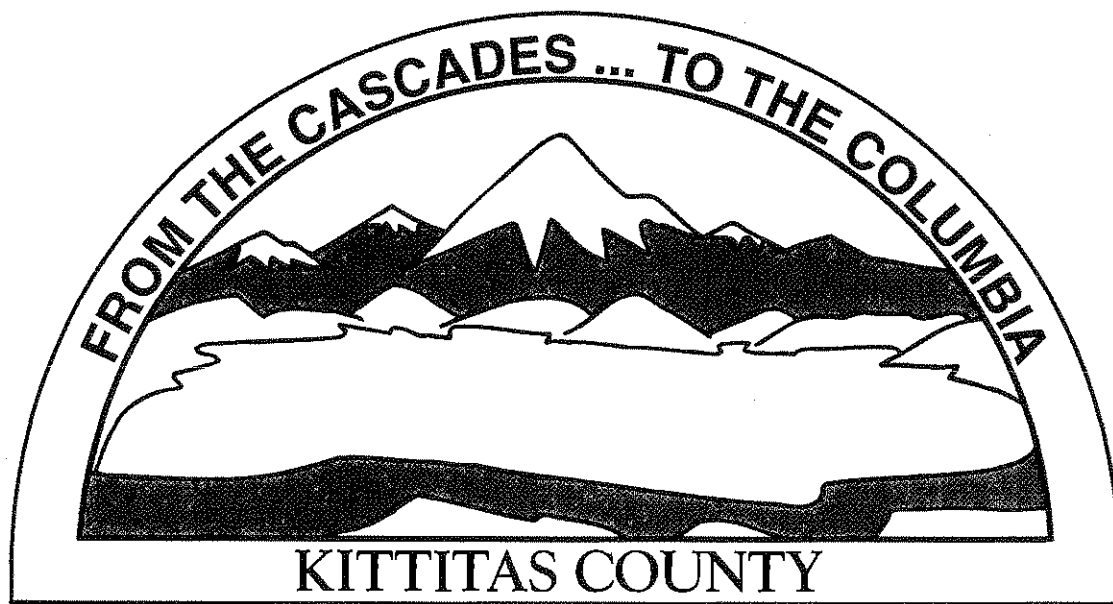


Internal Service Funds



KITTITAS COUNTY, WASHINGTON

INTERNAL SERVICE FUNDS
COMBINING BALANCE SHEET
As of December 31, 2008 and December 31, 2007

	<u>E. R. & R.</u>	<u>UNEMPLOYMENT COMPENSATION</u>	<u>2008 TOTALS</u>	<u>2007 TOTALS</u>
ASSETS				
<u>CURRENT ASSETS</u>				
Cash/Petty Cash	\$ 3,373,770	\$ 210,657	\$ 3,584,427	\$ 3,247,936
Investments	1,915,039	0	1,915,039	2,492,538
Accounts Receivable	0	0	0	25,035
Interest Receivable	0	0	0	69,497
Due From Other Funds	343,935	0	343,935	361,620
Due From Other Gov't	0	0	0	0
Prepayment for Services	0	0	0	0
Inventory	500,285	0	500,285	496,074
TOTAL CURRENT ASSETS	\$ 6,133,030	\$ 210,657	\$ 6,343,687	\$ 6,692,701
<u>PROPERTY, PLANT AND EQUIPMENT</u>				
Land	\$ 26,024	\$ 0	\$ 26,024	\$ 26,024
Buildings	441,344	0	441,344	441,344
Improvements	128,957	0	128,957	128,957
Equipment	6,653,285	0	6,653,285	6,151,527
Construction In Progress	0	0	0	143,507
TOTAL PROPERTY, PLANT AND EQUIPMENT	\$ 7,249,610	\$ 0	\$ 7,249,610	\$ 6,891,359
Less Accumulated Depreciation	\$ (4,327,056)	\$ 0	\$ (4,327,056)	\$ (4,202,156)
NET PROPERTY, PLANT AND EQUIPMENT	\$ 2,922,554	\$ 0	\$ 2,922,554	\$ 2,689,203
TOTAL ASSETS	\$ 9,055,584	\$ 210,657	\$ 9,266,241	\$ 9,381,904
<u>LIABILITIES AND FUND EQUITY</u>				
<u>CURRENT LIABILITIES</u>				
Salaries Payable	\$ 23,400	\$ 0	\$ 23,400	22,694
Vouchers Payable	59,356	20,393	79,749	236,055
Taxes Payable	0	0	0	0
Due To Other Funds	233,738	0	233,738	438,387
Due To Other Gov't	479	0	479	0
TOTAL CURRENT LIABILITIES	\$ 316,973	\$ 20,393	\$ 337,365	\$ 697,136
<u>FUND EQUITY</u>				
<u>CONTRIBUTED CAPITAL</u>				
Contributed Capital	\$ 801,313	\$ 190,265	\$ 991,578	\$ 963,012
Less Accumulated Amortization	(353,941)	0	(353,941)	(363,102)
NET CONTRIBUTED CAPITAL	\$ 447,372	\$ 190,265	\$ 637,637	\$ 599,910
<u>RETAINED EARNINGS</u>				
Unreserved:				
Designated	\$ 2,407,063	\$ 0	\$ 2,407,063	\$ 2,474,226
Undesignated	5,884,176	0	5,884,176	5,610,631
TOTAL FUND EQUITY	\$ 8,738,611	\$ 190,265	\$ 8,928,876	\$ 8,684,768
TOTAL LIABILITIES AND FUND EQUITY	\$ 9,055,584	\$ 210,657	\$ 9,266,241	\$ 9,381,904

KITTITAS COUNTY, WASHINGTON

INTERNAL SERVICE FUNDS
 COMBINING STATEMENT OF REVENUES, EXPENSES & CHANGES IN FUND EQUITIES
 As of December 31, 2008
 With Comparative Totals for December 31, 2007

	<u>E.R.&R.</u>	<u>UNEMPLOYMENT COMPENSATION</u>	<u>2008</u>	<u>2007</u>
<u>OPERATING REVENUES</u>				
Sales of Merchandise	\$ 173,455	\$ 0	\$ 173,455	\$ 150,789
Other Charges for Services	210,792	77,187	287,979	254,076
Rents, Parking, Concessions	1,263,146	0	1,263,146	1,100,061
Miscellaneous Revenues	4,982	0	4,982	0
TOTAL OPERATING REVENUES	\$ 1,652,375	\$ 77,187	\$ 1,729,562	\$ 1,504,926
<u>OPERATING EXPENSES:</u>				
General Operations	\$ 1,108,259	\$ 31,908	\$ 1,140,167	\$ 988,217
Cost of Sale & Services	141,139	0	141,139	119,369
Maintenance	7,347	0	7,347	22,718
Administration-General	66,308	0	66,308	44,398
Depreciation, Amortization	472,794	0	472,794	466,736
TOTAL OPERATING EXPENSE	\$ 1,795,847	\$ 31,908	\$ 1,827,755	\$ 1,641,438
OPERATING INCOME (LOSS)	\$ (143,472)	\$ 45,279	\$ (98,193)	\$ (136,512)
<u>NON-OPERATING REVENUES (EXPENSES):</u>				
Interest Revenues	\$ 102,217	\$ 0	\$ 102,217	\$ 156,644
Gain (Loss) on Fixed Asset Disposal	35,202	0	35,202	9,450
Other Non-Oper. Revenues	10,222	0	10,222	26,645
Operating Transfer In	194,660	0	194,660	0
TOTAL NON-OPERATING REVENUES	\$ 342,301	\$ 0	\$ 342,301	\$ 192,740
NET INCOME	\$ 198,829	\$ 45,279	\$ 244,108	\$ 56,227
Fund Equity - January 1	\$ 8,539,782	\$ 144,986	\$ 8,684,768	\$ 8,600,572
Other Changes Fund Equity Inventory	0	0	0	0
Residual Equity Transfer In (Out)	0	0	0	27,968
FUND EQUITY - DECEMBER 31	\$ 8,738,611	\$ 190,265	\$ 8,928,876	\$ 8,684,767

KITTITAS COUNTY, WASHINGTON

**INTERNAL SERVICE FUNDS
STATEMENT OF CASH FLOWS - DIRECT METHOD
YEAR ENDED DECEMBER 31, 2008
With Comparative Totals for Year Ended December 31, 2007**

	<u>E.R.& R.</u>	<u>UNEMPLOYMENT COMPENSATION</u>	<u>2008 TOTALS</u>	<u>2007 TOTALS</u>
<u>CASH FLOWS FROM OPERATING ACTIVITIES:</u>				
Cash received from customers	\$ 1,764,592	\$ 77,187	\$ 1,841,779	\$ 2,480,003
Cash payments to suppliers	(1,702,930)	(16,012)	(1,718,942)	(659,263)
Cash payment for operating expenses	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Net cash provided (used) by operating activities	\$ 61,662	\$ 61,175	\$ 122,837	\$ 1,820,740
<u>CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:</u>				
Non-Oper. Rents and Charges	\$ 10,222	\$ 0	\$ 10,222	\$ 26,645
Non-Oper. Expenses	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Net cash provided from noncapital activities	\$ 10,222	\$ 0	10,222	26,645
<u>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:</u>				
Proceeds from sale of fixed assets	\$ 35,202	\$ 0	\$ 35,202	\$ 9,450
Payments for Capital Acquisition	(706,145)	0	(706,145)	(229,301)
Acquisition (disposition) of fixed assets	0	0	0	0
Construction in progress	0	0	0	0
Changes to Fund Equity - Inventory	0	0	0	0
Changes to Fund Equity - Amortization/Sale Contributed Cap	0	0	0	0
Residual equity transfer in (Out)	<u>194,660</u>	<u>0</u>	<u>194,660</u>	<u>27,966</u>
Net cash provided (used in) capital financing activities	\$ (476,283)	\$ 0	\$ (476,283)	\$ (191,883)
<u>CASH FLOWS FROM INVESTING ACTIVITIES:</u>				
Investment interest	\$ 102,217	\$ 0	\$ 102,217	\$ 156,644
Purchase of Investment	<u>577,499</u>	<u>0</u>	<u>577,499</u>	<u>(109,332)</u>
Net cash flows from investing activities	\$ 679,716	\$ 0	\$ 679,716	\$ 47,312
Net increase (decr.) in cash and cash equivalent	\$ 275,317	\$ 61,175	\$ 336,492	\$ 1,702,813
Cash and cash equivalents at beginning of year	\$ 3,098,454	\$ 149,482	\$ 3,247,936	\$ 1,545,123
Cash and cash equivalents at end of year	\$ 3,373,771	\$ 210,657	\$ 3,584,428	3,247,936
<u>RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES:</u>				
Net operating income (loss)	\$ (143,472)	\$ 45,279	\$ (98,193)	\$ (136,512)
<u>ADJUSTMENT TO RECONCILE OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES:</u>				
Depreciation expense	\$ 472,794	\$ 0	\$ 472,794	\$ 466,736
(Increase) decrease in accounts receivable	94,532	0	94,532	6,933
(Increase) decrease in due from other funds	17,685	0	17,685	1,014,122
Increase (decrease) in Salaries payable	706	0	706	5,921
Increase (decrease) in vouchers payable	(172,202)	15,896	(156,306)	156,424
Increase (decrease) in due to other funds	(204,649)	0	(204,649)	353,094
Increase (decrease) in inventory	(4,211)	0	(4,211)	(45,978)
Increase (Decrease) in Taxes Payable	<u>479</u>	<u>0</u>	<u>479</u>	<u>0</u>
Total Adjustments	\$ 205,134	\$ 15,896	\$ 221,030	\$ 1,957,252
Net cash provided by operating activities	\$ 61,662	\$ 61,175	\$ 122,837	\$ 1,820,740

KITTITAS COUNTY, WASHINGTON

EQUIPMENT RENTAL AND REVOLVING
COMPARATIVE BALANCE SHEET
As of December 31, 2008 and December 31, 2007

<u>ASSETS</u>	<u>2008</u>	<u>2007</u>
<u>CURRENT ASSETS</u>		
Cash/Petty Cash	\$ 3,373,770	\$ 3,098,454
Investments	1,915,039	2,492,538
Account Receivable	0	25,035
Interest Receivable	0	69,497
Due from Other Funds	343,935	361,620
Due from Other Governments	0	0
Inventory	500,285	496,074
Total Current Assets	\$ 6,133,030	\$ 6,543,218
<u>PROPERTY, PLANT & EQUIPMENT</u>		
Land	\$ 26,024	\$ 26,024
Buildings	441,344	441,344
Improvements	128,957	128,957
Equipment	6,653,285	6,151,527
Construction in Progress	0	143,507
Total Property, Plant & Equip.	\$ 7,249,610	\$ 6,891,359
Less Accumulated Depreciation	\$ (4,327,056)	\$ (4,202,156)
Net Property, Plant & Equipment	\$ 2,922,554	\$ 2,689,203
TOTAL ASSETS	\$ 9,055,584	\$ 9,232,422
<u>LIABILITIES AND FUND EQUITY</u>		
<u>CURRENT LIABILITIES</u>		
Accounts Payable	\$ 0	\$ 0
Salaries Payable	23,400	22,694
Vouchers Payable	59,356	231,558
Taxes Payable	0	0
Due to Other Funds	233,738	438,387
Due to other Governmental Unit	479	0
TOTAL CURRENT LIABILITIES	\$ 316,973	\$ 692,639
<u>FUND EQUITY</u>		
<u>CONTRIBUTED CAPITAL</u>		
Contributed Capital	\$ 801,313	\$ 818,027
Less Accumulated Amortization	(353,941)	(363,102)
NET CONTRIBUTED CAPITAL	\$ 447,372	\$ 454,925
<u>RETAINED EARNINGS</u>		
Unreserved:		
Designated	\$ 2,407,063	\$ 2,474,226
Undesignated	5,884,176	5,610,631
TOTAL FUND EQUITY	\$ 8,738,611	\$ 8,539,782
TOTAL LIABILITIES AND FUND EQUITY	\$ 9,055,584	\$ 9,232,422

KITTITAS COUNTY, WASHINGTON

EQUIPMENT RENTAL & REVOLVING
STATEMENT OF REVENUES, EXPENSES AND
CHANGES IN FUND EQUITIES

Year Ended December 31, 2008

With Comparative Actual Amounts For Year Ended December 31, 2007

	<u>2008</u>	<u>2007</u>
OPERATING REVENUES		
Sales of Merchandise	\$ 173,455	\$ 150,789
Other Charges for Services	210,792	182,549
Rents, Parking, Concessions	1,263,146	1,100,061
Miscellaneous Revenues	4,982	0
TOTAL OPERATING REVENUES	\$ 1,652,375	\$ 1,433,399
OPERATING EXPENSES:		
General Operations	\$ 1,108,259	\$ 977,758
Cost of Sales and Services	141,139	119,369
Maintenance	7,347	22,718
Administration-General	66,308	44,398
Depreciation, Amortization	472,794	466,736
TOTAL OPERATING EXPENSE	\$ 1,795,847	\$ 1,630,979
OPERATING INCOME (LOSS)	\$ (143,472)	\$ (197,580)
NON-OPERATING REVENUES (EXPENSES):		
Interest Revenues	\$ 102,217	\$ 156,644
Gain (Loss) on Fixed Asset Disposal	35,202	9,450
Other Non-Operating Revenues	10,222	26,645
Operating Transfer In	194,660	0
TOTAL NON-OPERATING REVENUES	\$ 342,301	\$ 192,740
NET INCOME	\$ 198,829	\$ (4,841)
Fund Equity - January 1	\$ 8,539,782	\$ 8,516,655
Other Changes Fund Equity Inventory	0	0
Residual Equity Transfer In (Out)	0	27,968
FUND EQUITY - DECEMBER 31	\$ 8,738,611	\$ 8,539,782

KITTITAS COUNTY, WASHINGTON

EQUIPMENT RENTAL AND REVOLVING
STATEMENT OF CASH FLOWS - DIRECT METHOD
YEAR ENDED DECEMBER 31, 2008
With Comparative Totals for Year Ended December 31, 2007

	<u>2008</u>	<u>2007</u>
<u>CASH FLOWS FROM OPERATING ACTIVITIES:</u>		
Cash Received From Customers	\$ 1,764,592	\$ 2,441,789
Cash Payments To Suppliers	(1,702,930)	(690,138)
Cash Payment For Operating Expenses	<u>0</u>	<u>0</u>
NET CASH PROVIDED (USED) BY OPER. ACTIVITIES	\$ <u>61,662</u>	\$ <u>1,751,651</u>
<u>CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:</u>		
Non-Operating Expenses	\$ 0	\$ 0
Non-Operating Rents and Charges	<u>10,222</u>	<u>26,645</u>
NET CASH PROVIDED FROM NONCAPITAL ACTIVITIES	\$ <u>10,222</u>	\$ <u>26,645</u>
<u>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:</u>		
Proceeds From Sale Of Fixed Assets	\$ 35,202	\$ 9,450
Payments for Capital Acquisitions	(706,145)	(229,301)
Acquisition (Disposition) of Fixed Assets	0	0
Construction in Progress	0	0
Residual Equity Transfer In (Out)	<u>194,660</u>	<u>27,968</u>
NET CASH PROVIDED (USED IN) CAPITAL FINANCIAL ACTIVITIES	\$ <u>(476,283)</u>	\$ <u>(191,883)</u>
<u>CASH FLOWS FROM INVESTING ACTIVITIES:</u>		
Investment Interest	\$ 102,217	\$ 156,644
Purchase of Investment	<u>577,499</u>	<u>(109,332)</u>
Net Cash Flows From Investing Activities	\$ <u>679,716</u>	\$ <u>47,312</u>
Net Increase (Decre.) in Cash and Cash Equivalent	\$ 275,317	\$ 1,633,725
Cash and Cash Equivalents at Beginning of Year	\$ <u>3,098,454</u>	\$ <u>1,464,730</u>
Cash and Cash Equivalents At End Of Year	\$ <u><u>3,373,771</u></u>	\$ <u><u>3,098,455</u></u>
<u>RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES:</u>		
Net Operating income (Loss)	\$ (143,472)	\$ (197,580)
<u>ADJUSTMENT TO RECONCILE OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES:</u>		
Depreciation Expense	\$ 472,794	\$ 466,736
(Increase) Decrease in Accounts Receivable	94,532	(5,732)
Decrease (Increase) in Due From Other Funds	17,685	1,014,122
Increase (Decrease) in Salaries Payable	706	5,921
Increase (Decrease) in Vouchers Payable	(172,202)	161,068
Increase (Decrease) in Due To Other Funds	(204,649)	353,094
Increase (Decrease) in Due to Other Govts	479	0
Decrease (Increase) in Inventory	<u>(4,211)</u>	<u>(45,978)</u>
Total Adjustments	\$ <u>205,134</u>	\$ <u>1,949,231</u>
NET CASH PROVIDED BY OPERATIONAL ACTIVITIES	\$ <u><u>61,662</u></u>	\$ <u><u>1,751,651</u></u>

KITTITAS COUNTY, WASHINGTON

UNEMPLOYMENT COMPENSATION
COMPARATIVE BALANCE SHEET

As of December 31, 2008 and December 31, 2007

	<u>2008</u>	<u>2007</u>
<u>ASSETS</u>		
<u>CURRENT ASSETS</u>		
Cash/Petty Cash	\$ 210,657	\$ 149,483
Accounts Receivable	<u>0</u>	<u>0</u>
TOTAL CURRENT ASSETS	<u>\$ 210,657</u>	<u>\$ 149,483</u>
 <u>LIABILITIES AND FUND EQUITY</u>		
<u>CURRENT LIABILITIES</u>		
Voucher Payable	\$ 20,393	\$ 4,497
Due To Other Funds	<u>0</u>	<u>0</u>
TOTAL LIABILITIES	<u>\$ 20,393</u>	<u>\$ 4,497</u>
 <u>FUND EQUITY</u>		
Contributed Capital	\$ <u>190,265</u>	\$ <u>144,986</u>
TOTAL FUND EQUITY	<u>\$ 190,265</u>	<u>\$ 144,986</u>
TOTAL LIABILITIES AND FUND EQUITY	<u>\$ 210,657</u>	<u>\$ 149,483</u>

KITTITAS COUNTY, WASHINGTON

UNEMPLOYMENT COMPENSATION
STATEMENT OF REVENUES, EXPENSES AND
CHANGES IN FUND EQUITIES

Year Ended December 31, 2008

With Comparative Actual Amounts For Year Ended December 31, 2007

	<u>2008</u>	<u>2007</u>
OPERATING REVENUES		
Other Charges for Services	\$ <u>77,187</u>	\$ <u>71,527</u>
TOTAL OPERATING REVENUES	\$ 77,187	\$ 71,527
OPERATING EXPENSES:		
General Operations	\$ <u>31,908</u>	\$ <u>10,459</u>
TOTAL OPERATING EXPENSE	\$ <u>31,908</u>	\$ <u>10,459</u>
OPERATING INCOME (LOSS)	\$ 45,279	\$ 61,068
NET INCOME	\$ 45,279	\$ 61,068
Fund Equity - January 1	\$ 144,986	\$ 83,917
Increase in Fund Equity	<u>0</u>	<u>0</u>
FUND EQUITY - DECEMBER 31	\$ <u><u>190,265</u></u>	\$ <u><u>144,986</u></u>

KITTITAS COUNTY, WASHINGTON

UNEMPLOYMENT COMPENSATION
 STATEMENT OF CASH FLOWS - DIRECT METHOD
 YEAR ENDED DECEMBER 31, 2008
 With Comparative Totals for Year Ended December 31, 2007

	<u>2008</u>	<u>2007</u>
<u>CASH FLOWS FROM OPERATING ACTIVITIES:</u>		
Cash received from customers	\$ 77,187	\$ 84,192
Cash payment for Supplier	<u>(16,012)</u>	<u>(15,103)</u>
Net cash provide (used) by operating activities	\$ <u>61,175</u>	\$ <u>69,089</u>
Net increase (decrease) in cash and cash equivalents	\$ 61,175	\$ 69,089
Cash and cash equivalents, January 1	<u>\$ 149,482</u>	<u>\$ 80,393</u>
Cash and cash equivalents, December 31	\$ <u><u>210,657</u></u>	\$ <u><u>149,482</u></u>
<u>RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES:</u>		
Net Operating Income (Loss)	\$ 45,279	\$ 61,068
<u>ADJUSTMENT TO RECONCILE OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES:</u>		
(Increase) Decrease in Accounts Receivable	\$ 0	\$ 12,665
(increase) Decrease in Due from other funds	0	0
Increase (Decrease) in due to other funds	0	0
Increase (Decrease) in vouchers payable	<u>15,896</u>	<u>(4,644)</u>
Total Adjustments	\$ <u>15,896</u>	\$ <u>8,021</u>
Net cash provided by operating activities	\$ <u><u>61,175</u></u>	\$ <u><u>69,089</u></u>

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