

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 Human Services Agency Data Center Fund accounts for charges for data processing services performed for various state departments by the Health and Human Services 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, 2000

(Amounts in thousands)

	Architecture Revolving	Service Revolving	Prison Industries
ASSETS			
Cash and pooled investments	\$ 69,778	\$ 41,131	\$ 58,664
Investments	—	—	—
Receivables (net)	3,858	776	904
Due from other funds	50,000	92,561	10,658
Due from other governments	—	2,896	751
Prepaid items	257	19,347	440
Inventories, at cost	—	15,651	48,396
Fixed assets	1,111	100,756	70,760
Other assets	—	3,787	27
Total Assets	\$ 125,004	\$ 276,905	\$ 190,600
LIABILITIES			
Accounts payable	\$ 24,879	\$ 24,144	\$ 12,732
Due to other funds	1,716	135,458	3,037
Due to other governments	—	—	—
Advances from other funds	—	—	—
Benefits payable	—	—	—
Deposits	—	2,204	—
Contracts and notes payable	—	14,168	—
Compensated absences payable	1,262	20,571	6,358
Capital lease obligations	—	10,959	—
Advance collections	95,086	2,722	585
Other liabilities	5,399	9,298	7,789
Total Liabilities	128,342	219,524	30,501
FUND EQUITY			
Contributed capital	—	—	110,722
Retained earnings			
Unreserved (Deficit)	(3,338)	57,381	49,377
Total Retained Earnings (Deficit)	(3,338)	57,381	49,377
Total Fund Equity (Deficit)	(3,338)	57,381	160,099
Total Liabilities and Fund Equity	\$ 125,004	\$ 276,905	\$ 190,600

Stephen P . Teale Data Center	Health and Human Services Agency Data Center	Water Resources Revolving	Public Employees' Health Care	Equipment Service	Other Internal Service	Total
\$ 17,102	\$ 20,083	\$ 2,148	\$ 39,263	\$ 29,743	\$ 23,625	\$ 301,537
—	—	—	143,691	—	—	143,691
289	3,525	1,012	478	—	377	11,219
11,151	73,966	40,551	2,731	1,249	109	282,976
—	410	7	9,773	—	—	13,837
6	4,710	3,390	—	—	2,539	30,689
—	—	—	—	29,416	—	93,463
59,636	30,385	23,951	—	223,647	2,451	512,697
2,599	3,528	451	—	—	—	10,392
\$ 90,783	\$ 136,607	\$ 71,510	\$ 195,936	\$ 284,055	\$ 29,101	\$ 1,400,501
\$ 7,194	\$ 28,574	\$ 9,824	\$ —	\$ 9,053	\$ 243	\$ 116,643
39	3,000	—	3,031	9,206	5,382	160,869
—	—	—	94,072	—	7	94,079
—	—	94,517	—	—	4,280	98,797
—	—	—	59,903	—	—	59,903
—	—	—	—	—	—	2,204
716	12,377	—	—	—	—	27,261
3,907	3,871	—	—	—	—	35,969
44,717	13,649	—	—	—	—	69,325
—	54,812	—	—	—	—	153,205
482	8	432	4,097	—	—	27,505
57,055	116,291	104,773	161,103	18,259	9,912	845,760
—	1,000	—	—	234,901	460	347,083
33,728	19,316	(33,263)	34,833	30,895	18,729	207,658
33,728	19,316	(33,263)	34,833	30,895	18,729	207,658
33,728	20,316	(33,263)	34,833	265,796	19,189	554,741
\$ 90,783	\$ 136,607	\$ 71,510	\$ 195,936	\$ 284,055	\$ 29,101	\$ 1,400,501

Internal Service Funds

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

Year Ended June 30, 2000

(Amounts in thousands)

	<u>Architecture Revolving</u>	<u>Service Revolving</u>	<u>Prison Industries</u>
OPERATING REVENUES			
Services and sales	\$ 294,600	\$ 454,441	\$ 157,102
Investment and Interest	—	—	—
Other	—	—	—
Total Operating Revenues	294,600	454,441	157,102
OPERATING EXPENSES			
Personal services	29,005	176,439	51,351
Supplies	—	32,039	2,087
Services and charges	264,232	231,501	106,002
Depreciation	1	17,031	9,025
Interest expense	—	708	—
Total Operating Expenses	293,238	457,718	168,465
Operating Income (Loss)	1,362	(3,277)	(11,363)
NONOPERATING REVENUES (EXPENSES)			
Investment and interest income	—	—	1,071
Interest expense and fiscal charges	—	—	(38)
Other	(50)	—	(874)
Total Nonoperating Revenues (Expenses)	(50)	—	159
Income (Loss) Before Operating Transfers	1,312	(3,277)	(11,204)
OPERATING TRANSFERS			
Operating transfers in	—	181	6,945
Operating transfers out	—	(13)	(6,000)
Total Operating Transfers	—	168	945
Net Income (Loss)	1,312	(3,109)	(10,259)
Retained Earnings (Deficit), July 1, 1999	(4,650)	60,490	59,636
Retained Earnings (Deficit), June 30, 2000	\$ (3,338)	\$ 57,381	\$ 49,377

Stephen P . Teale Data Center	Health and Human Services Agency Data Center	Water Resources Revolving	Public Employees' Health Care	Equipment Service	Other Internal Service	Total
\$ 88,060	\$ 240,885	\$ 75,134	\$ 1,004,992	\$ 143,184	\$ 48,327	\$ 2,506,725
—	—	—	—	—	210	210
—	—	—	12,388	—	—	12,388
88,060	240,885	75,134	1,017,380	143,184	48,537	2,519,323
26,210	24,995	26,204	—	—	—	334,204
—	—	—	—	—	—	34,126
46,779	200,420	54,147	1,096,033	96,123	49,312	2,144,549
12,387	13,607	2,006	—	32,507	—	86,564
2,863	1,036	—	—	—	—	4,607
88,239	240,058	82,357	1,096,033	128,630	49,312	2,604,050
(179)	827	(7,223)	(78,653)	14,554	(775)	(84,727)
905	—	—	11,415	—	—	13,391
—	—	—	—	—	—	(38)
—	586	—	—	—	—	(338)
905	586	—	11,415	—	—	13,015
726	1,413	(7,223)	(67,238)	14,554	(775)	(71,712)
—	—	—	—	—	—	7,126
(9,086)	—	—	—	—	—	(15,099)
(9,086)	—	—	—	—	—	(7,973)
(8,360)	1,413	(7,223)	(67,238)	14,554	(775)	(79,685)
42,088	17,903	(26,040)	102,071	16,341	19,504	287,343
\$ 33,728	\$ 19,316	\$ (33,263)	\$ 34,833	\$ 30,895	\$ 18,729	\$ 207,658

Internal Service Funds

Combining Statement of Cash Flows

Year Ended June 30, 2000

(Amounts in thousands)

	Architecture Revolving	Service Revolving	Prison Industries
CASH FLOWS FROM OPERATING ACTIVITIES			
Operating income (loss)	\$ 1,362	\$ (3,277)	\$ (11,363)
ADJUSTMENTS TO RECONCILE OPERATING INCOME (LOSS) TO NET CASH PROVIDED BY OPERATIONS			
Interest expense on operating debt	—	708	—
Depreciation	1	17,031	9,025
Other	—	(271)	(361)
Change in assets and liabilities			
Receivables	(3,856)	(8)	(93)
Due from other funds	47,876	(18,290)	2,384
Due from other governments	—	1,524	190
Prepaid items	(31)	3,766	(116)
Inventories	—	306	182
Other assets	—	495	—
Accounts payable	(21,210)	(3,532)	(3,287)
Due to other funds	(2,715)	1,053	1,254
Due to other governments	—	—	—
Benefits payable	—	—	—
Deposits	—	1,502	—
Contracts and notes payable	—	—	—
Compensated absences payable	185	1,693	561
Capital lease obligations	—	(543)	—
Advance collections	(21,409)	2,175	39
Other liabilities	2,903	2,255	1,130
Total Adjustments	1,744	9,864	10,908
Net Cash Provided by (Used In) Operating Activities	3,106	6,587	(455)

Stephen P . Teale Data Center	Health and Human Services Agency Data Center	Water Resources Revolving	Public Employees' Health Care	Equipment Service	Other Internal Service	Total
\$ (179)	\$ 827	\$ (7,223)	\$ (78,653)	\$ 14,554	\$ (775)	\$ (84,727)
2,863	1,036	—	—	—	—	4,607
12,387	13,607	2,006	—	32,507	—	86,564
—	1,480	—	—	—	—	848
(132)	(1,983)	(794)	187	2	(227)	(6,904)
7,893	(35,082)	13,974	148	13,546	31	32,480
—	(200)	(7)	(4,821)	—	—	(3,314)
—	(3,996)	(558)	—	—	(2,021)	(2,956)
—	—	—	—	(6,097)	33	(5,576)
326	941	(196)	—	—	—	1,566
(5,676)	(3,251)	(7,023)	—	(487)	121	(44,345)
(258)	3,000	—	(3,940)	(17,726)	(2,475)	(21,807)
—	—	—	18,828	—	3	18,831
—	—	—	16,776	—	—	16,776
—	—	—	—	—	—	1,502
(2,695)	—	—	—	—	—	(2,695)
642	518	(5,618)	—	—	—	(2,019)
(2,076)	—	—	—	—	—	(2,619)
—	19,329	—	—	—	—	134
(42)	8	(1,252)	902	—	(3)	5,901
13,232	(4,593)	532	28,080	21,745	(4,538)	76,974
13,053	(3,766)	(6,691)	(50,573)	36,299	(5,313)	(7,753)

(Continued)

Internal Service Funds

Combining Statement of Cash Flows

Year Ended June 30, 2000

(Amounts in thousands)

	Architecture Revolving	Service Revolving	Prison Industries
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES			
Advances from other funds	—	—	—
Operating transfers in	—	181	6,945
Operating transfers out	—	(13)	(6,000)
Net Cash Provided by (Used In) Noncapital Financing Activities	—	168	945
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES			
Acquisition of intangible assets	—	—	—
Acquisition of fixed assets	—	(36,357)	(7,693)
Proceeds from sale of fixed assets	—	192	428
Proceeds from notes payable and commercial paper	—	12,347	—
Principal paid on notes payable	—	—	—
Payment of capital lease obligations	—	—	—
Interest paid	—	(708)	—
Contributed capital	—	—	—
Net Cash Provided by (Used In) Capital and Related Financing Activities ..	—	(24,526)	(7,265)
CASH FLOWS FROM INVESTING ACTIVITIES			
Proceeds from maturity and sale of investments	—	—	—
Earnings on investments	—	—	983
Net Cash Provided by (Used In) Investing Activities	—	—	983
Net Increase (Decrease) In Cash and Pooled Investments	3,106	(17,771)	(5,792)
Cash and Pooled Investments at July 1, 1999	66,672	58,902	64,456
Cash and Pooled Investments at June 30, 2000	\$ 69,778	\$ 41,131	\$ 58,664

Stephen P . Teale Data Center	Health and Human Services Agency Data Center	Water Resources Revolving	Public Employees' Health Care	Equipment Service	Other Internal Service	Total
—	—	—	—	—	2,846	2,846
—	—	—	—	—	—	7,126
(9,086)	—	—	—	—	—	(15,099)
(9,086)	—	—	—	—	2,846	(5,127)
(573)	(1,174)	—	—	—	—	(1,747)
(4,171)	(6,442)	(1,914)	—	(47,050)	(377)	(104,004)
—	13,456	4,922	—	—	—	18,998
—	—	—	—	—	—	12,347
—	(3,440)	—	—	—	—	(3,440)
—	(2,430)	—	—	—	—	(2,430)
(2,863)	(1,036)	—	—	—	—	(4,607)
—	—	—	—	1,901	—	1,901
(7,607)	(1,066)	3,008	—	(45,149)	(377)	(82,982)
—	—	—	44,185	—	—	44,185
905	586	—	11,415	—	—	13,889
905	586	—	55,600	—	—	58,074
(2,735)	(4,246)	(3,683)	5,027	(8,850)	(2,844)	(37,788)
19,837	24,329	5,831	34,236	38,593	26,469	339,325
\$ 17,102	\$ 20,083	\$ 2,148	\$ 39,263	\$ 29,743	\$ 23,625	\$ 301,537

(Concluded)

