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, 2008

	Central Services	Fleet Services	Information Technology Department	Risk Management	Total
ASSETS					
Current Assets:					
Cash Deposits at the Bank of ND	$ 420,932	$ 3,543,654	$ 3,182,256	$ 1,747,239	$ 8,894,081
Cash and Cash Equivalents	7,794	-	-	-	7,794
Investments	-	-	-	6,568,536	6,568,536
Accounts Receivable - Net	19,470	25,106	106,341	-	150,917
Interest Receivable - Net	-	-	-	53,096	53,096
Intergovernmental Receivable - Net	19,071	-	152,226	-	171,297
Due from Other Funds	223,329	1,705,053	3,639,730	7,646	5,575,758
Prepaid Items	3,361	-	2,252,705	49,998	2,306,064
Inventory	112,530	-	-	-	112,530
Restricted Cash at the Bank of ND	-	-	8,294,424	-	8,294,424
Total Current Assets	806,487	5,273,813	17,627,682	8,426,515	32,134,497
Noncurrent Assets:					
Unamortized Bond Issuance Costs	-	-	46,546	-	46,546
Capital Assets:					
Buildings and Equipment - Net	636,814	61,764,381	12,248,796	99,890	74,749,881
Total Noncurrent Assets	636,814	61,764,381	12,295,342	99,890	74,796,427
Total Assets	1,443,301	67,038,194	29,923,024	8,526,405	106,930,924
LIABILITIES					
Current Liabilities:					
Accounts Payable	35,214	949,123	665,988	8,317	1,658,642
Accrued Payroll	64,674	92,488	1,433,655	27,039	1,617,856
Securities Lending Collateral	-	-	-	237,224	237,224
Interest Payable	-	-	520,793	4,720	525,513
Intergovernmental Payable	-	-	4,809	-	4,809
Due to Other Funds	10,406	5,769,591	28,441	21,086	5,829,524
Claims/Judgments Payable	-	-	-	2,248,325	2,248,325
Compensated Absences Payable	3,532	46,010	76,548	-	126,090
Capital Leases Payable	149,026	-	-	1,251	150,277
Bonds Payable	-	-	629,458	-	629,458
Deferred Revenue	-	-	-	539	539
Total Current Liabilities	262,852	6,857,212	3,359,692	2,548,501	13,028,257
Noncurrent Liabilities:					
Claims/Judgments Payable	-	-	-	3,668,257	3,668,257
Compensated Absences Payable	67,114	-	1,330,576	26,125	1,423,815
Notes Payable	-	-	12,000,000	-	12,000,000
Capital Leases Payable	453,707	-	-	4,704	458,411
Bonds Payable	-	-	3,576,645	-	3,576,645
Total Noncurrent Liabilities	520,821	-	16,907,221	3,699,086	21,127,128
Total Liabilities	783,673	6,857,212	20,266,913	6,247,587	34,155,385
NET ASSETS					
Invested in Capital Assets, Net of Related Debt	636,814	61,764,381	6,248,796	94,017	68,744,008
Unrestricted	22,814	(1,583,399)	3,407,315	2,184,801	4,031,531
Total Net Assets	$ 659,628	$ 60,180,982	$ 9,656,111	$ 2,278,818	$ 72,775,539

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, 2008

	Central Services	Fleet Services	Information Technology Department	Risk Management	Total
OPERATING REVENUES					
Sales and Services	$ 2,429,340	$ 22,498,762	$ 40,592,466	$ 3,737,394	$ 69,257,962
Miscellaneous	-	64,782	-	-	64,782
Total Operating Revenues	2,429,340	22,563,544	40,592,466	3,737,394	69,322,744
OPERATING EXPENSES					
Cost of Sales and Services	1,051,200	-	-	-	1,051,200
Salaries and Benefits	798,203	1,530,470	16,499,257	324,216	19,152,146
Operating	442,107	13,824,496	22,229,584	654,638	37,150,825
Claims	-	-	-	4,193,065	4,193,065
Depreciation	59,432	6,913,154	2,956,238	26,118	9,954,942
Total Operating Expenses	2,350,942	22,268,120	41,685,079	5,198,037	71,502,178
Operating Income (Loss)	78,398	295,424	(1,092,613)	(1,460,643)	(2,179,434)
NONOPERATING REVENUES (EXPENSES)					
Interest and Investment Income	-	-	114,424	(240,325)	(125,901)
Interest Expense	(16,828)	-	(192,203)	(519)	(209,550)
Loss on Sale of Capital Assets	-	(68,523)	(33,112)	(47,261)	(148,896)
Other	418	-	16,107	-	16,525
Total Nonoperating Revenues (Expenses)	(16,410)	(68,523)	(94,784)	(288,105)	(467,822)
Income (Loss) Before Contributions and	61,988	226,901	(1,187,397)	(1,748,748)	(2,647,256)
Capital Grants and Contributions	-	28,500	-	-	28,500
Changes in Net Assets	61,988	255,401	(1,187,397)	(1,748,748)	(2,618,756)
Total Net Assets - Beginning of Year	597,640	59,925,581	10,843,508	4,027,566	75,394,295
Total Net Assets - End of Year	$ 659,628	$ 60,180,982	$ 9,656,111	$ 2,278,818	$ 72,775,539

STATE OF NORTH DAKOTA

Combining Statement of Cash Flows
Internal Service Funds
For the Fiscal Year Ended June 30, 2008

	Central Services	Fleet Services	Information Technology	Risk Management	Total
Cash Flows from Operating Activities:					
Receipts from Customers and Users	$ 2,397,421	$ 22,575,685	$ 41,435,570	$ 3,737,644	$ 70,146,320
Receipts from Other Funds	-	(326,555)	-	-	(326,555)
Payments to Other Funds	-	47,033	-	-	47,033
Payments to Suppliers	(1,511,140)	(14,620,599)	(22,966,798)	(232,947)	(39,331,484)
Payments to Employees	(771,569)	(1,504,685)	(16,154,795)	(318,132)	(18,749,181)
Claim Payments	-	-	-	(654,866)	(654,866)
Payments to Others	-	-	-	(2,557,810)	(2,557,810)
Net Cash Provided by (Used for) Operating Activities	114,712	6,170,879	2,313,977	(26,111)	8,573,457
Cash Flows from Noncapital Financing Activities:					
Interest Payments - Notes and Other Borrowings	(4,313)	-	-	-	(4,313)
Proceeds from Advances from Other Funds	-	5,500,000	-	-	5,500,000
Other	418	-	-	-	418
Net Cash Used for Noncapital Financing Activities	(3,895)	5,500,000	-	-	5,496,105
Cash Flows from Capital and Related Financing Activities:					
Acquisition and Construction of Capital Assets	(5,296)	(16,594,665)	(5,592,397)	-	(22,192,358)
Proceeds from Sale of Capital Assets	-	3,112,809	10,000	-	3,122,809
Proceeds from Sale of Notes and Other Borrowings	-	-	6,000,000	-	6,000,000
Principal Payments - Notes and Other Borrowings	-	-	(590,150)	-	(590,150)
Interest Payments - Notes and Other Borrowings	-	-	(192,202)	-	(192,202)
Payment on Capital Leases	(66,226)	-	-	(1,251)	(67,477)
Interest Payments - Capital Leases	(12,514)	-	-	(519)	(13,033)
Net Cash Used for Capital and Related Financing Activities	(84,036)	(13,481,856)	(364,749)	(1,770)	(13,932,411)
Cash Flows from Investing Activities:					
Proceeds from Sale and Maturities of Investment Securities	-	-	-	743,822	743,822
Interest and Dividends on Investments	-	-	331,766	240,019	571,785
Net Cash Provided by Investing Activities	-	-	331,766	983,841	1,315,607
Net Change in Cash:					
Net Increase (Decrease) in Cash and Cash Equivalents	26,781	(1,810,977)	2,280,994	955,960	1,452,758
Cash and Cash Equivalents at June 30, 2007	401,946	5,354,631	9,195,686	791,279	15,743,542
Cash and Cash Equivalents at June 30, 2008	$ 428,727	$ 3,543,654	$ 11,476,680	$ 1,747,239	$ 17,196,300
Reconciliation:					
Cash Deposits at the Bank of North Dakota	$ 420,932	$ 3,543,654	$ 3,182,256	$ 1,747,239	$ 8,894,081
Cash and Cash Equivalents	7,794	-	-	-	7,794
Restricted Cash Deposits at the Bank of North Dakota	-	-	8,294,424	-	8,294,424
Cash and Cash Equivalents	$ 428,726	$ 3,543,654	$ 11,476,680	$ 1,747,239	$ 17,196,299
Reconciliation of Operating Income (Loss) to Net Cash Provided (Used for) Operating Activities:					
Operating Income (Loss)	$ 78,398	$ 295,424	$ (1,092,612)	$ (1,460,643)	$ (2,179,433)
Adjustments to Reconcile Operating Income to Net Cash Provided by Operating Activities:					
Depreciation	59,432	6,913,154	2,949,589	26,118	9,948,293
Amortization\Accretion	-	-	6,649	-	6,649
Change in Assets and Liabilities:					
(Increase) Decrease in Accounts Receivable	(4,716)	22,986	510,125	-	528,395
Increase in Due From	(23,011)	(337,400)	433,742	3,933	77,264
(Increase) Decrease in Intergovernmental Receivable	(4,193)	-	(100,762)	-	(104,955)
(Increase) Decrease in Prepaid Items	-	-	(672,661)	409,143	(263,518)
Decrease in Inventories	(4,293)	-	-	-	(4,293)
Increase (Decrease) in Accounts Payable	(18,285)	(796,104)	(72,727)	5,811	(881,305)
Increase In Interest Payable	(859)	-	-	-	(859)
Increase in Claims\Judgments Payable	-	-	-	988,813	988,813
Decrease In Intergovernmental Payable	-	-	4,359	-	4,359
Increase in Accrued Payroll	2,955	22,668	212,821	2,267	240,711
Increase (Decrease) in Compensated Absences Payable	23,679	3,118	131,640	3,817	162,254
Decrease in Due To	5,605	47,033	3,814	2,008	58,460
Increase In Deferred Revenue	-	-	-	(7,378)	(7,378)
Total Adjustments	36,314	5,875,455	3,406,589	1,434,532	10,752,890
Net Cash Provided by (Used For) Operating Activities	$ 114,712	$ 6,170,879	$ 2,313,977	$ (26,111)	$ 8,573,457
Noncash Transactions:					
Net Increase (decrease) in Fair Value of investments	$ -	$ -	$ -	$ (490,022)	$ (490,022)
Acquisition of Equipment Under Capital Lease	653,732	-	-		653,732
Change in Securities Lending Collateral	-	-	-	(806,245)	(806,245)
Total Noncash Transactions	$ 653,732	$ -	$ -	$ (1,296,267)	$ (642,535)