
Cash flows from noncapital financing activities:				
State PERS relief	-	-	8,256	8,256
Repayments to other funds	(208,242)	-	-	(208,242)
Transfers from other funds	-	-	165,749	165,749
Net cash flows from noncapital financing activities	<u>(208,242)</u>	<u>-</u>	<u>174,005</u>	<u>(34,237)</u>
Cash flows from capital and related financing activities:				
Capital expenditures	(180,365)	(45)	(427,554)	(607,964)
Interest paid	(58,618)	(48)	-	(58,666)
Payments on capital lease	(5,193)	(503)	-	(5,696)
Government grants and loans for construction	144,355	-	600,902	745,257
Net cash flows from capital and related financing activities	<u>(99,821)</u>	<u>(596)</u>	<u>173,348</u>	<u>72,931</u>
Cash flows from investing activities - interest received				
	<u>57,061</u>	<u>44,205</u>	<u>7,203</u>	<u>108,469</u>
Net increase (decrease) in cash and cash equivalents	(132,488)	58,066	126,259	51,837
Cash and cash equivalents - beginning	<u>832,517</u>	<u>596,739</u>	<u>88,653</u>	<u>1,517,909</u>
Cash and cash equivalents - ending	\$ <u>700,029</u>	<u>654,805</u>	<u>214,912</u>	<u>1,569,746</u>
Reconciliation of operating income (loss) to net cash flows from operating activities:				
Operating income (loss)	111,861	(135,252)	(397,100)	(420,491)
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:				
Depreciation	134,374	149,707	274,149	558,230
Amortization	-	-	45,876	45,876
(Increase) decrease in assets -				
Accounts receivable (net)	(2,747)	-	(134,759)	(137,506)
Increase (decrease) in liabilities:				
Accounts payable and accrued liabilities	(124,974)	2	(21,201)	(146,173)
Compensated absences	-	-	4,293	4,293
Net pension/OPEB obligation	-	-	445	445
Net cash flows from operating activities	\$ <u>118,514</u>	<u>14,457</u>	<u>(228,297)</u>	<u>(95,326)</u>

CITY AND BOROUGH OF SITKA, ALASKA

Internal Service Funds

Combining Statement of Net Assets

June 30, 2008

	Management Information Systems	Central Garage	Building Maintenance	Total Internal Service Funds
Assets:				
Current assets:				
Equity in central treasury	\$ 415,547	801,260	3,240,825	4,457,632
Accounts receivable	-	141	4,835	4,976
Prepaid expenses	1,100	-	-	1,100
Total current assets	<u>416,647</u>	<u>801,401</u>	<u>3,245,660</u>	<u>4,463,708</u>
Capital assets:				
Property, plant and equipment	1,009,179	6,605,507	36,769	7,651,455
Less accumulated depreciation	<u>(825,406)</u>	<u>(3,512,241)</u>	<u>(20,826)</u>	<u>(4,358,473)</u>
Total capital assets, net of accumulated depreciation	<u>183,773</u>	<u>3,093,266</u>	<u>15,943</u>	<u>3,292,982</u>
Total assets	\$ <u>600,420</u>	<u>3,894,667</u>	<u>3,261,603</u>	<u>7,756,690</u>
Liabilities:				
Current liabilities:				
Accounts payable and accrued liabilities	\$ 2,097	96,386	79,011	177,494
Due to other funds	-	50,000	-	50,000
Total current liabilities	<u>2,097</u>	<u>146,386</u>	<u>79,011</u>	<u>227,494</u>
Noncurrent liabilities:				
Compensated absences	25,327	4,621	13,331	43,279
Advances from other funds	-	600,000	-	600,000
Net pension/OPEB obligation	<u>27,971</u>	<u>24,138</u>	<u>25,360</u>	<u>77,469</u>
Total noncurrent liabilities	<u>53,298</u>	<u>628,759</u>	<u>38,691</u>	<u>720,748</u>
Total liabilities	<u>55,395</u>	<u>775,145</u>	<u>117,702</u>	<u>948,242</u>
Net assets:				
Invested in capital assets	183,773	3,093,266	15,943	3,292,982
Unrestricted	<u>361,252</u>	<u>26,256</u>	<u>3,127,958</u>	<u>3,515,466</u>
Total net assets	<u>545,025</u>	<u>3,119,522</u>	<u>3,143,901</u>	<u>6,808,448</u>
Total liabilities and net assets	\$ <u>600,420</u>	<u>3,894,667</u>	<u>3,261,603</u>	<u>7,756,690</u>

CITY AND BOROUGH OF SITKA, ALASKA

Internal Service Funds

Combining Statement of Revenues, Expenses and Changes in Net Assets

Year Ended June 30, 2008

	<u>Management Information Systems</u>	<u>Central Garage</u>	<u>Building Maintenance</u>	<u>Total Internal Service Funds</u>
Operating revenues - charges for services	\$ 702,178	1,123,220	546,152	2,371,550
Operating expenses:				
Wages and benefits	323,746	179,621	326,523	829,890
Travel and training	23,376	2,991	6,595	32,962
Utilities	-	28,754	-	28,754
Repairs and maintenance	179,996	34,793	82,991	297,780
Contracted/purchased services	12,070	5,833	267,823	285,726
Interdepartment services	127,286	112,094	76,964	316,344
Other	122,996	464,568	46,225	633,789
Depreciation	49,912	274,011	2,636	326,559
Total operating expenses	<u>839,382</u>	<u>1,102,665</u>	<u>809,757</u>	<u>2,751,804</u>
Operating income (loss)	(137,204)	20,555	(263,605)	(380,254)
Nonoperating revenues (expenses):				
Investment income	29,860	46,807	221,902	298,569
Interest expense	-	(35,000)	-	(35,000)
State PERS relief	24,768	13,409	24,646	62,823
Other	-	125,875	-	125,875
Net nonoperating revenues (expenses)	<u>54,628</u>	<u>151,091</u>	<u>246,548</u>	<u>452,267</u>
Income (loss) before transfers	(82,576)	171,646	(17,057)	72,013
Transfers in	3,700	5,802	127,173	136,675
Transfers out	<u>-</u>	<u>-</u>	<u>(62,899)</u>	<u>(62,899)</u>
Change in net assets	(78,876)	177,448	47,217	145,789
Net assets, beginning of year	<u>623,901</u>	<u>2,942,074</u>	<u>3,096,684</u>	<u>6,662,659</u>
Net assets, end of year	\$ <u>545,025</u>	<u>3,119,522</u>	<u>3,143,901</u>	<u>6,808,448</u>

CITY AND BOROUGH OF SITKA, ALASKA

Internal Service Funds

Combining Statement of Cash Flows

Year Ended June 30, 2008

	Management Information Systems	Central Garage	Building Maintenance	Total Internal Service Funds
Cash flows from operating activities:				
Receipts from customers	\$ 702,178	1,123,318	541,317	2,366,813
Payments for interfund services used	(127,286)	(112,094)	(76,964)	(316,344)
Payments to suppliers	(353,561)	(429,903)	(332,237)	(1,115,701)
Payments to employees	(322,485)	(182,884)	(325,066)	(830,435)
Net cash flows from operating activities	<u>(101,154)</u>	<u>398,437</u>	<u>(192,950)</u>	<u>104,333</u>
Cash flows from noncapital financing activities:				
State PERS relief	24,768	13,409	24,646	62,823
Transfers from other funds	3,700	5,802	127,173	136,675
Transfers to other funds	-	-	(62,899)	(62,899)
Net cash flows from noncapital financing activities	<u>28,468</u>	<u>19,211</u>	<u>88,920</u>	<u>136,599</u>
Cash flows from capital and related financing activities:				
Rental of capital assets	-	33,504	-	33,504
Proceeds from sale of capital assets	-	2,999	-	2,999
Payments on financing arrangements	-	(50,000)	-	(50,000)
Interest paid	-	(35,000)	-	(35,000)
Capital expenditures	-	(242,638)	-	(242,638)
Net cash flows from capital and related financing activities	<u>-</u>	<u>(291,135)</u>	<u>-</u>	<u>(291,135)</u>
Cash flows from investing activities - interest received	<u>29,860</u>	<u>46,807</u>	<u>221,902</u>	<u>298,569</u>
Net increase (decrease) in cash and cash equivalents	(42,826)	173,320	117,872	248,366
Cash and cash equivalents - beginning	<u>458,373</u>	<u>627,940</u>	<u>3,122,953</u>	<u>4,209,266</u>
Cash and cash equivalents - ending	\$ <u>415,547</u>	<u>801,260</u>	<u>3,240,825</u>	<u>4,457,632</u>
Reconciliation of operating income (loss) to net cash flows from operating activities:				
Operating income (loss)	\$ (137,204)	20,555	(263,605)	(380,254)
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:				
Depreciation expense	49,912	274,011	2,636	326,559
(Increase) decrease in accounts receivable	-	99	(4,835)	(4,736)
(Increase) decrease in prepaid expenses	(1,100)	24,606	-	23,506
Increase (decrease) in liabilities:				
Net pension/OPEB obligation	1,338	879	1,289	3,506
Accounts payable and accrued liabilities	(14,023)	82,430	71,397	139,804
Compensated absences	(77)	(4,143)	168	(4,052)
Net cash flows from operating activities	\$ <u>(101,154)</u>	<u>398,437</u>	<u>(192,950)</u>	<u>104,333</u>

CITY AND BOROUGH OF SITKA, ALASKA

Electric and Water Utilities Enterprise Fund

Statement of Net Assets

June 30, 2008

(With Comparative Amounts for 2007)

	<u>2008</u>	<u>2007</u>
Assets:		
Current assets:		
Equity in central treasury	\$ 10,502,460	9,878,035
Receivables:		
Accounts	892,281	1,023,794
Allowance for uncollectible accounts	(227,293)	(211,301)
Federal and State of Alaska	133,641	14,679
Inventories	1,796,050	1,595,143
Prepaid expenses	<u>628</u>	<u>31,753</u>
Total current assets	<u>13,097,767</u>	<u>12,332,103</u>
Noncurrent assets:		
Restricted assets:		
Equity in central treasury:		
Bond covenant accounts	2,457,300	2,457,300
Deposits	91,958	89,368
Bond covenant accounts	4,471,786	4,418,483
Water rights	46,966	46,966
FERC license	971,794	-
Capital assets:		
Property, plant and equipment	138,012,787	135,145,019
Construction in progress	3,418,196	2,027,310
Less accumulated depreciation	<u>(58,423,516)</u>	<u>(55,976,046)</u>
Total capital assets, net of accumulated depreciation	<u>83,007,467</u>	<u>81,196,283</u>
Total noncurrent assets	<u>91,047,271</u>	<u>88,208,400</u>
Total assets	\$ <u>104,145,038</u>	<u>100,540,503</u>
Liabilities:		
Current liabilities:		
Accounts payable and accrued liabilities	\$ 349,609	193,649
Current portion of:		
Revenue bonds	2,155,000	2,020,000
Revenue notes	235,036	225,910
Notes payable	59,564	24,588
Payable from restricted assets - deposits payable	<u>91,958</u>	<u>89,368</u>
Total current liabilities	<u>2,891,167</u>	<u>2,553,515</u>
Noncurrent liabilities:		
Compensated absences	165,856	139,519
Revenue bonds	30,395,000	32,550,000
Deferred loss on bonds	(1,093,244)	(1,232,682)
Revenue notes	9,299,131	9,534,166
Notes payable	1,510,260	394,435
Net pension/OPEB obligation	<u>312,356</u>	<u>298,653</u>
Total noncurrent liabilities	<u>40,589,359</u>	<u>41,684,091</u>
Total liabilities	<u>43,480,526</u>	<u>44,237,606</u>
Net assets:		
Invested in capital assets, net of related debt	40,446,720	37,679,866
Restricted for debt service	6,929,086	6,875,783
Unrestricted	<u>13,288,706</u>	<u>11,747,248</u>
Total net assets	<u>60,664,512</u>	<u>56,302,897</u>
Total liabilities and net assets	\$ <u>104,145,038</u>	<u>100,540,503</u>

CITY AND BOROUGH OF SITKA, ALASKA
 Electric and Water Utilities Enterprise Fund
 Statement of Revenues, Expenses and Changes in Net Assets
 Year Ended June 30, 2008
 (With Comparative Amounts for 2007)

	<u>2008</u>	<u>2007</u>
Operating revenues:		
Electric fees	\$ 10,482,624	10,242,872
Electric other	457,102	368,362
Water fees	920,799	910,618
Water other	<u>135,853</u>	<u>105,702</u>
Total operating revenues	<u>11,996,378</u>	<u>11,627,554</u>
Operating expenses:		
Wages and benefits	3,523,205	3,093,533
Travel and training	17,644	24,513
Utilities	114,251	64,670
Repairs and maintenance	176,823	60,728
Contracted/purchased services	337,736	238,612
Interdepartment services	1,041,868	940,067
Other	1,575,352	1,506,440
Depreciation	<u>2,447,470</u>	<u>2,373,725</u>
Total operating expenses	<u>9,234,349</u>	<u>8,302,288</u>
Operating income	2,762,029	3,325,266
Nonoperating revenues (expenses):		
Investment income	1,106,098	852,315
State PERS relief	241,322	90,587
State municipal energy assistance	100,000	100,000
Interest expense	(2,647,577)	(2,753,632)
Disposal of capital assets	<u>-</u>	<u>(66,795)</u>
Net nonoperating revenues (expenses)	<u>(1,200,157)</u>	<u>(1,777,525)</u>
Income before contributions and transfers	1,561,872	1,547,741
Capital contributions	2,805,545	2,058,189
Transfers out	<u>(5,802)</u>	<u>-</u>
Change in net assets	4,361,615	3,605,930
Net assets, beginning of year	<u>56,302,897</u>	<u>52,696,967</u>
Net assets, end of year	<u>\$ 60,664,512</u>	<u>56,302,897</u>

CITY AND BOROUGH OF SITKA, ALASKA
 Electric and Water Utilities Enterprise Fund
 Statement of Cash Flows
 Year Ended June 30, 2008
 (With Comparative Amounts for 2007)

	<u>2008</u>	<u>2007</u>
Cash flows from operating activities:		
Receipts from customers and users	\$ 12,146,474	11,593,992
Payments to suppliers	(2,234,029)	(2,003,044)
Payments for interfund services used	(1,041,868)	(940,067)
Payment to employees	(3,483,165)	(3,055,829)
Net cash flows from operating activities	<u>5,387,412</u>	<u>5,595,052</u>
Cash flows from noncapital financing activities:		
State PERS relief	241,322	90,587
State municipal energy assistance	100,000	100,000
Transfers to other funds	(5,802)	-
Net cash flows from noncapital financing activities	<u>335,520</u>	<u>190,587</u>
Cash flows from capital and related financing activities:		
Capital expenditures	(4,305,933)	(2,857,118)
Interest paid	(2,489,906)	(2,614,194)
Payments on bonds and notes payable	(2,270,889)	(2,061,396)
Government grants and loans for construction	2,858,016	2,043,510
Transfer from bond trustee for debt service requirements	(53,303)	(72,112)
Proceeds from sale of capital assets	60,000	-
Net cash flows from capital and related financing activities	<u>(6,202,015)</u>	<u>(5,561,310)</u>
Cash flows from investing activities - interest received	<u>1,106,098</u>	<u>852,315</u>
Net increase in cash and cash equivalents	627,015	1,076,644
Cash and cash equivalents, beginning	<u>12,424,703</u>	<u>11,348,059</u>
Cash and cash equivalents, ending	\$ <u>13,051,718</u>	<u>12,424,703</u>
Reconciliation of cash and cash equivalents, end of year:		
Unrestricted equity in central treasury	10,502,460	9,878,035
Restricted equity in central treasury	2,549,258	2,546,668
Totals	\$ <u>13,051,718</u>	<u>12,424,703</u>
Reconciliation of operating income to net cash flows from operating activities:		
Operating income	\$ 2,762,029	3,325,266
Adjustments to reconcile operating income to net cash provided (used) by operating activities:		
Depreciation	2,447,470	2,373,725
Amortization	19,832	-
(Increase) decrease in assets:		
Accounts receivable (net)	147,505	(33,071)
Inventories	(200,907)	(70,465)
Prepaid expenses	31,125	-
Increase (decrease) in liabilities:		
Accounts payable and accrued liabilities	137,728	(37,616)
Compensated absences	26,337	(38,307)
Deposits	2,590	(491)
Net pension/OPEB obligation	13,703	76,011
Net cash flows from operating activities	\$ <u>5,387,412</u>	<u>5,595,052</u>

CITY AND BOROUGH OF SITKA, ALASKA

Waste Water Treatment Enterprise Fund

Statement of Net Assets

June 30, 2008

(With Comparative Amounts for 2007)

	<u>2008</u>	<u>2007</u>
Assets:		
Current assets:		
Equity in central treasury	\$ 4,460,732	4,654,271
Receivables:		
Accounts	136,339	148,105
Allowance for uncollectible accounts	(38,705)	(38,183)
Federal and State of Alaska	141,156	1,390,183
Current portion:		
Assessments receivable	9,719	15,997
Notes receivable	3,055	-
Total current assets	<u>4,712,296</u>	<u>6,170,373</u>
Noncurrent assets:		
Special assessments receivable	180,177	189,375
Notes receivable	74,945	-
Capital assets:		
Property, plant and equipment	43,757,254	38,980,826
Construction in progress	648,762	2,709,537
Less accumulated depreciation	<u>(26,432,049)</u>	<u>(25,121,083)</u>
Total capital assets, net of accumulated depreciation	<u>17,973,967</u>	<u>16,569,280</u>
Total noncurrent assets	<u>18,229,089</u>	<u>16,758,655</u>
Total assets	<u>\$ 22,941,385</u>	<u>22,929,028</u>
Liabilities:		
Current liabilities:		
Accounts payable and accrued liabilities	\$ 162,112	1,422,556
Current portion of:		
Capital lease	3,925	3,739
Notes payable	74,430	73,330
Total current liabilities	<u>240,467</u>	<u>1,499,625</u>
Noncurrent liabilities:		
Compensated absences	39,106	36,628
Capital lease	1,012	4,937
Notes payable	3,106,537	2,903,973
Net pension/OPEB obligation	71,279	69,589
Total noncurrent liabilities	<u>3,217,934</u>	<u>3,015,127</u>
Total liabilities	<u>3,458,401</u>	<u>4,514,752</u>
Net assets:		
Invested in capital assets, net of related debt	14,788,063	13,583,301
Unrestricted	4,694,921	4,830,975
Total net assets	<u>19,482,984</u>	<u>18,414,276</u>
Total liabilities and net assets	<u>\$ 22,941,385</u>	<u>22,929,028</u>

CITY AND BOROUGH OF SITKA, ALASKA
Waste Water Treatment Enterprise Fund
Statement of Revenues, Expenses and Changes in Net Assets
Year Ended June 30, 2008
(With Comparative Amounts for 2007)

	<u>2008</u>	<u>2007</u>
Operating revenues:		
Waste water fees	\$ 1,558,262	1,569,981
Other	226,107	305,168
Total operating revenues	<u>1,784,369</u>	<u>1,875,149</u>
Operating expenses:		
Wages and benefits	858,235	814,806
Travel and training	7,508	7,488
Utilities	179,945	193,169
Repairs and maintenance	103,382	102,802
Contracted/purchased services	81,219	55,320
Interdepartment services	265,176	226,079
Other	201,620	181,327
Depreciation	1,310,966	1,230,794
Total operating expenses	<u>3,008,051</u>	<u>2,811,785</u>
Operating loss	(1,223,682)	(936,636)
Nonoperating revenues (expenses):		
Investment income	303,073	222,013
State PERS relief	57,409	25,635
Interest expense	(9,547)	(77,645)
Disposal of capital assets	-	(36,795)
Net nonoperating revenues (expenses)	<u>350,935</u>	<u>133,208</u>
Loss before contributions and transfers	(872,747)	(803,428)
Capital contributions	1,941,455	1,047,282
Transfers in	-	1,175
Transfers out	-	(21,431)
Change in net assets	1,068,708	223,598
Net assets, beginning of year	<u>18,414,276</u>	<u>18,190,678</u>
Net assets, end of year	\$ <u>19,482,984</u>	<u>18,414,276</u>

CITY AND BOROUGH OF SITKA, ALASKA

Waste Water Treatment Enterprise Fund

Statement of Cash Flows

Year Ended June 30, 2008

(With Comparative Amounts for 2007)

	<u>2008</u>	<u>2007</u>
Cash flows from operating activities:		
Receipts from customers and users	\$ 1,796,657	1,875,314
Payments to suppliers	(1,823,684)	(593,835)
Payments for interfund services used	(265,176)	(226,079)
Payment to employees	<u>(854,067)</u>	<u>(790,439)</u>
Net cash flows from operating activities	<u>(1,146,270)</u>	<u>264,961</u>
Cash flows from noncapital financing activities:		
State PERS relief	57,409	25,635
Transfers from (to) other funds (net)	<u>-</u>	<u>(20,256)</u>
Net cash flows from noncapital financing activities	<u>57,409</u>	<u>5,379</u>
Cash flows from capital and related financing activities:		
Capital expenditures	(1,872,652)	(785,628)
Interest paid	(19,981)	(77,645)
Payments on capital lease	(3,739)	(3,561)
Payments on bonds and notes payable	(73,330)	(72,247)
Grants, loans and contributions for construction	<u>2,561,951</u>	<u>711,799</u>
Net cash flows from capital and related financing activities	<u>592,249</u>	<u>(227,282)</u>
Cash flows from investing activities - interest received	<u>303,073</u>	<u>222,013</u>
Net increase (decrease) in cash and cash equivalents	(193,539)	265,071
Cash and cash equivalents, beginning	<u>4,654,271</u>	<u>4,389,200</u>
Cash and cash equivalents, ending	\$ <u>4,460,732</u>	<u>4,654,271</u>
Reconciliation of operating loss to net cash flows from operating activities:		
Operating loss	\$ (1,223,682)	(936,636)
Adjustments to reconcile operating loss to net cash provided (used) by operating activities:		
Depreciation	1,310,966	1,230,794
(Increase) decrease in assets - accounts receivable (net)	12,288	165
Increase (decrease) in liabilities:		
Accounts payable and accrued liabilities	(1,250,010)	(53,729)
Compensated absences	2,478	6,129
Net pension/OPEB obligation	<u>1,690</u>	<u>18,238</u>
Net cash flows from operating activities	\$ <u>(1,146,270)</u>	<u>264,961</u>

CITY AND BOROUGH OF SITKA, ALASKA
Solid Waste Disposal Enterprise Fund
Statement of Net Assets
June 30, 2008
(With Comparative Amounts for 2007)

	<u>2008</u>	<u>2007</u>
Assets:		
Current assets:		
Equity in central treasury	\$ 1,333,597	1,265,807
Receivables:		
Accounts	211,811	216,681
Allowance for uncollectible accounts	<u>(54,779)</u>	<u>(58,767)</u>
Total current assets	<u>1,490,629</u>	<u>1,423,721</u>
Noncurrent assets:		
Restricted assets:		
Equity in central treasury:		
Landfill postclosure	499,995	499,995
Deposits	<u>6,596</u>	<u>5,386</u>
Capital assets:		
Property, plant and equipment	3,193,233	2,847,429
Construction in progress	2,837,358	707,298
Less accumulated depreciation	<u>(793,643)</u>	<u>(664,043)</u>
Total capital assets, net of accumulated depreciation	<u>5,236,948</u>	<u>2,890,684</u>
Total noncurrent assets	<u>5,743,539</u>	<u>3,396,065</u>
Total assets	\$ <u>7,234,168</u>	<u>4,819,786</u>
Liabilities:		
Current liabilities:		
Accounts payable and accrued liabilities	\$ 110,917	130,945
Due to other funds	122,893	122,226
Payable from restricted assets - deposits payable	<u>6,596</u>	<u>5,386</u>
Total current liabilities	<u>240,406</u>	<u>258,557</u>
Noncurrent liabilities:		
Compensated absences	3,163	-
Advances from other funds	372,881	495,774
Note payable	1,139,845	-
Liability for post closure landfill costs	499,995	499,995
Net pension/OPEB obligation	<u>7,408</u>	<u>6,428</u>
Total noncurrent liabilities	<u>2,023,292</u>	<u>1,002,197</u>
Total liabilities	<u>2,263,698</u>	<u>1,260,754</u>
Net assets:		
Invested in capital assets, net of related debt	4,097,103	2,890,684
Unrestricted	<u>873,367</u>	<u>668,348</u>
Total net assets	<u>4,970,470</u>	<u>3,559,032</u>
Total liabilities and net assets	\$ <u>7,234,168</u>	<u>4,819,786</u>

CITY AND BOROUGH OF SITKA, ALASKA
Solid Waste Disposal Enterprise Fund
Statement of Revenues, Expenses and Changes in Net Assets
Year Ended June 30, 2008
(With Comparative Amounts for 2007)

	<u>2008</u>	<u>2007</u>
Operating revenues:		
Solid waste disposal fees	\$ 2,786,132	2,794,961
Other	240,811	285,542
Total operating revenues	<u>3,026,943</u>	<u>3,080,503</u>
Operating expenses:		
Wages and benefits	122,679	91,066
Travel and training	8,284	1,225
Utilities	31,300	34,676
Repairs and maintenance	4,636	6,937
Contracted/purchased services	1,905,839	1,869,265
Interdepartment services	482,736	420,997
Other	191,191	189,726
Depreciation	129,600	123,832
Total operating expenses	<u>2,876,265</u>	<u>2,737,724</u>
Operating income	150,678	342,779
Nonoperating revenues (expenses):		
Investment income	131,606	62,883
State PERS relief	7,945	834
Interest expense	(18,638)	(25,164)
Net nonoperating revenues (expenses)	<u>120,913</u>	<u>38,553</u>
Income before contributions and transfers	271,591	381,332
Capital contributions	1,139,847	532
Transfers in	-	104,907
Change in net assets	1,411,438	486,771
Net assets, beginning of year	<u>3,559,032</u>	<u>3,072,261</u>
Net assets, end of year	\$ <u>4,970,470</u>	<u>3,559,032</u>

CITY AND BOROUGH OF SITKA, ALASKA

Solid Waste Disposal Enterprise Fund

Statement of Cash Flows

Year Ended June 30, 2008

(With Comparative Amounts for 2007)

	<u>2008</u>	<u>2007</u>
Cash flows from operating activities:		
Receipts from customers and users	\$ 3,029,035	3,088,225
Payments to suppliers	(2,154,199)	(2,189,618)
Payments for interfund services used	(482,736)	(420,997)
Payment to employees	(118,536)	(94,239)
Net cash flows from operating activities	<u>273,564</u>	<u>383,371</u>
Cash flows from noncapital financing activities:		
State PERS relief	7,945	834
Repayments to other funds	(122,226)	(100,000)
Transfers from other funds	-	104,907
Net cash flows from noncapital financing activities	<u>(114,281)</u>	<u>5,741</u>
Cash flows from capital and related financing activities:		
Capital expenditures	(2,475,864)	(123,589)
Interest paid	(25,718)	(25,164)
Government grants and loans for construction	2,279,693	346,532
Net cash flows from capital and related financing activities	<u>(221,889)</u>	<u>197,779</u>
Cash flows from investing activities - interest received	<u>131,606</u>	<u>62,883</u>
Net increase in cash and equivalents	69,000	649,774
Cash and cash equivalents, beginning	<u>1,771,188</u>	<u>1,121,414</u>
Cash and cash equivalents, ending	\$ <u>1,840,188</u>	<u>1,771,188</u>
Reconciliation of cash and cash equivalents, end of year:		
Unrestricted equity in central treasury	1,333,597	1,265,807
Restricted equity in central treasury	<u>506,591</u>	<u>505,381</u>
Totals	\$ <u>1,840,188</u>	<u>1,771,188</u>
Reconciliation of operating income to net cash flows from operating activities:		
Operating income	\$ 150,678	342,779
Adjustments to reconcile operating income to net cash provided (used) by operating activities:		
Depreciation	129,600	123,832
(Increase) decrease in assets -		
accounts receivable (net)	882	8,818
Increase (decrease) in liabilities:		
Accounts payable and accrued liabilities	(12,949)	(19,688)
Post closure landfill costs	-	(68,101)
Deposits	1,210	(1,096)
Compensated absences	3,163	(3,621)
Net pension/OPEB obligation	980	448
Net cash flows from operating activities	\$ <u>273,564</u>	<u>383,371</u>

CITY AND BOROUGH OF SITKA, ALASKA

Harbor Enterprise Fund

Statement of Net Assets

June 30, 2008

(With Comparative Amounts for 2007)

	<u>2008</u>	<u>2007</u>
Assets:		
Current assets:		
Equity in central treasury	\$ 2,370,367	-
Receivables:		
Accounts	158,673	143,662
Allowance for uncollectible accounts	(102,609)	(100,839)
Federal and State of Alaska	911,793	2,830,972
Total current assets	<u>3,338,224</u>	<u>2,873,795</u>
Noncurrent assets:		
Restricted assets - equity in central treasury - deposits	<u>39,355</u>	<u>73,621</u>
Capital assets:		
Property, plant and equipment	23,653,176	18,170,465
Construction in progress	21,664	5,390,245
Less accumulated depreciation	<u>(6,733,576)</u>	<u>(6,035,641)</u>
Total capital assets, net of accumulated depreciation	<u>16,941,264</u>	<u>17,525,069</u>
Total noncurrent assets	<u>16,980,619</u>	<u>17,598,690</u>
Total assets	<u>\$ 20,318,843</u>	<u>20,472,485</u>
Liabilities:		
Current liabilities:		
Accounts payable and accrued liabilities	\$ 25,536	117,323
Due to other funds	250,000	1,811,349
Current portion of notes payable	82,846	-
Payable from restricted assets - deposits payable	<u>39,355</u>	<u>73,621</u>
Total current liabilities	<u>397,737</u>	<u>2,002,293</u>
Noncurrent liabilities:		
Compensated absences	48,146	49,381
Advances from other funds	610,000	760,000
Notes payable	2,189,390	899,206
Net pension/OPEB obligation	<u>57,295</u>	<u>54,404</u>
Total noncurrent liabilities	<u>2,904,831</u>	<u>1,762,991</u>
Total liabilities	<u>3,302,568</u>	<u>3,765,284</u>
Net assets:		
Invested in capital assets, net of related debt	14,669,028	16,625,863
Unrestricted	<u>2,347,247</u>	<u>81,338</u>
Total net assets	<u>17,016,275</u>	<u>16,707,201</u>
Total liabilities and net assets	<u>\$ 20,318,843</u>	<u>20,472,485</u>

CITY AND BOROUGH OF SITKA, ALASKA
Harbor Enterprise Fund
Statement of Revenues, Expenses and Changes in Net Assets
Year Ended June 30, 2008
(With Comparative Amounts for 2007)

	<u>2008</u>	<u>2007</u>
Operating revenues:		
Moorage fees	\$ 1,386,072	1,363,956
Other	<u>297,178</u>	<u>271,200</u>
Total operating revenues	<u>1,683,250</u>	<u>1,635,156</u>
Operating expenses:		
Wages and benefits	745,589	684,223
Travel and training	12,418	12,223
Utilities	144,672	139,580
Repairs and maintenance	124,930	98,131
Contracted/purchased services	55,405	22,015
Interdepartment services	245,870	216,581
Other	206,220	217,660
Depreciation	<u>697,935</u>	<u>584,066</u>
Total operating expenses	<u>2,233,039</u>	<u>1,974,479</u>
Operating loss	(549,789)	(339,323)
Nonoperating revenues (expenses):		
Investment income	27,120	111,652
State PERS relief	55,081	19,008
Raw fish tax	911,793	808,257
Interest expense	(104,496)	(28,980)
Disposal of capital assets	<u>-</u>	<u>(100,460)</u>
Net nonoperating revenues (expenses)	<u>889,498</u>	<u>809,477</u>
Income before contributions and transfers	339,709	470,154
Capital contributions	32,373	2,358,192
Transfers in	36,992	-
Transfers out	<u>(100,000)</u>	<u>(110,000)</u>
Change in net assets	309,074	2,718,346
Net assets, beginning of year	<u>16,707,201</u>	<u>13,988,855</u>
Net assets, end of year	\$ <u><u>17,016,275</u></u>	<u><u>16,707,201</u></u>

CITY AND BOROUGH OF SITKA, ALASKA

Harbor Enterprise Fund

Statement of Cash Flows

Year Ended June 30, 2008

(With Comparative Amounts for 2007)

	<u>2008</u>	<u>2007</u>
Cash flows from operating activities:		
Receipts from customers and users	\$ 1,635,743	1,642,694
Payments to suppliers	(641,304)	(521,441)
Payments for interfund services used	(245,870)	(216,581)
Payment to employees	(743,933)	(668,551)
Net cash flows from operating activities	<u>4,636</u>	<u>236,121</u>
Cash flows from noncapital financing activities:		
State PERS relief	55,081	19,008
Repayments to other funds	(136,000)	(132,000)
Transfers (to) from other funds	(63,008)	(110,000)
Due to other funds	(1,575,349)	1,543,350
Raw fish tax received	808,257	808,257
Net cash flows from noncapital financing activities	<u>(911,019)</u>	<u>2,128,615</u>
Cash flows from capital and related financing activities:		
Capital expenditures	(114,130)	(4,400,478)
Interest paid	(98,624)	(28,980)
Loan proceeds	1,407,757	-
Payment on notes payable	(34,727)	-
Government grants and loans for construction	2,055,088	420,953
Net cash flows from capital and related financing activities	<u>3,215,364</u>	<u>(4,008,505)</u>
Cash flows from investing activities - interest received	27,120	111,652
Net increase (decrease) in cash and cash equivalents	2,336,101	(1,532,117)
Cash and cash equivalents, beginning	73,621	1,605,738
Cash and cash equivalents, ending	\$ <u>2,409,722</u>	<u>73,621</u>
Reconciliation of cash and cash equivalents, end of year:		
Unrestricted equity in central treasury	2,370,367	-
Restricted equity in central treasury	39,355	73,621
Totals	\$ <u>2,409,722</u>	<u>73,621</u>
Reconciliation of operating loss to net cash flows from operating activities:		
Operating loss	\$ (549,789)	(339,323)
Adjustments to reconcile operating loss to net cash provided (used) by operating activities:		
Depreciation	697,935	584,066
(Increase) decrease in assets:		
Accounts receivable (net)	(13,241)	7,538
Increase (decrease) in liabilities:		
Accounts payable and accrued liabilities	(97,659)	(23,421)
Deposits	(34,266)	(8,411)
Compensated absences	(1,235)	1,345
Net pension/OPEB obligation	2,891	14,327
Net cash flows from operating activities	\$ <u>4,636</u>	<u>236,121</u>

CITY AND BOROUGH OF SITKA, ALASKA

Airport Terminal Building Enterprise Fund

Statement of Net Assets

June 30, 2008

(With Comparative Amounts for 2007)

	<u>2008</u>	<u>2007</u>
Assets:		
Current assets:		
Equity in central treasury	\$ 700,029	832,517
Receivables:		
Accounts	2,873	6
Allowance for uncollectible accounts	(120)	-
Federal and State of Alaska	49,778	-
Total current assets	<u>752,560</u>	<u>832,523</u>
Capital assets:		
Property, plant and equipment	4,659,258	3,760,506
Construction in progress	209,176	927,564
Less accumulated depreciation	<u>(1,898,698)</u>	<u>(1,764,325)</u>
Total capital assets, net of accumulated depreciation	<u>2,969,736</u>	<u>2,923,745</u>
Total assets	<u>\$ 3,722,296</u>	<u>3,756,268</u>
Liabilities:		
Current liabilities:		
Accounts payable and accrued liabilities	\$ 13,686	149,910
Due to other funds	285,217	189,876
Current portion of capital lease	<u>5,451</u>	<u>5,192</u>
Total current liabilities	<u>304,354</u>	<u>344,978</u>
Noncurrent liabilities:		
Advances from other funds	581,183	884,766
Capital lease	<u>1,404</u>	<u>6,856</u>
Total noncurrent liabilities	<u>582,587</u>	<u>891,622</u>
Total liabilities	<u>886,941</u>	<u>1,236,600</u>
Net assets:		
Invested in capital assets, net of related debt	2,962,881	2,911,697
Unrestricted (deficit)	<u>(127,526)</u>	<u>(392,029)</u>
Total net assets	<u>2,835,355</u>	<u>2,519,668</u>
Total liabilities and net assets	<u>\$ 3,722,296</u>	<u>3,756,268</u>

CITY AND BOROUGH OF SITKA, ALASKA
 Airport Terminal Building Enterprise Fund
 Statement of Revenues, Expenses and Changes in Net Assets
 Year Ended June 30, 2008
 (With Comparative Amounts for 2007)

	<u>2008</u>	<u>2007</u>
Operating revenues:		
Terminal building leases	\$ 322,348	298,138
Other	268,574	33,856
Total operating revenues	<u>590,922</u>	<u>331,994</u>
Operating expenses:		
Utilities	107,365	115,590
Repairs and maintenance	48,042	41,427
Contracted/purchased services	73,207	68,147
Interdepartment services	90,890	59,669
Other	25,183	24,846
Depreciation	134,374	120,068
Total operating expenses	<u>479,061</u>	<u>429,747</u>
Operating income (loss)	111,861	(97,753)
Nonoperating revenues (expenses):		
Investment income	57,061	35,500
Interest expense	(47,368)	(18,018)
Net nonoperating revenues (expenses)	<u>9,693</u>	<u>17,482</u>
Income (loss) before contributions	121,554	(80,271)
Capital contributions	<u>194,133</u>	<u>-</u>
Change in net assets	315,687	(80,271)
Net assets, beginning of year	<u>2,519,668</u>	<u>2,599,939</u>
Net assets, end of year	\$ <u>2,835,355</u>	<u>2,519,668</u>

CITY AND BOROUGH OF SITKA, ALASKA
 Airport Terminal Building Enterprise Fund
 Statement of Cash Flows
 Year Ended June 30, 2008
 (With Comparative Amounts for 2007)

	<u>2008</u>	<u>2007</u>
Cash flows from operating activities:		
Receipts from customers and users	\$ 588,175	337,489
Payments to suppliers	(378,771)	(110,851)
Payments for interfund services used	<u>(90,890)</u>	<u>(59,669)</u>
Net cash flows from operating activities	<u>118,514</u>	<u>166,969</u>
Cash flows from noncapital financing activities - repayments to other funds	<u>(208,242)</u>	<u>(26,213)</u>
Cash flows from capital and related financing activities:		
Capital expenditures	(180,365)	(916,597)
Interest paid	(58,618)	(18,018)
Payments on capital lease	(5,193)	(4,945)
Government grants and loans for construction	144,355	-
Advances from other funds	<u>-</u>	<u>900,000</u>
Net cash flows from capital and related financing activities	<u>(99,821)</u>	<u>(39,560)</u>
Cash flows from investing activities - interest received	<u>57,061</u>	<u>35,500</u>
Net increase (decrease) in cash and cash equivalents	(132,488)	136,696
Cash and cash equivalents, beginning	<u>832,517</u>	<u>695,821</u>
Cash and cash equivalents, ending	\$ <u><u>700,029</u></u>	<u><u>832,517</u></u>
Reconciliation of operating income (loss) to net cash flows from operating activities:		
Operating income (loss)	\$ 111,861	(97,753)
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:		
Depreciation	134,374	120,068
(Increase) decrease in accounts receivable (net)	(2,747)	5,495
Increase (decrease) in accounts payable and accrued liabilities	<u>(124,974)</u>	<u>139,159</u>
Net cash flows from operating activities	\$ <u><u>118,514</u></u>	<u><u>166,969</u></u>

CITY AND BOROUGH OF SITKA, ALASKA

Marine Service Center Enterprise Fund

Statement of Net Assets

June 30, 2008

(With Comparative Amounts for 2007)

	<u>2008</u>	<u>2007</u>
Assets:		
Current assets - equity in central treasury	\$ <u>654,805</u>	<u>596,739</u>
Capital assets:		
Property, plant and equipment	3,338,496	3,338,496
Construction in progress	45	-
Less accumulated depreciation	<u>(2,032,287)</u>	<u>(1,882,580)</u>
Total capital assets, net of accumulated depreciation	<u>1,306,254</u>	<u>1,455,916</u>
Total assets	\$ <u><u>1,961,059</u></u>	<u><u>2,052,655</u></u>
Liabilities:		
Current liabilities:		
Accounts payable and accrued liabilities	\$ 364	362
Current portion of capital lease	<u>529</u>	<u>504</u>
Total current liabilities	<u>893</u>	<u>866</u>
Noncurrent liabilities - capital lease	<u>136</u>	<u>664</u>
Total liabilities	<u>1,029</u>	<u>1,530</u>
Net assets:		
Invested in capital assets, net of related debt	1,305,589	1,454,748
Unrestricted	<u>654,441</u>	<u>596,377</u>
Total net assets	<u>1,960,030</u>	<u>2,051,125</u>
Total liabilities and net assets	\$ <u><u>1,961,059</u></u>	<u><u>2,052,655</u></u>

CITY AND BOROUGH OF SITKA, ALASKA
 Marine Service Center Enterprise Fund
 Statement of Revenues, Expenses and Changes in Net Assets
 Year Ended June 30, 2008
 (With Comparative Amounts for 2007)

	<u>2008</u>	<u>2007</u>
Operating revenues - leases	\$ <u>271,176</u>	<u>248,578</u>
Operating expenses:		
Utilities	106,085	106,792
Repairs and maintenance	85,161	79,995
Contracted/purchased services	1,851	784
Interdepartment services	50,915	38,184
Other	12,709	12,392
Depreciation	<u>149,707</u>	<u>151,021</u>
Total operating expenses	<u>406,428</u>	<u>389,168</u>
Operating loss	(135,252)	(140,590)
Nonoperating revenues (expenses):		
Investment income	44,205	27,714
Interest expense	<u>(48)</u>	<u>(72)</u>
Net nonoperating revenues (expenses)	<u>44,157</u>	<u>27,642</u>
Loss before contributions	(91,095)	(112,948)
Capital contributions	<u>-</u>	<u>12,195</u>
Change in net assets	(91,095)	(100,753)
Net assets, beginning of year	<u>2,051,125</u>	<u>2,151,878</u>
Net assets, end of year	\$ <u><u>1,960,030</u></u>	<u><u>2,051,125</u></u>

CITY AND BOROUGH OF SITKA, ALASKA

Marine Service Center Enterprise Fund

Statement of Cash Flows

Year Ended June 30, 2008

(With Comparative Amounts for 2007)

	<u>2008</u>	<u>2007</u>
Cash flows from operating activities:		
Receipts from customers and users	\$ 271,176	248,578
Payments to suppliers	(205,804)	(206,697)
Payments for interfund services used	<u>(50,915)</u>	<u>(38,184)</u>
Net cash flows from operating activities	<u>14,457</u>	<u>3,697</u>
Cash flows from capital and related financing activities:		
Capital expenditures	(45)	(800)
Interest paid	(48)	(72)
Payments on capital lease	(503)	(480)
Contributions for capital additions	-	12,195
Proceeds from sale of capital assets	<u>-</u>	<u>5,048</u>
Net cash flows from capital and related financing activities	<u>(596)</u>	<u>15,891</u>
Cash flows from investing activities - interest received	<u>44,205</u>	<u>27,714</u>
Net increase in cash and cash equivalents	58,066	47,302
Cash and cash equivalents, beginning	<u>596,739</u>	<u>549,437</u>
Cash and cash equivalents, ending	\$ <u><u>654,805</u></u>	<u><u>596,739</u></u>
Reconciliation of operating loss to net cash flows from operating activities:		
Operating loss	\$ (135,252)	(140,590)
Adjustments to reconcile operating loss to net cash provided (used) by operating activities:		
Depreciation	149,707	151,021
Increase in accounts payable and accrued liabilities	<u>2</u>	<u>(6,734)</u>
Net cash flows from operating activities	\$ <u><u>14,457</u></u>	<u><u>3,697</u></u>

CITY AND BOROUGH OF SITKA, ALASKA

Sawmill Cove Industrial Park Enterprise Fund

Statement of Net Assets

June 30, 2008

(With Comparative Amounts for 2007)

	<u>2008</u>	<u>2007</u>
Assets:		
Current assets:		
Equity in central treasury	\$ 214,912	88,653
Receivables:		
Accounts	404,171	268,023
Allowance for uncollectible accounts	(1,389)	-
Federal and State of Alaska	<u>125,628</u>	<u>399,093</u>
Total current assets	<u>743,322</u>	<u>755,769</u>
Noncurrent assets:		
Deferred charges	<u>137,628</u>	<u>183,504</u>
Capital assets:		
Property, plant and equipment	13,795,882	12,151,304
Construction in progress	331,783	1,548,807
Less accumulated depreciation	<u>(1,136,093)</u>	<u>(861,944)</u>
Total capital assets, net of accumulated depreciation	<u>12,991,572</u>	<u>12,838,167</u>
Total noncurrent assets	<u>13,129,200</u>	<u>13,021,671</u>
Total assets	<u>\$ 13,872,522</u>	<u>13,777,440</u>
Liabilities:		
Current liabilities -		
accounts payable and accrued liabilities	\$ <u>19,932</u>	<u>41,133</u>
Noncurrent liabilities -		
Compensated absences	9,425	5,132
Net pension/OPEB obligation	<u>9,228</u>	<u>8,783</u>
Total noncurrent liabilities	<u>18,653</u>	<u>13,915</u>
Total liabilities	<u>38,585</u>	<u>55,048</u>
Net assets:		
Invested in capital assets	12,991,572	12,838,167
Unrestricted	<u>842,365</u>	<u>884,225</u>
Total net assets	<u>13,833,937</u>	<u>13,722,392</u>
Total liabilities and net assets	<u>\$ 13,872,522</u>	<u>13,777,440</u>

CITY AND BOROUGH OF SITKA, ALASKA
Sawmill Cove Industrial Park Enterprise Fund
Statement of Revenues, Expenses and Changes in Net Assets
Year Ended June 30, 2008
(With Comparative Amounts for 2007)

	<u>2008</u>	<u>2007</u>
Operating revenues - lease income	\$ 462,783	317,992
Operating expenses:		
Wages and benefits	113,703	100,365
Utilities	38,613	26,016
Repairs and maintenance	28,634	18,800
Contracted/purchased services	106,013	81,969
Interdepartment services	128,165	126,410
Other	124,730	109,848
Depreciation and amortization	320,025	286,437
Total operating expenses	<u>859,883</u>	<u>749,845</u>
Operating loss	(397,100)	(431,853)
Nonoperating revenues:		
Investment income	7,203	9,451
Other revenue	-	124,098
State PERS relief	8,256	3,011
Disposal of capital assets	-	667,112
Total nonoperating revenues	<u>15,459</u>	<u>803,672</u>
Income (loss) before contributions and transfers	(381,641)	371,819
Capital contributions	327,437	1,297,470
Transfers in	165,749	43,993
Transfers out	-	(698,234)
Change in net assets	111,545	1,015,048
Total net assets - beginning	<u>13,722,392</u>	<u>12,707,344</u>
Total net assets - ending	\$ <u><u>13,833,937</u></u>	<u><u>13,722,392</u></u>

CITY AND BOROUGH OF SITKA, ALASKA

Sawmill Cove Industrial Park Enterprise Fund

Statement of Cash Flows

Year Ended June 30, 2008

(With Comparative Amounts for 2007)

	<u>2008</u>	<u>2007</u>
Cash flows from operating activities:		
Receipts from customers and users	\$ 328,024	502,441
Payments to suppliers	(319,191)	(359,462)
Payments for interfund services used	(128,165)	(126,410)
Payment to employees	<u>(108,965)</u>	<u>(98,201)</u>
Net cash flows from operating activities	<u>(228,297)</u>	<u>(81,632)</u>
Cash flows from noncapital financing activities:		
State PERS relief	8,256	3,011
Transfers from (to) other funds (net)	<u>165,749</u>	<u>(654,241)</u>
Net cash flows from noncapital financing activities	<u>174,005</u>	<u>(651,230)</u>
Cash flows from capital and related financing activities:		
Capital expenditures	(427,554)	(1,487,568)
Government grants and loans for construction	600,902	1,270,015
Proceeds from sale of capital assets	-	667,112
Net cash flows from capital and related financing activities	<u>173,348</u>	<u>449,559</u>
Cash flows from investing activities - interest received	<u>7,203</u>	<u>9,451</u>
Net increase (decrease) in cash and cash equivalents	126,259	(273,852)
Cash and cash equivalents, beginning	<u>88,653</u>	<u>362,505</u>
Cash and cash equivalents, ending	\$ <u>214,912</u>	<u>88,653</u>
Reconciliation of operating loss to net cash flows from operating activities:		
Operating loss	\$ (397,100)	(431,853)
Adjustments to reconcile operating loss to net cash provided (used) by operating activities:		
Depreciation	274,149	240,561
Amortization	45,876	45,876
Other revenues received	-	124,098
(Increase) decrease in assets - accounts receivable (net)	(134,759)	60,351
Increase (decrease) in liabilities:		
Accounts payable and accrued liabilities	(21,201)	(122,829)
Compensated absences	4,293	-
Net pension/OPEB obligation	<u>445</u>	<u>2,164</u>
Net cash flows from operating activities	\$ <u>(228,297)</u>	<u>(81,632)</u>