

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, 2010
(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	\$ 191,347	\$ 7,428	\$ 1,888	\$ 7,498
Receivables, net	2,359	4	22	297
Due from other funds	10,955	5,689	280	1,088
Due from other governmental agencies	127	90	-	9
Inventories and other assets	1,891	51	-	367
Restricted cash and investments	174	-	-	-
Total current assets	<u>206,853</u>	<u>13,262</u>	<u>2,190</u>	<u>9,259</u>
Noncurrent assets:				
Long-term receivables	191	-	-	-
Capital assets:				
Nondepreciable:				
Land	770	-	-	-
Construction in progress	2,922	-	-	138
Depreciable:				
Land improvements	1,208	-	-	-
Structures and improvements	5,253	722	9	583
Equipment/Vehicles	83,101	532	15,857	34,938
Software	4,457	311	-	5
Less accumulated depreciation	<u>(47,088)</u>	<u>(808)</u>	<u>(6,483)</u>	<u>(17,786)</u>
Total noncurrent assets	<u>50,814</u>	<u>757</u>	<u>9,383</u>	<u>17,878</u>
Total assets	<u>\$ 257,667</u>	<u>\$ 14,019</u>	<u>\$ 11,573</u>	<u>\$ 27,137</u>
<u>LIABILITIES</u>				
Current liabilities:				
Accounts payable	\$ 3,983	\$ 52	\$ 57	\$ 353
Due to other funds	599	118	142	87
Accrued liabilities	1,375	384	10	27
Compensated absences, current	3,711	1,750	59	131
Claims liabilities, current	32,106	-	-	-
Certificates of participation, tax-exempt commercial paper, and loans payable, current	955	-	-	18
Other long-term liabilities, current	260	-	-	260
Total current liabilities	<u>42,989</u>	<u>2,304</u>	<u>268</u>	<u>876</u>
Noncurrent liabilities:				
Unearned revenue	224	199	-	-
Compensated absences, noncurrent	3,076	1,587	36	120
Claims liabilities, noncurrent	107,292	-	-	-
Certificates of participation, tax-exempt commercial paper, and loans payable, noncurrent	10,124	-	-	262
Other long-term liabilities, noncurrent	260	-	-	260
Total noncurrent liabilities	<u>120,976</u>	<u>1,786</u>	<u>36</u>	<u>642</u>
Total liabilities	<u>163,965</u>	<u>4,090</u>	<u>304</u>	<u>1,518</u>
<u>NET ASSETS</u>				
Invested in capital assets, net of related debt	39,718	757	9,383	17,598
Restricted for:				
Debt service	174	-	-	-
Unrestricted	<u>53,810</u>	<u>9,172</u>	<u>1,886</u>	<u>8,021</u>
Total net assets	<u>93,702</u>	<u>9,929</u>	<u>11,269</u>	<u>25,619</u>
Total liabilities and net assets	<u>\$ 257,667</u>	<u>\$ 14,019</u>	<u>\$ 11,573</u>	<u>\$ 27,137</u>

COUNTY OF VENTURA
 COMBINING STATEMENT OF NET ASSETS
 INTERNAL SERVICE FUNDS
 JUNE 30, 2010
 (In Thousands)

General Insurance	Information Technology Services	General Services	Employee Benefits Insurance	Personnel Services
\$ 151,071	\$ 9,546	\$ 11,027	\$ 2,483	\$ 406
335	376	870	377	78
1,197	1,459	1,232	9	1
-	7	21	-	-
142	712	619	-	-
-	-	174	-	-
<u>152,745</u>	<u>12,100</u>	<u>13,943</u>	<u>2,869</u>	<u>485</u>
191	-	-	-	-
770	-	-	-	-
-	2,738	33	13	-
-	1,208	-	-	-
-	1,720	2,219	-	-
35	26,189	5,544	6	-
59	3,416	376	290	-
(81)	(17,877)	(3,983)	(70)	-
<u>974</u>	<u>17,394</u>	<u>4,189</u>	<u>239</u>	<u>-</u>
<u>\$ 153,719</u>	<u>\$ 29,494</u>	<u>\$ 18,132</u>	<u>\$ 3,108</u>	<u>\$ 485</u>
\$ 334	\$ 827	\$ 2,276	\$ 74	\$ 10
68	40	129	9	6
14	249	169	519	3
71	947	674	67	12
31,921	-	-	185	-
-	662	275	-	-
-	-	-	-	-
<u>32,408</u>	<u>2,725</u>	<u>3,523</u>	<u>854</u>	<u>31</u>
-	-	25	-	-
24	597	678	34	-
107,292	-	-	-	-
-	8,292	1,570	-	-
-	-	-	-	-
<u>107,316</u>	<u>8,889</u>	<u>2,273</u>	<u>34</u>	<u>-</u>
<u>139,724</u>	<u>11,614</u>	<u>5,796</u>	<u>888</u>	<u>31</u>
783	8,440	2,518	239	-
-	-	174	-	-
<u>13,212</u>	<u>9,440</u>	<u>9,644</u>	<u>1,981</u>	<u>454</u>
<u>13,995</u>	<u>17,880</u>	<u>12,336</u>	<u>2,220</u>	<u>454</u>
<u>\$ 153,719</u>	<u>\$ 29,494</u>	<u>\$ 18,132</u>	<u>\$ 3,108</u>	<u>\$ 485</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
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, 2010
 (In Thousands)

	<u>Total</u>	<u>Public Works Services</u>	<u>Heavy Equipment</u>	<u>Transportation</u>
Operating Revenues:				
Charges for services	\$ 180,271	\$ 42,955	\$ 4,281	\$ 12,390
Rents and royalties	364	272	-	-
Miscellaneous	612	74	-	-
Total operating revenues	<u>181,247</u>	<u>43,301</u>	<u>4,281</u>	<u>12,390</u>
Operating Expenses:				
Salaries and benefits	75,400	34,977	911	2,413
Services and supplies	66,847	6,819	1,992	6,575
Insurance premiums	5,319	182	270	66
Provision for claims	32,970	-	-	-
Depreciation and amortization	5,994	84	955	2,933
Total operating expenses	<u>186,530</u>	<u>42,062</u>	<u>4,128</u>	<u>11,987</u>
Operating income (loss)	<u>(5,283)</u>	<u>1,239</u>	<u>153</u>	<u>403</u>
Nonoperating revenues (expenses):				
State and federal grants	81	-	-	-
Gain from insurance recovery	947	-	30	345
Loss from disposal of capital assets	(412)	-	(14)	(378)
Interest and investment income	1,690	92	15	65
Interest expense	(139)	-	-	(1)
Total nonoperating revenues (expenses)	<u>2,167</u>	<u>92</u>	<u>31</u>	<u>31</u>
Net income (loss) before transfers	(3,116)	1,331	184	434
Transfers in	<u>1,924</u>	<u>-</u>	<u>701</u>	<u>460</u>
Change in net assets	(1,192)	1,331	885	894
Net assets - beginning	<u>94,894</u>	<u>8,598</u>	<u>10,384</u>	<u>24,725</u>
Net assets - ending	<u>\$ 93,702</u>	<u>\$ 9,929</u>	<u>\$ 11,269</u>	<u>\$ 25,619</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, 2010
 (In Thousands)

General Insurance	Information Technology Services	General Services	Employee Benefits Insurance	Personnel Services	
\$ 34,065	\$ 36,071	\$ 43,460	\$ 6,430	\$ 619	Operating Revenues:
-	-	92	-	-	Charges for services
94	-	333	111	-	Rents and royalties
34,159	36,071	43,885	6,541	619	Miscellaneous
					Total operating revenues
1,322	18,583	15,154	1,724	316	Operating Expenses:
3,707	15,217	26,694	5,379	464	Salaries and benefits
4,274	125	389	11	2	Services and supplies
31,921	-	-	1,049	-	Insurance premiums
6	1,489	499	28	-	Provision for claims
41,230	35,414	42,736	8,191	782	Depreciation and amortization
					Total operating expenses
(7,071)	657	1,149	(1,650)	(163)	Operating income (loss)
-	-	-	81	-	Nonoperating revenues (expenses):
572	-	-	-	-	State and federal grants
-	-	(20)	-	-	Gain from insurance recovery
1,361	60	67	26	4	Loss from disposal of capital assets
-	(22)	(116)	-	-	Interest and investment income
1,933	38	(69)	107	4	Interest expense
(5,138)	695	1,080	(1,543)	(159)	Total nonoperating revenues (expenses)
					Net income (loss) before transfers
-	733	-	30	-	Transfers in
(5,138)	1,428	1,080	(1,513)	(159)	Change in net assets
19,133	16,452	11,256	3,733	613	Net assets - beginning
\$ 13,995	\$ 17,880	\$ 12,336	\$ 2,220	\$ 454	Net assets - ending

COUNTY OF VENTURA
 COMBINING STATEMENT OF CASH FLOWS
 INTERNAL SERVICE FUNDS
 FOR THE FISCAL YEAR ENDED JUNE 30, 2010
 (In Thousands)

	<u>Total</u>	<u>Public Works Services</u>	<u>Heavy Equipment</u>	<u>Transportation</u>
Cash flows from operating activities:				
Cash receipts from customers	\$ 13,225	\$ 213	\$ 22	\$ 401
Cash receipts from other funds	176,544	41,624	4,283	12,293
Cash receipts from other sources	333	-	-	-
Cash paid to suppliers for goods and services	(47,967)	(1,522)	(538)	(5,639)
Cash paid to employees for services	(77,882)	(36,053)	(951)	(2,479)
Cash paid to other funds	(22,681)	(5,690)	(2,049)	(1,667)
Cash paid for insurance premiums	(4,159)	-	-	-
Cash paid for judgments and claims	(23,464)	-	-	-
Net cash provided by (used in) operating activities	<u>13,949</u>	<u>(1,428)</u>	<u>767</u>	<u>2,909</u>
Cash flows from noncapital financing activities:				
Transfers received	1,924	-	701	460
State and federal grant receipts	<u>90</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net cash provided by noncapital financing activities	<u>2,014</u>	<u>-</u>	<u>701</u>	<u>460</u>
Cash flows from capital and related financing activities:				
Proceeds from capital debt	3,450	-	-	-
Proceeds from insurance recovery	947	-	30	345
Acquisition and construction of capital assets	(11,753)	-	(1,271)	(4,696)
Principal paid on capital debt	(1,108)	-	-	(20)
Interest paid on capital debt	(139)	-	-	(1)
Proceeds from sales of capital assets	<u>563</u>	<u>-</u>	<u>73</u>	<u>487</u>
Net cash provided by (used in) capital and related financing activities	<u>(8,040)</u>	<u>-</u>	<u>(1,168)</u>	<u>(3,885)</u>
Cash flows from investing activities:				
Interest and investment income received	<u>2,007</u>	<u>106</u>	<u>17</u>	<u>81</u>
Net cash provided by investing activities	<u>2,007</u>	<u>106</u>	<u>17</u>	<u>81</u>
Net increase (decrease) in cash and cash equivalents	9,930	(1,322)	317	(435)
Total cash and cash equivalents, beginning of the year	<u>181,417</u>	<u>8,750</u>	<u>1,571</u>	<u>7,933</u>
Total cash and cash equivalents, end of the year	<u>\$ 191,347</u>	<u>\$ 7,428</u>	<u>\$ 1,888</u>	<u>\$ 7,498</u>

COUNTY OF VENTURA
COMBINING STATEMENT OF CASH FLOWS
INTERNAL SERVICE FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2010
(In Thousands)

General Insurance	Information Technology Services	General Services	Employee Benefits Insurance	Personnel Services	
\$ 61	\$ 1,971	\$ 3,939	\$ 6,301	\$ 317	Cash flows from operating activities:
40,465	35,201	42,199	171	308	Cash receipts from customers
-	-	333	-	-	Cash receipts from other funds
(3,082)	(12,020)	(22,851)	(2,089)	(226)	Cash receipts from other sources
(1,382)	(19,232)	(15,640)	(1,806)	(339)	Cash paid to suppliers for goods and services
(686)	(3,782)	(5,128)	(3,448)	(231)	Cash paid to employees for services
(4,159)	-	-	-	-	Cash paid to other funds
(22,350)	-	-	(1,114)	-	Cash paid for insurance premiums
<u>8,867</u>	<u>2,138</u>	<u>2,852</u>	<u>(1,985)</u>	<u>(171)</u>	Cash paid for judgments and claims
					Net cash provided by (used in) operating activities
-	733	-	30	-	Cash flows from noncapital financing activities:
-	-	-	90	-	Transfers received
					State and federal grant receipts
-	<u>733</u>	-	<u>120</u>	-	Net cash provided by noncapital financing activities
-	3,450	-	-	-	Cash flows from capital and related financing activities:
572	-	-	-	-	Proceeds from capital debt
-	(5,763)	(10)	(13)	-	Proceeds from insurance recovery
-	(470)	(618)	-	-	Acquisition and construction of capital assets
-	(22)	(116)	-	-	Principal paid on capital debt
-	-	3	-	-	Interest paid on capital debt
-	-	-	-	-	Proceeds from sales of capital assets
<u>572</u>	<u>(2,805)</u>	<u>(741)</u>	<u>(13)</u>	<u>-</u>	Net cash provided by (used in) capital and related financing activities
<u>1,616</u>	<u>63</u>	<u>78</u>	<u>40</u>	<u>6</u>	Cash flows from investing activities:
<u>1,616</u>	<u>63</u>	<u>78</u>	<u>40</u>	<u>6</u>	Interest and investment income received
					Net cash provided by investing activities
11,055	129	2,189	(1,838)	(165)	Net increase (decrease) in cash and cash equivalents
<u>140,016</u>	<u>9,417</u>	<u>8,838</u>	<u>4,321</u>	<u>571</u>	Total cash and cash equivalents, beginning of the year
<u>\$ 151,071</u>	<u>\$ 9,546</u>	<u>\$ 11,027</u>	<u>\$ 2,483</u>	<u>\$ 406</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, 2010
 (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)	\$ (5,283)	\$ 1,239	\$ 153	\$ 403
Adjustments to reconcile operating income (loss) to cash flows from operating activities:				
Depreciation and amortization	5,994	84	955	2,933
Decrease(increase) in:				
Accounts receivable	103	102	(15)	(20)
Due from other funds	7,613	(1,373)	39	93
Due from other governmental agencies	(29)	(23)	-	(2)
Inventories and other assets	360	(51)	-	(45)
Long-term receivables	43	-	-	234
Increase (decrease) in:				
Accounts payable	(1,136)	(76)	(181)	(457)
Accrued liabilities	(2,661)	(1,259)	(31)	(83)
Due to other funds	(517)	(33)	(144)	(164)
Unearned revenue	(171)	(171)	-	-
Claims liabilities	9,505	-	-	-
Compensated absences	128	133	(9)	17
Net cash provided by (used in) operating activities	<u>\$ 13,949</u>	<u>\$ (1,428)</u>	<u>\$ 767</u>	<u>\$ 2,909</u>
 Noncash investing , capital, and financing activities:				
Increase (decrease) in capital assets related to accounts payable	\$ 39	\$ 1	\$ -	\$ 1
Noncash retirement of capital assets	(1,016)	-	(87)	(864)
Increase in fair value of investments	317	15	1	16
Increase in capital grants and grants receivable	9	-	-	-
Decrease in restricted assets with fiscal agents	(277)	-	-	-
Debt financing through escrow agent	1,892	-	-	-

COUNTY OF VENTURA
 COMBINING STATEMENT OF CASH FLOWS
 INTERNAL SERVICE FUNDS
 FOR THE FISCAL YEAR ENDED JUNE 30, 2010
 (In Thousands)

<u>General Insurance</u>	<u>Information Technology Services</u>	<u>General Services</u>	<u>Employee Benefits Insurance</u>	<u>Personnel Services</u>	
\$ (7,071)	\$ 657	\$ 1,149	\$ (1,650)	\$ (163)	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:
					Depreciation and amortization
					Decrease(increase) in:
					Accounts receivable
					Due from other funds
					Due from other governmental agencies
					Inventories and other assets
					Long-term receivables
					Increase (decrease) in:
					Accounts payable
					Accrued liabilities
					Due to other funds
					Unearned revenue
					Claims liabilities
					Compensated absences
					Net cash provided by (used in) operating activities
<u>\$ 8,867</u>	<u>\$ 2,138</u>	<u>\$ 2,852</u>	<u>\$ (1,985)</u>	<u>\$ (171)</u>	

					Noncash investing , capital, and financing activities:
\$ -	\$ (4)	\$ 41	\$ -	\$ -	Increase (decrease) in capital assets related accounts payable
-	-	(65)	-	-	Noncash retirement of capital assets
256	3	10	14	2	Increase in fair value of investments
-	-	-	9	-	Increase in capital grants and grants receivable
-	-	(277)	-	-	Decrease in restricted assets with fiscal agents
-	-	1,892	-	-	Debt financing through escrow agent

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