

INTERNAL SERVICE FUNDS

EQUIPMENT SERVICE AND REPAIR – accounts for the rental of motor vehicles to other City departments and related costs.

BENEFITS – accounts for the City's health insurance program.

SELF-INSURANCE – accounts for the self-insured portion of the City's worker's compensation, general liability and property insurance programs.

INFORMATION SYSTEMS – accounts for the operation and maintenance of the City's information systems.

CITY OF WOODLAND, CALIFORNIA
COMBINING STATEMENT OF NET ASSETS
INTERNAL SERVICE FUNDS
JUNE 30, 2005

	Equipment Service and Repair	Benefits	Self- Insurance	Information Systems	Total
ASSETS					
Current assets:					
Cash and investments	\$ 553,298	\$ 31,793	\$ 188,511	\$ -	\$ 773,602
Accounts receivable	558,025	-	18,697	-	576,722
Due from other funds	6,195	-	-	-	6,195
Prepaid items and deposits	206,892	-	-	-	206,892
Total current assets	<u>1,324,410</u>	<u>31,793</u>	<u>207,208</u>	<u>-</u>	<u>1,563,411</u>
Noncurrent assets:					
Capital assets, net of accumulated depreciation	4,398,924	-	-	337,131	4,736,055
Total assets	<u>5,723,334</u>	<u>31,793</u>	<u>207,208</u>	<u>337,131</u>	<u>6,299,466</u>
LIABILITIES					
Current liabilities:					
Accounts payable	70,020	59,604	14,224	98,059	241,907
Due to other funds	-	-	-	6,195	6,195
Interest payable	66,211	-	-	-	66,211
Compensated absences	5,857	-	923	-	6,780
Capital lease obligations	316,743	-	-	-	316,743
Total current liabilities	<u>458,831</u>	<u>59,604</u>	<u>15,147</u>	<u>104,254</u>	<u>637,836</u>
Noncurrent liabilities:					
Compensated absences	18,857	-	2,151	20,480	41,488
Advances from other funds	-	-	-	140,000	140,000
Capital lease obligations	1,957,370	-	-	-	1,957,370
Total noncurrent liabilities	<u>1,976,227</u>	<u>-</u>	<u>2,151</u>	<u>160,480</u>	<u>2,138,858</u>
Total liabilities	<u>2,435,058</u>	<u>59,604</u>	<u>17,298</u>	<u>264,734</u>	<u>2,776,694</u>
NET ASSETS					
Invested in capital assets, net of related debt	2,124,811	-	-	337,131	2,461,942
Unrestricted	1,163,465	(27,811)	189,910	(264,734)	1,060,830
Total net assets	<u>\$ 3,288,276</u>	<u>\$ (27,811)</u>	<u>\$ 189,910</u>	<u>\$ 72,397</u>	<u>\$ 3,522,772</u>

**CITY OF WOODLAND, CALIFORNIA
 COMBINING STATEMENT OF REVENUES, EXPENSES
 AND CHANGES IN FUND NET ASSETS
 INTERNAL SERVICE FUNDS
 YEAR ENDED JUNE 30, 2005**

	Equipment Service and Repair	Benefits	Self- Insurance	Information Systems	Total
OPERATING REVENUES:					
Billings to departments	\$ 2,007,644	\$ 3,197,577	\$ 1,677,170	\$ 895,313	\$ 7,777,704
Other	69,027	55	36,889	-	105,971
Total operating revenues	<u>2,076,671</u>	<u>3,197,632</u>	<u>1,714,059</u>	<u>895,313</u>	<u>7,883,675</u>
OPERATING EXPENSES:					
Personnel services	511,512	8,860	37,491	409,225	967,088
Utilities	-	-	-	18,125	18,125
Office supplies and expenses	17,515	-	1,502	12,286	31,303
Small tools and supplies	5,828	-	-	-	5,828
Depreciation	665,374	-	-	89,140	754,514
Equipment rental and maintenance	535,401	-	-	370,803	906,204
Insurance premiums and claims	-	3,227,053	1,168,566	-	4,395,619
Total operating expenses	<u>1,735,630</u>	<u>3,235,913</u>	<u>1,207,559</u>	<u>899,579</u>	<u>7,078,681</u>
Operating income (loss)	<u>341,041</u>	<u>(38,281)</u>	<u>506,500</u>	<u>(4,266)</u>	<u>804,994</u>
Nonoperating revenues					
Investment earnings	14,033	-	-	-	14,033
Interest expense	(38,577)	-	-	(5,985)	(44,562)
Gain on disposal of capital assets	43,371	-	-	-	43,371
Total nonoperating revenues	<u>18,827</u>	<u>-</u>	<u>-</u>	<u>(5,985)</u>	<u>12,842</u>
Income (loss) before transfers	359,868	(38,281)	506,500	(10,251)	817,836
Transfers in	-	8,737	-	345,498	354,235
Transfers out	-	-	(348,392)	-	(348,392)
Change in net assets	359,868	(29,544)	158,108	335,247	823,679
Net assets (deficit), beginning of year	<u>2,928,408</u>	<u>1,733</u>	<u>31,802</u>	<u>(262,850)</u>	<u>2,699,093</u>
Net assets (deficit), end of year	<u>\$ 3,288,276</u>	<u>\$ (27,811)</u>	<u>\$ 189,910</u>	<u>\$ 72,397</u>	<u>\$ 3,522,772</u>

CITY OF WOODLAND, CALIFORNIA
 COMBINING STATEMENT OF CASH FLOWS
 INTERNAL SERVICE FUNDS
 YEAR ENDED JUNE 30, 2005

	Equipment Service and Repair	Benefits	Self- Insurance	Information Systems	Total
CASH FLOWS FROM OPERATING ACTIVITIES:					
Receipts from customers	\$ 1,518,646	\$ 3,197,632	\$ 1,708,429	\$ 895,313	\$ 7,320,020
Payments to suppliers	(264,869)	-	(2,834)	(282,705)	(550,408)
Payments to employees	(507,462)	(8,860)	(34,417)	(402,978)	(953,717)
Payments for interfund services used	-	-	-	(414,095)	(414,095)
Insurance premiums and claims paid	-	(3,177,354)	(1,168,566)	-	(4,345,920)
Net cash provided (used) by operating activities	<u>746,315</u>	<u>11,418</u>	<u>502,612</u>	<u>(204,465)</u>	<u>1,055,880</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:					
Transfers in	-	8,737	-	345,498	354,235
Transfers out	-	-	(348,392)	-	(348,392)
Payments made on advances from other funds	-	-	-	(70,000)	(70,000)
Net cash provided (used) by noncapital financing activities	<u>-</u>	<u>8,737</u>	<u>(348,392)</u>	<u>275,498</u>	<u>(64,157)</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:					
Acquisition of capital assets	(105,948)	-	-	(65,048)	(170,996)
Proceeds from sale of capital assets	43,371	-	-	-	43,371
Principal payments on long-term debt	(282,204)	-	-	-	(282,204)
Interest paid	(42,813)	-	-	(5,985)	(48,798)
Net cash used by capital and related financing activities	<u>(387,594)</u>	<u>-</u>	<u>-</u>	<u>(71,033)</u>	<u>(458,627)</u>
CASH FLOWS FROM INVESTING ACTIVITIES:					
Interest received	14,033	-	-	-	14,033
Net increase in cash and cash equivalents	372,754	20,155	154,220	-	547,129
Cash and cash equivalents, beginning of year	<u>180,544</u>	<u>11,638</u>	<u>34,291</u>	<u>-</u>	<u>226,473</u>
Cash and cash equivalents, end of year	<u>\$ 553,298</u>	<u>\$ 31,793</u>	<u>\$ 188,511</u>	<u>\$ -</u>	<u>773,602</u>

CITY OF WOODLAND, CALIFORNIA
 COMBINING STATEMENT OF CASH FLOWS (CONTINUED)
 INTERNAL SERVICE FUNDS
 YEAR ENDED JUNE 30, 2005

	Equipment Service and Repair	Benefits	Self- Insurance	Information Systems	Total
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES:					
Operating income (loss)	\$ 341,041	\$ (38,281)	\$ 506,500	\$ (4,266)	\$ 804,994
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:					
Depreciation	665,374	-	-	89,140	754,514
Changes in assets and liabilities:					
Accounts receivable	(558,025)	-	(5,630)	-	(563,655)
Due from other funds	(6,195)	-	-	-	(6,195)
Prepaid items and deposits	285,397	-	-	-	285,397
Accounts payable	14,673	49,699	(1,332)	118,509	181,549
Due to other funds	-	-	-	(414,095)	(414,095)
Compensated absences	4,050	-	3,074	6,247	13,371
Total adjustments	<u>405,274</u>	<u>49,699</u>	<u>(3,888)</u>	<u>(200,199)</u>	<u>250,886</u>
Net cash provided (used) by operating activities	<u>\$ 746,315</u>	<u>\$ 11,418</u>	<u>\$ 502,612</u>	<u>\$ (204,465)</u>	<u>1,055,880</u>
NONCASH INVESTING, CAPITAL AND FINANCING ACTIVITIES:					
Borrowing under capital lease	<u>\$ 1,058,000</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,058,000</u>