

INTERNAL SERVICE FUNDS

Internal service funds are one of two types of proprietary funds used to centralize and allocate the cost of certain services provided on a cost-reimbursement basis primarily to County departments as well as to other government agencies. User charges are based upon standard rates calculated on an estimated cost recovery basis.

PUBLIC WORKS SERVICES

This fund coordinates the County's property management activities and provides administrative, engineering, construction, and maintenance services to various County departments as well as other governmental units.

HEAVY EQUIPMENT

This fund maintains the County's fleet of machinery and construction equipment and rents such equipment to County departments and other governmental units.

TRANSPORTATION

This fund provides for the acquisition, maintenance, and replacement of County automobiles and light trucks, which it rents to various County departments and non-County entities.

GENERAL INSURANCE

This fund administers certain commercial and County self-insurance programs, principally worker's compensation, medical malpractice, and general insurance. It also administers the hazardous materials program which provides for waste handling, disposal, and reporting.

INFORMATION TECHNOLOGY SERVICES

This fund is responsible for the design, implementation, and maintenance of the telecommunication network as well as the computer-assisted systems which support the information processing requirements of the County departments and certain non-County entities.

GENERAL SERVICES

This fund's services include graphics, mailroom, stores, purchasing, security, maintenance, custodial, and landscaping provided to all County departments and certain non-County entities. The fund also administers the utilities program and the job order contract program, which contracts with outside vendors to provide maintenance projects for County departments.

EMPLOYEE BENEFITS INSURANCE

This fund administers the County's commercial employees' group medical plan and disability income protection plan and the self-insured, wage-supplement, and unemployment insurance programs. The fund, operated by the Human Resources Department, collects premiums from County agencies, departments and employees, and makes benefit payments through outside settlement agents.

PERSONNEL SERVICES

This fund administers the training services offered to County and non-County entities. Services include assessment of the requesting entity's needs as well as the development and delivery of comprehensive programs. This fund, operated by the Human Resources Department, provides these services at cost to both County departments and outside entities.

COUNTY OF VENTURA
COMBINING STATEMENT OF NET ASSETS
INTERNAL SERVICE FUNDS
JUNE 30, 2011
(In Thousands)

	<u>Total</u>	<u>Public Works Services</u>	<u>Heavy Equipment</u>	<u>Transportation</u>
<u>ASSETS</u>				
Current assets:				
Cash and investments	\$ 203,434	\$ 9,065	\$ 2,444	\$ 6,978
Receivables, net	2,749	70	24	456
Due from other funds	10,343	5,311	372	1,127
Due from other governmental agencies	109	53	-	6
Inventories and other assets	1,858	51	-	433
Restricted cash and investments	174	-	-	-
Total current assets	<u>218,667</u>	<u>14,550</u>	<u>2,840</u>	<u>9,000</u>
Noncurrent assets:				
Long-term receivables	191	-	-	-
Capital assets:				
Nondepreciable:				
Land	770	-	-	-
Construction in progress	6,167	-	-	-
Depreciable:				
Land improvements	1,208	-	-	-
Structures and improvements	5,539	722	9	869
Equipment/Vehicles	83,331	534	15,793	35,597
Software	4,659	328	-	5
Less accumulated depreciation	<u>(48,219)</u>	<u>(882)</u>	<u>(6,958)</u>	<u>(17,594)</u>
Total noncurrent assets	<u>53,646</u>	<u>702</u>	<u>8,844</u>	<u>18,877</u>
Total assets	<u>\$ 272,313</u>	<u>\$ 15,252</u>	<u>\$ 11,684</u>	<u>\$ 27,877</u>
<u>LIABILITIES</u>				
Current liabilities:				
Accounts payable	\$ 4,510	\$ 87	\$ 2	\$ 213
Due to other funds	1,422	146	225	309
Due to other governmental agencies	3	-	-	-
Accrued liabilities	1,749	463	10	34
Compensated absences, current	3,870	1,826	51	144
Claims liabilities, current	31,824	-	-	-
Certificates of participation, tax-exempt commercial paper, and loans payable, current	1,156	-	-	18
Other long-term liabilities, current	40	-	-	40
Total current liabilities	<u>44,574</u>	<u>2,522</u>	<u>288</u>	<u>758</u>
Noncurrent liabilities:				
Unearned revenue	271	242	-	-
Compensated absences, noncurrent	2,967	1,550	21	133
Claims liabilities, noncurrent	116,706	-	-	-
Certificates of participation, tax-exempt commercial paper, and loans payable, noncurrent	11,253	-	-	242
Other long-term liabilities, noncurrent	110	-	-	110
Total noncurrent liabilities	<u>131,307</u>	<u>1,792</u>	<u>21</u>	<u>485</u>
Total liabilities	<u>175,881</u>	<u>4,314</u>	<u>309</u>	<u>1,243</u>
<u>NET ASSETS</u>				
Invested in capital assets, net of related debt	41,220	702	8,844	18,617
Restricted for:				
Debt service	174	-	-	-
Unrestricted	55,038	10,236	2,531	8,017
Total net assets	<u>96,432</u>	<u>10,938</u>	<u>11,375</u>	<u>26,634</u>
Total liabilities and net assets	<u>\$ 272,313</u>	<u>\$ 15,252</u>	<u>\$ 11,684</u>	<u>\$ 27,877</u>

COUNTY OF VENTURA
COMBINING STATEMENT OF NET ASSETS
INTERNAL SERVICE FUNDS
JUNE 30, 2011
(In Thousands)

General Insurance	Information Technology Services	General Services	Employee Benefits Insurance	Personnel Services
\$ 156,965	\$ 12,878	\$ 11,266	\$ 3,479	\$ 359
633	600	746	133	87
623	1,270	1,639	1	-
1	29	20	-	-
74	755	545	-	-
-	-	174	-	-
<u>158,296</u>	<u>15,532</u>	<u>14,390</u>	<u>3,613</u>	<u>446</u>
191	-	-	-	-
770	-	-	-	-
-	5,923	163	81	-
-	1,208	-	-	-
-	1,720	2,219	-	-
35	25,567	5,791	14	-
59	3,602	380	285	-
(86)	(18,213)	(4,393)	(93)	-
<u>969</u>	<u>19,807</u>	<u>4,160</u>	<u>287</u>	<u>-</u>
<u>\$ 159,265</u>	<u>\$ 35,339</u>	<u>\$ 18,550</u>	<u>\$ 3,900</u>	<u>\$ 446</u>
\$ 547	\$ 876	\$ 2,706	\$ 68	\$ 11
587	35	105	8	7
-	-	3	-	-
16	540	210	472	4
70	981	722	66	10
31,561	-	-	263	-
-	873	265	-	-
-	-	-	-	-
<u>32,781</u>	<u>3,305</u>	<u>4,011</u>	<u>877</u>	<u>32</u>
-	4	25	-	-
50	512	673	28	-
116,706	-	-	-	-
-	9,706	1,305	-	-
-	-	-	-	-
<u>116,756</u>	<u>10,222</u>	<u>2,003</u>	<u>28</u>	<u>-</u>
<u>149,537</u>	<u>13,527</u>	<u>6,014</u>	<u>905</u>	<u>32</u>
778	9,228	2,764	287	-
-	-	174	-	-
8,950	12,584	9,598	2,708	414
<u>9,728</u>	<u>21,812</u>	<u>12,536</u>	<u>2,995</u>	<u>414</u>
<u>\$ 159,265</u>	<u>\$ 35,339</u>	<u>\$ 18,550</u>	<u>\$ 3,900</u>	<u>\$ 446</u>

ASSETS

Current assets:

Cash and investments
Receivables, net
Due from other funds
Due from other governmental agencies
Inventories and other assets
Restricted cash and investments
Total current assets

Noncurrent assets:

Long-term receivables
Capital assets
Nondepreciable:
Land
Construction in progress
Depreciable:
Land improvements
Structures and improvements
Equipment/Vehicles
Software
Less accumulated depreciation
Total noncurrent assets

Total assets

LIABILITIES

Current liabilities:

Accounts payable
Due to other funds
Due to other governmental agencies
Accrued liabilities
Compensated absences, current
Claims liabilities, current
Certificates of participation, tax-exempt commercial paper, and loans payable, current
Other long-term liabilities, current
Total current liabilities

Noncurrent liabilities:

Unearned revenue
Compensated absences, noncurrent
Claims liabilities, noncurrent
Certificates of participation, tax-exempt commercial paper, and loans payable, noncurrent
Other long-term liabilities, noncurrent
Total noncurrent liabilities

Total liabilities

NET ASSETS

Invested in capital assets, net of related debt
Restricted for:
Debt service
Unrestricted
Total net assets

Total liabilities and net assets

COUNTY OF VENTURA
 COMBINING STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET ASSETS
 INTERNAL SERVICE FUNDS
 FOR THE FISCAL YEAR ENDED JUNE 30, 2011
 (In Thousands)

	<u>Total</u>	<u>Public Works Services</u>	<u>Heavy Equipment</u>	<u>Transportation</u>
Operating Revenues:				
Charges for services	\$ 185,555	\$ 42,650	\$ 3,935	\$ 13,101
Rents and royalties	342	286	-	-
Miscellaneous	144	90	-	-
Total operating revenues	<u>186,041</u>	<u>43,026</u>	<u>3,935</u>	<u>13,101</u>
Operating Expenses:				
Salaries and benefits	75,848	34,235	821	2,530
Services and supplies	67,481	7,636	2,196	6,887
Insurance premiums	5,250	177	40	56
Provision for claims	32,465	-	-	-
Depreciation and amortization	6,541	87	991	3,000
Total operating expenses	<u>187,585</u>	<u>42,135</u>	<u>4,048</u>	<u>12,473</u>
Operating income (loss)	<u>(1,544)</u>	<u>891</u>	<u>(113)</u>	<u>628</u>
Nonoperating revenues (expenses):				
State and federal grants	28	-	-	-
Gain from insurance recovery	1,492	-	16	280
Gain (loss) from sale (disposal) of capital assets	23	4	24	16
Interest and investment income	1,920	114	22	72
Interest expense	(108)	-	-	(1)
Total nonoperating revenues (expenses)	<u>3,355</u>	<u>118</u>	<u>62</u>	<u>367</u>
Net income (loss) before transfers	1,811	1,009	(51)	995
Transfers in	919	-	157	20
Change in net assets	2,730	1,009	106	1,015
Net assets - beginning	<u>93,702</u>	<u>9,929</u>	<u>11,269</u>	<u>25,619</u>
Net assets - ending	<u>\$ 96,432</u>	<u>\$ 10,938</u>	<u>\$ 11,375</u>	<u>\$ 26,634</u>

COUNTY OF VENTURA
 COMBINING STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET ASSETS
 INTERNAL SERVICE FUNDS
 FOR THE FISCAL YEAR ENDED JUNE 30, 2011
 (In Thousands)

General Insurance	Information Technology Services	General Services	Employee Benefits Insurance	Personnel Services	
\$ 33,971	\$ 39,277	\$ 43,010	\$ 8,780	\$ 831	Operating Revenues:
-	-	56	-	-	Charges for services
2	-	-	52	-	Rents and royalties
33,973	39,277	43,066	8,832	831	Miscellaneous
					Total operating revenues
1,310	19,820	15,277	1,582	273	Operating Expenses:
3,562	14,258	26,718	5,623	601	Salaries and benefits
4,466	108	391	10	2	Services and supplies
31,561	-	-	904	-	Insurance premiums
5	1,936	493	29	-	Provision for claims
40,904	36,122	42,879	8,148	876	Depreciation and amortization
					Total operating expenses
(6,931)	3,155	187	684	(45)	Operating income (loss)
-	-	-	28	-	Nonoperating revenues (expenses):
1,196	-	-	-	-	State and federal grants
-	(17)	(4)	-	-	Gain from insurance recovery
1,468	111	94	34	5	Gain (loss) from sale (disposal) of capital assets
-	(30)	(77)	-	-	Interest and investment income
2,664	64	13	62	5	Interest expense
(4,267)	3,219	200	746	(40)	Total nonoperating revenues (expenses)
					Net income (loss) before transfers
-	713	-	29	-	Transfers in
(4,267)	3,932	200	775	(40)	Change in net assets
13,995	17,880	12,336	2,220	454	Net assets - beginning
\$ 9,728	\$ 21,812	\$ 12,536	\$ 2,995	\$ 414	Net assets - ending

COUNTY OF VENTURA
 COMBINING STATEMENT OF CASH FLOWS
 INTERNAL SERVICE FUNDS
 FOR THE FISCAL YEAR ENDED JUNE 30, 2011
 (In Thousands)

	Total	Public Works Services	Heavy Equipment	Transportation
Cash flows from operating activities:				
Cash receipts from customers	\$ 13,210	\$ 412	\$ 12	\$ 59
Cash receipts from other funds	177,586	43,021	3,827	12,835
Cash paid to suppliers for goods and services	(46,808)	(1,950)	(542)	(5,632)
Cash paid to employees for services	(75,654)	(34,110)	(844)	(2,498)
Cash paid to other funds	(25,302)	(5,833)	(1,665)	(1,665)
Cash paid for insurance premiums	(4,267)	-	-	-
Cash paid for judgments and claims	(23,098)	-	-	-
Net cash provided by (used in) operating activities	<u>15,667</u>	<u>1,540</u>	<u>788</u>	<u>3,099</u>
Cash flows from noncapital financing activities:				
Transfers received	919	-	157	20
State and federal grant receipts	<u>28</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net cash provided by noncapital financing activities	<u>947</u>	<u>-</u>	<u>157</u>	<u>20</u>
Cash flows from capital and related financing activities:				
Proceeds from capital debt	230	-	-	-
Proceeds from insurance recovery	1,492	-	16	280
Acquisition and construction of capital assets	(8,049)	(31)	(515)	(4,628)
Principal paid on capital debt	(1,003)	-	-	(19)
Interest paid on capital debt	(108)	-	-	(1)
Proceeds from sales of capital assets	<u>735</u>	<u>4</u>	<u>86</u>	<u>645</u>
Net cash provided by (used in) capital and related financing activities	<u>(6,703)</u>	<u>(27)</u>	<u>(413)</u>	<u>(3,723)</u>
Cash flows from investing activities:				
Interest and investment income received	<u>2,176</u>	<u>124</u>	<u>24</u>	<u>84</u>
Net cash provided by investing activities	<u>2,176</u>	<u>124</u>	<u>24</u>	<u>84</u>
Net increase (decrease) in cash and cash equivalents	12,087	1,637	556	(520)
Total cash and cash equivalents, beginning of the year	<u>191,347</u>	<u>7,428</u>	<u>1,888</u>	<u>7,498</u>
Total cash and cash equivalents, end of the year	<u>\$ 203,434</u>	<u>\$ 9,065</u>	<u>\$ 2,444</u>	<u>\$ 6,978</u>

COUNTY OF VENTURA
 COMBINING STATEMENT OF CASH FLOWS
 INTERNAL SERVICE FUNDS
 FOR THE FISCAL YEAR ENDED JUNE 30, 2011
 (In Thousands)

General Insurance	Information Technology Services	General Services	Employee Benefits Insurance	Personnel Services	
\$ 56	\$ 1,625	\$ 3,623	\$ 7,087	\$ 336	Cash flows from operating activities:
33,982	38,517	42,922	1,994	488	Cash receipts from customers
(3,030)	(10,653)	(23,123)	(1,667)	(211)	Cash receipts from other funds
(1,283)	(19,815)	(15,194)	(1,636)	(274)	Cash paid to suppliers for goods and services
(169)	(4,174)	(7,433)	(3,973)	(390)	Cash paid to employees for services
(4,267)	-	-	-	-	Cash paid to other funds
(22,272)	-	-	(826)	-	Cash paid for insurance premiums
<u>3,017</u>	<u>5,500</u>	<u>795</u>	<u>979</u>	<u>(51)</u>	Cash paid for judgments and claims
					Net cash provided by (used in) operating activities
-	713	-	29	-	Cash flows from noncapital financing activities:
-	-	-	28	-	Transfers received
-	-	-	-	-	State and federal grant receipts
-	713	-	57	-	Net cash provided by noncapital financing activities
-	230	-	-	-	Cash flows from capital and related financing activities:
1,196	-	-	-	-	Proceeds from capital debt
-	(2,491)	(309)	(75)	-	Proceeds from insurance recovery
-	(709)	(275)	-	-	Acquisition and construction of capital assets
-	(30)	(77)	-	-	Principal paid on capital debt
-	-	-	-	-	Interest paid on capital debt
-	-	-	-	-	Proceeds from sales of capital assets
<u>1,196</u>	<u>(3,000)</u>	<u>(661)</u>	<u>(75)</u>	<u>-</u>	Net cash provided by (used in) capital and related financing activities
<u>1,681</u>	<u>119</u>	<u>105</u>	<u>35</u>	<u>4</u>	Cash flows from investing activities:
<u>1,681</u>	<u>119</u>	<u>105</u>	<u>35</u>	<u>4</u>	Interest and investment income received
					Net cash provided by investing activities
5,894	3,332	239	996	(47)	Net increase (decrease) in cash and cash equivalents
<u>151,071</u>	<u>9,546</u>	<u>11,027</u>	<u>2,483</u>	<u>406</u>	Total cash and cash equivalents, beginning of the year
<u>\$ 156,965</u>	<u>\$ 12,878</u>	<u>\$ 11,266</u>	<u>\$ 3,479</u>	<u>\$ 359</u>	Total cash and cash equivalents, end of the year

COUNTY OF VENTURA
 COMBINING STATEMENT OF CASH FLOWS
 INTERNAL SERVICE FUNDS
 FOR THE FISCAL YEAR ENDED JUNE 30, 2011
 (In Thousands)

	<u>Total</u>	<u>Public Works Services</u>	<u>Heavy Equipment</u>	<u>Transportation</u>
Reconciliation of operating income (loss) to net cash Provided (used) by operating activities:				
Operating income (loss)	\$ (1,544)	\$ 891	\$ (113)	\$ 628
Adjustments to reconcile operating income (loss) to cash flows from operating activities:				
Depreciation and amortization	6,541	87	991	3,000
Decrease (increase) in:				
Accounts receivable	191	(51)	(9)	(150)
Due from other funds	(575)	355	(87)	(60)
Due from other governmental agencies	18	37	-	3
Inventories and other assets	263	-	-	(66)
Increase (decrease) in:				
Accounts payable	366	32	(54)	(140)
Accrued liabilities	146	79	-	7
Due to other funds	1,399	27	83	222
Due to other governmental agencies	3	-	-	-
Unearned revenue	48	44	-	-
Claims liabilities	9,132	-	-	-
Deposits and other liabilities	(370)	-	-	(370)
Compensated absences	49	39	(23)	25
Net cash provided by (used in) operating activities	<u>\$ 15,667</u>	<u>\$ 1,540</u>	<u>\$ 788</u>	<u>\$ 3,099</u>
 Noncash investing , capital, and financing activities:				
Capital additions funded by debt	\$ 2,332	\$ -	\$ -	\$ -
Increase (decrease) in capital assets related to accounts payable	(296)	1	(1)	1
Noncash retirement of capital assets	(713)	-	(62)	(631)
Increase in fair value of investments	261	10	2	12
Increase (decrease) in capital debt	(2,104)	-	-	-

COUNTY OF VENTURA
 COMBINING STATEMENT OF CASH FLOWS
 INTERNAL SERVICE FUNDS
 FOR THE FISCAL YEAR ENDED JUNE 30, 2011
 (In Thousands)

<u>General Insurance</u>	<u>Information Technology Services</u>	<u>General Services</u>	<u>Employee Benefits Insurance</u>	<u>Personnel Services</u>	
\$ (6,931)	\$ 3,155	\$ 187	\$ 684	\$ (45)	Reconciliation of operating income (loss) to net cash Provided (used) by operating activities:
					Operating income (loss)
					Adjustments to reconcile operating income (loss) to cash flows from operating activities:
5	1,936	493	29	-	Depreciation and amortization
					Decrease (increase) in:
-	23	139	247	(8)	Accounts receivable
64	162	(1,010)	1	-	Due from other funds
-	(23)	1	-	-	Due from other governmental agencies
69	186	74	-	-	Inventories and other assets
					Increase (decrease) in:
210	48	272	(4)	2	Accounts payable
2	63	41	(47)	1	Accrued liabilities
519	(4)	553	(2)	1	Due to other funds
-	-	3	-	-	Due to other governmental agencies
-	4	-	-	-	Unearned revenue
9,054	-	-	78	-	Claims liabilities
-	-	-	-	-	Deposits and other liabilities
25	(50)	42	(7)	(2)	Compensated absences
<u>\$ 3,017</u>	<u>\$ 5,500</u>	<u>\$ 795</u>	<u>\$ 979</u>	<u>\$ (51)</u>	Net cash provided by (used in) operating activities
					Noncash investing , capital, and financing activities:
\$ -	\$ 2,332	\$ -	\$ -	\$ -	Capital additions funded by debt
-	(457)	158	2	-	Increase (decrease) in capital assets related accounts payable
-	(17)	(3)	-	-	Noncash retirement of capital assets
213	9	12	2	1	Increase in fair value of investments
-	(2,104)	-	-	-	Increase (decrease) in capital debt

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