

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 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.

Public Employees' Health Care Fund accounts for employer and employee contributions that pay benefits, claims costs, and administrative costs of self-funded or minimum premium health benefit plans.

Equipment Service Fund accounts for the purchase, maintenance, and administration costs of equipment used by the Department of Transportation.

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, 1999

(Amounts in thousands)

	Architecture Revolving	Service Revolving	Prison Industries
ASSETS			
Cash and pooled investments.....	\$ 66,672	\$ 58,902	\$ 64,456
Investments.....	—	—	—
Receivables (net).....	2	768	811
Due from other funds.....	97,876	74,271	12,954
Due from other governments.....	—	4,420	941
Prepaid items.....	226	23,113	324
Inventories, at cost.....	—	15,957	48,578
Fixed assets.....	1,161	81,351	73,414
Other assets.....	—	4,282	27
Total Assets.....	\$ 165,937	\$ 263,064	\$ 201,505
LIABILITIES			
Accounts payable.....	\$ 46,089	\$ 27,676	\$ 16,361
Due to other funds.....	4,431	134,405	1,783
Due to other governments.....	—	—	—
Advances from other funds.....	—	—	—
Benefits payable.....	—	—	—
Deposits.....	—	702	—
Contracts and notes payable.....	—	1,821	—
Compensated absences payable.....	1,077	18,878	5,797
Capital lease obligations.....	—	11,502	—
Advance collections.....	116,495	547	546
Other liabilities.....	2,495	7,043	6,659
Total Liabilities.....	170,587	202,574	31,146
FUND EQUITY			
Contributed capital.....	—	—	110,723
Retained earnings			
Unreserved (Deficit).....	(4,650)	60,490	59,636
Total Retained Earnings (Deficit).....	(4,650)	60,490	59,636
Total Fund Equity (Deficit).....	(4,650)	60,490	170,359
Total Liabilities and Fund Equity.....	\$ 165,937	\$ 263,064	\$ 201,505

Stephen P. Teale Data Center	Health and Welfare Data Center	Water Resources Revolving	Public Employees' Health Care	Equipment Service	Other Internal Service	Total
\$ 19,837	\$ 24,329	\$ 5,831	\$ 34,236	\$ 38,593	\$ 26,469	\$ 339,325
—	—	—	187,876	—	—	187,876
157	1,542	218	665	2	150	4,315
19,044	38,884	54,525	2,879	14,795	140	315,368
—	210	—	4,952	—	—	10,523
6	714	2,832	—	—	518	27,733
—	—	—	—	23,319	33	87,887
67,279	51,312	28,965	—	209,104	2,074	514,660
2,925	4,469	255	—	—	—	11,958
\$ 109,248	\$ 121,460	\$ 92,626	\$ 230,608	\$ 285,813	\$ 29,384	\$ 1,499,645
\$ 12,870	\$ 31,825	\$ 16,847	\$ —	\$ 9,540	\$ 122	\$ 161,330
297	—	—	6,971	26,932	7,857	182,676
—	—	—	75,244	—	4	75,248
—	—	94,517	—	—	1,434	95,951
—	—	—	43,127	—	—	43,127
—	—	—	—	—	—	702
3,411	15,817	—	—	—	—	21,049
3,265	3,353	5,618	—	—	—	37,988
46,793	16,079	—	—	—	—	74,374
—	35,483	—	—	—	—	153,071
524	—	1,684	3,195	—	3	21,603
67,160	102,557	118,666	128,537	36,472	9,420	867,119
—	1,000	—	—	233,000	460	345,183
42,088	17,903	(26,040)	102,071	16,341	19,504	287,343
42,088	17,903	(26,040)	102,071	16,341	19,504	287,343
42,088	18,903	(26,040)	102,071	249,341	19,964	632,526
\$ 109,248	\$ 121,460	\$ 92,626	\$ 230,608	\$ 285,813	\$ 29,384	\$ 1,499,645

Internal Service Funds

Combining Statement of Revenues, Expenses, and Changes in Retained Earnings

Year Ended June 30, 1999

(Amounts in thousands)

	Architecture Revolving	Service Revolving	Prison Industries
OPERATING REVENUES			
Services and sales.....	\$ 327,364	\$ 403,800	\$ 153,862
Other.....	—	—	—
Total Operating Revenues.....	327,364	403,800	153,862
OPERATING EXPENSES			
Personal services.....	25,352	160,624	47,797
Supplies.....	—	26,932	3,563
Services and charges.....	300,434	179,924	101,663
Depreciation.....	530	15,317	8,571
Interest expense.....	—	1,863	—
Total Operating Expenses.....	326,316	384,660	161,594
Operating Income (Loss).....	1,048	19,140	(7,732)
NONOPERATING REVENUES (EXPENSES)			
Investment and interest income.....	—	—	1,065
Interest expense and fiscal charges.....	—	—	(7)
Other.....	1,086	(1,868)	(693)
Total Nonoperating Revenues (Expenses).....	1,086	(1,868)	365
Income (Loss) Before Operating Transfers.....	2,134	17,272	(7,367)
OPERATING TRANSFERS			
Operating transfers in.....	—	—	15,138
Operating transfers out.....	—	—	(250)
Total Operating Transfers.....	—	—	14,888
Net Income (Loss).....	2,134	17,272	7,521
Retained Earnings (Deficit), July 1, 1998.....	(6,784)	43,218	52,115
Retained Earnings (Deficit), June 30, 1999.....	\$ (4,650)	\$ 60,490	\$ 59,636

Stephen P. Teale Data Center	Health and Welfare Data Center	Water Resources Revolving	Public Employees' Health Care	Equipment Service	Other Internal Service	Total
\$ 82,469	\$ 226,188	\$ 175,372	\$ 848,490	\$ 124,306	\$ 45,307	\$ 2,387,158
—	—	—	8,228	—	—	8,228
82,469	226,188	175,372	856,718	124,306	45,307	2,395,386
24,311	27,434	56,001	—	—	85	341,604
—	—	—	—	—	—	30,495
46,955	188,084	127,015	890,901	91,052	41,944	1,967,972
9,009	9,755	3,632	—	30,815	137	77,766
299	1,127	—	—	—	77	3,366
80,574	226,400	186,648	890,901	121,867	42,243	2,421,203
1,895	(212)	(11,276)	(34,183)	2,439	3,064	(25,817)
772	202	—	12,138	—	135	14,312
—	—	—	—	—	—	(7)
—	—	—	—	—	—	(1,475)
772	202	—	12,138	—	135	12,830
2,667	(10)	(11,276)	(22,045)	2,439	3,199	(12,987)
—	—	—	—	—	—	15,138
—	—	—	—	—	—	(250)
—	—	—	—	—	—	14,888
2,667	(10)	(11,276)	(22,045)	2,439	3,199	1,901
39,421	17,913	(14,764)	124,116	13,902	16,305	285,442
\$ 42,088	\$ 17,903	\$ (26,040)	\$ 102,071	\$ 16,341	\$ 19,504	\$ 287,343

Internal Service Funds

Combining Statement of Cash Flows

Year Ended June 30, 1999

(Amounts in thousands)

	Architecture Revolving	Service Revolving	Prison Industries
CASH FLOWS FROM OPERATING ACTIVITIES			
Operating income (loss).....	\$ 1,048	\$ 19,140	\$ (7,732)
ADJUSTMENTS TO RECONCILE OPERATING INCOME (LOSS) TO NET CASH PROVIDED BY OPERATIONS			
Interest expense on operating debt.....	—	1,863	—
Depreciation.....	530	15,317	8,571
Other.....	—	248	(415)
Change in assets and liabilities			
Receivables.....	(1)	(619)	209
Due from other funds.....	7,719	(5,475)	5,270
Due from other governments.....	—	(2,336)	244
Prepaid items.....	(222)	(10,061)	76
Inventories.....	—	(1,156)	(6,830)
Other assets.....	113	(1,489)	(2)
Accounts payable.....	(4,647)	14,135	6,486
Due to other funds.....	630	16,090	(1,488)
Due to other governments.....	—	(2)	—
Benefits payable.....	—	—	—
Deposits.....	—	(555)	—
Contracts and notes payable.....	—	—	—
Compensated absences payable.....	(25)	1,123	280
Capital lease obligations.....	—	(415)	—
Advance collections.....	(31,486)	(91)	(870)
Other liabilities.....	1,042	(3,203)	982
Total Adjustments.....	(26,347)	23,374	12,513
Net Cash Provided by (Used In) Operating Activities.....	(25,299)	42,514	4,781
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES			
Advances from other funds.....	—	—	—
Interest paid on operating debt.....	—	—	(7)
Operating transfers in.....	—	—	15,138
Operating transfers out.....	—	—	(250)
Net Cash Provided by (Used In) Noncapital Financing Activities.....	—	—	14,881

Stephen P. Teale Data Center	Health and Welfare Data Center	Water Resources Revolving	Public Employees' Health Care	Equipment Service	Other Internal Service	Total
\$ 1,895	\$ (212)	\$ (11,276)	\$ (34,183)	\$ 2,439	\$ 3,064	\$ (25,817)
299	1,127	—	—	—	77	3,366
9,009	9,755	3,632	—	30,815	137	77,766
(3,845)	425	—	—	—	—	(3,587)
(63)	(1,179)	1,013	(633)	692	(2)	(583)
(1,434)	10,823	5,219	1,337	110,295	560	134,314
—	176	—	(2,859)	—	—	(4,775)
—	(74)	(72)	—	—	(82)	(10,435)
—	—	—	—	(10,624)	—	(18,610)
(1,100)	(261)	(129)	—	—	—	(2,868)
1,271	(796)	1,864	—	2,189	(123)	20,379
(18)	(231)	(303)	2,942	(61,467)	4,678	(39,167)
—	—	—	5,765	—	(3)	5,760
—	—	—	2,042	—	—	2,042
—	—	—	—	—	—	(555)
(1,369)	—	—	—	—	(1,435)	(2,804)
435	221	(86)	—	—	—	1,948
—	—	—	—	—	—	(415)
—	13,783	—	—	(3)	—	(18,667)
(80)	—	(706)	(9,745)	—	3	(11,707)
3,105	33,769	10,432	(1,151)	71,897	3,810	131,402
5,000	33,557	(844)	(35,334)	74,336	6,874	105,585
—	—	3,000	—	—	—	3,000
—	—	—	—	—	—	(7)
—	—	—	—	—	—	15,138
—	—	—	—	—	—	(250)
—	—	3,000	—	—	—	17,881

(Continued)

Internal Service Funds

Combining Statement of Cash Flows

Year Ended June 30, 1999

(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.....	—	(23,062)	(10,471)
Proceeds from sale of fixed assets.....	—	17,595	444
Principal paid on notes payable.....	—	(15,480)	—
Payment of capital lease obligations.....	—	—	—
Interest paid.....	—	(1,863)	—
Contributed capital.....	—	—	—
Net Cash Provided by (Used In) Capital and Related Financing Activities.....	—	(22,810)	(10,027)
CASH FLOWS FROM INVESTING ACTIVITIES			
Purchase of investments.....	—	—	—
Interest on investments.....	—	—	1,199
Net Cash Provided by (Used In) Investing Activities.....	—	—	1,199
Net Increase (Decrease) In Cash and Pooled Investments.....	(25,299)	19,704	10,834
Cash and Pooled Investments at July 1, 1998.....	91,971	39,198	53,622
Cash and Pooled Investments at June 30, 1999.....	\$ 66,672	\$ 58,902	\$ 64,456

Stephen P. Teale Data Center	Health and Welfare Data Center	Water Resources Revolving	Public Employees' Health Care	Equipment Service	Other Internal Service	Total
(1,899)	(1,843)	—	—	—	—	(3,742)
(3,007)	(14,160)	(9,394)	—	(36,753)	(16)	(96,863)
—	2,227	4,302	—	—	—	24,568
—	(304)	—	—	—	—	(15,784)
—	(2,392)	—	—	—	—	(2,392)
(299)	(1,127)	—	—	—	(77)	(3,366)
—	—	—	—	1,007	—	1,007
(5,205)	(17,599)	(5,092)	—	(35,746)	(93)	(96,572)
—	—	—	(3,579)	—	—	(3,579)
772	202	—	12,138	—	135	14,446
772	202	—	8,559	—	135	10,867
567	16,160	(2,936)	(26,775)	38,590	6,916	37,761
19,270	8,169	8,767	61,011	3	19,553	301,564
\$ 19,837	\$ 24,329	\$ 5,831	\$ 34,236	\$ 38,593	\$ 26,469	\$ 339,325
						(Concluded)