

## **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 POSITION  
 INTERNAL SERVICE FUNDS  
 JUNE 30, 2021  
 (In Thousands)

	Total	Public Works Services	Heavy Equipment	Transportation
<b>ASSETS</b>				
Current assets:				
Cash and investments	\$ 316,708	\$ 18,995	\$ 10,183	\$ 14,572
Receivables, net	4,633	117	21	172
Due from other funds	10,806	112	1,475	1,736
Inventories and other assets	4,977	-	-	618
Total current assets	<u>337,124</u>	<u>19,224</u>	<u>11,679</u>	<u>17,098</u>
Noncurrent assets:				
Long-term receivables	97	-	-	-
Capital assets:				
Nondepreciable:				
Land	770	-	-	-
Construction in progress	391	-	-	207
Depreciable:				
Land improvements	1,327	119	-	-
Structures and improvements	18,195	722	9	869
Equipment/Vehicles	114,847	699	20,754	58,234
Software	28,847	1,488	-	461
Less accumulated depreciation	(97,124)	(2,166)	(12,212)	(35,584)
Total noncurrent assets	<u>67,350</u>	<u>862</u>	<u>8,551</u>	<u>24,187</u>
Total assets	<u>404,474</u>	<u>20,086</u>	<u>20,230</u>	<u>41,285</u>
<b>DEFERRED OUTFLOWS OF RESOURCES</b>				
Pension related	24,734	10,850	239	881
Deferred loss on refunding	20	-	-	-
Total deferred outflows of resources	<u>24,754</u>	<u>10,850</u>	<u>239</u>	<u>881</u>
Total assets and deferred outflows of resources	<u>\$ 429,228</u>	<u>\$ 30,936</u>	<u>\$ 20,469</u>	<u>\$ 42,166</u>
<b>LIABILITIES</b>				
Current liabilities:				
Accounts payable	\$ 12,719	\$ 116	\$ -	\$ 243
Due to other funds	2,661	237	272	918
Accrued liabilities	5,330	2,207	50	191
Unearned revenue	346	315	-	-
Compensated absences, current	5,148	2,327	49	201
Claims liabilities, current	45,866	-	-	-
Lease revenue bonds and notes, current	1,045	-	-	21
Other long-term liabilities, current	2,655	-	-	-
Total current liabilities	<u>75,770</u>	<u>5,202</u>	<u>371</u>	<u>1,574</u>
Noncurrent liabilities:				
Advances from other funds	829	-	-	829
Compensated absences, noncurrent	5,130	2,554	38	172
Net pension liability	55,312	24,270	532	1,965
Claims liabilities, noncurrent	156,159	-	-	-
Lease revenue bonds and notes, noncurrent	3,103	-	-	42
Other long-term liabilities, noncurrent	6,512	-	-	-
Total noncurrent liabilities	<u>227,045</u>	<u>26,824</u>	<u>570</u>	<u>3,008</u>
Total liabilities	<u>302,815</u>	<u>32,026</u>	<u>941</u>	<u>4,582</u>
<b>DEFERRED INFLOWS OF RESOURCES</b>				
Pension related	1,385	608	13	49
Total deferred inflows of resources	<u>1,385</u>	<u>608</u>	<u>13</u>	<u>49</u>
<b>NET POSITION</b>				
Net investment in capital assets	53,958	862	8,551	24,124
Unrestricted (deficit)	71,070	(2,560)	10,964	13,411
Total net position	<u>125,028</u>	<u>(1,698)</u>	<u>19,515</u>	<u>37,535</u>
Total liabilities, deferred inflows of resources, and net position	<u>\$ 429,228</u>	<u>\$ 30,936</u>	<u>\$ 20,469</u>	<u>\$ 42,166</u>

COUNTY OF VENTURA  
 COMBINING STATEMENT OF NET POSITION  
 INTERNAL SERVICE FUNDS  
 JUNE 30, 2021  
 (In Thousands)

General Insurance	Information Technology Services	General Services	Employee Benefits Insurance	Personnel Services
\$ 225,416	\$ 16,024	\$ 24,989	\$ 6,309	\$ 220
2,194	116	1,292	607	114
102	706	6,661	13	1
787	2,816	756	-	-
<u>228,499</u>	<u>19,662</u>	<u>33,698</u>	<u>6,929</u>	<u>335</u>
97	-	-	-	-
770	-	-	-	-
-	35	-	149	-
-	1,208	-	-	-
-	2,253	14,342	-	-
-	27,033	8,119	8	-
-	25,964	812	122	-
-	(35,791)	(11,299)	(72)	-
<u>867</u>	<u>20,702</u>	<u>11,974</u>	<u>207</u>	<u>-</u>
<u>229,366</u>	<u>40,364</u>	<u>45,672</u>	<u>7,136</u>	<u>335</u>
388	6,611	5,220	478	67
-	20	-	-	-
<u>388</u>	<u>6,631</u>	<u>5,220</u>	<u>478</u>	<u>67</u>
<u>\$ 229,754</u>	<u>\$ 46,995</u>	<u>\$ 50,892</u>	<u>\$ 7,614</u>	<u>\$ 402</u>
\$ 1,724	\$ 431	\$ 9,692	\$ 491	\$ 22
857	95	277	1	4
74	1,250	1,133	410	15
-	-	31	-	-
114	1,339	988	115	15
45,781	-	-	85	-
-	836	188	-	-
-	2,655	-	-	-
<u>48,550</u>	<u>6,606</u>	<u>12,309</u>	<u>1,102</u>	<u>56</u>
-	-	-	-	-
35	1,141	1,030	148	12
868	14,809	11,657	1,060	151
156,159	-	-	-	-
-	1,914	1,147	-	-
-	6,512	-	-	-
<u>157,062</u>	<u>24,376</u>	<u>13,834</u>	<u>1,208</u>	<u>163</u>
<u>205,612</u>	<u>30,982</u>	<u>26,143</u>	<u>2,310</u>	<u>219</u>
22	372	291	26	4
<u>22</u>	<u>372</u>	<u>291</u>	<u>26</u>	<u>4</u>
770	8,805	10,639	207	-
<u>23,350</u>	<u>6,836</u>	<u>13,819</u>	<u>5,071</u>	<u>179</u>
<u>24,120</u>	<u>15,641</u>	<u>24,458</u>	<u>5,278</u>	<u>179</u>
<u>\$ 229,754</u>	<u>\$ 46,995</u>	<u>\$ 50,892</u>	<u>\$ 7,614</u>	<u>\$ 402</u>

**ASSETS**

Current assets:  
 Cash and investments  
 Receivables, net  
 Due from other funds  
 Inventories and other assets  
 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

**DEFERRED OUTFLOWS OF RESOURCES**

Pension related  
 Deferred loss on refunding  
 Total deferred outflows of resources  
 Total assets and deferred outflows of resources

**LIABILITIES**

Current liabilities:  
 Accounts payable  
 Due to other funds  
 Accrued liabilities  
 Unearned revenue  
 Compensated absences, current  
 Claims liabilities, current  
 Lease revenue bonds and notes, current  
 Other long-term liabilities, current  
 Total current liabilities

Noncurrent liabilities:  
 Advances from other funds  
 Compensated absences, noncurrent  
 Net pension liability  
 Claims liabilities, noncurrent  
 Lease revenue bonds and notes, noncurrent  
 Other long-term liabilities, noncurrent  
 Total noncurrent liabilities  
 Total liabilities

**DEFERRED INFLOWS OF RESOURCES**

Pension related  
 Total deferred inflows of resources

**NET POSITION**

Net investment in capital assets  
 Unrestricted (deficit)  
 Total net position  
 Total liabilities, deferred inflows of resources, and net position

COUNTY OF VENTURA  
 COMBINING STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET POSITION  
 INTERNAL SERVICE FUNDS  
 FOR THE FISCAL YEAR ENDED JUNE 30, 2021  
 (In Thousands)

	<u>Total</u>	<u>Public Works Services</u>	<u>Heavy Equipment</u>	<u>Transportation</u>
<b>Operating Revenues:</b>				
Charges for services	\$ 269,155	\$ 49,330	\$ 4,229	\$ 15,027
Rents and royalties	21	21	-	-
Miscellaneous	1,582	55	23	-
Total operating revenues	<u>270,758</u>	<u>49,406</u>	<u>4,252</u>	<u>15,027</u>
<b>Operating Expenses:</b>				
Salaries and benefits	105,755	45,469	1,039	3,598
Services and supplies	105,983	7,405	2,318	7,474
Insurance premiums	6,794	172	31	61
Provision for claims	46,669	-	-	-
Depreciation and amortization	13,824	166	869	4,571
Total operating expenses	<u>279,025</u>	<u>53,212</u>	<u>4,257</u>	<u>15,704</u>
Operating income (loss)	<u>(8,267)</u>	<u>(3,806)</u>	<u>(5)</u>	<u>(677)</u>
<b>Nonoperating revenues (expenses):</b>				
State and federal grants	2,574	645	-	64
Gain from insurance recovery	633	-	24	570
Gain from sale of capital assets	141	3	50	66
Interest and investment income	57	13	3	4
Interest expense	(62)	-	-	(12)
Total nonoperating revenues (expenses)	<u>3,343</u>	<u>661</u>	<u>77</u>	<u>692</u>
Income (loss) before capital contributions and transfers	(4,924)	(3,145)	72	15
Capital grants and contributions	345	-	-	80
Transfers in	4,444	65	1,105	2,225
Transfers out	(100)	-	-	-
<b>Change in net position</b>	<b>(235)</b>	<b>(3,080)</b>	<b>1,177</b>	<b>2,320</b>
Net position - beginning	<u>125,263</u>	<u>1,382</u>	<u>18,338</u>	<u>35,215</u>
Net position (deficit) - ending	<u>\$ 125,028</u>	<u>\$ (1,698)</u>	<u>\$ 19,515</u>	<u>\$ 37,535</u>

COUNTY OF VENTURA  
COMBINING STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET POSITION  
INTERNAL SERVICE FUNDS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2021  
(In Thousands)

General Insurance	Information Technology Services	General Services	Employee Benefits Insurance	Personnel Services	
\$ 55,109	\$ 47,792	\$ 84,112	\$ 12,917	\$ 639	<b>Operating Revenues:</b>
-	-	-	-	-	Charges for services
921	-	344	239	-	Rents and royalties
56,030	47,792	84,456	13,156	639	Miscellaneous
					Total operating revenues
2,057	27,169	23,719	2,384	320	<b>Operating Expenses:</b>
4,702	14,887	59,021	9,845	331	Salaries and benefits
6,084	126	311	8	1	Services and supplies
45,781	-	-	888	-	Insurance premiums
-	7,276	932	10	-	Provision for claims
58,624	49,458	83,983	13,135	652	Depreciation and amortization
					Total operating expenses
(2,594)	(1,666)	473	21	(13)	Operating income (loss)
					<b>Nonoperating revenues (expenses):</b>
221	844	693	107	-	State and federal grants
-	-	39	-	-	Gain from insurance recovery
-	11	11	-	-	Gain from sale of capital assets
60	(10)	(17)	4	-	Interest and investment income
-	(42)	(8)	-	-	Interest expense
281	803	718	111	-	Total nonoperating revenues (expenses)
					Income (loss) before capital contributions and transfers
(2,313)	(863)	1,191	132	(13)	
-	-	265	-	-	Capital grants and contributions
-	1,019	-	30	-	Transfers in
(100)	-	-	-	-	Transfers out
(2,413)	156	1,456	162	(13)	<b>Change in net position</b>
26,533	15,485	23,002	5,116	192	Net position - beginning
\$ 24,120	\$ 15,641	\$ 24,458	\$ 5,278	\$ 179	Net position (deficit) - ending

COUNTY OF VENTURA  
COMBINING STATEMENT OF CASH FLOWS  
INTERNAL SERVICE FUNDS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2021  
(In Thousands)

	Total	Public Works Services	Heavy Equipment	Transportation
<b>Cash flows from operating activities:</b>				
Cash receipts from customers	\$ 18,957	\$ 609	\$ 77	\$ 152
Cash receipts from other funds	248,241	49,334	4,161	14,884
Cash receipts from other sources	1,377	-	23	-
Cash paid to suppliers for goods and services	(78,984)	(1,490)	(540)	(6,146)
Cash paid to employees for services	(100,465)	(43,020)	(1,021)	(3,451)
Cash paid to other funds	(23,648)	(6,023)	(1,759)	(1,164)
Cash paid for insurance premiums	(6,005)	-	-	-
Cash paid for judgments and claims	(34,463)	-	-	-
Net cash provided by (used in) operating activities	<u>25,010</u>	<u>(590)</u>	<u>941</u>	<u>4,275</u>
<b>Cash flows from noncapital financing activities:</b>				
Transfers received	1,717	465	-	-
Transfers paid	(100)	-	-	-
Net advances from (to) other funds	(1,459)	-	-	(1,459)
State and federal grant receipts	3,265	803	16	107
Net cash provided by (used in) noncapital financing activities	<u>3,423</u>	<u>1,268</u>	<u>16</u>	<u>(1,352)</u>
<b>Cash flows from capital and related financing activities:</b>				
Transfers received	2,385	-	-	2,385
Proceeds from capital grants and contributions	265	-	-	-
Proceeds from insurance recovery	669	-	14	616
Acquisition and construction of capital assets	(7,640)	(30)	(2,101)	(4,159)
Principal paid on capital debt	(1,282)	-	-	(21)
Interest paid on capital debt	(54)	-	-	(22)
Proceeds from sales of capital assets	885	3	200	671
Other capital related liabilities	(7,391)	-	-	-
Net cash used in capital and related financing activities	<u>(12,163)</u>	<u>(27)</u>	<u>(1,887)</u>	<u>(530)</u>
<b>Cash flows from investing activities:</b>				
Interest and investment income received	1,527	97	52	51
Net cash provided by investing activities	<u>1,527</u>	<u>97</u>	<u>52</u>	<u>51</u>
Net increase (decrease) in cash and cash equivalents	17,797	748	(878)	2,444
Total cash and cash equivalents, beginning of the year	298,911	18,247	11,061	12,128
Total cash and cash equivalents, end of the year	<u>\$ 316,708</u>	<u>\$ 18,995</u>	<u>\$ 10,183</u>	<u>\$ 14,572</u>

COUNTY OF VENTURA  
COMBINING STATEMENT OF CASH FLOWS  
INTERNAL SERVICE FUNDS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2021  
(In Thousands)

<u>General Insurance</u>	<u>Information Technology Services</u>	<u>General Services</u>	<u>Employee Benefits Insurance</u>	<u>Personnel Services</u>	
\$ 48	\$ 1,070	\$ 3,662	\$ 12,743	\$ 596	<b>Cash flows from operating activities:</b>
54,904	46,976	77,296	610	76	Cash receipts from customers
921	-	344	89	-	Cash receipts from other funds
(4,249)	(14,101)	(49,539)	(2,711)	(208)	Cash receipts from other sources
(2,025)	(25,925)	(22,420)	(2,302)	(301)	Cash paid to suppliers for goods and services
(279)	(1,975)	(5,253)	(7,050)	(145)	Cash paid to employees for services
(6,005)	-	-	-	-	Cash paid to other funds
<u>(33,273)</u>	<u>-</u>	<u>-</u>	<u>(1,190)</u>	<u>-</u>	Cash paid for insurance premiums
<u>10,042</u>	<u>6,045</u>	<u>4,090</u>	<u>189</u>	<u>18</u>	Cash paid for judgments and claims
					Net cash provided by (used in) operating activities
					<b>Cash flows from noncapital financing activities:</b>
-	1,222	-	30	-	Transfers received
(100)	-	-	-	-	Transfers paid
-	-	-	-	-	Net advances from (to) other funds
<u>252</u>	<u>901</u>	<u>1,026</u>	<u>160</u>	<u>-</u>	State and federal grant receipts
					Net cash provided by (used in) noncapital financing activities
<u>152</u>	<u>2,123</u>	<u>1,026</u>	<u>190</u>	<u>-</u>	
					<b>Cash flows from capital and related financing activities:</b>
-	-	-	-	-	Transfers received
-	-	265	-	-	Proceeds from capital grants and contributions
-	-	39	-	-	Proceeds from insurance recovery
-	(887)	(463)	-	-	Acquisition and construction of capital assets
-	(1,074)	(187)	-	-	Principal paid on capital debt
-	(24)	(8)	-	-	Interest paid on capital debt
-	-	11	-	-	Proceeds from sales of capital assets
<u>-</u>	<u>(7,391)</u>	<u>-</u>	<u>-</u>	<u>-</u>	Other capital related liabilities
					Net cash used in capital and related financing activities
<u>-</u>	<u>(9,376)</u>	<u>(343)</u>	<u>-</u>	<u>-</u>	
					<b>Cash flows from investing activities:</b>
<u>1,144</u>	<u>75</u>	<u>72</u>	<u>36</u>	<u>-</u>	Interest and investment income received
<u>1,144</u>	<u>75</u>	<u>72</u>	<u>36</u>	<u>-</u>	Net cash provided by investing activities
					Net increase (decrease) in cash and cash equivalents
11,338	(1,133)	4,845	415	18	Total cash and cash equivalents, beginning of the year
<u>214,078</u>	<u>17,157</u>	<u>20,144</u>	<u>5,894</u>	<u>202</u>	Total cash and cash equivalents, end of the year
<u>\$ 225,416</u>	<u>\$ 16,024</u>	<u>\$ 24,989</u>	<u>\$ 6,309</u>	<u>\$ 220</u>	

COUNTY OF VENTURA  
 COMBINING STATEMENT OF CASH FLOWS  
 INTERNAL SERVICE FUNDS  
 FOR THE FISCAL YEAR ENDED JUNE 30, 2021  
 (In Thousands)  
 (Continued)

	<u>Total</u>	<u>Public Works Services</u>	<u>Heavy Equipment</u>	<u>Transportation</u>
<b>Reconciliation of operating income (loss) to net cash Provided (used) by operating activities:</b>				
Operating income (loss)	\$ (8,267)	\$ (3,806)	\$ (5)	\$ (677)
Adjustments to reconcile operating income (loss) to cash flows from operating activities:				
Depreciation and amortization	13,824	166	869	4,571
Decrease (increase) in:				
Accounts receivable	(17)	(31)	33	(91)
Due from other funds	(1,451)	436	(26)	79
Due from other governmental agencies	(571)	33	2	19
Inventories and other assets	(452)	-	-	47
Deferred outflow pension	(4,741)	(2,112)	(42)	(164)
Increase (decrease) in:				
Accounts payable	3,826	19	-	(237)
Accrued liabilities	(1,718)	210	(2)	6
Due to other funds	836	46	50	416
Unearned revenue	(148)	98	-	-
Claims liabilities	14,237	-	-	-
Compensated absences	1,415	650	(6)	32
Net pension liability	13,479	5,991	119	461
Deferred inflow pension	(5,242)	(2,290)	(51)	(187)
Net cash provided by (used in) operating activities	<u>\$ 25,010</u>	<u>\$ (590)</u>	<u>\$ 941</u>	<u>\$ 4,275</u>
<b>Noncash financing, capital, and investing activities:</b>				
Retirement of capital assets	\$ (755)	\$ -	\$ (150)	\$ (605)
Decrease in fair value of investments	(1,470)	(84)	(49)	(47)
(Increase) decrease in interest expense	(8)	-	-	10
Increase (decrease) in insurance proceeds	(36)	-	10	(46)

COUNTY OF VENTURA  
 COMBINING STATEMENT OF CASH FLOWS  
 INTERNAL SERVICE FUNDS  
 FOR THE FISCAL YEAR ENDED JUNE 30, 2021  
 (In Thousands)  
 (Continued)

<u>General Insurance</u>	<u>Information Technology Services</u>	<u>General Services</u>	<u>Employee Benefits Insurance</u>	<u>Personnel Services</u>	
\$ (2,594)	\$ (1,666)	\$ 473	\$ 21	\$ (13)	<b>Reconciliation of operating income (loss) to net cash</b>
					<b>Provided (used) by operating activities:</b>
					Operating income (loss)
					Adjustments to reconcile operating income (loss)
					to cash flows from operating activities:
					Depreciation and amortization
					Decrease (increase) in:
					Accounts receivable
					Due from other funds
					Due from other governmental agencies
					Inventories and other assets
					Deferred outflow pension
					Increase (decrease) in:
					Accounts payable
					Accrued liabilities
					Due to other funds
					Unearned revenue
					Claims liabilities
					Compensated absences
					Net pension liability
					Deferred inflow pension
					Net cash provided by (used in) operating activities
<u>\$ 10,042</u>	<u>\$ 6,045</u>	<u>\$ 4,090</u>	<u>\$ 189</u>	<u>\$ 18</u>	

\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	<b>Noncash financing, capital, and investing activities:</b>
(1,084)	(85)	(89)	(32)	-	-	Retirement of capital assets
-	(18)	-	-	-	-	Decrease in fair value of investments
-	-	-	-	-	-	(Increase) decrease in interest expense
-	-	-	-	-	-	Increase (decrease) in insurance proceeds