

STATE OF NORTH DAKOTA

Internal Service Funds

Internal service funds are used to account for the financing of goods or services provided by one department or agency to other departments or agencies of the State and to other government units, on a cost reimbursement basis.

790 (927) - Central Services

Accounts for the revenues and expenditures associated with central printing and office supply services to state agencies and the Legislative Assembly; a surplus property program for the acquisition, distribution, and disposition of federal and state surplus property and procurement services for all state agencies not exempt by statute. (NDCC 54-44)

700 (918) - Fleet Services

Accounts for costs of operating and maintaining State-owned vehicles. Costs are billed to user agencies and include depreciation on equipment. (NDCC 24-02)

780 (929) - Information Technology Department

Accounts used for the procurement and maintenance of data processing equipment and supplies and telecommunications equipment and supplies to provide data processing and telecommunications services to state departments and agencies. (NDCC 54-59)

288 (912) - Risk Management Fund

This fund provides insurance coverage and loss prevention to all state agencies and the University System for tort liability and employee injury claims. Coverage is provided using an optional combination of self-insurance and private excess insurance. (NDCC 32-12.2)

207 (936) - Retirement and Investment Office

Accounts for the administrative operations provided to the State Investment Board and Teachers Fund For Retirement for the boards investing activities. (NDCC 15-39)

STATE OF NORTH DAKOTA

Combining Statement of Net Assets Internal Service Funds June 30, 2005

	Central Services	Fleet Services	Information Technology Department	Retirement and Investment Board	Risk Management	Total
ASSETS						
Current Assets:						
Cash Deposits at the Bank of ND	\$ 450,279	\$ 3,006,605	\$ 4,801,519	\$ 257,239	\$ 2,587,869	\$ 11,103,511
Cash and Cash Equivalents	100	-	-	-	3,969	4,069
Investments	-	-	-	-	6,140,604	6,140,604
Accounts Receivable - Net	6,811	24,357	716,446	2,086	1,455	751,155
Interest Receivable - Net	-	-	-	-	58,575	58,575
Intergovernmental Receivable - Net	41,285	-	83,436	-	-	124,721
Due from Other Funds	168,888	1,708,917	2,740,341	381	34,777	4,653,304
Due from Fiduciary Funds	-	-	-	36,048	-	36,048
Prepaid Items	13,397	-	-	-	-	13,397
Inventory	146,166	-	-	-	-	146,166
Total Current Assets	826,926	4,739,879	8,341,742	295,754	8,827,249	23,031,550
Noncurrent Assets:						
Unamortized Bond Issuance Costs	-	-	66,494	-	-	66,494
Capital Assets:						
Buildings and Equipment - Net	90,836	49,420,726	8,159,502	1,013,164	249,018	58,933,246
Total Noncurrent Assets	90,836	49,420,726	8,225,996	1,013,164	249,018	58,999,740
Total Assets	917,762	54,160,605	16,567,738	1,308,918	9,076,267	82,031,290
LIABILITIES						
Current Liabilities:						
Accounts Payable	132,615	613,629	238,109	184,823	115,128	1,284,304
Accrued Payroll	67,793	98,048	1,042,683	-	24,247	1,232,771
Securities Lending Collateral	-	-	-	-	1,197,851	1,197,851
Interest Payable	2,902	-	-	-	1,425	4,327
Due to Other Funds	6,265	333,383	-	33,439	121,297	494,384
Due to Fiduciary Funds	-	-	-	38,967	-	38,967
Claims/Judgments Payable	-	-	-	-	1,215,891	1,215,891
Compensated Absences Payable	3,622	3,037	45,705	798	-	53,162
Capital Leases Payable	21,351	-	-	3,888	1,515	26,754
Bonds Payable	-	-	549,000	-	-	549,000
Deferred Revenue	-	-	-	-	15,337	15,337
Total Current Liabilities	234,548	1,048,097	1,875,497	261,915	2,692,691	6,112,748
Noncurrent Liabilities:						
Claims/Judgments Payable	-	-	-	-	2,842,552	2,842,552
Compensated Absences Payable	68,820	63,822	993,050	81,161	22,544	1,229,397
Capital Leases Payable	38,652	-	-	5,662	1,651	45,965
Bonds Payable	-	-	5,412,076	-	-	5,412,076
Total Noncurrent Liabilities	107,472	63,822	6,405,126	86,823	2,866,747	9,529,990
Total Liabilities	342,020	1,111,919	8,280,623	348,738	5,559,438	15,642,738
NET ASSETS						
Invested in Capital Assets, Net of Related Debt	90,836	49,420,726	8,159,502	1,003,164	245,852	58,920,080
Unrestricted	484,906	3,627,960	127,613	(42,984)	3,270,977	7,468,472
Total Net Assets	\$ 575,742	\$ 53,048,686	\$ 8,287,115	\$ 960,180	\$ 3,516,829	\$ 66,388,552

STATE OF NORTH DAKOTA

Combining Statement of Revenues, Expenses and Changes in Fund Net Assets Internal Service Funds For the Fiscal Year Ended June 30, 2005

	Central Services	Fleet Services	Information Technology Department	Retirement and Investment Board	Risk Management	Total
OPERATING REVENUES						
Sales and Services	\$ 2,226,885	\$ 20,681,217	\$ 31,208,382	\$ 2,449,738	\$ 6,162,760	\$ 62,728,982
Miscellaneous	-	68,655	-	18,808	-	87,463
Total Operating Revenues	2,226,885	20,749,872	31,208,382	2,468,546	6,162,760	62,816,445
OPERATING EXPENSES						
Cost of Sales and Services	968,742	-	-	-	-	968,742
Salaries and Benefits	790,219	1,177,762	12,198,890	906,336	288,875	15,362,082
Operating	481,693	9,451,735	16,189,669	970,299	2,566,766	29,660,162
Claims	-	-	-	-	1,132,895	1,132,895
Depreciation	27,329	6,566,801	2,106,488	5,224	25,705	8,731,547
Total Operating Expenses	2,267,983	17,196,298	30,495,047	1,881,859	4,014,241	55,855,428
Operating Income (Loss)	(41,098)	3,553,574	713,335	586,687	2,148,519	6,961,017
NONOPERATING REVENUES (EXPENSES)						
Interest and Investment Income	-	-	19,842	1,107	405,727	426,676
Interest Expense	(40,425)	-	(248,790)	(1,555)	(31,860)	(322,630)
Loss on Sale of Capital Assets	-	(725,949)	(6,464)	-	-	(732,413)
Other	9	-	(4,350)	-	-	(4,341)
Total Nonoperating Revenues (Expenses)	(40,416)	(725,949)	(239,762)	(448)	373,867	(632,708)
Income (Loss) Before Contributions and Transfers	(81,514)	2,827,625	473,573	586,239	2,522,386	6,328,309
Capital Grants and Contributions	-	100,864	49,400	-	-	150,264
Changes in Net Assets	(81,514)	2,928,489	522,973	586,239	2,522,386	6,478,573
Total Net Assets - Beginning of Year, As Adjusted	657,256	50,120,197	7,764,142	373,941	994,443	59,909,979
Total Net Assets - End of Year	\$ 575,742	\$ 53,048,686	\$ 8,287,115	\$ 960,180	\$ 3,516,829	\$ 66,388,552

STATE OF NORTH DAKOTA

Combining Statement of Cash Flows Internal Service Funds For the Fiscal Year Ended June 30, 2005

	Central Services	Fleet Services	Information Technology	Retirement and Investment Office	Risk Management	Total
Cash Flows from Operating Activities:						
Receipts from Customers and Users	\$ 2,200,206	\$ 20,307,152	\$ 30,916,943	\$ 2,699,369	\$ 6,098,028	\$ 62,221,698
Receipts from Federal and Local Agencies	-	489	-	-	-	489
Payments to Other Funds	-	(1,871,534)	-	-	-	(1,871,534)
Payments to Suppliers	(1,393,800)	(9,198,821)	(16,203,138)	(1,975,951)	(608,703)	(29,380,413)
Payments to Employees	(781,341)	(1,158,337)	(12,167,573)	-	(285,648)	(14,392,899)
Claim Payments	-	-	-	-	(2,751,880)	(2,751,880)
Payments to Others	-	-	-	-	(1,389,762)	(1,389,762)
Net Cash Provided by Operating Activities	25,065	8,078,949	2,546,232	723,418	1,062,035	12,435,699
Cash Flows from Noncapital Financing Activities:						
Interest Payments - Notes and Other Borrowings	(35,388)	-	-	-	-	(35,388)
Other	9	-	-	-	-	9
Net Cash Provided By (Used for) Noncapital Financing Activities	(35,379)	-	-	-	-	(35,379)
Cash Flows from Capital and Related Financing Activities:						
Acquisition and Construction of Capital Assets	-	(10,189,078)	(2,260,166)	(595,000)	(97,781)	(13,142,025)
Proceeds from Sale of Capital Assets	-	1,895,375	-	-	-	1,895,375
Principal Payments - Notes and Other Borrowings	-	-	(433,402)	-	-	(433,402)
Interest Payments - Bonds	-	-	(223,133)	-	-	(223,133)
Interest Payments - Notes and Other Borrowings	-	-	(10,165)	-	-	(10,165)
Payment on Capital Leases	(14,144)	-	-	(3,396)	(1,365)	(18,905)
Interest Payments - Capital Leases	(5,807)	-	-	(1,555)	(411)	(7,773)
Net Cash Used for Capital and Related Financing Activities	(19,951)	(8,293,703)	(2,926,866)	(599,951)	(99,557)	(11,940,028)
Cash Flows from Investing Activities:						
Proceeds from Sale and Maturities of Investment Securities	-	-	-	-	673,855	673,855
Purchase of Investment Securities	-	-	-	-	(145,029)	(145,029)
Interest and Dividends on Investments	-	-	-	1,034	261,431	262,465
Net Cash Provided by Investing Activities	-	-	-	1,034	790,257	791,291
Net Change in Cash:						
Net Increase (Decrease) in Cash and Cash Equivalents	(30,265)	(214,754)	(380,634)	124,501	1,752,735	1,251,583
Cash and Cash Equivalents at June 30, 2004	480,644	3,221,359	5,182,153	132,738	839,103	9,855,997
Cash and Cash Equivalents at June 30, 2005	\$ 450,379	\$ 3,006,605	\$ 4,801,519	\$ 257,239	\$ 2,591,838	\$ 11,107,580
Reconciliation:						
Cash Deposits at the Bank of North Dakota	\$ 450,279	\$ 3,006,605	\$ 4,801,519	\$ 257,239	\$ 2,587,869	\$ 11,103,511
Cash and Cash Equivalents at the Bank of North Dakota	100	-	-	-	3,969	4,069
	\$ 450,379	\$ 3,006,605	\$ 4,801,519	\$ 257,239	\$ 2,591,838	\$ 11,107,580
Reconciliation of Operating Income (Loss) to Net Cash Provided (Used for) Operating Activities:						
Operating Income (Loss)	\$ (41,098)	\$ 3,553,574	\$ 713,335	\$ 586,687	\$ 2,148,519	\$ 6,961,017
Adjustments to Reconcile Operating Income to Net Cash Provided by Operating Activities:						
Depreciation	27,329	6,566,801	2,106,488	5,224	25,705	8,731,547
Other	-	-	-	-	725	725
Change in Assets and Liabilities:						
(Increase) Decrease in Accounts Receivable	10,448	(21,705)	(677,864)	-	(1,455)	(690,576)
(Increase) Decrease in Due From	(39,613)	(421,016)	(146,462)	105,856	38,284	(462,951)
Decrease in Intergovernmental Receivable	2,486	489	523,036	-	3,000	529,011
Increase in Prepaid Items	(10,198)	-	-	-	-	(10,198)
Increase in Inventories	(35,175)	-	-	-	-	(35,175)
Increase (Decrease) in Accounts Payable	103,030	252,915	3,345	(39,345)	(78,003)	241,942
Decrease in Claims/Judgments Payable	-	-	-	-	(1,000,514)	(1,000,514)
Decrease In Intergovernmental Payable	(600)	(1,871,534)	-	-	-	(1,872,134)
Increase in Accrued Payroll	3,659	16,823	14,122	-	1,011	35,615
Increase in Compensated Absences Payable	5,219	2,602	17,195	6,846	2,216	34,078
Increase (Decrease) in Due To	(422)	-	(6,963)	58,150	103,362	154,127
Decrease In Deferred Revenue	-	-	-	-	(180,815)	(180,815)
Total Adjustments	66,163	4,525,375	1,832,897	136,731	(1,086,484)	5,474,682
Net Cash Provided by Operating Activities	\$ 25,065	\$ 8,078,949	\$ 2,546,232	\$ 723,418	\$ 1,062,035	\$ 12,435,699
Noncash Transactions:						
Acquisition of Equipment Under Capital Lease	\$ 243,342	\$ -	\$ 49,400	\$ -	\$ -	\$ 292,742
Net Increase in Fair Value of investments	-	-	-	-	104,563	104,563
Change in Securities Lending Collateral	-	-	-	-	18,744	18,744
Total Noncash Transactions	\$ 243,342	\$ -	\$ 49,400	\$ -	\$ 123,307	\$ 416,049