Internal Service Funds

Internal Service Funds account for state activities that provide goods and services to other state departments or agencies on a cost reimbursement basis. A brief description of the major internal service funds follows:

Architecture Revolving Fund accounts for charges for the costs of architectural services, construction, and improvements.

Service Revolving Fund accounts for charges for printing and procurement services rendered by the Department of General Services for state departments and other public entities.

Prison Industries Fund accounts for charges for goods produced by inmates in state prisons that are sold to state departments and other governmental entities.

Stephen P. Teale Data Center Fund accounts for charges for data processing services performed for various state departments by the Stephen P. Teale Data Center.

Health and Welfare Agency Data Center Fund accounts for charges for data processing services performed for various state departments by the Health and Welfare Agency Data Center.

Water Resources Revolving Fund accounts for charges for administrative services related to water delivery provided by the Department of Water Resources to federal, state, and local government agencies.

Other Internal Service Funds account for all other goods or services provided to other agencies, departments, or governments on a cost reimbursement basis.

Internal Service Funds
Combining Balance Sheet

June 30, 1997
(Amounts in thousands)

	Architecture Revolving	Service Revolving	Prison Industries
ASSETS			
Cash and pooled investments	$ 82,813	$ 11,686	$ 52,530
Receivables (net)	—	509	686
Due from other funds	76,556	79,324	18,323
Due from other governments	—	1,208	1,070
Prepaid items	5	10,951	369
Inventory, at cost	—	21,078	43,362
Fixed assets	104	78,734	72,449
Other assets	42	436	27
Total Assets	**$ 159,520**	**$ 203,926**	**$ 188,816**
LIABILITIES			
Accounts payable	$ 43,669	$ 12,520	$ 7,333
Due to other funds	2,361	93,546	4,185
Due to component units	812	11,630	6,100
Due to other governments	—	566	—
Advances from other funds	—	—	1,181
Deposits	—	1,400	—
Contracts and notes payable	—	20,064	—
Compensated absences payable	1,161	19,301	5,432
Capital lease obligations	—	5,410	—
Advance collections	118,505	469	1,596
Other liabilities	457	279	1,210
Total Liabilities	**166,965**	**165,185**	**27,037**
FUND EQUITY			
Contributed capital	—	—	110,866
Retained earnings			
Unreserved	(7,445)	38,741	50,913
Total Retained Earnings	**(7,445)**	**38,741**	**50,913**
Total Fund Equity	**(7,445)**	**38,741**	**161,779**
Total Liabilities and Fund Equity	**$ 159,520**	**$ 203,926**	**$ 188,816**

Stephen P. Teale Data Center	Health and Welfare Agency Data Center	Water Resources Revolving	Other Internal Service	Total
$ 21,268	$ 26,972	$ 2,133	$ 5,785	**$ 203,187**
108	358	143	145	**1,949**
10,370	8,761	61,832	10,052	**265,218**
—	387	—	60	**2,725**
533	670	3,108	414	**16,050**
—	—	—	—	**64,440**
22,734	42,874	28,366	1,945	**247,206**
1,803	3,252	109	—	**5,669**
$ 56,816	**$ 83,274**	**$ 95,691**	**$ 18,401**	**$ 806,444**
$ 7,853	$ 15,909	$ 8,597	$ 349	**$ 96,230**
394	2,478	13	6,296	**109,273**
634	—	936	—	**20,112**
—	—	—	7	**573**
—	—	91,877	1,533	**94,591**
—	—	—	—	**1,400**
7,911	16,988	—	—	**44,963**
2,581	3,235	4,945	—	**36,655**
—	24,852	—	—	**30,262**
—	2,107	—	—	**122,677**
7	—	1,265	—	**3,218**
19,380	**65,569**	**107,633**	**8,185**	**559,954**
—	1,000	—	460	**112,326**
37,436	16,705	(11,942)	9,756	**134,164**
37,436	**16,705**	**(11,942)**	**9,756**	**134,164**
37,436	**17,705**	**(11,942)**	**10,216**	**246,490**
$ 56,816	**$ 83,274**	**$ 95,691**	**$ 18,401**	**$ 806,444**

Internal Service Funds Combining Statement of Revenues, Expenses, and Changes in Retained Earnings

Year Ended June 30, 1997
(Amounts in thousands)

	Architecture Revolving	Service Revolving	Prison Industries
OPERATING REVENUES			
Services and sales	$ 318,786	$ 364,695	$ 155,194
Total Operating Revenues	**318,786**	**364,695**	**155,194**
OPERATING EXPENSES			
Personal services	20,676	156,696	48,315
Supplies	652	16,745	2,623
Services and charges	295,658	178,728	106,822
Depreciation	52	13,342	8,160
Interest expense	—	2,600	—
Total Operating Expenses	**317,038**	**368,111**	**165,920**
Operating Income (Loss)	**1,748**	**(3,416)**	**(10,726)**
NONOPERATING REVENUES (EXPENSES)			
Interest revenue	—	—	1,206
Interest expense and fiscal charges	—	—	(119)
Other	(622)	(23)	(465)
Total Nonoperating Revenues (Expenses)	**(622)**	**(23)**	**622**
Income (Loss) Before Operating Transfers	**1,126**	**(3,439)**	**(10,104)**
OPERATING TRANSFERS			
Operating transfers in	—	225	8,623
Total Operating Transfers	**—**	**225**	**8,623**
Net Income (Loss)	**1,126**	**(3,214)**	**(1,481)**
Retained Earnings, July 1, 1996	**(8,571)**	**41,955**	**52,394**
Retained Earnings, June 30, 1997	**$ (7,445)**	**$ 38,741**	**$ 50,913**

Stephen P. Teale Data Center	Health and Welfare Agency Data Center	Water Resources Revolving	Other Internal Service	Total
$ 81,110	$ 204,759	$ 119,682	$ 53,371	**$ 1,297,597**
81,110	**204,759**	**119,682**	**53,371**	**1,297,597**
23,182	25,543	35,801	61	**310,274**
—	—	—	—	**20,020**
39,747	163,383	75,858	45,668	**905,864**
9,285	11,741	2,300	113	**44,993**
682	4,582	—	84	**7,948**
72,896	**205,249**	**113,959**	**45,926**	**1,289,099**
8,214	**(490)**	**5,723**	**7,445**	**8,498**
580	846	—	114	**2,746**
—	—	—	—	**(119)**
—	—	—	—	**(1,110)**
580	**846**	**–-**	**114**	**1,517**
8,794	**356**	**5,723**	**7,559**	**10,015**
—	—	—	—	**8,848**
–-	**–-**	**–-**	**–-**	**8,848**
8,794	**356**	**5,723**	**7,559**	**18,863**
28,642	**16,349**	**(17,665)**	**2,197**	**115,301**
$ 37,436	**$ 16,705**	**$ (11,942)**	**$ 9,756**	**$ 134,164**

Internal Service Funds
Combining Statement of Cash Flows

Year Ended June 30, 1997
(Amounts in thousands)

	Architecture Revolving	Service Revolving	Prison Industries
CASH FLOWS FROM OPERATING ACTIVITIES			
Operating income (loss)	$ 1,748	$ (3,416)	$ (10,726)
ADJUSTMENTS TO RECONCILE OPERATING INCOME (LOSS) TO NET CASH PROVIDED BY OPERATIONS			
Interest expense on operating debt	—	2,600	—
Depreciation	52	13,342	8,160
Other	—	(415)	(25)
Change in assets and liabilities			
Receivables	1	348	362
Due from other funds	(25,721)	(935)	(4,606)
Due from other governments	14,577	(16)	(111)
Prepaid items	5	(3,221)	154
Inventory	—	7,116	8,111
Other assets	(20)	187	—
Accounts payable	13,454	1,847	(3,079)
Due to other funds	(14,030)	6,690	1,279
Due to component units	(69)	2,483	(1,119)
Due to other governments	—	530	—
Deposits	—	(396)	—
Compensated absences payable	(1,145)	1,278	(102)
Advance collections	875	115	(600)
Other liabilities	146	(1,365)	(90)
Total Adjustments	**(11,875)**	**30,188**	**8,334**
Net Cash Provided by (Used In) Operating Activities	**(10,127)**	**26,772**	**(2,392)**
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES			
Operating transfers in	—	225	8,623
Net Cash Provided by (Used In) Noncapital Financing Activities	**––**	**225**	**8,623**

Stephen P. Teale Data Center	Health and Welfare Agency Data Center	Water Resources Revolving	Other Internal Service	Total
$ 8,214	$ (490)	$ 5,723	$ 7,445	**$ 8,498**
682	4,582	—	84	**7,948**
9,285	11,741	2,300	113	**44,993**
602	—	—	—	**162**
(18)	(128)	(84)	(131)	**350**
8,484	38,049	(11,842)	(7,729)	**(4,300)**
—	(93)	—	(60)	**14,297**
(530)	(12)	308	626	**(2,670)**
—	—	—	—	**15,227**
261	—	26	—	**454**
1,339	(5,323)	(2,249)	(397)	**5,592**
2	2,462	(583)	(4,314)	**(8,494)**
(67)	—	—	—	**1,228**
—	—	—	(8)	**522**
—	—	—	—	**(396)**
(429)	(77)	437	—	**(38)**
—	(21,936)	—	—	**(21,546)**
3	(32)	(434)	—	**(1,772)**
19,614	**29,233**	**(12,121)**	**(11,816)**	**51,557**
27,828	**28,743**	**(6,398)**	**(4,371)**	**60,055**
—	—	—	—	**8,848**
--	**--**	**--**	**--**	**8,848**

(Continued)

Internal Service Funds
Combining Statement of Cash Flows

Year Ended June 30, 1997
(Amounts in thousands)

	Architecture Revolving	Service Revolving	Prison Industries
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES			
Acquisition of intangible assets	—	—	—
Acquisition of fixed assets	—	(17,597)	(10,778)
Proceeds from sale of fixed assets	—	1,137	667
Return of advances from other funds	—	—	(98)
Principal paid on notes payable	—	(2,937)	(1,756)
Payment of capital lease obligations	—	(303)	—
Interest paid	—	(2,600)	(119)
Contributed capital	—	—	403
Net Cash Provided by (Used In) Capital and Related Financing Activities	**––**	**(22,300)**	**(11,681)**
CASH FLOWS FROM INVESTING ACTIVITIES			
Collection of advances and loans	—	—	15,400
Interest and gains on investments	—	—	835
Net Cash Provided by (Used In) Investing Activities	**––**	**––**	**16,235**
Net Increase (Decrease) In Cash and Pooled Investments	**(10,127)**	**4,697**	**10,785**
Cash and Pooled Investments at July 1, 1996	**92,940**	**6,989**	**41,745**
Cash and Pooled Investments at June 30, 1997	**$ 82,813**	**$ 11,686**	**$ 52,530**

Stephen P. Teale Data Center	Health and Welfare Agency Data Center	Water Resources Revolving	Other Internal Service	Total
(784)	(1,121)	—	—	**(1,905)**
(1,826)	(7,016)	(6,368)	(396)	**(43,981)**
—	9,920	3,607	—	**15,331**
—	—	—	(198)	**(296)**
(9,447)	(10,189)	—	—	**(24,329)**
—	(1,769)	—	—	**(2,072)**
(682)	(4,582)	—	(84)	**(8,067)**
—	—	—	—	**403**
(12,739)	**(14,757)**	**(2,761)**	**(678)**	**(64,916)**
—	—	—	—	**15,400**
580	846	—	114	**2,375**
580	**846**	**–-**	**114**	**17,775**
15,669	**14,832**	**(9,159)**	**(4,935)**	**21,762**
5,599	**12,140**	**11,292**	**10,720**	**181,425**
$ 21,268	**$ 26,972**	**$ 2,133**	**$ 5,785**	**$ 203,187**

(Concluded)