

Statement of Revenues, Expenses, and Changes in Fund Net Assets  
 Proprietary Fund  
 For the Year Ended June 30, 2008

	Business-Type Activities				Internal Service Fund
	Enterprise Funds			Total	
	Caroline County Utility Fund	Milford Sanitary District Fund	Dawn Wastewater System Fund		
<b>OPERATING REVENUES</b>					
Charges for services:					
Water revenues	\$ 482,403	\$ 47,528	\$ -	\$ 529,931	\$ -
Sewer revenues	548,152	-	27,590	575,742	-
Other revenues	61,768	583	-	62,351	185,781
Total operating revenues	<u>\$ 1,092,323</u>	<u>\$ 48,111</u>	<u>\$ 27,590</u>	<u>\$ 1,168,024</u>	<u>\$ 185,781</u>
<b>OPERATING EXPENSES</b>					
Personal services	\$ 494,910	\$ 13,261	\$ -	\$ 508,171	\$ -
Fringe benefits	151,104	5,300	-	156,404	-
Contractual services	441,089	13,720	8,560	463,369	-
Other charges	525,056	8,230	520	533,806	185,796
Depreciation	625,335	8,114	-	633,449	13,745
Total operating expenses	<u>\$ 2,237,494</u>	<u>\$ 48,625</u>	<u>\$ 9,080</u>	<u>\$ 2,295,199</u>	<u>\$ 199,541</u>
Operating income (loss)	<u>\$ (1,145,171)</u>	<u>\$ (514)</u>	<u>\$ 18,510</u>	<u>\$ (1,127,175)</u>	<u>\$ (13,760)</u>
<b>NONOPERATING REVENUES (EXPENSES)</b>					
Connection and availability fees	\$ 1,041,714	\$ 7,205	\$ 89,278	\$ 1,138,197	\$ -
Investment earnings	70,169	-	-	70,169	-
Grant revenue	7,000	-	100,000	107,000	-
Construction and developer contributions	3,831,694	-	-	3,831,694	-
Interest expense	(1,080,004)	-	-	(1,080,004)	-
Total nonoperating revenues (expenses)	<u>\$ 3,870,573</u>	<u>\$ 7,205</u>	<u>\$ 189,278</u>	<u>\$ 4,067,056</u>	<u>\$ -</u>
Income before contributions and transfers	<u>\$ 2,725,402</u>	<u>\$ 6,691</u>	<u>\$ 207,788</u>	<u>\$ 2,939,881</u>	<u>\$ (13,760)</u>
Transfers in	113,592	2,046	-	115,638	-
Change in net assets	<u>\$ 2,838,994</u>	<u>\$ 8,737</u>	<u>\$ 207,788</u>	<u>\$ 3,055,519</u>	<u>\$ (13,760)</u>
Total net assets - beginning	<u>(1,032,123)</u>	<u>39,841</u>	<u>1,142,300</u>	<u>150,018</u>	<u>157,000</u>
Total net assets - ending	<u>\$ 1,806,871</u>	<u>\$ 48,578</u>	<u>\$ 1,350,088</u>	<u>\$ 3,205,537</u>	<u>\$ 143,240</u>

The notes to the financial statements are an integral part of this statement.