

**Proprietary Funds
Statement of Net Assets
June 30, 2004**

Other Enterprise Funds	Total Enterprise Funds	Internal Service Funds
\$ 65,882	\$ 13,107,666	\$ 8,401,506
316,239	316,239	-
6,423	2,228,520	484
(340)	31,137	117,715
-	9,000	13,533
-	55,737	150,000
-	366,106	-
-	-	309,061
-	-	26,867
<u>388,204</u>	<u>16,114,405</u>	<u>9,019,166</u>
-	-	555,842
-	4,299,532	-
-	3,559,556	45,000
5,994,272	17,656,627	371,153
2,750,524	70,416,670	2,697,655
-	66,472,837	-
71,916	597,448	11,618,541
<u>252,629</u>	<u>4,978,596</u>	<u>2,947,482</u>
9,069,341	163,681,734	17,679,831
<u>(1,643,859)</u>	<u>(59,134,181)</u>	<u>(10,839,438)</u>
7,425,482	104,547,553	6,840,393
-	7,245,898	-
-	395,897	-
-	<u>7,641,795</u>	-
<u>\$ 7,813,686</u>	<u>\$ 132,603,285</u>	<u>\$ 16,415,401</u>

City of Midland, Michigan

Business-type Activities - Enterprise Funds

	Real Estate			
	Water	Wastewater	Rental	Sanitary Landfill
Liabilities				
Current liabilities:				
Accounts payable	\$ 729,381	\$ 89,957	\$ 83,100	\$ 87,021
Accrued salaries and wages	31,801	19,488	10,079	9,453
Accrued compensated absences	155,289	88,830	47,863	30,090
Due to other funds	-	-	9,000	-
Due to other governments	26,216	-	-	-
Deposits	308	-	60,206	-
Total current liabilities	942,995	198,275	210,248	126,564
Payable from restricted assets:				
Accrued interest	90,274	160,256	-	-
Current portion - Bonds payable	1,335,000	1,760,000	-	-
Guarantee deposits	50,920	-	-	-
Total payable from restricted assets	1,476,194	1,920,256	-	-
Noncurrent liabilities:				
Bonds payable - Long-term	5,775,000	17,705,886	-	-
Accrued compensated absences	177,954	82,205	42,246	48,637
Deferred special assessments	-	-	-	2,530,000
Accrued landfill closure and postclosure care cost	-	-	-	2,530,000
Total noncurrent liabilities	5,952,954	17,788,091	42,246	2,578,637
Total liabilities	8,372,143	19,906,622	252,494	2,705,201
Net Assets				
Investment in capital assets - Net of related debt	24,682,886	25,029,653	14,978,332	5,855,314
Restricted for:				
Revenue bond retirement	1,219,000	-	-	-
Joint venture operations	7,245,898	-	-	-
Emergency repair	25,000	-	-	-
Unrestricted	7,329,801	2,814,050	1,268,318	3,104,887
Total net assets	\$ 40,502,585	\$ 27,843,703	\$ 16,246,650	\$ 8,960,201

Some amounts reported for business-type activities in the statement of net assets are different because certain Internal Service Fund balances are included with the business-type activities

Total

Proprietary Funds
Statement of Net Assets (Continued)
June 30, 2004

Other Enterprise Funds	Total Enterprise Funds	Internal Service Funds
\$ 285,007	\$ 1,274,466	\$ 220,943
-	70,821	17,694
-	322,072	90,901
-	9,000	1,000,000
-	26,216	-
-	60,514	-
285,007	1,763,089	1,329,538
-	250,530	-
-	3,095,000	-
-	50,920	-
-	3,396,450	-
-	23,480,886	-
-	351,042	151,689
-	-	555,842
-	2,530,000	-
-	26,361,928	707,531
285,007	31,521,467	2,037,069
7,425,482	77,971,667	6,840,393
-	1,219,000	-
-	7,245,898	-
-	25,000	-
103,197	14,620,253	7,537,939
<u>\$ 7,528,679</u>	101,081,818	<u>\$ 14,378,332</u>
	<u>4,035,394</u>	
	<u>\$ 105,117,212</u>	

City of Midland, Michigan

	Business-type Activities - Enterprise Funds			
	Water	Wastewater	Real Estate Rental	Sanitary Landfill
Operating Revenue				
Service charges	\$ -	\$ 3,992,174	\$ -	\$ -
Water sales	6,850,399	-	-	-
Use and admission charges	-	-	-	3,766,356
Rentals	348,734	-	2,120,040	-
Fines and forfeits	64,056	53,399	-	1,263
Total operating revenue	7,263,189	4,045,573	2,120,040	3,767,619
Operating Expenses				
Operations	3,406,247	980,128	1,941,481	1,982,880
Administration	702,147	594,208	-	-
Maintenance	1,977,735	1,130,991	-	-
Depreciation	1,099,888	1,245,882	443,707	477,629
Total operating expenses	7,186,017	3,951,209	2,385,188	2,460,509
Net Operating Income (Loss)	77,172	94,364	(265,148)	1,307,110
Nonoperating Revenue (Expenses)				
Investment earnings (losses)	117,576	27,352	19,165	90,569
Gain from investment in joint venture	121,970	-	-	-
Contractual revenues	1,196,491	-	-	-
Profit (loss) on disposition of assets	(2,769)	-	-	-
Sale of meals - Revenue	-	-	418,638	-
Sale of meals - Expense	-	-	(579,520)	-
Miscellaneous revenue	33,911	215,003	69,114	-
Interest expense	(477,670)	(876,413)	-	-
Miscellaneous expenses	(228,491)	(183,129)	-	(106,510)
Total nonoperating revenue (expenses)	761,018	(817,187)	(72,603)	(15,941)
Income (Loss) - Before capital contributions and operating transfers	838,190	(722,823)	(337,751)	1,291,169
Capital Contributions	1,029,333	652,692	-	-
Operating Transfers In	38,825	2,049,090	-	-
Operating Transfers Out	-	-	-	-
Change in Net Assets	1,906,348	1,978,959	(337,751)	1,291,169
Net Assets - Beginning of year	38,596,237	25,864,744	16,584,401	7,669,032
Net Assets - End of year	\$ 40,502,585	\$ 27,843,703	\$ 16,246,650	\$ 8,960,201

Change in Net Assets

Some amounts reported for business-type activities in the statement of activities are different because of net revenue (expense) of certain internal services are reported with business-type activities

Change in net assets of business-type activities