

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.

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.

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.

288\275 (912) - Risk Management Fund

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.

STATE OF NORTH DAKOTA

Combining Statement of Net Assets Internal Service Funds June 30, 2010

	Central Services	Fleet Services	Information Technology Department	Risk Management	Total
ASSETS					
Current Assets:					
Cash Deposits at the Bank of ND	\$ 633,081	\$ 1,986,191	\$ 9,319,860	\$ 4,144,888	\$ 16,084,020
Cash and Cash Equivalents	5,919	-	-	1,019	6,938
Investments	-	-	-	6,700,705	6,700,705
Accounts Receivable - Net	110,884	55,836	173,417	-	340,137
Interest Receivable - Net	-	-	-	55,807	55,807
Intergovernmental Receivable - Net	37,598	-	200,413	-	238,011
Due from Other Funds	183,084	1,330,582	4,256,825	13,823	5,784,314
Prepaid Items	3,361	46,246	2,122,568	35,190	2,207,365
Inventory	94,086	-	-	-	94,086
Restricted Cash at the Bank of ND	-	-	3,972,854	-	3,972,854
Total Current Assets	1,068,013	3,418,855	20,045,937	10,951,432	35,484,237
Noncurrent Assets:					
Unamortized Bond Issuance Costs	-	-	33,247	-	33,247
Capital Assets:					
Depreciable, Net	311,838	71,058,844	13,644,333	65,638	85,080,653
Total Noncurrent Assets	311,838	71,058,844	13,677,580	65,638	85,113,900
Total Assets	1,379,851	74,477,699	33,723,517	11,017,070	120,598,137
LIABILITIES					
Current Liabilities:					
Accounts Payable	102,686	581,587	2,065,651	250,695	3,000,619
Accrued Payroll	65,330	143,420	1,600,844	31,657	1,841,251
Securities Lending Collateral	-	-	-	52,463	52,463
Interest Payable	-	-	28,455	6,418	34,873
Intergovernmental Payable	-	-	24,321	-	24,321
Due to Other Funds	6,922	7,095,608	9,669	8,684	7,120,883
Claims/Judgments Payable	-	-	-	1,337,671	1,337,671
Compensated Absences Payable	3,204	66,157	79,916	1,787	151,064
Notes Payable	-	-	1,918,382	-	1,918,382
Capital Leases Payable	185,639	-	-	1,461	187,100
Bonds Payable	-	-	681,658	-	681,658
Total Current Liabilities	363,781	7,886,772	6,408,896	1,690,836	16,350,285
Noncurrent Liabilities:					
Claims/Judgments Payable	-	-	-	3,744,373	3,744,373
Compensated Absences Payable	60,880	-	1,480,945	33,114	1,574,939
Notes Payable	-	-	7,953,247	-	7,953,247
Capital Leases Payable	121,807	-	-	1,680	123,487
Bonds Payable	-	-	2,240,880	-	2,240,880
Total Noncurrent Liabilities	182,687	-	11,675,072	3,779,167	15,636,926
Total Liabilities	546,468	7,886,772	18,083,968	5,470,003	31,987,211
NET ASSETS					
Invested in Capital Assets, Net of					
Related Debt	4,392	71,058,844	3,772,705	62,665	74,898,606
Unrestricted	828,991	(4,467,917)	11,866,844	5,484,402	13,712,320
Total Net Assets	\$ 833,383	\$ 66,590,927	\$ 15,639,549	\$ 5,547,067	\$ 88,610,926

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, 2010

	Central Services	Fleet Services	Information Technology Department	Risk Management	Total
OPERATING REVENUES					
Sales and Services	\$ 2,693,422	\$ 23,103,406	\$ 48,633,238	\$ 6,528,452	\$ 80,958,518
Total Operating Revenues	2,693,422	23,103,406	48,633,238	6,528,452	80,958,518
OPERATING EXPENSES					
Cost of Sales and Services	1,122,704	-	-	-	1,122,704
Salaries and Benefits	836,499	1,809,376	19,131,773	383,172	22,160,820
Operating	374,312	14,462,820	19,321,839	228,454	34,387,425
Claims	-	-	-	4,058,645	4,058,645
Depreciation	166,553	7,554,570	4,997,892	16,902	12,735,917
Total Operating Expenses	2,500,068	23,826,766	43,451,504	4,687,173	74,465,511
Operating Income (Loss)	193,354	(723,360)	5,181,734	1,841,279	6,493,007
NONOPERATING REVENUES (EXPENSES)					
Interest and Investment Income	-	-	35,407	902,960	938,367
Interest Expense	(30,161)	-	(516,182)	(24,291)	(570,634)
Gain on Sale of Capital Assets	-	54,399	-	-	54,399
Other	6,312	-	16,108	-	22,420
Total Nonoperating Revenues (Expenses)	(23,849)	54,399	(464,667)	878,669	444,552
Income (Loss) Before Contributions and Transfers	169,505	(668,961)	4,717,067	2,719,948	6,937,559
Capital Grants and Contributions	-	66,285	-	-	66,285
Changes in Net Assets	169,505	(602,676)	4,717,067	2,719,948	7,003,844
Total Net Assets - Beginning of Year	663,878	67,193,603	10,922,482	2,827,119	81,607,082
Total Net Assets - End of Year	\$ 833,383	\$ 66,590,927	\$ 15,639,549	\$ 5,547,067	\$ 88,610,926

STATE OF NORTH DAKOTA

Combining Statement of Cash Flows Internal Service Funds For the Fiscal Year Ended June 30, 2010

	Central Services	Fleet Services	Information Technology	Risk Management	Total
Cash Flows from Operating Activities:					
Receipts from Customers and Users	\$ 2,662,276	\$ 23,292,776	\$ 49,199,036	\$ 6,528,452	\$ 81,682,540
Receipts from Other Funds	-	12,810	-	-	12,810
Payments to Other Funds	-	143,325	-	-	143,325
Payments to Suppliers	(1,443,398)	(14,667,260)	(18,758,715)	(164,945)	(35,034,318)
Payments to Employees	(832,238)	(1,782,888)	(19,010,319)	(378,694)	(22,004,139)
Claim Payments	-	-	-	(852,875)	(852,875)
Payments to Others	-	-	-	(3,977,309)	(3,977,309)
Other	6,312	-	-	-	6,312
Net Cash Provided by (Used for) Operating Activities	392,952	6,998,763	11,430,002	1,154,629	19,976,346
Cash Flows from Noncapital Financing Activities:					
Interest Payments - Notes and Other Borrowings	(1,606)	-	-	-	(1,606)
Collection of Advances to Other Funds	-	7,000,000	-	-	7,000,000
Net Cash Provided by (Used for) Noncapital Financing Activities	(1,606)	7,000,000	-	-	6,998,394
Cash Flows from Capital and Related Financing Activities:					
Acquisition and Construction of Capital Assets	-	(19,761,851)	(5,011,950)	-	(24,773,801)
Proceeds from Sale of Capital Assets	-	2,430,846	-	-	2,430,846
Proceeds from Sale of Notes and Other Borrowings	-	-	4,950,000	-	4,950,000
Principal Payments - Notes and Other Borrowings	-	-	(1,716,372)	-	(1,716,372)
Interest Payments - Notes and Other Borrowings	-	-	(790,686)	-	(790,686)
Payment on Capital Leases	(146,261)	-	-	(1,191)	(147,452)
Interest Payments - Capital Leases	(28,380)	-	-	(309)	(28,689)
Net Cash Used for Capital and Related Financing Activities	(174,641)	(17,331,005)	(2,569,008)	(1,500)	(20,076,154)
Cash Flows from Investing Activities:					
Proceeds from Sale and Maturities of Investment Securities	-	-	-	(1,276,691)	(1,276,691)
Interest and Dividends on Investments	-	-	35,407	365,645	401,052
Net Cash Provided by Investing Activities	-	-	35,407	(911,046)	(875,639)
Net Change in Cash:					
Net Increase (Decrease) in Cash and Cash Equivalents	216,705	(3,332,242)	8,896,401	242,083	6,022,947
Cash and Cash Equivalents at June 30, 2009	422,295	5,318,433	4,396,313	3,903,824	14,040,865
Cash and Cash Equivalents at June 30, 2010	\$ 639,000	\$ 1,986,191	\$ 13,292,714	\$ 4,145,907	\$ 20,063,812
Reconciliation:					
Cash Deposits at the Bank of North Dakota	\$ 633,081	\$ 1,986,191	\$ 9,319,860	\$ 4,144,888	\$ 16,084,020
Cash and Cash Equivalents	5,919	-	-	1,019	6,938
Restricted Cash Deposits at the Bank of North Dakota	-	-	3,972,854	-	3,972,854
Cash and Cash Equivalents	\$ 639,000	\$ 1,986,191	\$ 13,292,714	\$ 4,145,907	\$ 20,063,812
Reconciliation of Operating Income (Loss) to Net Cash Provided (Used for) Operating Activities:					
Operating Income	\$ 193,354	\$ (723,360)	\$ 5,181,734	\$ 1,841,279	\$ 6,493,007
Adjustments to Reconcile Operating Income to Net Cash Provided by Operating Activities:					
Depreciation	166,553	7,554,570	4,991,243	16,902	12,729,268
Amortization/Accretion	-	-	6,649	-	6,649
Other	6,312	-	-	-	6,312
Change in Assets and Liabilities:					
(Increase) Decrease in Accounts Receivable	(65,152)	189,371	61,729	-	185,948
Decrease in Due From	55,323	-	548,934	7,457	611,714
(Increase) Decrease in Intergovernmental Receivable	(21,317)	143,325	(44,865)	-	77,143
(Increase) Decrease in Prepaid Items	2,951	(46,246)	(598,160)	45,204	(596,251)
Decrease in Inventories	12,219	-	-	-	12,219
(Decrease) In Other Assets	(174)	-	-	-	(174)
Increase (Decrease) in Accounts Payable	43,139	(158,195)	1,145,391	234,613	1,264,948
Decrease in Claims/Judgments Payable	-	-	-	(986,892)	(986,892)
Increase In Intergovernmental Payable	-	12,810	24,286	-	37,096
Increase in Accrued Payroll	1,259	319	26,912	2,269	30,759
Increase in Compensated Absences Payable	3,002	26,169	94,542	2,209	125,922
(Decrease) in Due To	(4,517)	-	(8,393)	(8,412)	(21,322)
Total Adjustments	199,598	7,722,123	6,248,268	(686,650)	13,483,339
Net Cash Provided by (Used For) Operating Activities	\$ 392,952	\$ 6,998,763	\$ 11,430,002	\$ 1,154,629	\$ 19,976,346
Noncash Transactions:					
Net Increase in Fair Value of investments	\$ -	\$ -	\$ -	\$ 510,056	\$ 510,056
Change in Securities Lending Collateral	-	-	-	(57,500)	(57,500)
Total Noncash Transactions	\$ -	\$ -	\$ -	\$ 452,556	\$ 452,556