

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, 2015
 (In Thousands)

	Total	Public Works Services	Heavy Equipment	Transportation
<u>ASSETS</u>				
Current assets:				
Cash and investments	\$ 206,501	\$ 6,581	\$ 5,438	\$ 6,482
Receivables, net	2,657	99	3	76
Due from other funds	23,005	3,762	400	1,368
Due from other governmental agencies	116	75	-	6
Inventories and other assets	3,384	74	-	457
Restricted cash and investments	592	-	-	-
Total current assets	<u>236,255</u>	<u>10,591</u>	<u>5,841</u>	<u>8,389</u>
Noncurrent assets:				
Long-term receivables	97	-	-	-
Capital assets:				
Nondepreciable:				
Land	770	-	-	-
Construction in progress	1,199	-	5	581
Depreciable:				
Land improvements	1,208	-	-	-
Structures and improvements	10,200	722	9	869
Equipment/Vehicles	94,942	589	17,725	41,870
Software	14,583	1,383	-	5
Less accumulated depreciation	(60,382)	(1,141)	(9,076)	(21,509)
Total noncurrent assets	<u>62,617</u>	<u>1,553</u>	<u>8,663</u>	<u>21,816</u>
Total assets	<u>298,872</u>	<u>12,144</u>	<u>14,504</u>	<u>30,205</u>
<u>DEFERRED OUTFLOWS OF RESOURCES</u>				
Deferred outflow related to pensions	10,538	4,686	102	340
Total deferred outflows of resources	<u>10,538</u>	<u>4,686</u>	<u>102</u>	<u>340</u>
Total assets and deferred outflows of resources	<u>\$ 309,410</u>	<u>\$ 16,830</u>	<u>\$ 14,606</u>	<u>\$ 30,545</u>
<u>LIABILITIES</u>				
Current liabilities:				
Accounts payable	\$ 5,528	\$ 111	\$ 7	\$ 270
Due to other funds	2,243	236	175	184
Accrued liabilities	6,533	987	21	72
Compensated absences, current	4,045	1,868	43	133
Claims liabilities, current	31,150	-	-	-
Certificates of participation, tax-exempt commercial paper, and loans payable, current	1,437	-	-	19
Total current liabilities	<u>50,936</u>	<u>3,202</u>	<u>246</u>	<u>678</u>
Noncurrent liabilities:				
Unearned revenue	312	287	-	-
Deposits and other liabilities	503	-	-	-
Compensated absences, noncurrent	3,088	1,557	20	78
Net pension liability	33,500	14,899	324	1,082
Claims liabilities, noncurrent	117,912	-	-	-
Certificates of participation, tax-exempt commercial paper, and loans payable, noncurrent	11,045	-	-	162
Total noncurrent liabilities	<u>166,360</u>	<u>16,743</u>	<u>344</u>	<u>1,322</u>
Total liabilities	<u>217,296</u>	<u>19,945</u>	<u>590</u>	<u>2,000</u>
<u>DEFERRED INFLOWS OF RESOURCES</u>				
Deferred inflow related to pensions	20,634	9,172	200	667
Total deferred inflows of resources	<u>20,634</u>	<u>9,172</u>	<u>200</u>	<u>667</u>
<u>NET POSITION</u>				
Net investment in capital assets	50,630	1,553	8,663	21,635
Unrestricted (deficit)	20,850	(13,840)	5,153	6,243
Total net position	<u>71,480</u>	<u>(12,287)</u>	<u>13,816</u>	<u>27,878</u>
Total liabilities, deferred inflows of resources, and net position	<u>\$ 309,410</u>	<u>\$ 16,830</u>	<u>\$ 14,606</u>	<u>\$ 30,545</u>

COUNTY OF VENTURA
 COMBINING STATEMENT OF NET POSITION
 INTERNAL SERVICE FUNDS
 JUNE 30, 2015
 (In Thousands)

General Insurance	Information Technology Services	General Services	Employee Benefits Insurance	Personnel Services
\$ 156,506	\$ 14,174	\$ 12,970	\$ 3,858	\$ 492
858	121	1,243	221	36
14,206	1,132	2,132	4	1
-	25	10	-	-
116	2,148	589	-	-
-	418	174	-	-
<u>171,686</u>	<u>18,018</u>	<u>17,118</u>	<u>4,083</u>	<u>529</u>
97	-	-	-	-
770	-	-	-	-
-	9	604	-	-
-	1,208	-	-	-
-	2,312	6,288	-	-
-	28,036	6,714	8	-
-	12,233	878	84	-
-	(22,198)	(6,436)	(22)	-
<u>867</u>	<u>21,600</u>	<u>8,048</u>	<u>70</u>	<u>-</u>
<u>172,553</u>	<u>39,618</u>	<u>25,166</u>	<u>4,153</u>	<u>529</u>
176	2,822	2,163	213	36
<u>176</u>	<u>2,822</u>	<u>2,163</u>	<u>213</u>	<u>36</u>
<u>\$ 172,729</u>	<u>\$ 42,440</u>	<u>\$ 27,329</u>	<u>\$ 4,366</u>	<u>\$ 565</u>
\$ 777	\$ 1,466	\$ 2,710	\$ 186	\$ 1
1,145	23	469	8	3
41	4,528	461	416	7
81	1,037	781	87	15
30,988	-	-	162	-
-	977	441	-	-
<u>33,032</u>	<u>8,031</u>	<u>4,862</u>	<u>859</u>	<u>26</u>
-	-	25	-	-
-	503	-	-	-
37	665	667	64	-
558	8,956	6,888	680	113
117,912	-	-	-	-
-	8,364	2,519	-	-
<u>118,507</u>	<u>18,488</u>	<u>10,099</u>	<u>744</u>	<u>113</u>
<u>151,539</u>	<u>26,519</u>	<u>14,961</u>	<u>1,603</u>	<u>139</u>
345	5,541	4,223	416	70
<u>345</u>	<u>5,541</u>	<u>4,223</u>	<u>416</u>	<u>70</u>
770	12,677	5,262	70	-
<u>20,075</u>	<u>(2,297)</u>	<u>2,883</u>	<u>2,277</u>	<u>356</u>
<u>20,845</u>	<u>10,380</u>	<u>8,145</u>	<u>2,347</u>	<u>356</u>
<u>\$ 172,729</u>	<u>\$ 42,440</u>	<u>\$ 27,329</u>	<u>\$ 4,366</u>	<u>\$ 565</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

DEFERRED OUTFLOWS OF RESOURCES

Deferred outflow related to pensions

Total deferred outflows of resources

Total assets and deferred outflows of resources

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

Total current liabilities

Noncurrent liabilities:

Unearned revenue
 Deposits and other liabilities
 Compensated absences, noncurrent
 Net pension liability
 Claims liabilities, noncurrent
 Certificates of participation, tax-exempt commercial paper, and loans payable, noncurrent

Total noncurrent liabilities

Total liabilities

DEFERRED INFLOWS OF RESOURCES

Deferred inflow related to pensions

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, 2015
 (In Thousands)

	<u>Total</u>	<u>Public Works Services</u>	<u>Heavy Equipment</u>	<u>Transportation</u>
Operating Revenues:				
Charges for services	\$ 188,733	\$ 42,265	\$ 4,411	\$ 12,675
Rents and royalties	269	202	-	-
Miscellaneous	325	68	-	-
Total operating revenues	<u>189,327</u>	<u>42,535</u>	<u>4,411</u>	<u>12,675</u>
Operating Expenses:				
Salaries and benefits	76,538	34,557	728	2,060
Services and supplies	71,592	6,669	2,069	6,853
Insurance premiums	4,612	103	16	16
Provision for claims	31,834	-	-	-
Depreciation and amortization	9,768	141	1,125	3,726
Total operating expenses	<u>194,344</u>	<u>41,470</u>	<u>3,938</u>	<u>12,655</u>
Operating income (loss)	<u>(5,017)</u>	<u>1,065</u>	<u>473</u>	<u>20</u>
Nonoperating revenues (expenses):				
State and federal grants	10	-	-	10
Gain from insurance recovery	384	-	36	348
Gain (loss) from sale (disposal) of capital assets	(1,525)	(1)	18	10
Interest and investment income	917	37	17	32
Interest expense	(277)	-	-	-
Total nonoperating revenues (expenses)	<u>(491)</u>	<u>36</u>	<u>71</u>	<u>400</u>
Income (loss) before transfers	(5,508)	1,101	544	420
Capital grants and contributions	273	-	-	-
Transfers in	1,277	118	154	261
Transfers out	(126)	-	-	-
Change in net position	(4,084)	1,219	698	681
Net position - beginning, as restated	<u>75,564</u>	<u>(13,506)</u>	<u>13,118</u>	<u>27,197</u>
Net position - ending	<u>\$ 71,480</u>	<u>\$ (12,287)</u>	<u>\$ 13,816</u>	<u>\$ 27,878</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, 2015
 (In Thousands)

General Insurance	Information Technology Services	General Services	Employee Benefits Insurance	Personnel Services	
\$ 35,695	\$ 39,716	\$ 44,222	\$ 9,153	\$ 596	Operating Revenues:
-	10	57	-	-	Charges for services
13	57	104	83	-	Rents and royalties
35,708	39,783	44,383	9,236	596	Miscellaneous
					Total operating revenues
1,230	20,423	15,751	1,539	250	Operating Expenses:
3,869	17,939	26,691	7,093	409	Salaries and benefits
4,296	76	100	4	1	Services and supplies
30,988	-	-	846	-	Insurance premiums
-	3,927	814	35	-	Provision for claims
40,383	42,365	43,356	9,517	660	Depreciation and amortization
					Total operating expenses
(4,675)	(2,582)	1,027	(281)	(64)	Operating income (loss)
-	-	-	-	-	Nonoperating revenues (expenses):
-	-	-	-	-	State and federal grants
-	(1,470)	2	(84)	-	Gain from insurance recovery
690	66	54	18	3	Gain (loss) from sale (disposal) of capital assets
-	(242)	(35)	-	-	Interest and investment income
690	(1,646)	21	(66)	3	Interest expense
					Total nonoperating revenues (expenses)
(3,985)	(4,228)	1,048	(347)	(61)	Income (loss) before transfers
-	-	273	-	-	Capital grants and contributions
-	714	-	30	-	Transfers in
-	-	-	-	(126)	Transfers out
(3,985)	(3,514)	1,321	(317)	(187)	Change in net position
24,830	13,894	6,824	2,664	543	Net position - beginning, as restated
\$ 20,845	\$ 10,380	\$ 8,145	\$ 2,347	\$ 356	Net position - ending

COUNTY OF VENTURA
COMBINING STATEMENT OF CASH FLOWS
INTERNAL SERVICE FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2015
(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	\$ 14,661	\$ 337	\$ 41	\$ 384
Cash receipts from other funds	177,166	43,136	4,740	13,285
Cash receipts from other sources	213	-	-	-
Cash paid to suppliers for goods and services	(54,548)	(1,779)	(484)	(5,726)
Cash paid to employees for services	(81,916)	(36,866)	(786)	(2,269)
Cash paid to other funds	(18,270)	(4,975)	(1,772)	(1,455)
Cash paid for insurance premiums	(4,405)	-	-	-
Cash paid for judgments and claims	(25,747)	-	-	-
Net cash provided by (used in) operating activities	<u>7,154</u>	<u>(147)</u>	<u>1,739</u>	<u>4,219</u>
Cash flows from noncapital financing activities:				
Transfers received	1,277	118	154	261
Transfers paid	(126)	-	-	-
Advances to other funds	6,000	-	-	-
State and federal grant receipts	10	-	-	10
Net cash provided by (used in) noncapital financing activities	<u>7,161</u>	<u>118</u>	<u>154</u>	<u>271</u>
Cash flows from capital and related financing activities:				
Proceeds from capital grants and contributions	273	-	-	-
Proceeds from insurance recovery	384	-	36	348
Acquisition and construction of capital assets	(9,240)	(415)	(198)	(5,073)
Principal paid on capital lease obligations	(20)	-	-	(20)
Principal paid on capital debt	(1,275)	-	-	-
Interest paid on capital debt	(400)	-	-	-
Proceeds from sales of capital assets	165	-	35	126
Net cash provided by (used in) capital and related financing activities	<u>(10,113)</u>	<u>(415)</u>	<u>(127)</u>	<u>(4,619)</u>
Cash flows from investing activities:				
Interest and investment income received	893	36	13	30
Net cash provided by investing activities	<u>893</u>	<u>36</u>	<u>13</u>	<u>30</u>
Net increase (decrease) in cash and cash equivalents	5,095	(408)	1,779	(99)
Total cash and cash equivalents, beginning of the year	<u>201,406</u>	<u>6,989</u>	<u>3,659</u>	<u>6,581</u>
Total cash and cash equivalents, end of the year	<u>\$ 206,501</u>	<u>\$ 6,581</u>	<u>\$ 5,438</u>	<u>\$ 6,482</u>

COUNTY OF VENTURA
 COMBINING STATEMENT OF CASH FLOWS
 INTERNAL SERVICE FUNDS
 FOR THE FISCAL YEAR ENDED JUNE 30, 2015
 (In Thousands)

General Insurance	Information Technology Services	General Services	Employee Benefits Insurance	Personnel Services	
\$ 22	\$ 1,056	\$ 4,020	\$ 8,326	\$ 475	Cash flows from operating activities:
35,637	38,434	40,924	875	135	Cash receipts from customers
107	2	104	-	-	Cash receipts from other funds
(2,939)	(15,414)	(26,480)	(1,555)	(171)	Cash receipts from other sources
(1,313)	(21,921)	(16,872)	(1,621)	(268)	Cash paid to suppliers for goods and services
(471)	(3,452)	(381)	(5,509)	(255)	Cash paid to employees for services
(4,405)	-	-	-	-	Cash paid to other funds
(24,866)	-	-	(881)	-	Cash paid for insurance premiums
<u>1,772</u>	<u>(1,295)</u>	<u>1,315</u>	<u>(365)</u>	<u>(84)</u>	Cash paid for judgments and claims
					Net cash provided by (used in) operating activities
-	714	-	30	-	Cash flows from noncapital financing activities:
-	-	-	-	(126)	Transfers received
6,000	-	-	-	-	Transfers paid
-	-	-	-	-	Advances to other funds
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	State and federal grant receipts
					Net cash provided by (used in) noncapital financing activities
<u>6,000</u>	<u>714</u>	<u>-</u>	<u>30</u>	<u>(126)</u>	Cash flows from capital and related financing activities:
-	-	273	-	-	Proceeds from capital grants
-	-	-	-	-	Proceeds from insurance recovery
-	(2,374)	(1,180)	-	-	Acquisition and construction of capital assets
-	-	-	-	-	Principal paid on capital lease obligations
-	(830)	(445)	-	-	Principal paid on capital debt
-	(365)	(35)	-	-	Interest paid on capital debt
<u>-</u>	<u>-</u>	<u>4</u>	<u>-</u>	<u>-</u>	Proceeds from sales of capital assets
					Net cash provided by (used in) capital and related financing activities
<u>-</u>	<u>(3,569)</u>	<u>(1,383)</u>	<u>-</u>	<u>-</u>	Cash flows from investing activities:
671	71	52	17	3	Interest and investment income received
<u>671</u>	<u>71</u>	<u>52</u>	<u>17</u>	<u>3</u>	Net cash provided by investing activities
8,443	(4,079)	(16)	(318)	(207)	Net increase (decrease) in cash and cash equivalents
<u>148,063</u>	<u>18,253</u>	<u>12,986</u>	<u>4,176</u>	<u>699</u>	Total cash and cash equivalents, beginning of the year
<u>\$ 156,506</u>	<u>\$ 14,174</u>	<u>\$ 12,970</u>	<u>\$ 3,858</u>	<u>\$ 492</u>	Total cash and cash equivalents, end of the year

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COUNTY OF VENTURA
 COMBINING STATEMENT OF CASH FLOWS
 INTERNAL SERVICE FUNDS
 FOR THE FISCAL YEAR ENDED JUNE 30, 2015
 (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)	\$ (5,017)	\$ 1,065	\$ 473	\$ 20
Adjustments to reconcile operating income (loss) to cash flows from operating activities:				
Depreciation and amortization	9,768	141	1,125	3,726
Decrease (increase) in:				
Accounts receivable	711	144	21	126
Due from other funds	1,585	888	349	863
Due from other governmental agencies	11	(2)	-	6
Inventories and other assets	(312)	(23)	-	58
Long-term receivables	94	-	-	-
Deferred outflow pension	(10,538)	(4,686)	(102)	(340)
Increase (decrease) in:				
Accounts payable	(1,212)	(2)	(35)	(349)
Accrued liabilities	339	162	2	4
Due to other funds	195	41	(136)	(12)
Unearned revenue	(92)	(92)	-	-
Claims liabilities	6,311	-	-	-
Deposits and other liabilities	502	-	-	-
Compensated absences	573	333	1	(19)
Net pension liability	(16,398)	(7,288)	(159)	(531)
Deferred inflow pension	20,634	9,172	200	667
Net cash provided by (used in) operating activities	<u>\$ 7,154</u>	<u>\$ (147)</u>	<u>\$ 1,739</u>	<u>\$ 4,219</u>
 Noncash financing, capital, and investing activities:				
Increase (decrease) in capital assets related to accounts payable	\$ 493	\$ 1	\$ -	\$ 1
Noncash retirement of capital assets	(1,690)	(1)	(17)	(116)
Increase (decrease) in fair value of investments	(26)	(2)	(4)	(2)
Decrease in restricted assets with fiscal agents	(593)	-	-	-
Decrease in noncash interest	(123)	-	-	-

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