

# Proprietary Funds

## Major Enterprise Fund

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Enterprise funds are used to account for revenues resulting primarily from charges for services provided to the general public and the related costs of such services.

*Major Enterprise Fund:*

- **Water Resources** – This fund accounts for the revenues and expenses related to the City's water system.

**CITY OF ASHEVILLE**  
**WATER RESOURCES FUND**  
**SCHEDULE OF REVENUES AND EXPENDITURES - BUDGET AND ACTUAL (NON-GAAP)**  
**FOR THE YEAR ENDED JUNE 30, 2009**

	Budget	Actual	Variance Favorable (Unfavorable)
<b>OPERATING REVENUES</b>			
Charges for services:			
Water	\$ 21,344,000	\$ 21,612,926	\$ 268,926
Connection fees	3,550,000	3,106,551	(443,449)
Other services	6,093,000	5,902,185	(190,815)
Other operating revenue	26,550	210,547	183,997
Total operating revenues	<u>31,013,550</u>	<u>30,832,209</u>	<u>(181,341)</u>
<b>OPERATING EXPENDITURES</b>			
Department-wide	4,039,938	3,951,836	88,102
Administration	694,229	733,705	(39,476)
Meter service	1,082,641	1,001,887	80,754
Repair and maintenance	4,396,105	4,135,147	260,958
Water production and quality	5,010,086	4,772,450	237,636
Construction crew	586,642	485,817	100,825
Customer service	1,170,572	1,160,037	10,535
Engineering	593,679	610,728	(17,049)
Capital outlay	1,068,366	269,847	798,519
Total operating expenditures	<u>18,642,258</u>	<u>17,121,454</u>	<u>1,520,804</u>
Operating income	<u>12,371,292</u>	<u>13,710,755</u>	<u>1,339,463</u>
<b>NON-OPERATING REVENUES (EXPENDITURES)</b>			
Interest earned	800,000	610,386	(189,614)
Principal payments on debt	(3,618,994)	(3,618,994)	-
Interest and debt service charges	(4,029,977)	(4,680,670)	(650,693)
Total non-operating revenues (expenditures)	<u>(6,848,971)</u>	<u>(7,689,278)</u>	<u>(840,307)</u>
Revenues over expenditures before other financing sources (uses)	<u>5,522,321</u>	<u>6,021,477</u>	<u>499,156</u>
<b>OTHER FINANCING SOURCES (USES)</b>			
Transfers to other funds:			
To Water Major Capital Projects Fund	(9,604,173)	(9,604,173)	-
To General Capital Projects Fund	-	(54,720)	(54,720)
Appropriated fund balance	4,081,852	-	(4,081,852)
Total other financing sources (uses)	<u>(5,522,321)</u>	<u>(9,658,893)</u>	<u>(4,136,572)</u>
Revenues under expenditures and other financing sources (uses)	<u>\$ -</u>	<u>(3,637,416)</u>	<u>\$ (3,637,416)</u>
<b>Reconciling items:</b>			
Depreciation		(4,817,994)	
Transfer to Water Major Capital Projects Fund		9,604,173	
Principal payments on debt		3,618,994	
Capitalized interest		1,531,031	
Capital contributions		982,606	
Net activity in the Water Major Capital Projects Fund		387,195	
Capital outlay		269,847	
Change in net assets		<u>\$ 7,938,436</u>	

**CITY OF ASHEVILLE**  
**WATER MAJOR CAPITAL PROJECTS FUND**  
**SCHEDULE OF REVENUES AND EXPENDITURES-BUDGET AND ACTUAL**  
**FROM INCEPTION AND FOR THE YEAR ENDED JUNE 30, 2009**

	Project Authorization	Prior Years	Current Year	Total to Date
<b>REVENUES</b>				
Developer pump station replacements	\$ -	\$ 350,670	\$ -	\$ 350,670
Taps and connections	-	-	1,860	1,860
Investment earnings	1,076,529	709,759	480,148	1,189,907
Miscellaneous	-	-	50,777	50,777
Total revenues	<u>1,076,529</u>	<u>1,060,429</u>	<u>532,785</u>	<u>1,593,214</u>
<b>EXPENDITURES</b>				
Critical Needs II	157,000	75,000	-	75,000
US 25A Sweeten Creek	449,651	449,650	-	449,650
Treatment upgrades	4,000,000	3,943,537	1,049	3,944,586
Smokey Park Bridge	47,703	47,702	1	47,703
NCDOT US70	75,000	-	-	-
WL inspections	70,000	70,000	-	70,000
2005 annexation	176,640	18,595	-	18,595
Computer maintenance management	476,307	474,499	-	474,499
Distribution system	50,000	-	-	-
NC191 Sardis Road	1,320,266	965,429	-	965,429
Brevard Road I-40 I-26	1,226,000	1,698	-	1,698
Long Shoals I-26 to US 25	1,855,800	23,316	686,416	709,732
Sand Hill- Enka Lake	820,000	2,040	-	2,040
NCDOT Exit 44	538,572	-	-	-
I240 Widening to N Haywood	325,840	-	-	-
Long Shoals to I-26	847,108	-	-	-
Fairview Road	1,188,492	1,188,491	-	1,188,491
Matching funds \$3M grant	155,369	144,290	-	144,290
Treatment Plant upgrade	8,420,733	5,135,481	2,575,609	7,711,090
WCWG MNGT tools/equipment	600,000	440,000	110,000	550,000
Hominy Creek Bridge	98,357	91,276	-	91,276
Clingman Avenue	581,072	421,073	159,998	581,071
24 X 36 Main replacement	75,000	-	-	-
Flow meters	500,000	-	-	-
Affordable Infill	500,000	-	44,268	44,268
Auto meter readers	1,500,000	-	-	-
NCDOT Brevard Rd I-40-I-26	4,230,000	-	1,720,581	1,720,581
NCDOT Sandhill Road	2,252,398	-	-	-
NCDOT I-40 from I-240-19/23	40,429	-	-	-
NF/BT Upgrade construction	238,471	-	92,680	92,680
NF ARRA pump system improvements	225,722	-	-	-
Riceville Reservoir	320,000	-	-	-
New maintenance facility	264,264	-	-	-

(continued)

**CITY OF ASHEVILLE**  
**WATER MAJOR CAPITAL PROJECTS FUND**  
**SCHEDULE OF REVENUES AND EXPENDITURES-BUDGET AND ACTUAL**  
**FROM INCEPTION AND FOR THE YEAR ENDED JUNE 30, 2009**

	Project Authorization	Prior Years	Current Year	Total to Date
Parker Avenue Service Line Installment	\$ 40,000	\$ -	\$ 37,515	\$ 37,515
Water Revenue Bond Capital Project	580,846	580,846	-	580,846
Hendersonville/Rosscrag Road	7,100,383	2,096,415	3,855,816	5,952,231
NC191 Clayton Road	2,184,694	839,062	1,266,742	2,105,804
Royal Pines	2,341,405	925,460	1,281,166	2,206,626
Central Business District	12,700,630	4,423,279	7,322,699	11,745,978
Town Mountain tank shop	1,542,231	-	681,598	681,598
WRP3 West Asheville	2,379,614	1,147,234	1,109,054	2,256,288
WRP3 Pump Station	5,545,206	984,750	3,975,027	4,959,777
Bee Tree Junction	1,963,002	971,746	791,322	1,763,068
White Fawn Junction	3,825,507	1,054,422	2,159,469	3,213,891
Valve installations	1,976,963	293,179	1,427,674	1,720,853
Fairview tank	2,574,090	428,087	363,475	791,562
Miscellaneous project expenditures	-	237,279	-	237,279
Total expenditures	<u>78,380,765</u>	<u>27,473,836</u>	<u>29,662,159</u>	<u>57,135,995</u>
Revenues under expenditures before other financing sources (uses)	<u>(77,304,236)</u>	<u>(26,413,407)</u>	<u>(29,129,374)</u>	<u>(55,542,781)</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers from other funds	37,972,163	28,305,483	9,604,173	37,909,656
Transfers to other funds	(100,000)	-	(100,000)	(100,000)
Proceeds from sale of bonds	39,432,073	39,444,265	-	39,444,265
Total other financing sources (uses)	<u>77,304,236</u>	<u>67,749,748</u>	<u>9,504,173</u>	<u>77,253,921</u>
Revenues over (under) expenditures and other financing sources (uses)	<u>\$ -</u>	<u>\$ 41,336,341</u>	<u>\$ (19,625,201)</u>	<u>\$ 21,711,140</u>