

## CITY OF REDWOOD CITY, CALIFORNIA

F-1

## INTERNAL SERVICE FUNDS

## COMBINING BALANCE SHEET

JUNE 30, 2000

WITH COMPARATIVE AMOUNTS AS OF JUNE 30, 1999

	Equipment	Self	Internal	Employee	Totals	
	Services	Insurance	Services	Benefits	2000	1999
	Fund	Fund	Fund	Fund		
	\$	\$	\$	\$	\$	\$
<b>ASSETS</b>						
Current assets:						
Cash and investments available for operations	4,995,655	6,190,316	2,231,958	278,770	13,696,699	13,512,768
Receivables (net of allowance for uncollectibles):						
Accounts	17,661	2,360	42,659		62,680	120,075
Inventory of supplies at cost	202,341				202,341	194,209
<b>Total Current Assets</b>	<b>5,215,657</b>	<b>6,192,676</b>	<b>2,274,617</b>	<b>278,770</b>	<b>13,961,720</b>	<b>13,827,052</b>
Property, plant, and equipment:						
Equipment	8,986,184		926,399		9,912,583	8,875,413
Less accumulated depreciation	6,015,386		774,777		6,790,163	5,792,527
<b>Net Property, Plant, and Equipment</b>	<b>2,970,798</b>		<b>151,622</b>		<b>3,122,420</b>	<b>3,082,886</b>
<b>Total Assets</b>	<b>8,186,455</b>	<b>6,192,676</b>	<b>2,426,239</b>	<b>278,770</b>	<b>17,084,140</b>	<b>16,909,938</b>
<b>LIABILITIES</b>						
Current liabilities:						
Accounts payable	255,162	117,087	46,250	1,523	420,022	457,819
Insurance claims payable		4,924,240			4,924,240	4,896,550
Accrued sick leave and vacation	100,849		358,040		458,889	391,767
<b>Total Current Liabilities</b>	<b>356,011</b>	<b>5,041,327</b>	<b>404,290</b>	<b>1,523</b>	<b>5,803,151</b>	<b>3,285,076</b>
<b>Total Liabilities</b>	<b>356,011</b>	<b>5,041,327</b>	<b>404,290</b>	<b>1,523</b>	<b>5,803,151</b>	<b>5,746,136</b>
<b>FUND EQUITY</b>						
Contributed capital	3,313,743		681,556		3,995,299	3,801,332
Retained earnings, unreserved	4,516,701	1,151,349	1,340,393	277,247	7,285,690	7,362,470
<b>Total Retained Earnings</b>	<b>4,516,701</b>	<b>1,151,349</b>	<b>1,340,393</b>	<b>277,247</b>	<b>7,285,690</b>	<b>7,362,470</b>
<b>Total Fund Equity</b>	<b>7,830,444</b>	<b>1,151,349</b>	<b>2,021,949</b>	<b>277,247</b>	<b>11,280,989</b>	<b>11,163,802</b>
<b>Total Liabilities and Fund Equity</b>	<b>8,186,455</b>	<b>6,192,676</b>	<b>2,426,239</b>	<b>278,770</b>	<b>17,084,140</b>	<b>16,909,938</b>

## INTERNAL SERVICE FUNDS

## COMBINING STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN RETAINED EARNINGS

FOR THE FISCAL YEAR ENDED JUNE 30, 2000

WITH COMPARATIVE AMOUNTS FOR THE FISCAL YEAR ENDED JUNE 30, 1999

	Equipment	Self	Internal	Employee	Totals	
	Services	Insurance	Services	Benefits	2000	1999
	Fund	Fund	Fund	Fund		
	\$	\$	\$	\$	\$	\$
<b>OPERATING REVENUES</b>						
Charges for services	2,245,870	1,517,286	4,938,713	596,420	9,298,289	8,944,737
<b>OPERATING EXPENSES</b>						
Employee services	590,528	203,126	3,555,521		4,349,175	3,744,419
Maintenance	598,800		798,392		1,397,192	1,294,111
Utilities	14,087	1,264	28,563		43,914	47,107
Contractual services	13,390	481,119	41,478		535,987	762,648
Supplies and services	281,724	148,912	599,725		1,030,361	880,280
Depreciation	913,044		84,592		997,636	1,010,541
Insurance and claims		1,123,289		482,135	1,605,424	2,841,665
Total operating expenses	2,411,573	1,957,710	5,108,271	482,135	9,959,689	10,580,771
Operating Income (Loss)	(165,703)	(440,424)	(169,558)	114,285	(661,400)	(1,636,034)
<b>NONOPERATING REVENUES (EXPENSES)</b>						
Gain (loss) on disposal of equipment						(188,046)
Interest income	278,929	350,180	140,875	12,609	782,593	734,051
Net increase (decrease) in fair value of investments	(20,350)	(25,549)	(10,279)	(920)	(57,098)	(141,019)
Net nonoperating revenues (expenses)	258,579	324,631	130,596	11,689	725,495	404,986
Net Income (Loss) Before Operating Transfer	92,876	(115,793)	(38,962)	125,974	64,095	(1,231,048)
Operating transfer (out)			(140,875)		(140,875)	(127,912)
<b>NET INCOME (LOSS)</b>	92,876	(115,793)	(179,837)	125,974	(76,780)	(1,358,960)
Retained earnings at beginning of year	4,423,825	1,267,142	1,520,230	151,273	7,362,470	8,721,430
Retained earnings at end of year	4,516,701	1,151,349	1,340,393	277,247	7,285,690	7,362,470

## INTERNAL SERVICE FUNDS

## COMBINING STATEMENT OF CASH FLOWS

## INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS

FOR THE FISCAL YEAR ENDED JUNE 30, 2000

WITH COMPARATIVE AMOUNTS FOR THE FISCAL YEAR ENDED JUNE 30, 1999

	Equipment	Self	Internal	Employee	Totals	
	Services	Insurance	Services	Benefits	2000	1999
	Fund	Fund	Fund	Fund	2000	1999
	\$	\$	\$	\$	\$	\$
Cash flows from operating activities:						
Cash received from customers	2,253,154	1,514,926	4,991,184	596,420	9,355,684	8,864,004
Cash payments to suppliers for goods and services	(817,668)	(1,856,490)	(1,476,347)	(480,612)	(4,631,117)	(4,377,460)
Cash payments to employees for services	(580,316)	(203,126)	(3,498,611)		(4,282,053)	(3,671,170)
Net cash provided by operating activities	<u>855,170</u>	<u>(544,690)</u>	<u>16,226</u>	<u>115,808</u>	<u>442,514</u>	<u>815,374</u>
Cash flows from noncapital financing activities						
Operating transfers (out)			(140,875)		(140,875)	(127,912)
Net cash used in non-capital financing activities			<u>(140,875)</u>		<u>(140,875)</u>	<u>(127,912)</u>
Cash flows from capital and related financing activities:						
Acquisition and construction of capital assets	(826,879)		(16,324)		(843,203)	(585,764)
Proceeds from sale of equipment						88,421
Net cash used for capital and related financing activities	<u>(826,879)</u>		<u>(16,324)</u>		<u>(843,203)</u>	<u>(497,343)</u>
Cash flows from investing activities:						
Interest and dividends on investment	278,929	350,180	140,875	12,609	782,593	734,051
Net increase (decrease) in fair value of investments	(20,350)	(25,549)	(10,279)	(920)	(57,098)	(141,019)
Net cash used in investing activities	<u>258,579</u>	<u>324,631</u>	<u>130,596</u>	<u>11,689</u>	<u>725,495</u>	<u>593,032</u>
Net increase (decrease) in cash and cash equivalents	286,870	(220,059)	(10,377)	127,497	183,931	783,151
Cash and cash equivalents at beginning of year	<u>4,708,785</u>	<u>6,410,375</u>	<u>2,242,335</u>	<u>151,273</u>	<u>13,512,768</u>	<u>12,729,617</u>
Cash and cash equivalents at end of year	<u><u>4,995,655</u></u>	<u><u>6,190,316</u></u>	<u><u>2,231,958</u></u>	<u><u>278,770</u></u>	<u><u>13,696,699</u></u>	<u><u>13,512,768</u></u>

## Reconciliation of Net Cash Flow from Operating Activities

Operating income (loss)	(165,703)	(440,424)	(169,558)	114,285	(661,400)	(1,636,034)
Adjustments to reconcile operating income(loss) to net cash provided by operating activities:						
Depreciation	913,044		84,592		997,636	1,010,541
Change in assets and liabilities:						
Increase in insurance claims payable		27,690			27,690	1,162,800
Decrease (increase) in accounts receivable	7,284	(2,360)	52,471		57,395	(80,733)
Decrease (increase) in inventory/prepaid expense	(8,132)				(8,132)	453
Increase (decrease) in vacation & sick leave payable	10,212		56,910		67,122	73,249
Increase (decrease) in accounts payable	98,465	(129,596)	(8,189)	1,523	(37,797)	285,098
Total Adjustments	<u>1,020,873</u>	<u>(104,266)</u>	<u>185,784</u>	<u>1,523</u>	<u>1,103,914</u>	<u>2,451,408</u>
Net cash provided by operating activities	<u><u>855,170</u></u>	<u><u>(544,690)</u></u>	<u><u>16,226</u></u>	<u><u>115,808</u></u>	<u><u>442,514</u></u>	<u><u>815,374</u></u>

Non-cash financing activity: During the fiscal year the equipment services fund received \$193,967 in contributed fixed assets which consisted of new equipment purchased by other funds.