

INTERNAL SERVICE FUNDS

Vehicle Replacement Fund - To account for the cost of maintaining and replacing City vehicles. Such costs are billed to City departments at a rate that which provides the future acquisition and operating costs of City vehicles.

Building Occupancy Fund - To account for the cost of maintaining and improving City buildings. Such costs are billed to City departments at a rate which provides for the annual maintenance and improvement costs.

Information Technology Fund - To account for the cost of maintaining and replacing City computer and telecommunications equipment. Such costs are billed to City departments at a rate which provides for the annual maintenance and replacement costs.

Self-Insurance Program Fund - To account for the costs of providing liability, workers' compensation and unemployment insurance to all City departments. Such costs are billed to City departments at a rate which provides for the annual insurance costs.

Printing and Graphics Fund - To account for the costs of providing printing and graphics services to all City departments. Such costs are billed to City departments at a rate which provides for the annual printing costs.

Emergency Communications Fund - To account for the cost of maintaining and replacing various City communication equipment, primarily for Public Safety. Such costs are billed to the City's designated departments at a rate that provides for the annual maintenance and replacement costs.

Major Facilities Repair Fund - To account for monies received from user departments within the City for major facilities repair costs.

City of Redondo Beach
Combining Statement of Net Assets
All Internal Service Funds
June 30, 2010

	Vehicle Replacement	Building Occupancy	Information Technology	Self-Insurance Program	Printing and Graphics	Emergency Communications	Major Facilities Repair	Total
ASSETS								
Current assets:								
Cash and investments	\$ 5,461,910	\$ 446,605	\$ 348,701	\$ 15,052,763	\$ 75,036	\$ 572,845	\$ 101,748	\$ 22,059,608
Accounts receivable	10,101	-	-	-	-	-	-	10,101
Prepaid costs	-	250	500	113	-	250	-	1,113
Total current assets	5,472,011	446,855	349,201	15,052,876	75,036	573,095	101,748	22,070,822
Noncurrent assets:								
Capital assets - net of accumulated depreciation	3,520,669	20,502	304,759	-	22,356	563,963	-	4,432,249
Total noncurrent assets	3,520,669	20,502	304,759	-	22,356	563,963	-	4,432,249
Total assets	8,992,680	467,357	653,960	15,052,876	97,392	1,137,058	101,748	26,503,071
LIABILITIES								
Liabilities:								
Current liabilities:								
Accounts payable	405,327	153,195	90,218	316,069	5,176	6,646	-	976,631
Accrued liabilities	14,642	35,604	25,986	10,737	4,173	66,774	-	157,916
Due to other funds	-	-	-	-	-	-	-	-
Accrued compensated absences	2,839	7,841	10,907	2,876	2,467	12,223	-	39,153
Accrued claims and judgments	-	-	-	2,988,028	-	-	-	2,988,028
Bonds, notes, and capital leases	-	-	-	-	20,686	-	-	20,686
Total current liabilities	422,808	196,640	127,111	3,317,710	32,502	85,643	-	4,182,414
Noncurrent liabilities:								
Accrued compensated absences	17,873	49,363	68,676	18,085	15,525	76,955	-	246,477
Accrued claims and judgments	-	-	-	10,466,286	-	-	-	10,466,286
Bonds, notes, and capital leases	-	-	-	-	-	-	-	-
Total noncurrent liabilities	17,873	49,363	68,676	10,484,371	15,525	76,955	-	10,712,763
Total liabilities	440,681	246,003	195,787	13,802,081	48,027	162,598	-	14,895,177
NET ASSETS								
Invested in capital assets	3,520,669	20,502	304,759	-	1,670	563,963	-	4,411,563
Unrestricted	5,031,330	200,852	153,414	1,250,795	47,695	410,497	101,748	7,196,331
Total net assets	\$ 8,551,999	\$ 221,354	\$ 458,173	\$ 1,250,795	\$ 49,365	\$ 974,460	\$ 101,748	\$ 11,607,894

City of Redondo Beach
Combining Statement of Revenues, Expenses and Changes in Net Assets
All Internal Service Funds
For the year ended June 30, 2010

	Vehicle Replacement	Building Occupancy	Information Technology	Self- Insurance Program	Printing and Graphics	Emergency Communications	Major Facilities Repair	Total
OPERATING REVENUES:								
Sales and service charges	\$ 2,835,907	\$ 3,121,591	\$ 2,778,082	\$ 4,472,025	\$ 386,522	\$ 2,681,901	\$ 101,748	\$ 16,377,776
Miscellaneous	75,155	-	3,152	204	-	-	-	78,511
Total operating revenues	2,911,062	3,121,591	2,781,234	4,472,229	386,522	2,681,901	101,748	16,456,287
OPERATING EXPENSES:								
Administrative and general expenses	926,063	1,253,964	715,023	-	124,781	539,266	-	3,559,097
Personnel services	444,383	969,932	754,899	469,873	120,605	1,886,951	-	4,646,643
Contractual services	237,521	230,004	1,035,220	1,560,104	25,086	76,220	-	3,164,155
Depreciation	794,503	3,139	105,329	-	38,396	73,221	-	1,014,588
Total operating expenses	2,402,470	2,457,039	2,610,471	2,029,977	308,868	2,575,658	-	12,384,483
OPERATING INCOME (LOSS)	508,592	664,552	170,763	2,442,252	77,654	106,243	101,748	4,071,804
NONOPERATING REVENUES EXPENSES:								
Interest expenses	-	-	-	-	-	-	-	-
Gain (loss) on sale of capital assets	28,333	-	-	-	-	-	-	28,333
Total nonoperating revenues (expenses)	28,333	-	-	-	-	-	-	28,333
INCOME (LOSS) BEFORE TRANSFERS	536,925	664,552	170,763	2,442,252	77,654	106,243	101,748	4,100,137
Transfers in	-	-	-	114,746	-	-	-	114,746
Change in net assets	536,925	664,552	170,763	2,556,998	77,654	106,243	101,748	4,214,883
NET ASSETS:								
Beginning of year	8,015,074	(443,198)	287,410	(1,306,203)	(28,289)	868,217	-	7,393,011
End of year	\$ 8,551,999	\$ 221,354	\$ 458,173	\$ 1,250,795	\$ 49,365	\$ 974,460	\$ 101,748	\$ 11,607,894

City of Redondo Beach
Combining Statement of Cash Flows
All Internal Service Funds
For the year ended June 30, 2010

	Vehicle Replacement	Building Occupancy	Information Technology	Self-Insurance Program	Printing and Graphics	Emergency Communications	Major Facilities Repair	Total
CASH FLOWS FROM OPERATING ACTIVITIES:								
Cash received from customers and users	\$ 2,910,903	\$ 3,121,591	\$ 2,781,234	\$ 4,472,229	\$ 386,522	\$ 2,681,901	\$ 101,748	\$ 16,456,128
Cash payments to suppliers for goods and services	(978,747)	(1,518,631)	(1,791,487)	(4,260,552)	(159,457)	(632,179)	-	(9,341,053)
Cash payments to employees for services	(439,093)	(962,728)	(744,183)	(458,142)	(124,233)	(1,868,110)	-	(4,596,489)
Net cash provided (used) by operating activities	1,493,063	640,232	245,564	(246,465)	102,832	181,612	101,748	2,518,586
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:								
Transfers in	-	-	-	114,746	-	-	-	114,746
Repayment received from other funds	-	(193,627)	-	-	(15,313)	-	-	(208,940)
Net cash provided (used) by noncapital financing activities	-	(193,627)	-	114,746	(15,313)	-	-	(94,194)
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:								
Acquisition and construction of capital assets	(931,243)	-	(47,068)	-	-	-	-	(978,311)
Principal paid of capital debt	-	-	-	-	(12,483)	-	-	(12,483)
Interest paid on capital debt	-	-	-	-	-	-	-	-
Proceeds from sales of capital assets	28,333	-	-	-	-	-	-	28,333
Net cash provided (used) by capital and related financing activities	(902,910)	-	(47,068)	-	(12,483)	-	-	(962,461)
Net increase (decrease) in cash and cash equivalents	590,153	446,605	198,496	(131,719)	75,036	181,612	101,748	1,461,931
CASH AND CASH EQUIVALENTS:								
Beginning of year	4,871,757	-	150,205	15,184,482	-	391,233	-	20,597,677
End of year	\$ 5,461,910	\$ 446,605	\$ 348,701	\$ 15,052,763	\$ 75,036	\$ 572,845	\$ 101,748	\$ 22,059,608

City of Redondo Beach
Combining Statement of Cash Flows
All Internal Service Funds
For the year ended June 30, 2010

	Vehicle Replacement	Building Occupancy	Information Technology	Self-Insurance Program	Printing and Graphics	Emergency Communications	Major Facilities Repair	Total
RECONCILIATION OF OPERATING INCOME TO NET								
CASH PROVIDED BY OPERATING ACTIVITIES:								
Operating income (loss)	\$ 508,592	\$ 664,552	\$ 170,763	\$ 2,442,252	\$ 77,654	\$ 106,243	\$ 101,748	\$ 4,071,804
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:								
Depreciation	794,503	3,139	105,329	-	38,396	73,221	-	1,014,588
Changes in assets and liabilities:								
(Increase) decrease in accounts receivable	(159)	-	-	-	-	-	-	(159)
(Increase) decrease in due from other governments	-	-	-	-	-	-	-	-
(Increase) decrease in prepaid expense	-	402	56	(113)	1,971	(250)	-	2,066
Increase (decrease) in accounts payable	184,837	(35,065)	(41,300)	8,974	(11,561)	(16,443)	-	89,442
Increase (decrease) in due to other governments	-	-	-	-	-	-	-	-
Increase (decrease) in accrued liabilities	2,115	4,784	(1,488)	6,365	(379)	8,518	-	19,915
Increase (decrease) in claims and judgments	-	-	-	(2,709,309)	-	-	-	(2,709,309)
Increase (decrease) in compensated absences	3,175	2,420	12,204	5,366	(3,249)	10,323	-	30,239
Total adjustments	984,471	(24,320)	74,801	(2,688,717)	25,178	75,369	-	(1,553,218)
Net cash provided (used) by operating activities	\$ 1,493,063	\$ 640,232	\$ 245,564	\$ (246,465)	\$ 102,832	\$ 181,612	\$ 101,748	\$ 2,518,586

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