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Annual Financial Statements, 2008

Public Water Supply District C1 of Jefferson County

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M·W·R

Maloney, Wright & Robbins

Certified Public Accountants

January 16, 2009

To the Board of Directors
Public Water Supply District C-1
of Jefferson County, Missouri

We have audited the financial statements of the business-type activities and the aggregate remaining fund information of the Public Water Supply District C-1 for the year ended May 31, 2008, and have issued our report thereon dated January 16, 2009. Professional standards require that we provide you with the following information related to our audit.

Our Responsibility under U.S. Generally Accepted Auditing Standards

As stated in our engagement letter dated October 2, 2008, our responsibility, as described by professional standards, is to express opinions about whether the financial statements prepared by management with your oversight are fairly presented, in all material respects, in conformity with U.S. generally accepted accounting principles. Our audit of the financial statements does not relieve you or management of your responsibilities.

Planned Scope and Timing of the Audit

We performed the audit according to the planned scope and timing previously communicated to you.

Significant Audit Findings

Qualitative Aspects of Accounting Practices

Management is responsible for the selection and use of appropriate accounting policies. The significant accounting policies used by the Public Water Supply District C-1 are described in Note I to the financial statements. No new accounting policies were adopted and the application of existing policies was not changed during 2008. We noted no transactions entered in to by the governmental unit during the year for which there is a lack of authoritative guidance or consensus. There are no significant transactions that have been recognized in the financial statements in a different period than when the transaction occurred.

Accounting estimates are an integral part of the financial statements prepared by management and are based on management's knowledge and experience about past and current events and assumptions about future events. Certain accounting estimates are particularly sensitive because of their significance to the financial statements and because of the possibility that future events affecting them may differ significantly from those expected.

The disclosures in the financial statements are neutral, consistent, and clear. Certain financial statement disclosures are particularly sensitive because of their significance to financial statement users.

Difficulties Encountered in Performing the Audit

We encountered no significant difficulties in dealing with management in performing and completing our audit.

Corrected and Uncorrected Misstatements

Professional standards require us to accumulate all known and likely misstatements identified during the audit, other than those that are trivial, and communicate them to the appropriate level of management. Management has corrected all such misstatements. In additions, none of the misstatements detected as a result of audit procedures and corrected by management were material, either individually or in the aggregate, to the financial statements taken as a whole.

Disagreement with Management

For purpose of this letter, professional standards define a disagreement with management as a financial accounting, reporting, or auditing matter, whether or not resolved to our satisfaction, that could be significant to the financial statements or the auditor's report. We are pleased to report that no such disagreement arose during the course of our audit.

Management Representations

We have requested certain representations from management that are included in the management representation letter date January 16, 2009.

Management Consultations with Other Independent Accountants

In some cases, management may decide to consult with other accountants about auditing and accounting matters, similar to obtaining a "second opinion" on certain situations. If a consultation involves application of an accounting principle to the governmental unit's financial statements or a determination of the type of auditor's opinion that may be expressed on those statements, our professional standards require the consulting accountant to check with us to determine that the consultant has all the relevant facts. To our knowledge, there were no such consultations with our accountants.

Other Audit Findings or Issues

We generally discuss a variety of matters, including the application of accounting principles and auditing standards, with management each year prior to retention as the governmental unit's auditors. However, these discussions occurred in the normal course of our professional relationship and our responses were not a condition to our retention.

This information is intended solely for the use of the Board of Directors and management of Public Water Supply District C-1 and is not intended to be and should not be used by anyone other than these specified parties.

Sincerely,

MALONEY, WRIGHT & ROBBINS

**PUBLIC WATER SUPPLY DISTRICT C-1
OF JEFFERSON COUNTY, MISSOURI
ANNUAL FINANCIAL STATEMENTS
MAY 31, 2008**

M·W·R

Maione, Wright & Robbins

Accountants and Advisors

PUBLIC WATER SUPPLY DISTRICT C-1
OF JEFFERSON COUNTY, MISSOURI
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M·W·R

Maloney, Wright & Robbins

Certified Public Accountants

INDEPENDENT AUDITORS' REPORT

To the Board of Directors
Public Water Supply District C-1 of Jefferson County
of Jefferson County, Missouri

We have audited the accompanying financial statements of the business-type activities, and the remaining fund information of the Public Water Supply District C-1 as of and for the year ended May 31, 2008, which collectively comprise the District's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the District's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Governmental Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinions.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the business type activities, and the remaining fund information of the Public Water Supply District C-1 as of May 31, 2008, and the respective changes in financial position and cash flows, where applicable, thereof for the year then ended, in conformity with the basis of accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated January 16, 2009 on our consideration of the Public Water Supply District C-1's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grants agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and important for assessing the results of our audit.

The budgetary comparison information on pages 19 and 23 are not a required part of the basic financial statements but are supplementary information required by the accounting principles generally accepted in the United States of America. We have applied certain limited procedures, which consisted principally of inquires of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it. Public Water Supply District C-1 of Jefferson County, Missouri has not presented the management's discussion and analysis that accounting principles generally accepted in the United States of America has determined is necessary to supplement, although not required to be part of the basic financial statements.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Public Water Supply District C-1 of Jefferson County, Missouri' financial statements. The supplementary information on pages 22 and 24 are presented for purposes of additional analysis and are not a required part of the basic financial statements. The Schedule of Operating Expenses and the Statement of Cash Funds have been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, are fairly stated in all material respects in relation to the basic financial statements taken as a whole.

Maloney, Wright & Robbins

MALONEY, WRIGHT & ROBBINS
Certified Public Accountants

Dated: January 16, 2009
Farmington, Missouri

BASIC FINANCIAL STATEMENTS

PUBLIC WATER SUPPLY DISTRICT C-1
OF JEFFERSON COUNTY, MISSOURI
STATEMENT OF NET ASSETS
MAY 31, 2008

ASSETS

CURRENT ASSETS

Cash funds - Unrestricted (Page 24)		\$ 1,827,192.76
Customer accounts receivable (net of allowance for doubtful accounts: \$13,700)		372,606.02
Miscellaneous accounts receivable		2,213.46
Accounts receivable - Brookshire taps		16,240.00
Accrued interest receivable		17,709.71
Inventory - Materials		137,042.20
Prepaid - Transmission Pipeline		474,041.80
Prepaid insurance		63,338.05
Prepaid Employee AFLAC Insurance		812.50
TOTAL CURRENT ASSETS		2,911,196.50

CAPITAL ASSETS

Organization costs		61,584.28
Land and land rights		277,413.26
Waterworks plant		22,147,777.76
Structures and improvements		403,087.63
Transportation and maintenance equipment		561,699.47
Office furniture and fixtures		150,075.12
MXU meters		1,642,350.54
Bond issue project - Phase I		7,225,002.04
Bond issue project - Phase II		10,551,239.33
Transmission pipeline		12,650,333.32
		55,670,562.75
Less: Accumulated Depreciation		(11,753,665.49)
TOTAL CAPITAL ASSETS - NET BOOK VALUE		43,916,897.26

OTHER ASSETS

Cash funds - Restricted (Page 24)		3,753,019.40
Unamortized bond costs - Long-term		
2000 issue	175,191.64	
2002 issue	323,818.18	
2005 issue	96,263.92	595,273.74
Original issue discount - Long-term - 2002 issue		26,244.04
Valle Creek Condo		20,041.67
Out of service wells		1,419,542.32
TOTAL OTHER ASSETS		5,814,121.17

TOTAL ASSETS

\$ 52,642,214.93

The accompanying notes are an integral part of the financial statements.

PUBLIC WATER SUPPLY DISTRICT C-1
OF JEFFERSON COUNTY, MISSOURI
STATEMENT OF NET ASSETS
MAY 31, 2008

LIABILITIES

CURRENT LIABILITIES

Accounts payable	\$ 118,253.74
Bond issues outstanding - Current portion	770,000.00
Lease payable - Transmission pipeline	90,875.46
Bank Overdraft	142,441.72
Customer meter deposits	679,490.00
Accrued wages	37,757.14
Accrued and withheld payroll taxes	13,677.37
Accrued Garnishment	731.84
Sales tax and primacy fees payable	10,289.02
Deferred taps	63,487.00
TOTAL CURRENT LIABILITIES	1,927,003.29

LONG-TERM LIABILITIES

Bond issues payable	22,980,000.00
Less: Current maturities - Above	(770,000.00)
Deferred funding - 2005 series	(230,555.89)
Total Bond Issues	21,979,444.11
Lease payable - Transmission pipeline	11,118,668.19
Less - Current maturities - Above	(90,875.46)
Total Lease Payable	11,027,792.73
TOTAL LONG-TERM LIABILITIES	33,007,236.84

TOTAL LIABILITIES

34,934,240.13

DISTRICT EQUITY

Restricted (Page 6)	14,840,304.05
Unrestricted (Page 6)	2,867,670.75
TOTAL DISTRICT EQUITY	17,707,974.80
TOTAL LIABILITIES AND DISTRICT EQUITY	\$ 52,642,214.93

The accompanying notes are an integral part of the financial statements.

PUBLIC WATER SUPPLY DISTRICT C-1
OF JEFFERSON COUNTY, MISSOURI
STATEMENT OF REVENUE, EXPENSES AND CHANGES IN DISTRICT EQUITY
FOR THE YEAR ENDED MAY 31, 2008

OPERATING REVENUE	
Water sales	\$ 5,915,746.54
Late charges	97,157.09
Reconnect fees	66,305.00
Tap on fees	108,458.61
Material sales	38,171.76
Other customer charges	1,863.89
Customer service charges	10.00
Construction and permit fees	6,111.00
Insurance Proceeds	2,746.30
Lake Forest	3,650.00
Mileage Reimbursement	415.08
Education Reimbursements	2,019.00
Engineering Labor Reimbursement	7,014.84
Labor Charged Out	68,446.00
Miscellaneous income	20,204.41
TOTAL OPERATING REVENUE	<u>6,338,319.52</u>
OPERATING EXPENSES	
Field expenses (Page 23)	2,211,671.78
Administrative expenses (Page 23)	749,425.46
TOTAL OPERATING EXPENSES	<u>2,961,097.24</u>
NET OPERATING REVENUE	<u>3,377,222.28</u>
NON-OPERATING REVENUE AND EXPENSES	
Revenue	
Interest income	179,612.23
Disposition of equipment	17,473.00
Sale of Land Well	1,990.00
Donated sewer systems	45,964.39
Total revenue	<u>245,039.62</u>
Expenses	
Loss on Disposed Assets	5,436.20
Depreciation	1,309,430.52
Refinancing charges	26,860.96
Interest expense - Bond issues	1,123,111.25
Interest expense - Lease	1,340,966.64
Amortization of bond fees	17,425.19
Amortization of original issue discount	1,412.28
Bond fees	20,637.42
Abandoned wells	0.00
Total Expense	<u>3,845,280.46</u>
EXCESS OF NON-OPERATING EXPENSES OVER REVENUE	<u>(3,600,240.84)</u>
NET INCOME (LOSS)	<u>\$ (223,018.56)</u>

The accompanying notes are an integral part of the financial statements.

PUBLIC WATER SUPPLY DISTRICT C-1
 OF JEFFERSON COUNTY, MISSOURI
 STATEMENT OF DISTRICT EQUITY
 MAY 31, 2008

RESTRICTED:

CONTRIBUTED CAPITAL

Balance - Beginning of year	\$ 14,794,339.66
Additions - Current year 5/31/08	45,964.39
Balance - End of year	14,840,304.05

UNRESTRICTED:

SURPLUS

Balance - Beginning of year	3,181,368.70
Prior Period Adjustment (Note IX)	(44,715.00)
Restated Balance - Beginning of Year	3,136,653.70
Net income (loss)	(223,018.56)
Adjusted for contributed capital above	(45,964.39)
Balance - End of year	2,867,670.75

TOTAL DISTRICT EQUITY, END OF YEAR	\$ 17,707,974.80
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The accompanying notes are an integral part of the financial statements.

PUBLIC WATER SUPPLY DISTRICT C-1
OF JEFFERSON COUNTY, MISSOURI
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED MAY 31, 2008

CASH FLOWS FROM OPERATING ACTIVITIES	
Receipts from customers and users	\$ 6,267,975.42
Payments to suppliers and employees	(2,798,328.29)
Other Operating Revenue	(145,442.96)
Interest received	179,379.52
Interest paid	<u>(2,435,308.45)</u>
NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES	1,068,275.24
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES	
Acquisition of property and equipment	<u>(196,653.27)</u>
NET CASH PROVIDED (USED) BY CAPITAL AND RELATED FINANCING ACTIVITIES	(196,653.27)
CASH FLOWS FROM INVESTING ACTIVITIES	
Debt reduction	(745,000.00)
Unamortized bond costs - 2000 issue	10,011.00
Unamortized bond costs - 2002 issue	17,425.19
Unamortized bond costs - 2005 issue	5,767.92
Deferred refunding - 2000 issue	95,088.55
Deferred refunding - 2005 issue	(23,512.59)
Capital lease - Transmission pipeline	(81,158.28)
Original issue discount - 2002 issue	1,412.28
Prior Period Adjustment (See Note IX)	<u>(44,715.00)</u>
NET CASH PROVIDED (USED) BY INVESTING ACTIVITIES	<u>(764,680.93)</u>
NET INCREASE (DECREASE) IN UNRESTRICTED CASH	106,941.04
UNRESTRICTED CASH, BEGINNING OF YEAR	1,720,251.72
UNRESTRICTED CASH, END OF YEAR	<u><u>\$ 1,827,192.76</u></u>
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES	
Operating Income (Loss)	\$ (223,018.56)
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities	
Depreciation	1,309,430.52
(Increase) or Decrease in restricted funds	(145,442.96)
(Increase) or Decrease in accounts receivable	(70,344.10)
(Increase) or Decrease in accrued interest receivable	(232.71)
Increase or (Decrease) in NSF checks	(161.48)
(Increase) or Decrease in Valle Creek	(20,041.67)
(Increase) or Decrease in inventory	55,174.01
Increase or (Decrease) in payables	8,550.12
(Increase) or Decrease in prepaids	63,969.45
Increase or (Decrease) in bank overdraft	93,049.31
Increase or (Decrease) In accrued compensation, taxes and deferred taps	(31,426.13)
Increase or (Decrease) in Customer Deposits	<u>28,769.44</u>
Total adjustments	<u>1,291,293.80</u>
NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES	<u><u>\$ 1,068,275.24</u></u>

The accompanying notes are an integral part of the financial statements.

PUBLIC WATER SUPPLY DISTRICT C-1
OF JEFFERSON COUNTY, MISSOURI
NOTES TO THE FINANCIAL STATEMENTS
MAY 31, 2008

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the Public Water Supply District C-1 of Jefferson County, Missouri have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to government units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The more significant of the government's accounting policies are described below.

A. Principles Used to Determine Scope of Entity

The District's reporting entity includes the District's governing board and all related organizations for which the District exercises oversight responsibility.

The District has developed criteria to determine whether outside agencies with activities which benefit the customers of the District should be included within its financial reporting entity. The criteria includes, but is not limited to, whether the District exercises oversight responsibility (which includes financial interdependency, selection of governing authority, designation of management, ability to significantly influence operations, and accountability for fiscal matters), scope of public service and special financing relationships.

The District has determined that no other outside agency meets the above criteria and, therefore, no other agency has been included as a component unit in the District's financial statements. In addition, the District is not aware of any entity which would exercise such oversight which would result in the District being considered a component unit of the entity.

B. Basis of Presentation

The financial transactions of the District are recorded in a single enterprise fund. An enterprise fund is a type of proprietary government fund which is normally used by water and other utility districts. An enterprise fund is used to account for operations (a) that are financed and operated in a manner similar to private business enterprises where the intent of the governing body is that the costs (expenses, including depreciation) of providing goods or services to the general public on a continuing basis are financed or recovered primarily through user charges; or (b) where the governing body has decided that periodic determination of revenues earned, expenses incurred and/or net income is appropriate for capital maintenance, public policy, management control, accountability, or other purposes.

PUBLIC WATER SUPPLY DISTRICT C-1
OF JEFFERSON COUNTY, MISSOURI
NOTES TO THE FINANCIAL STATEMENTS
MAY 31, 2008

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

C. Measurement Focus and Basis of Accounting

The accounting and financial reporting treatment applied to a fund is determined by its measurement focus.

All Enterprise funds are accounted for on a flow of economic resources measurement focus. With this measurement focus, all assets and all liabilities associated with the operations of these funds are included on the statement of net assets. Fund equity, (i.e., net total assets) is segregated into contributed capital and Reserved and/or Unreserved net Assets. Enterprise fund type statement of activities present increases (e.g., revenues) and decreases (e.g., expenses) in net total assets.

Enterprise funds such as this are accounted for using the accrual basis of accounting which is accepted under Generally Accepted Accounting Principles. Their revenues are recognized when they are earned, and their expenses are recognized when they are incurred.

D. Budgetary Information

The District annually adopts the Budget Resolution in order to comply with the budget guidelines for political subdivisions in the State of Missouri as provided in the Revised Missouri Statutes. Budgetary control is legally maintained by District management and the Board of Directors. Budget amounts are presented as part of the supplementary information strictly as a management tool for use by the Board of Directors and District management.

E. Inventory

An actual count of materials was taken on or about May 31, 2008, which was the last working day of the fiscal year. The inventory on the balance sheet represents the actual total cost value of the materials counted on this date.

F. Capital Assets

All purchased fixed assets are valued at cost. Donated fixed assets are valued at their estimated fair market value on the date received.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend asset lives are not capitalized. Improvements are capitalized and depreciated over the remaining useful lives of the related fixed assets, as applicable. Depreciation of buildings, equipment and vehicles in the proprietary fund types is computed using the straight-line method.

During the year, the District received donated lines with a cost of \$ 45,964.39. The donated lines will begin depreciation in the month contributed.

PUBLIC WATER SUPPLY DISTRICT C-1
OF JEFFERSON COUNTY, MISSOURI
NOTES TO THE FINANCIAL STATEMENTS
MAY 31, 2008

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONCLUDED)

G. Compensated Absences

Vacation time and sick leave are considered as expenditures in the year paid. Vacation time not used by the end of a given year is not accrued and carried over into future years, nor is it paid out to the employee at the end of the year. However, vacation time accrued during the year of termination is paid to the employee at the time of termination. Sick leave not used by the end of the year may be carried over into future years. Accrued sick leave is not paid at the time of termination.

II. CASH AND INVESTMENTS

A. Deposits

State statutes require that all deposits in financial institutions be fully collateralized by U.S. Government obligations or its agencies and instrumentalities or direct obligations if Missouri or its agencies and instrumentalities that have a market value of not less than the principle amount of the deposits. The District's deposits, including certificates of deposit, were fully insured or collateralized as required by state statutes at May 31, 2008. At year-end, the carrying amount of the District's deposits was \$ 5,580,212.16 with respective bank balances totaling \$5,465,186.44. Of the total bank balance, all of the funds were covered by Federal Depository Insurance Corporation (FDIC) or covered by collateral held by the Federal Reserve Bank in the District's name under a joint safekeeping agreement with Various Banks.

B. Summary of Carrying Values

The carrying values of deposits and investments shown above are included in the financial statements at May 31, 2008, as follows:

Included in the following fund financial statement captions:

Deposits & Investments:

Petty Cash	\$ 600.00
Deposits	2,216,663.19
Restricted Deposits	22,850.78
Total Petty Cash and Deposits	2,240,113.97
Investments	2,752,093.43
Restricted Investments	588,004.76
Total Investments	3,340,098.19
Total Cash & Investment as of May 31, 2008	\$ 5,580,212.16

PUBLIC WATER SUPPLY DISTRICT C-1
OF JEFFERSON COUNTY, MISSOURI
NOTES TO THE FINANCIAL STATEMENTS
MAY 31, 2008

II. CASH AND INVESTMENTS (CONTINUED)

As of May 31, 2008, the district's investments were as follows:

Investments May 31, 2008

Type	Maturities	Amount
Unrestricted Investments		
Certificate of Deposit	7/10/08	\$ 50,000.00
Certificate of Deposit	8/10/08	50,000.00
Certificate of Deposit	10/5/08	72,000.00
Certificate of Deposit	9/9/09	98,037.67
Certificate of Deposit	9/9/09	500,000.00
Certificate of Deposit	9/9/09	500,000.00
Certificate of Deposit	9/14/09	32,962.33
Certificate of Deposit	9/14/09	12,104.43
Certificate of Deposit	9/14/09	100,000.00
Certificate of Deposit	9/15/09	95,000.00
Certificate of Deposit	9/16/09	95,000.00
Certificate of Deposit	9/24/09	95,000.00
Certificate of Deposit	9/24/09	95,000.00
Certificate of Deposit	1/10/10	136,542.50
Certificate of Deposit	1/13/10	98,000.00
Certificate of Deposit	1/13/10	50,000.00
Certificate of Deposit	1/13/10	58,000.00
Certificate of Deposit	1/12/10	97,000.00
Certificate of Deposit	1/12/10	90,000.00
Certificate of Deposit	6/21/08	75,013.35
Certificate of Deposit	1/04/10	75,024.66
Certificate of Deposit	1/12/10	94,000.00
Certificate of Deposit	1/13/10	99,000.00
Certificate of Deposit	1/13/10	52,000.00
Certificate of Deposit	8/21/08	32,408.49
Total Unrestricted		<u>\$ 2,752,093.43</u>

PUBLIC WATER SUPPLY DISTRICT C-1
OF JEFFERSON COUNTY, MISSOURI
NOTES TO THE FINANCIAL STATEMENTS
MAY 31, 2008

II. CASH AND INVESTMENTS (CONTINUED)

Investments May 31, 2008

<u>Type</u>	<u>Maturities</u>	<u>Amount</u>
Restricted Investments		
Certificate of Deposit	12/29/08	\$ 90,000.00
Certificate of Deposit	01/04/10	35,054.63
Certificate of Deposit	10/01/08	100,000.00
Certificate of Deposit	12/12/08	83,054.57
Certificate of Deposit	06/17/09	61,934.43
Certificate of Deposit	10/29/09	67,037.67
Certificate of Deposit	7/31/08	72,193.01
Certificate of Deposit	6/21/08	78,730.45
Total Restricted		<u>\$ 588,004.76</u>
Total Investments		<u>\$ 3,340,098.19</u>

Custodial Credit Risk – Deposits

For a deposit, custodial credit risk is the risk that in the event of a bank failure, the government's deposits may not be returned to it. The District's investment policy does not include custodial credit risk requirements. The District's deposits were not exposed to custodial credit risk for the year ended May 31, 2008.

Custodial Credit Risk – Investments

Investment securities are exposed to custodial credit risk if the securities are uninsured, are not registered in the name of the government, and are held by the party who sold the security to the District or its agent but not in the government's name. The District does not have a policy for custodial credit risk relating to investments.

Custodial Credit Risk – Investments

All investments, evidenced by individual securities, are registered in the name of the District or of a type that are not exposed to custodial credit risk.

Investment Interest Rate Risk

Investment interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. The District does not have a formal investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates.

PUBLIC WATER SUPPLY DISTRICT C-1
OF JEFFERSON COUNTY, MISSOURI
NOTES TO THE FINANCIAL STATEMENTS
MAY 31, 2008

II. CASH AND INVESTMENTS (CONCLUDED)

Concentration of Investment Credit Risk

Concentration of credit risk is required to be disclosed by the District for any single investment that represents 5% or more of total investments (excluding investments issued by or explicitly guaranteed by the U.S. Government, investments in mutual funds, investments in external investment pools and investments in other pooled investments). The District has no policy in place to minimize the risk of loss resulting from over concentration of assets in specific maturity, specific issuer or specific class of securities. The District's deposits were not exposed to concentration of investment credit risk for the year ended May 31, 2008.

III. ACCOUNTS RECEIVABLE AND ALLOWANCE FOR BAD DEBTS

Accounts receivable represents the balance due from current water users of the District as well as those from former residents who still owe the District for past service. A separate account was set up to reflect amounts due for miscellaneous charges to developers and commercial customers. The Reserve for Bad Debts account represents an estimate of what the District feels will ultimately be uncollectable from customers.

IV. CAPITAL ASSETS

The following is a summary of proprietary fund-type capital assets at May 31, 2008:

	Balances <u>06/1/07</u>	<u>Additions</u>	<u>Deletions</u>	Balances <u>05/31/08</u>
Non-Depreciable Assets				
Land and Land Rights	\$ 274,014.24	\$ 3,399.02	\$ 0	\$ 277,413.26
Boundry Adjustment	27,735.00	0	0	27,735.00
Construction in Progress	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Total Non-Depreciable Assets	\$ 301,749.24	\$ 3,399.02	\$ 0	\$ 305,148.26

PUBLIC WATER SUPPLY DISTRICT C-1
OF JEFFERSON COUNTY, MISSOURI
NOTES TO THE FINANCIAL STATEMENTS
MAY 31, 2008

IV. CAPITAL ASSETS – PROPRIETARY FUND TYPES (CONTINUED)

	Balances 06/1/07	Additions	Deletions	Balances 05/31/08
Depreciable Assets				
Miller Road Main Replacement	\$ 8,000.00	\$ 0	\$ 0	\$ 8,000.00
Old Antonia Main Replacement	135,160.40	0	0	135,160.40
Organizational Costs	61,584.28	0	0	61,584.28
Tuckahae Service Repairs	15,931.07	0	0	15,931.07
Parkton Tank	910,398.72	0	0	910,398.72
Computer System	96,351.93	0	0	96,351.93
Office Furniture & Equipment	150,075.12	0	0	150,075.12
Maintenance & Misc. Equipment	81,789.02	2,404.85	0	84,193.87
Miscellaneous Plant	636,114.76	0	0	636,114.76
Tower/Standpipe – Meadow Dr.	473,842.19	0	0	473,842.19
Fences	17,637.64	0	0	17,637.64
Supply Mains	1,104,965.57	0	0	1,104,965.57
Weber Road Valve	7,539.79	0	0	7,539.79
Trans & Distr Lines	17,297,117.45	48,821.44	0	17,345,938.89
Structures & Improvement	403,087.63	0	0	403,087.63
Trans & Constr Equipment	496,657.01	33,750.10	(52,901.51)	477,505.60
Garage	320,964.74	0	0	320,964.74
MXU Meters	1,607,687.32	40,099.42	(5,436.20)	1,642,350.54
District Share Line	21,000.00	0	0	21,000.00
Barnhart Tank	454,721.76	0	0	454,721.76
Moss Hollow Sewer Ext.	100,240.64	0	0	100,240.64
E. Rock Creek Equipment	85,865.75	0	0	85,865.75
Old Lemay Ferry Relocate	79,655.21	0	0	79,655.21
Transmission Pipeline	12,650,333.32	0	0	12,650,333.32
61/67 Pipeline	127,577.75	178,135.95	0	305,713.70
Bond Issue Project Phase I	7,225,001.04	1.00	0	7,225,002.04
Bond Issue Project Phase II	10,551,239.33	0	0	10,551,239.33
Total Depreciable Assets	<u>55,120,539.44</u>	<u>303,212.76</u>	<u>(58,337.71)</u>	<u>55,365,414.49</u>
Total Fixed Assets	55,422,288.68	306,611.78	(58,337.71)	55,670,562.75
Less Accumulated Depreciation	<u>(10,497,135.48)</u>	<u>(1,309,636.28)</u>	<u>53,106.27</u>	<u>(11,753,665.49)</u>
Net Fixed Assets	<u>\$ 44,925,153.20</u>	<u>\$ (1,003,024.50)</u>	<u>\$ (5,231.44)</u>	<u>\$ 43,916,897.26</u>

PUBLIC WATER SUPPLY DISTRICT C-1
OF JEFFERSON COUNTY, MISSOURI
NOTES TO THE FINANCIAL STATEMENTS
MAY 31, 2008

IV. CAPITAL ASSETS – PROPRIETARY FUND TYPES (CONCLUDED)

The following estimated useful lives are used to compute depreciation:

Waterworks	10-50 years
Structures and Improvements	25-35 years
Transportation Equipment	5-10 years
Miscellaneous Equipment	10-15 years
Office Furniture and Fixtures	10 years

V. LONG-TERM DEBT

A. Unamortized Bond Costs

These costs represent the fees paid in the issuance of the Series 2000, 2002 and 2005 Bonds. These costs were capitalized and are being amortized on a straight-line basis over the full 25 year lives of Series 2000 and 2002 and 20 years for Series 2005.

B. Original Issue Discount

This amount represents the net original discount on the Series 2002 issue and is being amortized on a straight line basis over the 25 year life of the Series.

C. Bonds Payable

December 15, 2000, the outstanding 1991 Waterworks Refunding Bonds were called in accordance with provisions provided in the 1991 bond agreement. These bonds were called and paid by funds from the issuance of \$8,800,000 Waterworks Refunding and Improvements Revenue Bonds dated December 1, 2000. The funds remaining after payment of the 1991 Issue and associated costs with issuing the 2000 Series are to provide funds for the expansion and upgrading of the current water supply system. The Waterworks Refunding & Improvement Revenue Bonds Series 2000 carry maturity dates through December 2025 with interest rates varying from 4.500 percent to 5.300 percent.

March 2002 the District issued \$17,590,000 Series 2002 Bonds. The 2002 Series carry maturity dates through December 2027 with interest rates varying from 3.000 percent to 5.250 percent.

May 2005 the District issued \$3,815,000 Waterworks System Refunding Revenue Bonds Series 2005 with the intent to call \$3,560,000 of the Improvement portion of the Series 2000 Issue. The proceeds of the 2005 Issue were deposited into an Escrow Fund held by UMB Bank, N.A., until such time as the bonds are callable, December 2008. Interest on these callable bonds will be paid from the escrow account. The callable bonds are considered defeased by the District and have been removed from the District's balance sheet.

PUBLIC WATER SUPPLY DISTRICT C-1
OF JEFFERSON COUNTY, MISSOURI
NOTES TO THE FINANCIAL STATEMENTS
MAY 31, 2008

V. LONG-TERM DEBT (CONTINUED)

D. Lease Payable

In October 2000 the District entered into a thirty year noncancelable lease agreement with the St. Louis County Water Company, now American Water, (the Company). Per the agreement, the Company will build a transmission pipeline that upon completion will supply the District's water supply. This lease qualifies as a capital lease. The original agreement set a maximum of \$12,000,000 to be expended by the Company and if the cost were greater than \$12,000,000 the additional cost would be born by the Company; however, if the cost were less than the \$12,000,000 the District's obligation would be decreased by the savings. The original yearly payment by the District was \$1,500,000. Subsequently, the cost of the project was \$11,377,000 reducing the District's principal obligation by \$623,000 and the yearly payment to \$1,422,125. The related asset and lease obligation have been reduced by the \$623,000 savings.

Long-Term Debt

Waterworks Refunding & Improvement Revenue Bonds – Series 2000 – 4.5% to 5.3%; Interest payable semi-annually	\$ 3,320,000.00
Waterworks Refunding & Improvement Revenue Bonds – Series 2002 – 3.0% to 5.25%; Interest payable semi-annually	15,905,000.00
Waterworks System Refunding Revenue Bonds Series 2005 – 3.5% to 4.375%; interest payable Semi-annually	<u>3,755,000.00</u> 22,980,000.00
Less – Current maturities	\$ (770,000.00)
Deferred funding - Series 2005	<u>(230,555.89)</u>
Total current maturities	<u>(1,000,555.89)</u>
Total Bonds	\$ 21,979,444.11
Lease payable – Transmission pipeline	11,118,668.19
Less – Current maturities	<u>(90,875.46)</u>
Total Lease Payable	<u>11,027,792.73</u>
Total Long- Term Debt	<u>\$33,007,236.84</u>

PUBLIC WATER SUPPLY DISTRICT C-1
OF JEFFERSON COUNTY, MISSOURI
NOTES TO THE FINANCIAL STATEMENTS
MAY 31, 2008

V. LONG-TERM DEBT (CONCLUDED)

Annual requirements to amortize the bond debt outstanding including interest payments are as follows:

Fiscal year Ending May 31	Principal	Interest	Total
2009	\$ 770,000.00	\$ 1,108,423.76	\$ 1,878,423.76
2010	800,000.00	1,076,863.76	1,876,863.76
2011	860,000.00	1,040,953.76	1,900,953.76
2012	910,000.00	1,001,503.76	1,911,503.76
2013	950,000.00	963,508.76	1,913,508.76
2014 - 2018	5,165,000.00	4,328,303.80	9,493,303.80
2019 - 2023	6,550,000.00	2,729,023.80	9,279,023.80
2024 - 2027	6,975,000.00	900,001.28	7,875,001.28
TOTAL	\$ 22,980,000.00	\$ 13,148,582.68	\$ 36,128,582.68

Annual requirements to amortize the Lease Payable including interest payments are as follows:

Fiscal year Ending May 31	Principal	Interest	Total
2009	\$ 90,875.46	\$ 1,331,249.54	\$ 1,422,125.00
2010	101,756.07	1,320,368.93	1,422,125.00
2011	113,939.43	1,308,185.57	1,422,125.00
2012	127,581.52	1,294,543.48	1,422,125.00
2013	142,856.98	1,279,268.02	1,422,125.00
2014 - 2018	1,015,667.36	6,094,957.64	7,110,625.00
2019 - 2023	1,787,804.62	5,322,820.38	7,110,625.00
2024 - 2028	3,146,941.10	3,963,683.90	7,110,625.00
2029 - 2032	4,591,245.61	1,571,296.07	6,162,541.68
Total	\$ 11,118,668.15	\$ 23,486,373.53	\$ 34,605,041.68

E. Deferred Refunding Costs

2005 Issue:

Deferred Refunding – 2005 Issue represents the difference between the reacquisition price (funds required to refund the old debt) and the net carrying amount of the old debt. The deferred refunding originally totaled \$136,241 and will be written off over the next 139 months, at \$26,856 per year.

PUBLIC WATER SUPPLY DISTRICT C-1
OF JEFFERSON COUNTY, MISSOURI
NOTES TO THE FINANCIAL STATEMENTS
MAY 31, 2008

VI. PENSION PLAN OBLIGATIONS

Effective July 1, 1985, the District entered into a defined contribution pension plan which is available to all eligible employees of the District. Plan funds are administered according to a trust agreement created by the District. Contributions are made to the plan by the District on a monthly basis based on nine percent of the eligible employee's earnings. Contributions and expenses for fiscal 2007-2008 totaled \$90,509.93.

VII. OUT OF SERVICE WELLS

Out of Service Wells included in Other Assets represent wells that were taken out of service when Phase I and II were activated but that will continue to be monitored by the District and only used in case of some sort of emergency or need arises. These assets are carried at the lower of carrying value or fair value as determined by the service units approach as of May 31, 2008. The Board will review the serviceability of these wells on a yearly basis.

VIII. LITIGATION

The District is not a defendant in any litigation as of May 31, 2008.

IX. PRIOR PERIOD ADJUSTMENT

A prior period adjustment occurred in the amount of \$44,715 to correct the deferred refunding amounts to actual for the 2005 bond issue refunding portion of the 2000 bond issue.

REQUIRED SUPPLEMENTARY INFORMATION

PUBLIC WATER SUPPLY DISTRICT C-1
OF JEFFERSON COUNTY, MISSOURI
STATEMENT OF REVENUE AND EXPENSES - BUDGET TO ACTUAL
FOR THE YEAR ENDED MAY 31, 2008

	BUDGET	ACTUAL	VARIANCE OVER/(UNDER)
OPERATING REVENUE			
Water sales	\$ 5,770,465.00	\$ 5,915,746.54	\$ 145,281.54
Late charges	94,268.00	97,157.09	2,889.09
Reconnect fees	60,945.00	66,305.00	5,360.00
Tap on fees	169,094.00	108,458.61	(60,635.39)
Material sales	54,638.00	38,171.76	(16,466.24)
Other customer charges	2,607.00	1,863.89	(743.11)
Customer service charges	100.00	10.00	(90.00)
Construction and permit fees	44,485.00	6,111.00	(38,374.00)
Insurance Proceeds	0.00	2,746.30	2,746.30
Lake Forest	0.00	3,650.00	3,650.00
Mileage Reimbursement	0.00	415.08	415.08
Education Reimbursements	0.00	2,019.00	2,019.00
Engineering Labor Reimbursement	0.00	7,014.84	7,014.84
Labor Charged Out	52,000.00	68,446.00	16,446.00
Miscellaneous income	15,000.00	20,204.41	5,204.41
TOTAL OPERATING REVENUE	<u>6,263,602.00</u>	<u>6,338,319.52</u>	<u>74,717.52</u>
OPERATING EXPENSES			
Field expenses (Page 23)	2,100,584.00	2,211,671.78	111,087.78
Administrative expenses (Page 23)	841,510.00	749,425.46	(92,084.54)
TOTAL OPERATING EXPENSES	<u>2,942,094.00</u>	<u>2,961,097.24</u>	<u>19,003.24</u>
NET OPERATING REVENUE	<u>3,321,508.00</u>	<u>3,377,222.28</u>	<u>55,714.28</u>
NON-OPERATING REVENUE AND EXPENSES			
Revenue			
Interest income	195,115.00	179,612.23	(15,502.77)
Disposition of equipment	12,000.00	17,473.00	5,473.00
Sale of Land Well	0.00	1,990.00	1,990.00
Donated Sewer Systems	0.00	45,964.39	45,964.39
Total revenue	<u>207,115.00</u>	<u>245,039.62</u>	<u>37,924.62</u>
Expenses			
Loss on Disposed Assets	0.00	5,436.20	5,436.20
Depreciation	1,384,700.00	1,309,430.52	(75,269.48)
Refinancing charges	26,510.00	26,860.96	350.96
Interest expense - Bond issues	1,305,890.00	1,123,111.25	(182,778.75)
Interest expense - Lease	1,350,200.00	1,340,966.64	(9,233.36)
Amortization of bond fees	17,500.00	17,425.19	(74.81)
Amortization of original issue discount	1,250.00	1,412.28	162.28
Bond fees	7,765.00	20,637.42	12,872.42
Abandoned wells	0.00	0.00	0.00
Total expense	<u>4,093,815.00</u>	<u>3,845,280.46</u>	<u>(248,534.54)</u>
EXCESS OF NON-OPERATING EXPENSES OVER REVENUE	<u>(3,886,700.00)</u>	<u>(3,600,240.84)</u>	<u>286,459.16</u>
NET INCOME (LOSS)	<u>\$ (565,192.00)</u>	<u>\$ (223,018.56)</u>	<u>\$ 342,173.44</u>

The accompanying notes are an integral part of the financial statements.

SUPPLEMENTARY INFORMATION

M·W·R

Maloney, Wright & Robbins

Certified Public Accountants

**REPORT ON INTERNAL CONTROL OVER FINANCIAL
REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN
AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE
WITH GOVERNMENT AUDITING STANDARDS**

To the Board of Directors
Public Water Supply District C-1
of Jefferson County, Missouri

We have audited the financial statements of the business-type activities, and the remaining fund information of the Public Water Supply District C-1 as of and for the year ended May 31, 2008, which collectively comprise the Public Water Supply District C-1's basic financial statements and have issued our report thereon dated January 16, 2009. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered the Public Water Supply District C-1's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Public Water Supply District C-1's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the Public Water Supply District C-1's internal control over financial reporting.

A control deficiency exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect misstatements on a timely basis. A significant deficiency is a control deficiency, or combination of control deficiencies, that adversely affects the Public Water Supply District C-1's ability to initiate, authorize, record, process, or report financial data reliably in accordance with the generally accepted accounting principles such that there is more than a remote likelihood that a misstatement of the Public Water Supply District

C-1's financial statements that is more than inconsequential will not be prevented or detected by the Public Water Supply District C-1's internal control.

A material weakness is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that a material misstatement of the financial statements will not be prevented or detected by the Public Water Supply District C-1's internal control.

Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in internal control that might be significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses, as defined above.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether Public Water Supply District C-1's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

We noted certain matters that were reported to management of Public Water Supply District C-1 in a separate letter dated January 16, 2009.

This report is intended solely for the information and use of management and the audit committee and is not intended to be and should not be used by anyone other than these specified parties.



MALONEY, WRIGHT & ROBBINS
Certified Public Accountants

Dated: January 16, 2009
Farmington, MO

PUBLIC WATER SUPPLY DISTRICT C-1
 OF JEFFERSON COUNTY, MISSOURI
 SCHEDULE OF OPERATING EXPENSES
 FOR THE YEAR ENDED MAY 31, 2008

FIELD EXPENSES

Wages - Gross	\$ 542,277.30
Less - Labor charged elsewhere	0.00
Wages - Net	542,277.30
Chemicals	7,056.30
Engineering services	2,737.45
Equipment maintenance	20,180.70
Group insurance	112,209.69
Group retirement	49,313.96
Insurance	165,404.43
Miscellaneous plant expense	20,591.31
Payroll taxes	45,925.37
Plant repairs and maintenance	256,879.43
Power - pumps	153,813.99
Tools and supplies	18,531.92
Truck expense	70,908.51
Uniforms	1,990.10
Water purchased	743,851.32

TOTAL FIELD EXPENSES	\$ 2,211,671.78
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ADMINISTRATIVE EXPENSES

Wages	\$ 452,100.96
Less: Labor charged elsewhere	0.00
Wages - Net	452,100.96
Accounting and audit	25,744.34
Bad debts	0.00
Data processing expense	5,924.00
Dues and subscriptions	5,380.12
Education expense	1,155.00
Election costs	0.00
General office supplies and expense	43,767.94
Group insurance	85,102.61
Group retirement	41,195.97
Legal	4,789.35
Mileage	517.87
Miscellaneous	13,410.24
Office repairs and maintenance	2,272.72
Payroll taxes	32,058.76
Public information	10,349.16
Travel and convention expense	11,073.79
Utilities and telephone	14,582.63

TOTAL ADMINISTRATIVE EXPENSES	\$ 749,425.46
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The accompanying notes are an integral part of the financial statements.

PUBLIC WATER SUPPLY DISTRICT C-1
OF JEFFERSON COUNTY, MISSOURI
SCHEDULE OF OPERATING EXPENSES - BUDGET TO ACTUAL
FOR THE YEAR ENDED MAY 31, 2008

	BUDGET	ACTUAL	VARIANCE OVER/(UNDER)
FIELD EXPENSES			
Wages - Gross	\$ 560,000.00	\$ 542,277.30	\$ (17,722.70)
Less - Labor charged elsewhere	0.00	0.00	-
Wages - Net	560,000.00	542,277.30	(17,722.70)
Chemicals	2,200.00	7,056.30	4,856.30
Engineering services	10,000.00	2,737.45	(7,262.55)
Equipment maintenance	7,450.00	20,180.70	12,730.70
Group insurance	105,000.00	112,209.69	7,209.69
Group retirement	53,760.00	49,313.96	(4,446.04)
Insurance	124,205.00	165,404.43	41,199.43
Miscellaneous plant expense	11,625.00	20,591.31	8,966.31
Payroll taxes	42,840.00	45,925.37	3,085.37
Plant repairs and maintenance	278,438.00	256,879.43	(21,558.57)
Power - pumps	161,966.00	153,813.99	(8,152.01)
Tools and supplies	15,575.00	18,531.92	2,956.92
Truck expense	60,125.00	70,908.51	10,783.51
Uniforms	4,000.00	1,990.10	(2,009.90)
Water purchased	663,400.00	743,851.32	80,451.32
TOTAL FIELD EXPENSES	\$ 2,100,584.00	\$ 2,211,671.78	\$ 111,087.78
ADMINISTRATIVE EXPENSES			
Wages	\$ 484,270.00	\$ 452,100.96	\$ (32,169.04)
Less: Labor charged elsewhere	0.00	0.00	0.00
Wages - Net	484,270.00	452,100.96	(32,169.04)
Accounting and audit	26,900.00	25,744.34	(1,155.66)
Bad debts	0.00	0.00	0.00
P R Program	0.00	0.00	0.00
Data processing expense	2,000.00	5,924.00	3,924.00
Dues and subscriptions	7,400.00	5,380.12	(2,019.88)
Education expense	6,000.00	1,155.00	(4,845.00)
Election costs	10,000.00	0.00	(10,000.00)
General office supplies and expense	54,000.00	43,767.94	(10,232.06)
Group insurance	90,330.00	85,102.61	(5,227.39)
Group retirement	45,135.00	41,195.97	(3,939.03)
Legal	15,000.00	4,789.35	(10,210.65)
Mileage	500.00	517.87	17.87
Miscellaneous	14,575.00	13,410.24	(1,164.76)
Office repairs and maintenance	1,250.00	2,272.72	1,022.72
Payroll taxes	37,050.00	32,058.76	(4,991.24)
Public information	17,000.00	10,349.16	(6,650.84)
Travel and convention expense	13,700.00	11,073.79	(2,626.21)
Utilities and telephone	16,400.00	14,582.63	(1,817.37)
TOTAL ADMINISTRATIVE EXPENSES	\$ 841,510.00	\$ 749,425.46	\$ (92,084.54)

The accompanying notes are an integral part of the financial statements.

PUBLIC WATER SUPPLY DISTRICT C-1
 OF JEFFERSON COUNTY, MISSOURI
 STATEMENT OF CASH FUNDS
 FOR THE YEAR ENDED MAY 31, 2008

UNRESTRICTED FUNDS

General Funds

Operating

Cash on hand	\$ 600.00	
Checking account	-	
Total operating	600.00	

Transmission pipeline reserve

Money markets	1,504,653.32	
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Capital improvements

Money markets	284,081.31	
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Surplus

Money markets	5,449.64	
Certificates of deposit	32,408.49	

Total Unrestricted Funds		1,827,192.76
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RESTRICTED FUNDS

Sinking fund

Money market	422,478.92	
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Bond reserve fund

Certificates of deposit	2,324,646.93	
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Customer meter deposit account

Checking	22,350.78	
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Certificates of deposit	588,004.76	
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Operating and maintenance

Certificates of deposit	150,038.01	
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Depreciation and replacement

Certificates of deposit	245,000.00	
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Bond fund

Certificates of deposit	-	
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Meta Rev	500.00	
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Money market	-	
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Total restricted funds		3,753,019.40
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TOTAL CASH FUNDS		\$ 5,580,212.16
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The accompanying notes are an integral part of the financial statements.