
INTERNAL SERVICE FUNDS

Internal Service Funds account for the financing of goods and services provided by one department, agency, or government unit to other departments or agencies of Thurston County, or to other governments. The Internal Service funds are traced on a cost reimbursement and accrual basis of accounting. The County maintains nine internal service funds that are grouped by function. A description of the funds and groups of funds follows:

Central Services - A fund to finance the operations of a data processing center, central mailing function to receive all incoming and outgoing mail, a micrographics center, and the facilities maintenance operations. The facilities operations performs maintenance and custodial services for county-owned buildings and administers leases for county use.

Unemployment Compensation - A fund to finance the cost of unemployment claims of prior Thurston County employees.

Equipment Rental and Revolving - A group of two funds to finance the maintenance, operations and acquisition of goods used by County funds. The funds include the Equipment Rental and Revolving Operation and Maintenance Fund and the Equipment Rental and Revolving Replacement Reserve Fund.

Insurance Risk Management - A fund to finance the costs of insurance coverage for the County's protection. It finances county liability, property insurance and safety programs.

Communications - A group of three funds established to provide a consolidated emergency communications system for Thurston County and the cities and fire districts therein. The funds finance an intergovernmental agency created to perform county wide government communication services and 911 enhanced dispatching services. The funds include the Communications Operations Fund; Emergency Service Center; and the Communications - 911 Cellular Tax Fund.

Benefits Administration - A fund used by Human Resources department to collect employee benefits costs from the various county departments and offices and pay for those benefits.

COMBINING BALANCE SHEET**Internal Service Funds****December 31, 2001 WITH COMPARATIVE****TOTALS FOR December 31, 2000**

Assets	CENTRAL	UNEMPL	EQUIPMENT	INSURANCE	COMMUNI -	BENEFITS	2001	2000
	SERVICES	COMP	RENTAL &	RISK		CATIONS		
Current Assets								
Cash & Pooled Investments	\$2,028,848	\$831,416	\$8,339,960	\$2,806,110	\$586,064	\$623,420	\$15,215,818	\$13,418,812
Accrued Interest & Penalties	6,462	2,933	24,914	9,545	2,819	2,218	48,891	69,539
Customer Account Receivables	1,390	-	17,408	-	-	-	18,798	2,041
Due from Other Funds	88,679	-	1,143,471	546,739	5,225	-	1,784,114	1,533,399
Due From Other Government Units	1,338	-	3,409	-	185	-	4,932	7,290
Inventory	-	-	139,928	-	-	-	139,928	149,804
Prepayments	84,667	-	-	-	104,400	-	189,067	189,067
Long-Term Assets								
Fixed Assets	4,683,994	2,783	15,664,848	8,773	4,337,637	-	24,698,035	24,519,488
Accumulated Depreciation	(3,947,393)	(2,783)	(9,124,836)	(123)	(2,318,878)	-	(15,394,013)	(14,777,226)
Total Assets	\$2,947,985	\$834,349	\$16,209,102	\$3,371,044	\$2,717,452	\$625,638	\$26,705,570	\$25,112,214
Liabilities & Fund Equity								
Current Liabilities								
Accounts Payable	\$230,879	-	\$251,345	\$208,386	\$54,659	\$225	745,494	\$762,625
Due To Other Funds	12,862	-	32,801	39,159	1,452	14	86,288	30,247
Due To Other Government Units	-	-	-	-	-	-	-	192
Lim. Tax G.O. Bond-Current Portion	-	-	-	-	150,194	-	150,194	142,957
Long-Term Liabilities								
Limited G.O. Bonds Payable	-	-	-	-	876,443	-	876,443	1,041,998
Compensated Absences Payable	189,214	-	63,365	12,893	115,705	-	381,177	353,508
Claims and Judgements Payable	-	-	-	1,826,183	-	-	1,826,183	1,969,629
Intergvrntl Loans & Cntrcts Payable	-	-	-	-	226,647	-	226,647	288,895
Total Liabilities	432,955	-	347,511	2,086,621	1,425,100	239	4,292,426	4,590,051
Fund Equity								
Contributed Capital	1,449,845	958	2,936,910	-	10,575	-	4,398,288	3,918,960
Retained Earnings-Reserved (Purch of FA)	-	-	6,777,031	-	-	-	6,777,031	6,846,402
Retained Earnings-Unreserved	1,065,185	833,391	6,147,650	1,284,423	1,281,777	625,399	11,237,825	9,756,801
Total Fund Equity	2,515,030	834,349	15,861,591	1,284,423	1,292,352	625,399	22,413,144	20,522,163
Total Liability & Fund Equity	\$2,947,985	\$834,349	\$16,209,102	\$3,371,044	\$2,717,452	\$625,638	\$26,705,570	\$25,112,214

**COMBINING STATEMENT OF REVENUES, EXPENSES
& CHANGES IN FUND EQUITY
INTERNAL SERVICE FUNDS
YEAR ENDED December 31, 2001 WITH COMPARATIVE TOTALS
FOR YEAR ENDED December 31, 2000**

	CENTRAL SERVICES	UNEMPL COMP	EQUIPMENT RENTAL & REVOLV	INSURANCE RISK MNGMNT	COMMUNI - CATIONS	BENEFITS ADMIN	2001	2000
Operating Revenues:								
Charges for Services	\$6,548,229	-	\$540,303	\$2,365,360	\$2,482,321	-	\$11,936,213	\$11,147,937
Equipment Rental	-	-	4,814,603	-	-	-	4,814,603	3,544,291
Assessment	-	-	-	-	970,018	-	970,018	930,845
Interfund Contributions	102,982	294,886	-	-	-	85,106	482,974	470,417
Other Miscellaneous Revenues	8,287	-	101	-	14,135	541	23,064	109,202
Total Operating Revenues	6,659,498	294,886	5,355,007	2,365,360	3,466,474	85,647	18,226,872	16,202,692
Operating Expenses:								
General Operations	4,001,315	202,513	2,200,039	940,628	3,173,144	91,540	10,609,179	9,323,526
Maintenance of Equipment & Facilities	440,228	-	1,205	-	120,588	-	562,021	384,195
General Administration	2,336,362	-	-	-	-	-	2,336,362	2,404,674
Depreciation/Amortization, Depletion	485,004	-	1,555,957	123	463,514	-	2,504,598	2,473,697
Risk Transfer Payments	-	-	-	467,726	-	-	467,726	510,377
Claims Payments	-	-	-	665,837	-	-	665,837	91,808
Total Operating Expenses	7,262,909	202,513	3,757,201	2,074,314	3,757,246	91,540	17,145,723	15,188,277
Operating Income	(603,411)	92,373	1,597,806	291,046	(290,772)	(5,893)	1,081,149	1,014,415
Nonoperating Revenues (Expenses):								
Interest Revenue	54,300	40,896	349,203	144,356	38,125	32,363	659,243	703,035
Other Non-Operating Revenue (Expense)	(17,583)	-	121,337	-	9,601	-	113,355	95,197
Interest Expense & Fiscal Charges	-	-	-	(1,255)	(71,011)	-	(72,266)	(59,067)
Total Nonoperating Revenue (Expenses)	36,717	40,896	470,540	143,101	(23,285)	32,363	700,332	739,165
Income Before Operating Transfers	(566,694)	133,269	2,068,346	434,147	(314,057)	26,470	1,781,481	1,753,580
Operating Transfers In	59,620	-	32,480	-	-	-	92,100	58,451
Operating Transfers Out	(3,399)	-	(7,733)	(44,766)	-	-	(55,898)	(32,860)
Net Income (Loss)	(510,473)	133,269	2,093,093	389,381	(314,057)	26,470	1,817,683	1,779,171
Fund Equity at Beginning of Year	2,987,681	701,080	13,733,022	895,042	1,606,409	598,929	20,522,163	18,648,197
Prior Period Adjustment	-	-	-	-	-	-	-	(44,024)
Residual Equity Transfers In/Contrib. Capital	49,239	-	54,681	-	-	-	103,920	140,950
Residual Equity Transfers Out	(11,417)	-	(19,205)	-	-	-	(30,622)	(2,131)
Fund Equity at End of Year	\$2,515,030	\$834,349	\$15,861,591	\$1,284,423	\$1,292,352	\$625,399	\$22,413,144	\$20,522,163

COMBINING STATEMENT OF CASH FLOWS
INTERNAL SERVICE FUNDS
YEAR ENDED December 31, 2001 WITH COMPARATIVE TOTALS
FOR YEAR ENDED December 31, 2000

	CENTRAL SERVICES	UNEMPL COMP	EQUIP RENTAL & REVOLV	INS RISK MNGMNT	COMMUNI - CATIONS	BENEFITS ADMIN	2001	2000
Cash Flows from Operating Activities:								
Cash Received from Customers	\$6,968,687	\$294,885	\$5,166,245	\$2,083,105	\$3,468,691	\$90,647	\$18,072,260	\$16,091,874
Cash Payments for Goods and Services	(3,944,346)	-	(1,536,594)	(1,996,555)	(795,693)	(9,991)	(8,283,179)	(7,418,460)
Cash Payments to Employees	(2,937,982)	(202,512)	(649,618)	(170,714)	(2,490,557)	(86,414)	(6,537,797)	(5,929,337)
Net Cash Provided (Used) by Prior Period Adjustment	86,359	92,373	2,980,033	(84,164)	182,441	(5,758)	3,251,284	2,744,077
Net Cash Provided (Used) by Operating Activities After Prior Period Adjustment	86,359	92,373	2,980,033	(84,164)	182,441	(5,758)	3,251,284	2,744,077
Cash Flows From Noncapital Financing Activities:								
Operating Transfers In	59,620	-	32,480	-	-	-	92,100	58,451
Operating Transfers Out	(3,399)	-	(7,733)	(44,766)	-	-	(55,898)	(32,860)
Residual Equity Transfers In	49,239	-	54,681	-	-	-	103,920	140,950
Residual Equity Transfers Out	(11,417)	-	(19,205)	-	-	-	(30,622)	2,131
Net Cash Provided (Used) by Noncapital Financing Activities	94,043	-	60,223	(44,766)	-	-	109,500	168,672
Cash Flows from Capital & Related Financing Activities:								
Capital Asset Acquisitions	(61,986)	-	(1,896,422)	-	(62,380)	-	(2,020,788)	(3,071,530)
Sales Of Capital Assets	(37,822)	-	104,823	(6,933)	9,883	-	69,951	(362,136)
Principal Proceeds	-	-	-	-	-	-	-	380,035
Principal Repayments	-	-	-	-	(220,566)	-	(220,566)	(232,510)
Interest Paid	-	-	-	(1,255)	(71,011)	-	(72,266)	(59,067)
Net Cash Provided (Used) by Capital & Related Financing Activities	(99,808)	-	(1,791,599)	(8,188)	(344,074)	-	(2,243,669)	(3,345,208)
Cash Flows from Investing Activities:								
Interest Receipts	55,188	41,659	360,898	148,613	40,227	33,306	679,891	694,073
Net Cash Provided (Used) by by Investing Activities	55,188	41,659	360,898	148,613	40,227	33,306	679,891	694,073
Net Change in Cash and Cash Equivalents	135,782	134,032	1,609,555	11,495	(121,406)	27,548	1,797,006	261,614
Cash & Cash Equivalents 1-1-01	1,893,066	697,384	6,730,405	2,794,615	707,470	595,872	13,418,812	13,157,198
Cash & Cash Equivalents 12-31-01	\$2,028,848	\$831,416	\$8,339,960	\$2,806,110	\$586,064	\$623,420	\$15,215,818	\$13,418,812

	CENTRAL SERVICES	UNEMPL COMP	EQUIP RENTAL & REVLV	INS RISK MNGMNT	COMMUNI- CATIONS	BENEFITS ADMIN	2001	2000
Reconciliation of Operating Income to Net Cash Provided (Used) by Operating Activities:								
Operating Income	(\$603,411)	\$92,373	\$1,597,806	\$291,046	(\$290,772)	(\$5,893)	\$1,081,149	\$1,014,415
Adjustments to Reconcile Operating Income to Net Cash Provided by Operating Activities:								
Depreciation Expense	485,004	-	1,555,957	123	463,514	-	2,504,598	2,473,697
(Increase) Decrease in:								
Other Current Receivables	402	-	(17,408)	249	-	-	(16,757)	16,813
Due From Other Funds	291,688	-	(232,323)	(305,314)	(4,766)	-	(250,715)	(128,343)
Inventories	-	-	9,876	-	-	-	9,876	(26,841)
Increase (Decrease) in:								
Accounts Payable	(117,285)	-	53,257	39,545	7,199	153	(17,131)	(268,555)
Due to Other Funds	12,862	-	13,899	28,823	475	(18)	56,041	(1,181)
Claims and Judgements	-	-	-	(143,446)	-	-	(143,446)	(342,407)
Compensated Absences Payable	17,099	-	(1,031)	4,810	6,791	-	27,669	6,479
Total Adjustments	689,770	-	1,382,227	(375,210)	473,213	135	2,170,135	1,729,662
Net Cash Provided by Operating Activities	\$86,359	\$92,373	\$2,980,033	(\$84,164)	\$182,441	(\$5,758)	\$3,251,284	\$2,744,077