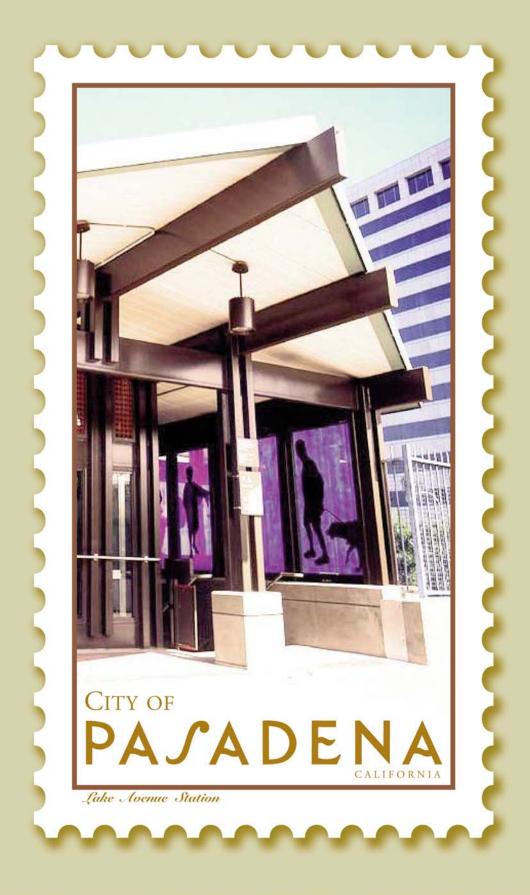
INTERNAL SERVICE FUNDS



INTERNAL SERVICE FUNDS

Internal service funds are used to account for the financing of goods and services provided by one City department to another or to other governmental units on a cost-reimbursement basis.

<u>Computing and Communication Services Fund</u> - to account for all operations of the Computing and Communications Division of the City Manager's Department, which includes such services as data processing, radio communications, telephone, and voice services.

<u>Building Maintenance Fund</u> - to account for housekeeping and structural maintenance of City buildings.

<u>Fleet Maintenance Fund</u> - to account for the maintenance and repair of City vehicles and equipment.

<u>Benefits Fund</u> - to account for employee compensated absences, retirement, and health benefits.

<u>Workers' Compensation Fund</u> - to account for investigation services, temporary disability and medical payments, excess insurance, permanent disability awards, administrative services, and litigation costs. Premiums based on employee worker classifications are indirectly charged to each department for claims proportionate to current industry rates applicable to job functions.

<u>General Liability Fund</u> - to account for payment of self-insured general liability and automobile liability claims, excess insurance, claims adjusting services, litigation costs, and administrative services. Contributions are made from each department and are based on past claims experience and appropriate risk factors.

<u>Printing Services Fund</u> – to account for printing services provided to other departments by the Printing Services Section of the Department of Finance.

<u>Mail Services Fund</u> – to account for mail services provided to other departments by the Mail Services Division of the City Clerk's office.

Internal Service Funds

Combining Statement of Net Assets

June 30, 2011

Computing and

	Communication	Building	Fleet	
Assets	Services	Maintenance	Maintenance	Benefits
Current assets:	Scrvices	Waintenance	- Mantenance	Belletits
Cash and investments Accounts receivable Due from other funds Inventories Prepaids and other assets	\$ 302,981 5,833 - - -	29,658 - - -	2,017,830 14,160 878,573 215,946	84,739 16,066 - - 147,271
Total current assets	308,814	29,658	3,126,509	248,076
Noncurrent assets: Restricted assets - cash and investments Advances to other funds	811,371	-	-	<u>-</u>
Less allowance for long-term receivable Property held for resale Capital assets Less accumulated depreciation	9,607,314 (3,383,659)	183,055 (135,308)	23,972,920 (15,793,295)	2,111 (950)
Net property, plant and equipment Total noncurrent assets Total assets	6,223,655 7,035,026 7,343,840	47,747 47,747 77,405	8,179,625 8,179,625 11,306,134	1,161 1,161 249,237
Liabilities: Current liabilities: Accounts payable and accrued liabilities Insurance claims payable - current Due to other funds Compensated absences Capitalized lease obligations - current	321,478 - - - - 504,947	534,905 - 878,573 -	443,599 - - - -	1,715,582 - - 9,991,594
Total current liabilities Long-term liabilities: Insurance claims payable - long-term OPEB liability Capitalized lease obligations - long-term Total long-term liabilities	826,425 - 3,832,531 3,832,531		443,599 	
Total liabilities	4,658,956	1,413,478	443,599	21,314,921
Net Assets Invested in capital assets, net of related debt Unrestricted Total net assets (deficit)	2,697,548 (12,664) \$ 2,684,884	47,747 (1,383,820) (1,336,073)	8,179,625 2,682,910 10,862,535	1,161 (21,066,845) (21,065,684)

Workers'	General	Printing	Mail	Totals	
Compensation	Liability	Services	Services	2011	2010
10,763,709	385,359	-	37,463	13,592,081	20,869,880
33,047	131,090	27,345	324	257,523	88,254
-	-	-	-	878,573	1,153,607
-	-	-	-	215,946	204,279
			87,190	234,461	353,437
10,796,756	516,449	27,345	124,977	15,178,584	22,669,457
<u>-</u>	<u>-</u>	<u>-</u>	_	811,371	1,702,308
_	3,472,080	_	_	3,472,080	2,996,025
	(1,289,064)			(1,289,064)	(813,009)
-	3,714,391	-	-	3,714,391	3,714,391
-	25,171	752,439	64,692	34,607,702	34,349,442
-	(25,171)				
	(23,171)	(320,600)	(44,853)	(19,703,836)	(19,986,582)
		431,839	19,839	14,903,866	14,362,860
	5,897,407	431,839	19,839	21,612,644	21,962,575
10,796,756	6,413,856	459,184	144,816	36,791,228	44,632,032
115,023	12,259	45,635	8,279	3,196,760	6,089,501
9,308,090	3,112,670	-	-	12,420,760	11,648,472
-	-	794,854	-	1,673,427	1,587,532
-	-	-	-	9,991,594	10,042,824
			-	504,947	734,890
9,423,113	3,124,929	840,489	8,279	27,787,488	30,103,219
8,943,067	6,319,664	-	-	15,262,731	13,017,804
-	-	-	-	9,607,745	6,970,436
				3,832,531	4,337,527
8,943,067	6,319,664			28,703,007	24,325,767
18,366,180	9,444,593	840,489	8,279	56,490,495	54,428,986
		421.020	10.000	11 222 250	10 002 751
(7.500.404)	(2.020.727)	431,839	19,839	11,377,759	10,992,751
(7,569,424)	(3,030,737)	(813,144)	116,698	(31,077,026)	(20,789,705)
(7,569,424)	(3,030,737)	(381,305)	<u>136,537</u>	(19,699,267)	(9,796,954)

Internal Service Funds

Combining Statement of Revenues, Expenses and Changes in Net Assets For the Fiscal Year Ended June 30, 2011

	Computing and Communication Services	Building Maintenance	Fleet Maintenance	Benefits_
Operating revenues:				
Charges for services:				
Computing and communication services	\$ 9,778,565	_	_	_
Building maintenance	-	10,273,226	-	-
Fleet maintenance	-	-	9,020,837	-
Employee benefits	-	-	-	31,319,435
Insurance	-	-	-	-
Printing	-	-	-	-
Mail				
Total operating revenues	9,778,565	10,273,226	9,020,837	31,319,435
Operating expenses:				
Computing and communication services	10,138,357	-	-	-
Building maintenance	-	9,626,226	-	-
Fleet maintenance	-	-	7,532,003	-
Depreciation	772,014	6,810	1,221,962	106
Benefits	-	-	-	36,193,980
Insurance	-	-	-	-
Printing	-	-	-	-
Mail	-			
Total operating expenses	10,910,371	9,633,036	8,753,965	36,194,086
Operating income (loss)	(1,131,806)	640,190	266,872	(4,874,651)
Nonoperating revenues (expenses):	14.044	(17.702)	(2.224)	64 025
Investment earnings Interest expense	14,044 (192,910)	(17,702)	(2,234)	64,935
Gain (loss) on disposal of assets	(5,458)	_	53,022	-
Other nonoperating revenues (expenses)	399	227,283	-	_
Total nonoperating revenues (expenses)	(183,925)	209,581	50,788	64,935
Income (loss) before operating transfers	(1,315,731)	849,771	317,660	(4,809,716)
Transfers from (to) other funds:	(1,515,751)	0.5,772	217,000	(1,002,7120)
Transfers in	488,631	179,201	-	-
Transfers out	<u> </u>	(901,892)	(220,760)	
Net income (loss)	(827,100)	127,080	96,900	(4,809,716)
Net assets at beginning of year, as restated	3,511,984	(1,463,153)	10,765,635	(16,255,968)
Net assets (deficit) at end of year	\$ 2,684,884	(1,336,073)	10,862,535	(21,065,684)

Workers'	General	Printing	Mail	Totals	
Compensation	Liability	Services	Services	2011	2010
-	-	-	-	9,778,565	8,179,505
-	-	-	-	10,273,226	8,693,507
-	-	-	-	9,020,837	9,185,994
-	-	-	-	31,319,435	27,406,806
10,157,839	2,902,223	-	-	13,060,062	10,975,639
-	-	1,113,812	-	1,113,812	1,004,331
			424,676	424,676	430,665
10,157,839	2,902,223	1,113,812	424,676	74,990,613	65,876,447
-	_	_	<u>-</u>	10,138,357	8,329,692
_	_	_	_	9,626,226	8,352,527
_	_	_	_	7,532,003	7,465,888
_	-	72,929	5,672	2,079,493	1,989,011
_	-	-	· -	36,193,980	34,567,851
9,246,955	6,256,779	-	-	15,503,734	11,206,646
-	-	1,300,724	-	1,300,724	1,088,380
			409,369	409,369	428,995
9,246,955	6,256,779	1,373,653	415,041	82,783,886	73,428,990
910,884	(3,354,556)	(259,841)	9,635	(7,793,273)	(7,552,543)
225,633	39,225	(13,995)	467	310,373	639,210
-	-	(4,721)	-	(197,631)	(230,655)
-	-	-	-	47,564	16,868
-	-	-	-	227,682	270,030
225,633	39,225	(18,716)	467	387,988	695,453
1,136,517	(3,315,331)	(278,557)	10,102	(7,405,285)	(6,857,090)
- ,,	(-,,,	(= 1 - 4 1)	,	(.,,,	(-,,,,
_	_	77,084	_	744,916	622,355
(1,389,937)	(685,355)	-	(44,000)	(3,241,944)	(4,410,759)
(253,420)	(4,000,686)	(201,473)	(33,898)	(9,902,313)	(10,645,494)
(7,316,004)	969,949	(179,832)	170,435	(9,796,954)	848,540
(7,569,424)	(3,030,737)	(381,305)	136,537	(19,699,267)	(9,796,954)

Internal Service Funds

Combining Statement of Cash Flows

Year Ended June 30, 2011

	Computing and Communication Services	Building Maintenance	Fleet Maintenance	Benefits
Cash flows from operating activities:				
Cash payments to suppliers for goods or services	(3,306,316)	(4,490,172)	(6,083,275)	(3,816,250)
Cash payments to employees for services	(6,582,724)	(4,417,584)	(2,121,542)	(31,109,131)
Cash payments to other funds for services	(387,996)	(558,374)	(364,820)	(29,924)
Cash payments from other funds for services	9,787,092	10,266,908	9,293,936	31,394,317
Other nonoperating revenues (expenses)	399	227,283	- -	
Net cash provided by (used for) operating activities	(489,545)	1,028,061	724,299	(3,560,988)
Cash flows from noncapital financing activities:				
Transfers from other funds	488,631	179,201	-	-
Transfers to other funds	-	(901,892)	(220,760)	-
Cash received (paid) on loans to other funds		(275,034)	- -	-
Net cash provided by (used for) noncapital financing activities	488,631	(997,725)	(220,760)	_
activities	488,031	(991,123)	(220,700)	
Cash flows from capital and related financing activities Proceeds from long-term debt	:			
Acquisition and construction of capital assets	(1,579,741)	- -	(1,064,945)	-
Proceeds from sale of capital assets	(1,3/9,/41)	-	71,752	-
Principal paid on debt	(520,280)	-	/1,/32	-
Interest paid on debt	(192,910)		<u> </u>	<u> </u>
Net cash used for capital and related financing activities	(2,292,931)		(993,193)	
Cash flows from investing activities:				
Investment earnings (expenses)	(317)	(30,336)	15,172	(26,013)
Net cash provided by investing activities	(317)	(30,336)	15,172	(26,013)
Net increase (decrease) in cash and cash equivalents	(2,294,162)	-	(474,482)	(3,587,001)
Cash and cash equivalents at beginning of year	3,408,514		2,492,312	3,671,740
Cash and cash equivalents at end of year	1,114,352		2,017,830	84,739
Reconciliation of cash and cash equivalents to amounts				
reported on the Statement of Net Assets:				
Cash and investments	302,981	-	2,017,830	84,739
Other restricted cash and investments	811,371			
Cash and cash equivalents at end of year	1,114,352		2,017,830	84,739

Workers'	General	Printing	Mail	Totals	
Compensation	Liability	Services	Services	2011	2010
(2,905,784)	(4,016,285)	(467,386)	(74,926)	(25,160,394)	(20,828,062)
(5,562,169)	(231,433)	(693,314)	(254,003)	(50,971,900)	(47,544,607)
(45,225)	(138,232)	222,926	(91,663)	(1,393,308)	(1,452,531)
10,226,161	2,849,057	1,090,381	425,675	75,333,527	70,981,224
10,220,101	2,042,027	-		227,682	222,396
1,712,983	(1,536,893)	152,607	5,083	(1,964,393)	1,378,420
1,712,705	(1,000,000)			(1,501,555)	1,570,120
_	_	77,084	_	744,916	622,355
(1,389,937)	(685,355)	77,004	(44,000)	(3,241,944)	(4,410,759)
(1,505,557)	(005,555)	_	(44,000)	(275,034)	2,047,422
				(275,054)	2,047,422
(1,389,937)	(685,355)	77,084	(44,000)	(2,772,062)	(1,740,982)
(1,305,551)	(005,555)		(44,000)	(2,772,002)	(1,740,702)
_	_	_	_	_	32,203
_	_	_	_	(2,644,686)	(5,603,319)
_	_	_	_	71,752	16,868
<u>-</u>	_	(214,659)	_	(734,939)	3,813,318
_	_	(4,721)	_	(197,631)	(230,655)
		(.,,,)			(
_	_	(219,380)	_	(3,505,504)	(1,971,585)
124,264	1,620	(10,311)	(856)	73,223	537,615
				·	
124,264	1,620	(10,311)	(856)	73,223	537,615
447,310	(2,220,628)	_	(39,773)	(8,168,736)	(1,796,532)
10,316,399	2,605,987	_	77,236	22,572,188	24,368,720
10,763,709	385,359	_	37,463	14,403,452	22,572,188
10,703,703			37,103	11,103,132	22,372,100
10,763,709	385,359	-	37,463	13,592,081	20,869,880
, , -	´-	_	· -	811,371	1,702,308
10,763,709	385,359		37,463	14,403,452	22,572,188

Internal Service Funds

Combining Statement of Cash Flows, (Continued)

Year Ended June 30, 2011

	Computing and			
	Communication	Building	Fleet	
	Services	Maintenance	Maintenance	Benefits
Reconciliation of operating income (loss) to net				
cash provided by (used for) operating activities:				
Operating income (loss)	\$(1,131,806)	640,190	266,872	(4,874,651)
Adjustments to reconcile operating income (loss) to net cash provided by (used for) operating activities:				
Depreciation	772,014	6,810	1,221,962	106
Other nonoperating revenues (expenses)	399	227,283	1,221,702	-
(Increase) decrease in accounts receivable	8,527	(6,318)	(1,935)	74,882
(Increase) decrease in due from other funds	-	(0,510)	275,034	
(Increase) decrease in inventories	_	_	(11,667)	_
(Increase) decrease in prepaids and other assets	_	_	-	130,278
Increase (decrease) in accounts payable and				,
accrued liabilities	(138,679)	160,096	(1,025,967)	(1,477,682)
Increase (decrease) in insurance claims payable	-	-	-	-
Increase (decrease) in OPEB liability	-	-	-	2,637,309
Increase (decrease) in compensated absences				(51,230)
Total adjustments	642,261	387,871	457,427	1,313,663
Net cash provided by (used for) operating				
activities	<u>\$ (489,545)</u>	1,028,061	724,299	(3,560,988)
Non-cash investing, capital and financing related ac	ctivity:			
Non-cash changes in fair value of investments	<u>\$ 44,382</u>	(28,525)	<u>158,990</u>	404,209

Workers'	General	Printing	Mail	Mail Totals	
Compensation	Liability	Services	Services	2011	2010
910,884	(3,354,556)	(259,841)	9,635	_(7,793,273)	(7,552,543)
		72 020	5 (50	2.050.402	1 000 011
-	-	72,929	5,672	2,079,493	1,989,011
-	-	-	-	227,682	222,396
68,322	(53,166)	(23,431)	999	67,880	6,258,384
-	-	360,929	-	635,963	(812,653)
-	-	-	-	(11,667)	9,704
-	-	-	(11,302)	118,976	(129,976)
(400,736)	(11,873)	2,021	79	(2,892,741)	(2,309,257)
1,134,513	1,882,702	-	-	3,017,215	678,540
-	-	-	-	2,637,309	2,665,524
				(51,230)	359,290
802,099	1,817,663	412,448	(4,552)	5,828,880	8,930,963
1,712,983	(1,536,893)	152,607	5,083	_(1,964,393)	1,378,420
331,730	<u>176,006</u>	(3,913)	40	<u>1,082,919</u>	<u>1,084,906</u>