

INTERNAL SERVICE FUND

Internal Service Funds account for the financing of goods or services provided by one department to other departments of the governmental unit or to other governmental units, on a cost reimbursement basis.

Self-Insurance Fund - To account for premium payments received by participating municipalities and County departments for payment of claims under the Worker's Compensation, General Liability and Property Damage Insurance Plan administered by the County. The Self Insurance Fund also accounts for medical, life and disability insurance for County employees and their families. The cost of employees' group insurance is jointly paid by employees and the County.

MIAMI-DADE COUNTY

INTERNAL SERVICE FUND
SUPPLEMENTAL BALANCE SHEET

SEPTEMBER 30, 1997

(in thousands)

	Total	
	September 30,	
	1997	1996
Assets:		
Cash and cash equivalents	\$ 20,498	\$ 27,070
Investments	80,512	93,134
Accounts receivable, net	5,102	3,080
Due from other funds	12,926	14,735
Due from other governments	207	275
Other current assets	4,557	5,379
Total assets	\$ 123,802	\$ 143,673
Liabilities and Fund Deficit:		
Liabilities:		
Accounts payable and accrued expenses	\$ 2,216	\$ 1,821
Due to other funds		5,866
Deferred revenues	4,556	5,379
Assets held in trust	1,560	1,618
Estimated claims payable	45,323	45,323
Total liabilities	53,655	60,007
Long-term Liabilities:		
Estimated claims payable	73,005	73,005
Loans payable	41,200	41,200
Total long-term liabilities	114,205	114,205
Fund Deficit:		
Reserve for interfund receivables		10,697
Unreserved retained deficit	(44,058)	(41,236)
Total fund deficit	(44,058)	(30,539)
Total liabilities and fund deficit	\$ 123,802	\$ 143,673

MIAMI-DADE COUNTY

INTERNAL SERVICE FUND
 SUPPLEMENTAL STATEMENT OF REVENUES, EXPENSES
 AND CHANGES IN RETAINED DEFICIT
 FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 1997
 (in thousands)

	Total	
	September 30,	
	1997	1996
Operating revenues:		
Charges for services	\$ 163,061	\$ 165,938
Operating expenses:		
Claim and policy payments	102,556	99,089
Other	4,158	5,077
Total operating expenses	<u>106,714</u>	<u>104,166</u>
Operating income	<u>56,347</u>	<u>61,772</u>
Non-operating revenues (expenses)		
Interest income	5,714	5,634
Interest expense	(1,250)	(2,313)
Total non-operating revenues (expenses)	<u>4,464</u>	<u>3,321</u>
Income before operating transfers	60,811	65,093
Operating transfers out	(74,330)	(50,140)
Net income (loss)	(13,519)	14,953
Retained deficit at beginning of year	(30,539)	(45,492)
Retained deficit at end of year	<u>\$ (44,058)</u>	<u>\$ (30,539)</u>

MIAMI-DADE COUNTY

INTERNAL SERVICE FUND
STATEMENT OF CASH FLOWS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 1997
(in thousands)

	Total	
	September 30,	
	1997	1996
Cash flows from operating activities:		
Cash received for premiums	\$ 155,499	\$ 165,250
Cash paid for claims	(96,575)	(108,578)
Cash paid for policies	(9,191)	(10,190)
Other cash received	940	384
Net cash provided by operating activities	<u>50,673</u>	<u>46,866</u>
Cash flows from non-capital financing activities:		
Repayment of amounts borrowed		(40,000)
Proceeds from issuance of long-term debt		41,200
Operating transfers out to other funds	(74,330)	(50,140)
Net cash used for non-capital financing activities	<u>(74,330)</u>	<u>(48,940)</u>
Cash flows from capital and related financing activities:		
Interest paid	(1,250)	(2,313)
Net cash used for capital and related financing activities	<u>(1,250)</u>	<u>(2,313)</u>
Cash flows from investing activities:		
Purchase of investment securities	(40,430)	(78,224)
Proceeds from sale and maturities of investment securities	53,149	71,091
Interest on investments	5,616	5,634
Net cash provided (used) by investing activities	<u>18,335</u>	<u>(1,499)</u>
Net decrease in cash and cash equivalents	<u>(6,572)</u>	<u>(5,886)</u>
Cash and cash equivalents at beginning of year	27,070	32,956
Cash and cash equivalents at end of year	<u>\$ 20,498</u>	<u>\$ 27,070</u>
Reconciliation of operating income to net cash provided by operating activities:		
Operating income	\$ 56,347	\$ 61,772
(Increase) decrease in assets:		
Accounts receivable, net	(2,021)	(642)
Other current assets	822	969
Due from other funds	1,808	(4,829)
Due from other governments	67	(108)
Increase (decrease) in liabilities:		
Accounts payable and accrued expenses	396	(385)
Due to other funds	(5,866)	5,866
Deferred revenue and other current liabilities	(880)	(981)
Decrease in estimated liability		(14,796)
Net cash provided by operating activities	<u>\$ 50,673</u>	<u>\$ 46,866</u>