

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)

STATE OF NORTH DAKOTA

Combining Statement of Net Assets Internal Service Funds June 30, 2007

	Central Services	Fleet Services	Information Technology Department	Risk Management	Total
ASSETS					
Current Assets:					
Cash Deposits at the Bank of ND	\$ 401,846	\$ 5,354,631	\$ 3,198,104	\$ 785,080	\$ 9,739,661
Cash and Cash Equivalents	100	-	-	6,199	6,299
Investments	-	-	-	8,598,915	8,598,915
Accounts Receivable - Net	14,754	48,092	616,467	-	679,313
Interest Receivable - Net	-	-	-	55,147	55,147
Intergovernmental Receivable - Net	14,878	-	51,464	-	66,342
Due from Other Funds	200,318	1,378,498	4,073,472	10,834	5,663,122
Prepaid Items	3,361	-	1,580,044	459,141	2,042,546
Inventory	108,237	-	-	-	108,237
Restricted Cash at the Bank of ND	-	-	5,997,582	-	5,997,582
Total Current Assets	743,494	6,781,221	15,517,133	9,915,316	32,957,164
Noncurrent Assets:					
Unamortized Bond Issuance Costs	-	-	53,196	-	53,196
Capital Assets:					
Buildings and Equipment - Net	37,218	55,224,856	9,649,100	173,269	65,084,443
Total Noncurrent Assets	37,218	55,224,856	9,702,296	173,269	65,137,639
Total Assets	780,712	62,006,077	25,219,429	10,088,585	98,094,803
LIABILITIES					
Current Liabilities:					
Accounts Payable	53,499	1,745,226	738,716	4,066	2,541,507
Accrued Payroll	61,719	69,820	1,220,833	24,772	1,377,144
Securities Lending Collateral	-	-	-	1,043,469	1,043,469
Interest Payable	859	-	303,451	3,160	307,470
Intergovernmental Payable	-	-	450	-	450
Due to Other Funds	4,801	222,558	24,627	19,078	271,064
Claims/Judgments Payable	-	-	-	1,604,751	1,604,751
Compensated Absences Payable	2,348	42,892	66,198	-	111,438
Capital Leases Payable	15,227	-	-	1,251	16,478
Bonds Payable	-	-	606,258	-	606,258
Deferred Revenue	-	-	-	7,917	7,917
Total Current Liabilities	138,453	2,080,496	2,960,533	2,708,464	7,887,946
Noncurrent Liabilities:					
Claims/Judgments Payable	-	-	-	3,324,292	3,324,292
Compensated Absences Payable	44,619	-	1,209,285	22,308	1,276,212
Notes Payable	-	-	6,000,000	-	6,000,000
Capital Leases Payable	-	-	-	5,955	5,955
Bonds Payable	-	-	4,206,103	-	4,206,103
Total Noncurrent Liabilities	44,619	-	11,415,388	3,352,555	14,812,562
Total Liabilities	183,072	2,080,496	14,375,921	6,061,019	22,700,508
NET ASSETS					
Invested in Capital Assets, Net of					
Related Debt	37,218	55,224,856	9,649,100	166,063	65,077,237
Unrestricted	560,422	4,700,725	1,194,408	3,861,503	10,317,058
Total Net Assets	\$ 597,640	\$ 59,925,581	\$ 10,843,508	\$ 4,027,566	\$ 75,394,295

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, 2007

	Central Services	Fleet Services	Information Technology Department	Risk Management	Total
OPERATING REVENUES					
Sales and Services	\$ 2,269,494	\$ 23,146,909	\$ 38,239,041	\$ 4,151,421	\$ 67,806,865
Miscellaneous	-	33,186	-	-	33,186
Total Operating Revenues	2,269,494	23,180,095	38,239,041	4,151,421	67,840,051
OPERATING EXPENSES					
Cost of Sales and Services	974,244	-	-	-	974,244
Salaries and Benefits	687,770	1,436,878	14,604,840	295,150	17,024,638
Operating	487,978	11,815,728	17,404,753	617,231	30,325,690
Claims	-	-	-	3,466,516	3,466,516
Depreciation	29,817	6,471,879	2,697,725	38,626	9,238,047
Total Operating Expenses	2,179,809	19,724,485	34,707,318	4,417,523	61,029,135
Operating Income (Loss)	89,685	3,455,610	3,531,723	(266,102)	6,810,916
NONOPERATING REVENUES (EXPENSES)					
Interest and Investment Income	-	-	31,694	908,033	939,727
Interest Expense	(17,167)	-	(213,507)	(43,531)	(274,205)
Loss on Sale of Capital Assets	-	(433,933)	(9,729)	(1,714)	(445,376)
Other	95	-	16,108	-	16,203
Total Nonoperating Revenues (Expenses)	(17,072)	(433,933)	(175,434)	862,788	236,349
Income Before Contributions and Transfers	72,613	3,021,677	3,356,289	596,686	7,047,265
Capital Grants and Contributions	-	9,795	-	-	9,795
Changes in Net Assets	72,613	3,031,472	3,356,289	596,686	7,057,060
Total Net Assets - Beginning of Year, as Adjusted	525,027	56,894,109	7,487,219	3,430,880	68,337,235
Total Net Assets - End of Year	\$ 597,640	\$ 59,925,581	\$ 10,843,508	\$ 4,027,566	\$ 75,394,295

STATE OF NORTH DAKOTA

Combining Statement of Cash Flows Internal Service Funds For the Fiscal Year Ended June 30, 2007

	Central Services	Fleet Services	Information Technology	Risk Management	Total
Cash Flows from Operating Activities:					
Receipts from Customers and Users	\$ 2,235,003	\$ 23,153,060	\$ 35,401,763	\$ 4,158,213	\$ 64,948,039
Payments to Other Funds	-	(360,881)	-	-	(360,881)
Payments to Suppliers	(1,435,892)	(10,953,923)	(17,166,592)	(1,039,427)	(30,595,834)
Payments to Employees	(703,860)	(1,423,913)	(14,407,306)	(293,907)	(16,828,986)
Claim Payments	-	-	-	(761,746)	(761,746)
Payments to Others	-	-	-	(2,422,723)	(2,422,723)
Net Cash Provided by (Used for) Operating Activities	95,251	10,414,343	3,827,865	(359,590)	13,977,869
Cash Flows from Noncapital Financing Activities:					
Interest Payments - Notes and Other Borrowings	(15,432)	-	-	-	(15,432)
Other	349	-	-	-	349
Net Cash Used for Noncapital Financing Activities	(15,083)	-	-	-	(15,083)
Cash Flows from Capital and Related Financing Activities:					
Acquisition and Construction of Capital Assets	-	(10,802,626)	(2,666,712)	(30)	(13,469,368)
Proceeds from Sale of Capital Assets	-	1,958,459	-	-	1,958,459
Proceeds from Bonds	-	-	-	-	-
Principal Payments - Notes and Other Borrowings	-	-	(568,400)	-	(568,400)
Interest Payments - Notes and Other Borrowings	-	-	(213,506)	-	(213,506)
Payment on Capital Leases	(23,457)	-	-	(1,682)	(25,139)
Interest Payments - Capital Leases	(2,808)	-	-	(94)	(2,902)
Net Cash Used for Capital and Related Financing Activities	(26,265)	(8,844,167)	(3,448,618)	(1,806)	(12,320,856)
Cash Flows from Investing Activities:					
Purchase of Investment Securities	-	-	-	(540,800)	(540,800)
Interest and Dividends on Investments	-	-	263,425	675,192	938,617
Net Cash Provided by Investing Activities	-	-	263,425	134,392	397,817
Net Change in Cash:					
Net Increase (Decrease) in Cash and Cash Equivalents	53,903	1,570,176	642,672	(227,004)	2,039,747
Cash and Cash Equivalents at June 30, 2006	348,043	3,784,455	8,553,014	1,018,283	13,703,795
Cash and Cash Equivalents at June 30, 2007	\$ 401,946	\$ 5,354,631	\$ 9,195,686	\$ 791,279	\$ 15,743,542
Reconciliation:					
Cash Deposits at the Bank of North Dakota	\$ 401,846	\$ 5,354,631	\$ 3,198,104	\$ 785,080	\$ 9,739,661
Cash and Cash Equivalents	100	-	-	6,199	6,299
Restricted Cash Deposits at the Bank of North Dakota	-	-	5,997,582	-	5,997,582
Cash and Cash Equivalents	\$ 401,946	\$ 5,354,631	\$ 9,195,686	\$ 791,279	\$ 15,743,542
Reconciliation of Operating Income (Loss) to Net Cash Provided (Used for) Operating Activities:					
Operating Income (Loss)	\$ 89,685	\$ 3,455,610	\$ 3,531,724	\$ (266,102)	\$ 6,810,917
Adjustments to Reconcile Operating Income to Net Cash Provided by Operating Activities:					
Depreciation	29,817	6,471,879	2,691,075	38,626	9,231,397
Amortization\Accretion	-	-	6,649	-	6,649
Other	(254)	-	-	(351)	(605)
Change in Assets and Liabilities:					
(Increase) Decrease in Accounts Receivable	9,153	(27,036)	(36,120)	-	(54,003)
Increase in Due From	(45,897)	(59,067)	(1,217,499)	(1,674)	(1,324,137)
(Increase) Decrease in Intergovernmental Receivable	2,253	-	(3,614)	-	(1,361)
(Increase) Decrease in Prepaid Items	1,964	-	(1,580,044)	(410,475)	(1,988,555)
Decrease in Inventories	10,914	-	-	-	10,914
Increase (Decrease) in Accounts Payable	15,206	861,806	306,136	(6,762)	1,176,386
Increase in Claims\Judgments Payable	-	-	-	388,170	388,170
Decrease In Intergovernmental Payable	-	-	(22)	-	(22)
Increase in Accrued Payroll	3,982	7,457	68,398	460	80,297
Increase (Decrease) in Compensated Absences Payable	(20,072)	5,508	129,135	783	115,354
Decrease in Due To	(1,500)	(301,814)	(67,953)	(109,402)	(480,669)
Increase In Deferred Revenue	-	-	-	7,137	7,137
Total Adjustments	5,566	6,958,733	296,141	(93,488)	7,166,952
Net Cash Provided by (Used For) Operating Activities	\$ 95,251	\$ 10,414,343	\$ 3,827,865	\$ (359,590)	\$ 13,977,869
Noncash Transactions:					
Net Increase in Fair Value of investments	\$ -	\$ -	\$ -	\$ 196,616	\$ 196,616
Acquisition of Equipment Under Capital Lease	-	-	-	7,276	7,276
Change in Securities Lending Collateral	-	-	-	(479,324)	(479,324)
Total Noncash Transactions	\$ -	\$ -	\$ -	\$ (275,432)	\$ (275,432)