

**COUNTY OF HANOVER, VIRGINIA**

Statement of Net Assets

June 30, 2005

	Primary Government			Component Units	
	Governmental	Business-type	Total	School	Economic Development Authority
	Activities	Activities			
<b>ASSETS</b>					
Current Assets:					
Cash, cash equivalents and investments	\$ 29,730,374	13,252,838	42,983,212	11,182,834	169,104
Receivables (net of allowance for uncollectables)	46,958,000	3,203,199	50,161,199	4,042,041	-
Inventories	184,092	-	184,092	75,587	-
Total current assets	76,872,466	16,456,037	93,328,503	15,300,462	169,104
Non-current Assets:					
Cash, cash equivalents and investments - restricted	11,745,678	6,780,740	18,526,418	-	-
Capital assets (net of accumulated depreciation)					
Land	12,170,665	3,997,354	16,168,019	4,770,629	-
Buildings and system	129,681,235	59,916,319	189,597,554	67,235,396	-
Improvements other than buildings	9,383,915	91,767,562	101,151,477	2,861,674	-
Machinery and equipment	10,889,098	1,131,260	12,020,358	7,828,528	-
Infrastructure	13,341,242	-	13,341,242	-	-
Construction in progress	8,111,596	4,469,950	12,581,546	2,322,987	-
Total capital assets	183,577,751	161,282,445	344,860,196	85,019,214	-
Total non-current assets	195,323,429	168,063,185	363,386,614	85,019,214	-
Total assets	\$ 272,195,895	184,519,222	456,715,117	100,319,676	169,104
<b>LIABILITIES</b>					
Current Liabilities:					
Accounts payable	\$ 2,796,634	1,219,783	4,016,417	1,140,463	15,158
Incurred but not reported	1,170,000	-	1,170,000	-	-
Accrued liabilities	1,984,045	177,203	2,161,248	11,902,613	-
Accrued bond interest	116,342	452,851	569,193	2,205,017	-
Unearned revenue	37,839,874	-	37,839,874	83,463	-
Current portion of bonds payable	9,108,333	1,892,446	11,000,778	-	-
Current portion of capital lease obligations	790,722	-	790,722	-	-
Current portion of compensated absences	3,378,295	34,613	3,412,908	2,097,973	-
Current portion of landfill closure	101,304	-	101,304	-	-
Current portion of contractual obligations	-	140,889	140,889	-	-
Current portion of early retirement liability	-	-	-	132,911	-
Total current liabilities	\$ 57,285,549	3,917,785	61,203,333	17,562,440	15,158
Non-current Liabilities:					
Bonds payable	115,797,284	31,318,937	147,116,222	-	-
Capital lease obligations	4,427,857	-	4,427,857	-	-
Compensated absences	571,912	414,037	985,949	1,689,754	-
Deposits	-	181,823	181,823	-	-
Refundable developer capacity fees	-	221,083	221,083	-	-
Liability for landfill closure	2,644,656	-	2,644,656	-	-
Liability for early retirement program	-	-	-	1,526,824	-
Long-term contractual obligations	-	1,078,811	1,078,811	-	-
Total non-current liabilities	123,441,709	33,214,691	156,656,401	3,216,578	-
Total liabilities	\$ 180,727,258	37,132,476	217,859,734	20,779,018	15,158
<b>NET ASSETS</b>					
Invested in capital assets, net of related debt	\$ 64,429,211	130,259,289	194,688,500	85,019,214	-
Restricted for:					
Capital projects	5,609,521	3,151,730	8,761,251	-	-
Debt service	770,022	-	770,022	-	-
Unrestricted	20,659,883	13,975,727	34,635,610	(5,478,556)	153,946
Total net assets	\$ 91,468,637	147,386,746	238,855,383	79,540,658	153,946

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

**COUNTY OF HANOVER, VIRGINIA**

Statement of Activities

For the Year Ended June 30, 2005

Function/Programs	Expenses	Program Revenues			Net (Expense) Revenue and Changes in Net Assets			Component Units	
		Charges for Services	Grants and Contributions	Grants and Contributions	Primary Government			School	Economic Development Authority
					Operating	Capital	Governmental Activities		
<b>Primary government:</b>									
Governmental activities:									
General governmental administration	\$ 11,897,058	2,391,346	488,021	-	(9,017,691)	-	(9,017,691)	-	-
Judicial administration	3,663,672	1,329,836	1,194,428	-	(1,139,408)	-	(1,139,408)	-	-
Public safety	33,111,907	2,079,389	4,343,241	38,644	(26,650,633)	-	(26,650,633)	-	-
Public works	11,304,517	674,414	432,633	6,125,656	(4,071,814)	-	(4,071,814)	-	-
Health and welfare	18,840,933	2,889,334	7,920,889	-	(8,030,710)	-	(8,030,710)	-	-
Parks, recreation and cultural	4,894,299	302,452	-	-	(4,591,847)	-	(4,591,847)	-	-
Community development	4,582,344	2,509,039	11,169	40	(2,062,096)	-	(2,062,096)	-	-
Education	78,974,707	-	-	1,252,998	(77,721,709)	-	(77,721,709)	-	-
Interest on long-term debt	462,760	-	-	-	(462,760)	-	(462,760)	-	-
Total governmental activities	167,732,197	12,175,810	14,390,381	7,417,338	(133,748,668)	-	(133,748,668)	-	-
Business-type activities:									
Public utilities	20,491,371	15,463,650	451,600	8,901,655	-	4,325,534	4,325,534	-	-
Total business-type activities	20,491,371	15,463,650	451,600	8,901,655	-	4,325,534	4,325,534	-	-
Total primary government	\$ 188,223,568	27,639,460	14,841,981	16,318,993	(133,748,668)	4,325,534	(129,423,134)	-	-
<b>Component Units:</b>									
School Board	\$ 139,519,701	6,952,558	71,375,753	-	-	-	-	(61,191,390)	-
Industrial Development Authority	266,163	191,163	-	-	-	-	-	-	(75,000)
Total component units	\$ 139,785,864	7,143,721	71,375,753	-	-	-	-	(61,191,390)	(75,000)
<b>General revenues:</b>									
Taxes:									
General property taxes					94,939,793	-	94,939,793	-	-
Sales taxes					14,361,323	-	14,361,323	-	-
Utility taxes					4,418,593	-	4,418,593	-	-
Motor vehicle licenses					2,359,824	-	2,359,824	-	-
Recordation taxes					2,313,113	-	2,313,113	-	-
Other					2,022,926	-	2,022,926	-	-
Non-categorical State Aid					14,066,416	-	14,066,416	-	-
Grants and contributions not restricted to specific programs					693,279	-	693,279	-	-
Unrestricted investment earnings					411,689	560,981	972,670	42,362	-
Payment from Hanover County					-	-	-	65,346,902	75,000
Total general revenues and transfers					135,586,956	560,981	136,147,937	65,389,264	75,000
Change in net assets					1,838,288	4,886,515	6,724,803	4,197,874	-
Net assets - beginning (as restated)					89,630,349	142,500,231	232,130,580	75,342,784	153,946
Net assets - ending					\$ 91,468,637	147,386,746	238,855,383	79,540,658	153,946

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