

INTERNAL SERVICE FUNDS

COUNTY OF RIVERSIDE

INTERNAL SERVICE FUNDS

These funds were established to account for the goods and services provided by a County department to other County departments, or to other internal governments, on a cost-reimbursement basis.

RECORDS MANAGEMENT AND ARCHIVES

This fund was established to account for the operations of the Records Management and Archives Program, which is responsible for providing consistent standards and support services that promote responsible record keeping countywide. Sources of revenue include records storage, reformatting, preservation, and consulting services.

FLEET SERVICES

This fund finances the operation and maintenance of County vehicles, including the Sheriff's Department. Revenue is obtained on a cost-reimbursement basis.

INFORMATION SERVICES

These funds are supported by the revenues generated for services including software systems support, computer networks, data structure design, and organization of the County's computer systems.

PRINTING SERVICES

These funds account for the financing of printing and central mail services provided to County departments on a cost-reimbursement basis. This fund also provides services such as the paper reclamation program, which collects and sells County department waste paper for recycling.

SUPPLY SERVICES

This fund finances the operation that provides County departments with merchandise and services on a cost-reimbursement basis.

RISK MANAGEMENT

These funds account for the financing of employee insurance benefits and County self-insurance programs. These funds include medical, dental, disability, and unemployment insurance as well as general liability, medical malpractice, and workers' compensation.

TEMPORARY ASSISTANCE POOL (TAP)

The purpose of this fund is to provide a ready source of temporary workers to County departments, with lower overhead costs than are typically charged by outside temporary employment agencies.

ECONOMIC DEVELOPMENT AGENCY, EDA (Facilities Management)

The purpose of this fund was to account for custodial, maintenance, and real estate services provided to other County departments on a cost-reimbursement basis.

FLOOD CONTROL EQUIPMENT

These funds were established to account for the financing of flood control equipment provided to other departments on a cost-reimbursement basis.

COUNTY OF RIVERSIDE
Combining Statement of Net Position
Internal Service Funds
June 30, 2017
(Dollars in Thousands)

	Records Management and Archives	Fleet Services	Information Services	Printing Services	Supply Services
ASSETS:					
Current assets:					
Cash and investments	\$ 660	\$ 10,540	\$ 21,873	\$ 2,211	\$ 2,977
Accounts receivable-net	-	221	325	17	2
Interest receivable	1	9	18	2	3
Due from other governments	-	99	7	80	4
Due from other funds	14	-	-	-	-
Inventories	-	588	1,112	198	343
Prepaid items and deposits	-	428	1,465	-	-
Total current assets	<u>675</u>	<u>11,885</u>	<u>24,800</u>	<u>2,508</u>	<u>3,329</u>
Noncurrent assets:					
Capital assets:					
Nondepreciable assets	-	753	235	-	-
Depreciable assets	216	36,289	47,386	485	131
Total noncurrent assets	<u>216</u>	<u>37,042</u>	<u>47,621</u>	<u>485</u>	<u>131</u>
Total assets	<u>891</u>	<u>48,927</u>	<u>72,421</u>	<u>2,993</u>	<u>3,460</u>
DEFERRED OUTFLOWS OF RESOURCES	<u>446</u>	<u>1,917</u>	<u>26,883</u>	<u>545</u>	<u>371</u>
LIABILITIES:					
Current liabilities:					
Accounts payable	4	916	2,497	121	331
Salaries and benefits payable	64	416	3,641	49	62
Due to other governments	-	-	-	-	7
Due to other funds	141	-	-	-	-
Other liabilities	-	102	-	-	-
Accrued remediation costs	-	104	-	-	-
Compensated absences	71	384	5,243	58	69
Capital lease obligations	-	8,642	12,562	-	-
Estimated claims liabilities	-	-	-	-	-
Total current liabilities	<u>280</u>	<u>10,564</u>	<u>23,943</u>	<u>228</u>	<u>469</u>
Noncurrent liabilities:					
Compensated absences	-	243	2,296	4	42
Advances from other funds	-	-	2,500	-	-
Capital lease obligations	-	6,669	28,650	-	-
Accrued remediation costs	-	104	-	-	-
Estimated claims liabilities	-	-	-	-	-
Net pension liability	1,107	4,504	67,630	1,806	861
Total noncurrent liabilities	<u>1,107</u>	<u>11,520</u>	<u>101,076</u>	<u>1,810</u>	<u>903</u>
Total liabilities	<u>1,387</u>	<u>22,084</u>	<u>125,019</u>	<u>2,038</u>	<u>1,372</u>
DEFERRED INFLOWS OF RESOURCES	<u>163</u>	<u>630</u>	<u>10,440</u>	<u>373</u>	<u>117</u>
NET POSITION:					
Net investment in capital assets	216	21,627	6,409	485	131
Unrestricted	(429)	6,503	(42,564)	642	2,211
Total net position	<u>\$ (213)</u>	<u>\$ 28,130</u>	<u>\$ (36,155)</u>	<u>\$ 1,127</u>	<u>\$ 2,342</u>

Risk Management	Temporary Assistance Pool	EDA Facilities Management	Flood Control Equipment	Total	
					ASSETS:
					Current assets:
\$ 201,772	\$ 1,445	\$ 8,750	\$ 6,962	\$ 257,190	Cash and investments
12,609	-	7	10	13,191	Accounts receivable-net
244	-	5	8	290	Interest receivable
-	-	1,194	-	1,384	Due from other governments
178	-	581	159	932	Due from other funds
-	-	222	276	2,739	Inventories
398	-	-	-	2,291	Prepaid items and deposits
<u>215,201</u>	<u>1,445</u>	<u>10,759</u>	<u>7,415</u>	<u>278,017</u>	Total current assets
					Noncurrent assets:
					Capital assets:
-	-	-	-	988	Nondepreciable assets
23	-	33	2,753	87,316	Depreciable assets
<u>23</u>	<u>-</u>	<u>33</u>	<u>2,753</u>	<u>88,304</u>	Total noncurrent assets
<u>215,224</u>	<u>1,445</u>	<u>10,792</u>	<u>10,168</u>	<u>366,321</u>	Total assets
<u>8,168</u>	<u>969</u>	<u>11,326</u>	<u>-</u>	<u>50,625</u>	DEFERRED OUTFLOWS OF RESOURCES
					LIABILITIES:
					Current liabilities:
24,670	30	3,340	129	32,038	Accounts payable
1,678	156	1,796	94	7,956	Salaries and benefits payable
-	-	1	36	44	Due to other governments
190	-	915	9	1,255	Due to other funds
62	-	1,090	-	1,254	Other liabilities
-	-	-	-	104	Accrued remediation costs
1,774	151	2,143	22	9,915	Compensated absences
-	-	-	-	21,204	Capital lease obligations
50,497	-	-	-	50,497	Estimated claims liabilities
<u>78,871</u>	<u>337</u>	<u>9,285</u>	<u>290</u>	<u>124,267</u>	Total current liabilities
					Noncurrent liabilities:
1,384	18	656	125	4,768	Compensated absences
-	-	3,342	-	5,842	Advances from other funds
-	-	-	-	35,319	Capital lease obligations
-	-	-	-	104	Accrued remediation costs
153,401	-	-	-	153,401	Estimated claims liabilities
19,240	2,191	26,778	-	124,117	Net pension liability
<u>174,025</u>	<u>2,209</u>	<u>30,776</u>	<u>125</u>	<u>323,551</u>	Total noncurrent liabilities
<u>252,896</u>	<u>2,546</u>	<u>40,061</u>	<u>415</u>	<u>447,818</u>	Total liabilities
<u>2,683</u>	<u>282</u>	<u>3,778</u>	<u>-</u>	<u>18,466</u>	DEFERRED INFLOWS OF RESOURCES
					NET POSITION:
23	-	33	2,753	31,677	Net investment in capital assets
(32,210)	(414)	(21,754)	7,000	(81,015)	Unrestricted
<u>\$ (32,187)</u>	<u>\$ (414)</u>	<u>\$ (21,721)</u>	<u>\$ 9,753</u>	<u>\$ (49,338)</u>	Total net position

COUNTY OF RIVERSIDE
Combining Statement of Revenues, Expenses, and Changes in Net Position
Internal Service Funds
For the Fiscal Year Ended June 30, 2017
(Dollars in Thousands)

	Records Management and Archives	Fleet Services	Information Services	Printing Services	Supply Services
OPERATING REVENUES:					
Charges for services	\$ 1,170	\$ 30,142	\$ 116,773	\$ 3,027	\$ 8,373
Other revenue	-	1,429	2,622	1,466	4,482
Total operating revenues	<u>1,170</u>	<u>31,571</u>	<u>119,395</u>	<u>4,493</u>	<u>12,855</u>
OPERATING EXPENSES:					
Cost of materials used	-	1,314	-	-	-
Personnel services	1,055	4,698	58,933	1,124	897
Communications	9	42	8,245	9	13
Insurance	77	224	567	24	38
Maintenance of building and equipment	114	3,123	12,328	211	101
Insurance claims	-	-	5	-	-
Supplies	5	6,958	11,772	2,324	12,442
Purchased services	249	1,782	5,657	993	484
Depreciation and amortization	21	10,419	9,877	98	11
Rents and leases of equipment	298	1,099	1,558	-	6
Utilities	31	120	1,350	11	86
Remediation	-	221	-	-	-
Other	27	208	795	66	37
Total operating expenses	<u>1,886</u>	<u>30,208</u>	<u>111,087</u>	<u>4,860</u>	<u>14,115</u>
Operating income (loss)	<u>(716)</u>	<u>1,363</u>	<u>8,308</u>	<u>(367)</u>	<u>(1,260)</u>
NONOPERATING REVENUES (EXPENSES):					
Investment income (loss)	3	13	13	3	5
Interest expense	-	(206)	(2,929)	-	-
Gain (loss) on disposal of capital assets	17	985	46	166	8
Total nonoperating revenues (expenses)	<u>20</u>	<u>792</u>	<u>(2,870)</u>	<u>169</u>	<u>13</u>
Income (loss) before capital contributions and transfers	<u>(696)</u>	<u>2,155</u>	<u>5,438</u>	<u>(198)</u>	<u>(1,247)</u>
Capital contributions	-	-	43	-	-
Transfers in	250	-	1,382	-	-
Transfers out	<u>(271)</u>	<u>(86)</u>	<u>(1,177)</u>	<u>(21)</u>	<u>(17)</u>
CHANGE IN NET POSITION	<u>(717)</u>	<u>2,069</u>	<u>5,686</u>	<u>(219)</u>	<u>(1,264)</u>
Net position, beginning of year	504	26,061	(41,841)	1,346	3,606
NET POSITION, END OF YEAR	<u>\$ (213)</u>	<u>\$ 28,130</u>	<u>\$ (36,155)</u>	<u>\$ 1,127</u>	<u>\$ 2,342</u>

Risk Management	Temporary Assistance Pool	EDA Facilities Management	Flood Control Equipment	Total	
\$ 63,396	\$ 4,153	\$ 97,819	\$ 852	\$ 325,705	OPERATING REVENUES:
11,982	2	13,267	6,398	41,648	Charges for services
75,378	4,155	111,086	7,250	367,353	Other revenue
					Total operating revenues
					OPERATING EXPENSES:
-	-	-	51	1,365	Cost of materials used
17,740	3,029	28,394	1,525	117,395	Personnel services
60	1	143	-	8,522	Communications
23,532	83	332	-	24,877	Insurance
35	4	13,870	639	30,425	Maintenance of building and equipment
161,950	-	-	-	161,955	Insurance claims
4,935	183	3,019	1,075	42,713	Supplies
7,767	998	12,198	2,296	32,424	Purchased services
18	-	6	929	21,379	Depreciation and amortization
1,171	234	51,235	6	55,607	Rents and leases of equipment
27	-	1,431	-	3,056	Utilities
-	-	-	-	221	Remediation
2,227	162	1,748	282	5,552	Other
219,462	4,694	112,376	6,803	505,491	Total operating expenses
(144,084)	(539)	(1,290)	447	(138,138)	Operating income (loss)
					NONOPERATING REVENUES (EXPENSES):
614	-	12	21	684	Investment income (loss)
-	-	-	-	(3,135)	Interest expense
(28)	-	-	84	1,278	Gain (loss) on disposal of capital assets
586	-	12	105	(1,173)	Total nonoperating revenues (expenses)
					Income (loss) before capital contributions and transfers
(143,498)	(539)	(1,278)	552	(139,311)	Capital contributions
142,487	-	-	-	142,530	Transfers in
1,548	64	565	-	3,809	Transfers out
(1,917)	(44)	(507)	-	(4,040)	CHANGE IN NET POSITION
(1,380)	(519)	(1,220)	552	2,988	Net position, beginning of year
(30,807)	105	(20,501)	9,201	(52,326)	NET POSITION, END OF YEAR
\$ (32,187)	\$ (414)	\$ (21,721)	\$ 9,753	\$ (49,338)	

COUNTY OF RIVERSIDE
Combining Statement of Cash Flows
Internal Service Funds
For the Fiscal Year Ended June 30, 2017
(Dollars in Thousands)

	Records				
	Management and Archives	Fleet Services	Information Services	Printing Services	Supply Services
Cash flows from operating activities					
Cash receipts from internal services provided	\$ 1,156	\$ 31,384	\$ 119,501	\$ 4,470	\$ 12,858
Cash paid to suppliers for goods and services	(673)	(14,798)	(42,620)	(3,468)	(13,569)
Cash paid to employees for services	(1,010)	(4,320)	(56,868)	(1,147)	(868)
Net cash provided by (used in) operating activities	<u>(527)</u>	<u>12,266</u>	<u>20,013</u>	<u>(145)</u>	<u>(1,579)</u>
Cash flows from noncapital financing activities					
Advances (to) from other funds	-	-	-	-	-
Transfers received	250	-	1,382	-	-
Transfers paid	(271)	(86)	(1,177)	(21)	(17)
Net cash provided by (used in) noncapital financing activities	<u>(21)</u>	<u>(86)</u>	<u>205</u>	<u>(21)</u>	<u>(17)</u>
Cash flows from capital and related financing activities					
Proceeds (loss) from sale of capital assets	17	985	46	359	8
Acquisition and construction of capital assets	(68)	(3,758)	(3,162)	-	-
Principal paid on capital leases	-	(9,066)	(12,908)	-	-
Capital contributions	-	-	43	-	-
Interest paid on long-term debt	-	(206)	(2,929)	-	-
Net cash provided by (used in) capital and related financing activities	<u>(51)</u>	<u>(12,045)</u>	<u>(18,910)</u>	<u>359</u>	<u>8</u>
Cash flows from investing activities					
Investment income (loss)	4	14	(1)	3	5
Net cash provided by (used in) investing activities	<u>4</u>	<u>14</u>	<u>(1)</u>	<u>3</u>	<u>5</u>
Net increase (decrease) in cash and cash equivalents	(595)	149	1,307	196	(1,583)
Cash and cash equivalents, beginning of year	1,255	10,391	20,566	2,015	4,560
Cash and cash equivalents, end of year	<u>\$ 660</u>	<u>\$ 10,540</u>	<u>\$ 21,873</u>	<u>\$ 2,211</u>	<u>\$ 2,977</u>

Reconciliation of cash and cash equivalents to the Statement of Net Position

Cash and investments per Statement of Net Position	\$ 660	\$ 10,540	\$ 21,873	\$ 2,211	\$ 2,977
Total cash and cash equivalents per Statement of Net Position	<u>\$ 660</u>	<u>\$ 10,540</u>	<u>\$ 21,873</u>	<u>\$ 2,211</u>	<u>\$ 2,977</u>

Reconciliation of operating income (loss) to net cash provided by (used in) operating activities

Operating income (loss)	\$ (716)	\$ 1,363	\$ 8,308	\$ (367)	\$ (1,260)
Adjustments to reconcile operating income (loss) to net cash provided by (used in) operating activities					
Depreciation and amortization	21	10,419	9,877	98	11
Decrease (Increase) accounts receivable	-	(133)	(34)	(2)	7
Decrease (Increase) taxes receivable	-	-	-	-	-
Decrease (Increase) bond issuance cost	-	-	-	-	-
Decrease (Increase) due from other funds	(14)	-	51	-	-
Decrease (Increase) due from other governments	-	(54)	89	(21)	(4)
Decrease (Increase) deferred outflows of resources	-	-	-	-	-
Decrease (Increase) inventories	-	111	154	118	(14)
Decrease (Increase) prepaid items and deposits	-	(428)	(1,465)	-	-
Increase (Decrease) accounts payable	(4)	455	968	58	(347)
Increase (Decrease) due to other funds	141	(1)	-	-	-
Increase (Decrease) due to other governments	-	-	-	-	(1)
Increase (Decrease) deposits payable	-	-	-	-	-
Increase (Decrease) accrued closure costs	-	-	-	-	-
Increase (Decrease) accrued remediation costs	-	208	-	-	-
Increase (Decrease) other liabilities	-	(52)	-	(6)	-
Increase (Decrease) estimated claims liability	-	-	-	-	-
Increase (Decrease) net pension liability	327	1,358	18,685	327	266
Increase (Decrease) deferred pensions	(294)	(1,177)	(15,811)	(221)	(234)
Increase (Decrease) salaries and benefits payable	3	154	(58)	(55)	8
Increase (Decrease) compensated absences	9	43	(751)	(74)	(11)
Net cash provided by (used in) operating activities	<u>\$ (527)</u>	<u>\$ 12,266</u>	<u>\$ 20,013</u>	<u>\$ (145)</u>	<u>\$ (1,579)</u>

Noncash investing, capital, and financing
Capital lease obligations

\$ 6,401 \$ 9,793

Risk Management	Temporary Assistance Pool	EDA Facilities Management	Flood Control Equipment	Total
\$ 68,121	\$ 4,155	\$ 109,983	\$ 7,221	\$ 358,849
(174,082)	(1,788)	(81,375)	(4,857)	(337,230)
(16,551)	(2,943)	(27,135)	(1,517)	(112,359)
(122,512)	(576)	1,473	847	(90,740)
-	-	-	-	-
1,548	64	565	-	3,809
(1,917)	(44)	(507)	-	(4,040)
(369)	20	58	-	(231)
-	-	-	84	1,499
(8)	-	(5)	(427)	(7,428)
-	-	-	-	(21,974)
142,487	-	-	-	142,530
-	-	-	-	(3,135)
142,479	-	(5)	(343)	111,492
573	-	12	20	630
573	-	12	20	630
20,171	(556)	1,538	524	21,151
181,601	2,001	7,212	6,438	236,039
\$ 201,772	\$ 1,445	\$ 8,750	\$ 6,962	\$ 257,190

Cash flows from operating activities
Cash receipts from internal services provided
Cash paid to suppliers for goods and services
Cash paid to employees for services
Net cash provided by (used in) operating activities
Cash flows from noncapital financing activities
Advances (to) from other funds
Transfers received
Transfers paid
Net cash provided by (used in) noncapital financing activities
Cash flows from capital and related financing activities
Proceeds (loss) from sale of capital assets
Acquisition and construction of capital assets
Principal paid on capital leases
Capital contributions
Interest paid on long-term debt
Net cash provided by (used in) capital and related financing activities
Cash flows from investing activities
Investment income (loss)
Net cash provided by (used in) investing activities
Net increase (decrease) in cash and cash equivalents
Cash and cash equivalents, beginning of year
Cash and cash equivalents, end of year

Reconciliation of cash and cash equivalents to the Statement of Net Position

\$ 201,772	\$ 1,445	\$ 8,750	\$ 6,962	\$ 257,190
\$ 201,772	\$ 1,445	\$ 8,750	\$ 6,962	\$ 257,190

Cash and investments per Statement of Net Position
Total cash and cash equivalents per Statement of Net Position

\$ (144,084)	\$ (539)	\$ (1,290)	\$ 447	\$ (138,138)
18	-	6	929	21,379
(7,107)	-	(7)	(2)	(7,278)
-	-	-	-	-
-	-	-	-	-
(178)	-	(488)	(27)	(656)
28	-	(608)	-	(570)
-	-	-	-	-
-	-	(73)	(36)	260
(57)	-	-	-	(1,950)
1,542	(123)	1,704	(405)	3,848
190	-	749	(54)	1,025
-	-	1	(13)	(13)
-	-	-	-	-
-	-	-	-	-
-	-	-	-	208
30	-	220	-	192
25,917	-	-	-	25,917
5,844	713	8,021	-	35,541
(5,128)	(646)	(6,948)	-	(30,459)
260	(5)	158	25	490
213	24	28	(17)	(536)
\$ (122,512)	\$ (576)	\$ 1,473	\$ 847	\$ (90,740)

Reconciliation of operating income (loss) to net cash provided by (used in) operating activities
Operating income (loss)
Adjustments to reconcile operating income (loss) to net cash provided by (used in) operating activities
Depreciation and amortization
Decrease (Increase) accounts receivable
Decrease (Increase) taxes receivable
Decrease (Increase) bond issuance cost
Decrease (Increase) due from other funds
Decrease (Increase) due from other governments
Decrease (Increase) deferred outflows of resources
Decrease (Increase) inventories
Decrease (Increase) prepaid items and deposits
Increase (Decrease) accounts payable
Increase (Decrease) due to other funds
Increase (Decrease) due to other governments
Increase (Decrease) deposits payable
Increase (Decrease) accrued closure costs
Increase (Decrease) accrued remediation costs
Increase (Decrease) other liabilities
Increase (Decrease) estimated claims liability
Increase (Decrease) net pension liability
Increase (Decrease) deferred pensions
Increase (Decrease) salaries and benefits payable
Increase (Decrease) compensated absences
Net cash provided by (used in) operating activities

Noncash investing, capital, and financing activities:
Capital lease obligations

\$ 16,194



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