

# City of Midland, Michigan

## Changes in Business-type Net Assets

	Fiscal Year Ended June 30					
	2003	2004	2005	2006	2007	2008
<b>Operating revenue:</b>						
Wastewater service charges	\$ 3,911,878	3,992,174	\$ 4,271,674	\$ 4,513,338	\$ 4,588,778	\$ 4,827,045
Water sales	6,752,491	6,850,399	7,220,106	7,391,171	7,568,017	8,271,119
Landfill use and admission charges	3,030,293	3,766,356	3,120,726	3,217,430	5,041,271	3,424,819
Civic Arena use and admission charges	-	-	-	1,041,763	1,056,417	1,064,509
Other use and admission charges	834,960	807,729	843,179	895,375	973,412	1,094,166
Rentals	2,394,221	2,468,774	2,558,359	2,607,737	2,537,277	2,651,509
Fines and forfeits	145,740	118,718	122,155	129,202	155,999	171,250
<b>Total operating revenue</b>	<b>17,069,583</b>	<b>18,004,150</b>	<b>18,136,199</b>	<b>19,796,016</b>	<b>21,921,171</b>	<b>21,504,417</b>
<b>Operating expenses:</b>						
Water	3,183,240	3,406,247	3,480,308	3,192,318	4,006,050	3,662,404
Wastewater	875,492	980,128	966,934	1,023,045	1,074,122	1,129,031
Real estate rental	1,926,782	1,941,481	1,997,522	2,041,420	2,191,683	2,228,946
Landfill	2,152,284	1,982,880	2,697,045	1,979,811	2,010,992	2,189,039
Civic Arena	-	-	-	1,028,812	1,130,306	1,152,330
Other operating	1,012,341	952,388	837,210	873,204	994,067	1,362,218
Administration	1,219,508	1,296,355	1,661,561	1,704,422	1,674,995	1,754,302
Maintenance	2,974,687	3,207,459	3,757,473	3,912,321	3,950,384	4,090,615
Depreciation	4,059,007	3,442,725	3,852,093	3,660,043	4,098,194	4,065,398
<b>Total operating expenses</b>	<b>17,403,341</b>	<b>17,209,663</b>	<b>19,250,146</b>	<b>19,415,396</b>	<b>21,130,793</b>	<b>21,634,283</b>
<b>Operating Income (Loss)</b>	<b>(333,758)</b>	<b>794,487</b>	<b>(1,113,947)</b>	<b>380,620</b>	<b>790,378</b>	<b>(129,866)</b>
<b>Nonoperating revenue (expenses):</b>						
Investment earnings (losses)	319,594	339,423	349,012	646,856	957,061	769,663
Gain from investment in joint venture	138,604	121,970	284,786	435,216	-	-
Contractual revenues	1,293,984	1,196,491	1,135,813	1,041,852	1,073,493	1,057,953
Profit (loss) on disposition of assets	743	(2,769)	(52,417)	(44,189)	45,261	41,217
Sales of meals - Revenue	404,457	418,638	419,982	415,676	421,969	449,200
Contributions	-	(579,520)	-	-	(572,855)	110,058
Sales of meals - Expenses	(569,152)	-	(561,079)	(544,872)	1,859,744	(590,941)
Miscellaneous revenue	161,289	318,598	697,071	679,281	1,289,869	803,172
Interest expense	(1,397,160)	(1,354,083)	(1,180,224)	(1,349,648)	(1,200,867)	(1,059,154)
Miscellaneous expense	(918,888)	(518,130)	(634,980)	(944,729)	(976,105)	(1,281,656)
<b>Total nonoperating revenues (expenses)</b>	<b>(566,529)</b>	<b>(59,382)</b>	<b>457,964</b>	<b>335,443</b>	<b>2,897,570</b>	<b>299,512</b>
<b>Income (Loss) - Before Contributions and Transfers</b>	<b>(900,287)</b>	<b>735,105</b>	<b>(655,983)</b>	<b>716,063</b>	<b>3,687,948</b>	<b>169,646</b>
Capital contributions	2,358,059	1,682,025	1,137,555	2,449,257	887,254	392,000
Operating transfers in	1,972,170	2,117,915	1,830,711	4,360,745	1,191,640	1,301,390
Operating transfers out	-	-	-	(1,957,809)	(251,700)	(313,760)
<b>Change in Net Assets</b>	<b>3,429,942</b>	<b>4,535,045</b>	<b>2,312,283</b>	<b>5,568,256</b>	<b>5,515,142</b>	<b>1,549,276</b>
Some amounts reported for business-type activities in the statement of activities are different because net revenue (expense) of certain internal services is reported with business-type activities	302,820	1,372,850	230,418	108,371	(394,607)	(355,109)
<b>Change in Net Assets of Business-type Activities</b>	<b>\$ 3,732,762</b>	<b>\$ 5,907,895</b>	<b>\$ 2,542,701</b>	<b>\$ 5,676,627</b>	<b>\$ 5,120,535</b>	<b>\$ 1,194,167</b>
<b>Total Primary Government Changes in Net Assets</b>	<b>\$ 8,043,147</b>	<b>\$ 12,131,854</b>	<b>\$ 6,383,136</b>	<b>\$ 8,073,174</b>	<b>\$ (9,036,844)</b>	

Note: a. The City adopted GASB No. 34 during fiscal year 2002-2003 and began reporting a government-wide statement of net assets.

b. During fiscal year 2005-2006, the Civic Arena Fund was added as a proprietary fund.

Source: City's Comprehensive Annual Financial Report