

2009 Sanitary District Balance Sheets¹

Separate Accounting Maintained While Harbor Lights Project in Process (2008-2009)

Sanitary District Operation

Account Balances		
	12/31/08	12/31/09
	<u>Balance</u>	<u>Balance</u>
Asset Accounts		
1. Capital Improvement	2,203.19	-
2. Savings (XXX9)	5,483.80	1,688.69
3. Sewer Op & Mtn Checking	<u>9,008.15</u>	<u>17,010.46</u>
Total Checking & Savings	16,695.14	18,699.15
Certificates of Deposit		
1. CD #2 (Pre-2007 Reserves)	15,650.96	16,003.11
2. CD #3 (Prev Admin Bks)	0.00	6,402.54
3. CD #5 (2007 Reserve)	6,000.00	6,150.00
4. CD #6 (Former Savings Acct)	0.00	6,000.00
5. CD #7 (2008 Reserve)	<u>0.00</u>	<u>7,500.00</u>
Total Certificates of Deposit	21,650.96	42,055.65
Total Assets	38,346.10	60,754.80
Liabilities	-	-
Total Assets Minus Liabilities	38,346.10	60,754.80
Operational Books Footnotes		
1	Separate Balance Sheet and Income & Expense Report is maintained for Harbor Light Repair Project while the project is in process. Early in 2010, after completion of the project and refinancing with Clean Water Funding Program, the project finances will be consolidated into Operation books.	
2	In order to improve return on money, the entire Capital Improvement Balance and a major portion of Savings were moved into a Certificate of Deposit	
3	2009 General Reserve Contribution Remains in Checking Account until later in 2010 in order to accommodate income and expense cash flow timings	
4	Eliminated the separate "Administrative" books and moved Certificate of Deposit into the Operations Books	

Harbor Lights Project

Account Balances		
	12/31/08	12/31/09
	<u>Balance</u>	<u>Balance</u>
Asset Accounts		
1. Harbor Lights Repair Sinking Fund	2,900.16 ^A	-
2. MMIA #1 - Unused Funds	83,257.19 ^B	-
3. MMIA #2 - Unused Funds	-	112,444.66 ^C
4. CD (H.L. Repair Sinking Fund)	<u>-</u>	<u>2,921.93</u> ^A
Asset Accounts Total	86,157.35	115,366.59
Liability Accounts		
1. NEBAT Loan #1	90,000.00 ^B	-
2. NEBAT Loan #2	<u>-</u>	<u>200,000.00</u> ^C
Liability Accounts Total	90,000.00	200,000.00
Total Assets minus Liabilities	(3,842.65)	(84,633.41)
Harbor Lights Project Footnotes		
A	Began to set aside funds in 2008 to get a head start on eventual payments to be made on the long term loan through the State. The sinking fund savings account was closed into a Certificate of Deposit during 2009 in order to earn more interest. An additional \$2,100 has been set aside from the 2009 Operational Books to add to the Sinking Fund. This account will be used as a buffer to assure that sufficient funds are available to make annual payments against the State loan.	
B	Interim Construction Loan From National Exchange Bank and Trust (NEBAT) in the amount of \$90,000; Term was from November 13, 2008 through November 13, 2009. Interest was 4.6%. The entire \$90,000 was advanced to the Sanitary District; however, any portion not disbursed for the project earned interest at 4.6% - the effect of which was that the District was only paying interest on the amount disbursed for the project.	
C	Second Interim Construction Loan from NEBAT in the amount of \$200,000. Term is from November 14, 2009 through March 13, 2010. Interest is at 3%. The entire \$200,000 was advanced to the Sanitary District; however, any portion not disbursed for the project earns interest at 3% - the effect of which is that the District only pays interest on the amount disbursed for the project.	