

Internal Service Funds

Internal Service Funds are used to account for the financing of goods and services provided by one City department to other City departments on a cost-reimbursement basis.

Workers' Compensation Fund – To account for the operations of the City's self-insured workers' compensation program.

Unemployment Compensation Fund – To account for the operations of the City's self-insured unemployment compensation program.

Public Liability Fund – To account for the operations of the City's self-insured liability program.

Central Stores Fund – To account for the operations of the City's centralized supplies inventory, including receiving and delivery services provided to City departments.

Central Garage Fund – To account for the maintenance and repair of all city-owned vehicles and motorized equipment, except for Police vehicles.

City of Riverside
Combining Statement of Net Assets
Internal Service Funds
June 30, 2004
(amounts expressed in thousands)

Assets	Self Insured					Totals
	Workers' Compensation	Unemployment Compensation	Public Liability	Central Stores	Central Garage	
Current assets:						
Cash and investments	\$ 8,807	\$ 544	\$ 6,617	\$ 0	\$ 1,935	\$ 17,903
Receivables (net of allowances for uncollectibles):						
Interest	85	5	72	0	16	178
Intergovernmental	22	0	0	2	423	447
Prepaid items	0	0	0	7	0	7
Inventory	0	0	0	2,583	311	2,894
Total current assets	8,914	549	6,689	2,592	2,685	21,429
Advances to other funds	3,053	0	13	0	0	3,066
Capital assets:						
Buildings	0	0	0	0	1,488	1,488
Accumulated depreciation-buildings	0	0	0	0	(2)	(2)
Machinery and equipment	54	0	0	205	8,836	9,095
Accumulated depreciation	(48)	0	0	(146)	(7,003)	(7,197)
Capital assets (net of accumulated depreciation)	6	0	0	59	3,319	3,384
Total assets	11,973	549	6,702	2,651	6,004	27,879
Liabilities						
Current liabilities:						
Accounts payable	91	0	180	149	260	680
Accrued payroll	103	0	0	96	440	639
Retainage payable	0	0	0	0	47	47
Claims and judgments	11,117	76	6,091	0	0	17,284
Deferred revenue	0	0	0	0	34	34
Deposits	19	0	0	0	0	19
Due to other funds	0	0	0	3,842	0	3,842
Total current liabilities	11,330	76	6,271	4,087	781	22,545
Net assets						
Invested in capital assets, net of related debt	6	0	0	59	3,319	3,384
Unrestricted	637	473	431	(1,495)	1,904	1,950
Total net assets	\$ 643	\$ 473	\$ 431	\$ (1,436)	\$ 5,223	\$ 5,334

City of Riverside
Combining Statement of Revenues, Expenses and Changes in Fund Net Assets
Internal Service Funds
For the fiscal year ended June 30, 2004
(amounts expressed in thousands)

	Self Insured					Totals
	Workers' Compensation	Unemployment Compensation	Public Liability	Central Stores	Central Garage	
Operating revenues:						
Charges for services	\$ 2,781	\$ 127	\$ 3,330	\$ 1,301	\$ 3,900	\$ 11,439
Operating expenses:						
Personal services	395	0	0	448	1,867	2,710
Contractual services	60	0	13	0	31	104
Maintenance and operation	49	0	0	20	994	1,063
General	257	5	338	314	55	969
Materials and supplies	3	0	0	10	79	92
Insurance	4,855	201	1,462	8	34	6,560
Depreciation	7	0	0	14	641	662
Total operating expenses	5,626	206	1,813	814	3,701	12,160
Operating income (loss)	(2,845)	(79)	1,517	487	199	(721)
Nonoperating revenues (expenses):						
Interest income	144	2	30	0	0	176
Other	1	0	0	0	555	556
Gain on retirement of capital assets	0	0	0	0	15	15
Total nonoperating revenues (expenses)	145	2	30	0	570	747
Income before transfers	(2,700)	(77)	1,547	487	769	26
Transfers in	0	0	0	0	200	200
Change in net assets	(2,700)	(77)	1,547	487	969	226
Total net assets - beginning	3,343	550	(1,116)	(1,923)	4,254	5,108
Total net assets - ending	\$ 643	\$ 473	\$ 431	\$ (1,436)	\$ 5,223	\$ 5,334

City of Riverside
Combining Statement of Cash Flows
Internal Service Funds
For the fiscal year ended June 30, 2004
(amounts expressed in thousands)

	Self Insured					Total
	Workers' Compensation	Unemployment Compensation	Public Liability	Central Stores	Central Garage	
Cash flows from operating activities:						
Cash received from customers and users	\$ 2,775	\$ 127	\$ 3,330	\$ 1,295	\$ 3,537	\$ 11,064
Cash paid to employees for services	(370)	0	0	(437)	(1,832)	(2,639)
Cash paid to other suppliers of goods or services	(4,390)	(206)	(3,557)	(858)	(1,090)	(10,101)
Other receipts	1	0	0	0	555	556
Net cash provided (used) by operating activities	<u>(1,984)</u>	<u>(79)</u>	<u>(227)</u>	<u>0</u>	<u>1,170</u>	<u>(1,120)</u>
Cash flows from noncapital financing activities:						
Transfers in	0	0	0	0	200	200
Payments on interfund receivables	515	0	24	0	0	539
Net cash provided (used) by noncapital financing activities	<u>515</u>	<u>0</u>	<u>24</u>	<u>0</u>	<u>200</u>	<u>739</u>
Cash flows from capital and related financing activities:						
Purchase of capital assets	0	0	0	0	(1,878)	(1,878)
Proceeds from the sale of capital assets	0	0	0	0	15	15
Net cash (used) for capital and related financing activities	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>(1,863)</u>	<u>(1,863)</u>
Cash flows from investing activities:						
Income from investments	154	3	24	0	9	190
Net cash provided by investing activities	<u>154</u>	<u>3</u>	<u>24</u>	<u>0</u>	<u>9</u>	<u>190</u>
Net decrease in cash and cash equivalents	(1,315)	(76)	(179)	0	(484)	(2,054)
Cash and cash equivalents, beginning	10,122	620	6,796	0	2,419	19,957
Cash and cash equivalents, ending	<u>\$ 8,807</u>	<u>\$ 544</u>	<u>\$ 6,617</u>	<u>\$ 0</u>	<u>\$ 1,935</u>	<u>\$ 17,903</u>

continued

City of Riverside
Combining Statement of Cash Flows
Internal Service Funds
For the fiscal year ended June 30, 2004
(amounts expressed in thousands)

	Self Insured					Total
	Workers' Compensation	Unemployment Compensation	Public Liability	Central Stores	Central Garage	
Reconciliation of operating income to net cash provided (used) by operating activities:						
Operating income (loss)	\$ (2,845)	\$ (79)	\$ 1,517	\$ 487	\$ 199	\$ (721)
Other receipts	1	0	0	0	555	556
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:						
Depreciation and amortization	7	0	0	14	641	662
(Increase) in intergovernmental receivable	(6)	0	0	(2)	(364)	(372)
(Increase) in prepaid items	0	0	0	(4)	0	(4)
(Increase) in inventory	0	0	0	(465)	(14)	(479)
Increase (decrease) in accounts payable	89	0	101	(223)	117	84
Increase in accrued payroll	6	0	0	11	35	52
Increase in retainage payable	0	0	0	0	26	26
(Decrease) in deferred revenue	0	0	0	0	(25)	(25)
(Decrease) in due to other funds	0	0	0	182	0	182
Increase (decrease) in claims and judgments	764	0	(1,845)	0	0	(1,081)
Net cash provided (used) by operating activities	<u>\$ (1,984)</u>	<u>\$ (79)</u>	<u>\$ (227)</u>	<u>\$ 0</u>	<u>\$ 1,170</u>	<u>\$ (1,120)</u>