

Internal Service Funds

This section of the CAFR provides information on each individual internal service fund. Internal service funds are used by the City to centralize certain services and then allocate the cost of those services to the user departments on a cost reimbursement basis. User fund charges from internal service funds with capital assets typically consist of two components: a maintenance/service component and a capital replacement component. User fund charges from self-insurance internal service funds generally are based on claims experience of the user department.



INTERNAL SERVICE FUNDS

- 601 - Fleet/Equipment Management Fund - To account for equipment replacement resources which are derived from periodic charges to governmental operations to ensure timely replacement of equipment.
- 602 - Joint Helicopter Operation Fund - To account for resources and expenses for the operation of the Joint Law Enforcement Air Support Unit between City of Glendale and City of Burbank.
- 603 - ISD Infrastructure Fund - To account for technological equipment replacement resources which are derived from periodic charges to governmental operations to ensure timely replacement of the technological equipment.
- 604 - ISD Applications Fund - To account for major ISD Applications resources which are derived from periodic charges to governmental operations to ensure timely replacement of the major application software.
- 607 - Building Maintenance Fund - To account for maintenance, repairs or services necessary to sustain facility operations at approximately one hundred City owned facilities.
- 610 - Unemployment Insurance Fund - To finance and account for unemployment claims. Resources are derived from unemployment insurance charges to various City operations. Unemployment claims are reimbursed to the State Employment Department which disburses the unemployment claims.
- 612 - Liability Insurance Fund - To account for financing and disbursement of City self-insurance funds for uninsurable litigation activities, general liability and auto liability claims. Charges, in lieu of insurance premiums, are made periodically to City operations to provide the self-insurance resources.
- 614 - Compensation Insurance Fund - To finance and account for the City's workers' compensation claims. Funding is derived from charges in lieu of actual premiums to various City operations to provide the self-insurance resources.
- 615 - Dental Insurance Fund - To finance and account for the City's dental insurance program for its employees. Funding is derived from charges in lieu of actual premiums to various City operations to provide the self-insurance resources.
- 616 - Medical Insurance Fund - To finance and account for the City's medical insurance program for its employees. Funding is derived from charges in lieu of actual premiums to various City operations to provide the self-insurance resources.
- 617 - Vision Insurance Fund - To finance and account for the City's vision insurance program for its employees. Funding is derived from charges in lieu of actual premiums to various City operations to provide the self-insurance resources.
- 640 - Employee Benefits Fund - To account for the resources and the liability for employees' compensated absences (vacation and comp time).
- 641 - Retiree Health Savings Plan (RHSP) Benefits Fund - To account for the resources and the liability for employees' sick leave conversion under RHSP plan.
- 642 - Post Employment Benefits Fund - To account for the resources and the liability for all the benefits provided after the employees' separation from the City.
- 660 - ISD Wireless Fund - To account for the operation of the citywide radio system.

This page is left blank intentionally.

Exhibit L-1

CITY OF GLENDALE

Combining Statement of Net Position

Internal Service Funds

June 30, 2016 (in thousands)

	Fleet/Equipment Management Fund	Joint Helicopter Operation Fund	ISD Infrastructure Fund	ISD Applications Fund
Assets				
Current assets:				
Pooled cash and investments	\$ 17,336	2,575	4,834	13,412
Interest receivable	41	7	12	31
Accounts receivable, net	7	158	-	-
Inventories	219	-	-	-
Prepaid items	1,272	-	-	-
Total current assets	<u>18,875</u>	<u>2,740</u>	<u>4,846</u>	<u>13,443</u>
Capital assets:				
Buildings and improvements	-	-	214	-
Machinery and equipment	29,885	3,517	1,942	51
Accumulated depreciation	(20,956)	(1,809)	(511)	(31)
Construction in progress	245	-	4,024	2,209
Total capital assets	<u>9,174</u>	<u>1,708</u>	<u>5,669</u>	<u>2,229</u>
Total assets	<u>28,049</u>	<u>4,448</u>	<u>10,515</u>	<u>15,672</u>
Liabilities and net position				
Current liabilities:				
Accounts payable	113	30	39	67
Due to other funds	-	-	-	-
Interest payable	12	-	-	-
Capital leases	252	-	-	-
Claims payable	-	-	-	-
Compensated absences	-	-	-	-
Total current liabilities	<u>377</u>	<u>30</u>	<u>39</u>	<u>67</u>
Noncurrent liabilities:				
Capital leases	262	-	-	-
Claims payable	-	-	-	-
Compensated absences	-	-	-	-
Advance from other funds	-	-	-	-
Total noncurrent liabilities	<u>262</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total liabilities	<u>639</u>	<u>30</u>	<u>39</u>	<u>67</u>
Net position:				
Net investment in capital assets	8,659	1,709	5,670	2,228
Unrestricted	18,751	2,709	4,806	13,377
Total net position (deficits)	<u>\$ 27,410</u>	<u>4,418</u>	<u>10,476</u>	<u>15,605</u>

(Continued)

Exhibit L-1

CITY OF GLENDALE

Combining Statement of Net Position

Internal Service Funds

June 30, 2016 (in thousands)

	Building Maintenance Fund	Unemployment Insurance Fund	Liability Insurance Fund	Compensation Insurance Fund
Assets				
Current assets:				
Pooled cash and investments	\$ 473	766	18,771	26,451
Interest receivable	1	2	306	62
Accounts receivable, net	-	-	-	19
Inventories	-	-	-	-
Prepaid items	-	-	-	-
Total current assets	<u>474</u>	<u>768</u>	<u>19,077</u>	<u>26,532</u>
Capital assets:				
Buildings and improvements	-	-	-	-
Machinery and equipment	-	-	-	100
Accumulated depreciation	-	-	-	(83)
Construction in progress	-	-	-	-
Total capital assets	<u>-</u>	<u>-</u>	<u>-</u>	<u>17</u>
Total assets	<u>474</u>	<u>768</u>	<u>19,077</u>	<u>26,549</u>
Liabilities and net position				
Current liabilities:				
Accounts payable	29	8	167	1
Due to other funds	-	-	-	-
Interest payable	-	-	-	-
Capital leases	-	-	-	-
Claims payable	-	-	3,568	6,981
Compensated absences	-	-	-	-
Total current liabilities	<u>29</u>	<u>8</u>	<u>3,735</u>	<u>6,982</u>
Noncurrent liabilities:				
Capital leases	-	-	-	-
Claims payable	-	-	2,555	27,933
Compensated absences	-	-	-	-
Advance from other funds	-	-	-	-
Total noncurrent liabilities	<u>-</u>	<u>-</u>	<u>2,555</u>	<u>27,933</u>
Total liabilities	<u>29</u>	<u>8</u>	<u>6,290</u>	<u>34,915</u>
Net position:				
Net investment in capital assets	-	-	-	17
Unrestricted	445	760	12,787	(8,383)
Total net position (deficits)	<u>\$ 445</u>	<u>760</u>	<u>12,787</u>	<u>(8,366)</u>

(Continued)

Exhibit L-1

CITY OF GLENDALE

Combining Statement of Net Position

Internal Service Funds

June 30, 2016 (in thousands)

	Dental Insurance Fund	Medical Insurance Fund	Vision Insurance Fund	Employee Benefits Fund
Assets				
Current assets:				
Pooled cash and investments	\$ 1,116	-	494	12,561
Interest receivable	3	-	1	30
Accounts receivable, net	-	3	-	-
Inventories	-	-	-	-
Prepaid items	-	1,529	-	-
Total current assets	1,119	1,532	495	12,591
Capital assets:				
Buildings and improvements	-	-	-	-
Machinery and equipment	-	-	-	-
Accumulated depreciation	-	-	-	-
Construction in progress	-	-	-	-
Total capital assets	-	-	-	-
Total assets	1,119	1,532	495	12,591
Liabilities and net position				
Current liabilities:				
Accounts payable	186	349	14	-
Due to other funds	-	1,456	-	-
Interest payable	-	-	-	-
Capital leases	-	-	-	-
Claims payable	-	905	-	-
Compensated absences	-	-	-	1,802
Total current liabilities	186	2,710	14	1,802
Noncurrent liabilities:				
Capital leases	-	-	-	-
Claims payable	-	-	-	-
Compensated absences	-	-	-	11,082
Advance from other funds	-	-	-	-
Total noncurrent liabilities	-	-	-	11,082
Total liabilities	186	2,710	14	12,884
Net position:				
Net investment in capital assets	-	-	-	-
Unrestricted	933	(1,178)	481	(293)
Total net position (deficits)	\$ 933	(1,178)	481	(293)

(Continued)

Exhibit L-1

CITY OF GLENDALE

Combining Statement of Net Position

Internal Service Funds

June 30, 2016 (in thousands)

	Retiree Health Savings Plan (RHSP) Benefits Fund	Post Employment Benefits Fund	ISD Wireless Fund	Total Internal Service Funds
Assets				
Current assets:				
Pooled cash and investments	\$ 11,707	1,195	1,520	113,211
Interest receivable	30	4	3	533
Accounts receivable, net	-	-	447	634
Inventories	-	-	-	219
Prepaid items	-	-	-	2,801
Total current assets	<u>11,737</u>	<u>1,199</u>	<u>1,970</u>	<u>117,398</u>
Capital assets:				
Buildings and improvements	-	-	-	214
Machinery and equipment	-	-	6,154	41,649
Accumulated depreciation	-	-	(1,981)	(25,371)
Construction in progress	-	-	2,534	9,012
Total capital assets	<u>-</u>	<u>-</u>	<u>6,707</u>	<u>25,504</u>
Total assets	<u>11,737</u>	<u>1,199</u>	<u>8,677</u>	<u>142,902</u>
Liabilities and net position				
Current liabilities:				
Accounts payable	-	-	10	1,013
Due to other funds	-	-	-	1,456
Interest payable	-	-	19	31
Capital leases	-	-	-	252
Claims payable	-	-	-	11,454
Compensated absences	1,780	-	-	3,582
Total current liabilities	<u>1,780</u>	<u>-</u>	<u>29</u>	<u>17,788</u>
Noncurrent liabilities:				
Capital leases	-	-	-	262
Claims payable	-	-	-	30,488
Compensated absences	13,070	-	-	24,152
Advance from other funds	-	-	1,153	1,153
Total noncurrent liabilities	<u>13,070</u>	<u>-</u>	<u>1,153</u>	<u>56,055</u>
Total liabilities	<u>14,850</u>	<u>-</u>	<u>1,182</u>	<u>73,843</u>
Net position:				
Net investment in capital assets	-	-	5,820	24,103
Unrestricted	(3,113)	1,199	1,675	44,956
Total net position (deficits)	<u>\$ (3,113)</u>	<u>1,199</u>	<u>7,495</u>	<u>69,059</u>

Exhibit L-2

CITY OF GLENDALE

Combining Statement of Revenues, Expenses
and Changes in Net Position
Internal Service Funds
Fiscal Year Ended June 30, 2016 (in thousands)

	Fleet/Equipment Management Fund	Joint Helicopter Operation Fund	ISD Infrastructure Fund	ISD Applications Fund
Operating revenues:				
Charges for services	\$ 12,984	761	7,005	7,184
Miscellaneous revenues	2	-	94	-
Total operating revenues	<u>12,986</u>	<u>761</u>	<u>7,099</u>	<u>7,184</u>
Operating expenses:				
Salaries and benefits	3,614	-	2,255	3,012
Maintenance and operations	4,999	618	3,335	2,705
Equipment purchased	4	-	145	-
Claims and settlements	-	-	-	-
Depreciation	1,519	103	219	10
Total operating expenses	<u>10,136</u>	<u>721</u>	<u>5,954</u>	<u>5,727</u>
Operating income (loss)	<u>2,850</u>	<u>40</u>	<u>1,145</u>	<u>1,457</u>
Non operating revenues (expenses):				
Interest revenue	338	42	87	220
Grant revenue	-	-	-	(3)
Interest expense	(25)	-	-	-
Loss on disposal of capital asset	(4)	-	(15)	(263)
Total non operating revenues (expenses), net	<u>309</u>	<u>42</u>	<u>72</u>	<u>(46)</u>
Income (loss) before transfers	<u>3,159</u>	<u>82</u>	<u>1,217</u>	<u>1,411</u>
Transfers in	-	-	-	5,640
Transfers out	-	-	-	-
Change in net position	<u>3,159</u>	<u>82</u>	<u>1,217</u>	<u>7,051</u>
Net position (deficits), July 1	<u>24,251</u>	<u>4,336</u>	<u>9,259</u>	<u>8,554</u>
Net position (deficits), June 30	<u>\$ 27,410</u>	<u>4,418</u>	<u>10,476</u>	<u>15,605</u>

(Continued)

Exhibit L-2

CITY OF GLENDALE

Combining Statement of Revenues, Expenses
and Changes in Net Position
Internal Service Funds
Fiscal Year Ended June 30, 2016 (in thousands)

	Building Maintenance Fund	Unemployment Insurance Fund	Liability Insurance Fund	Compensation Insurance Fund
Operating revenues:				
Charges for services	\$ 1,000	305	5,599	16,000
Miscellaneous revenues	-	-	56	-
Total operating revenues	<u>1,000</u>	<u>305</u>	<u>5,655</u>	<u>16,000</u>
Operating expenses:				
Salaries and benefits	44	-	352	801
Maintenance and operations	524	1	1,300	1,019
Equipment purchased	-	-	-	-
Claims and settlements	-	75	5,738	8,546
Depreciation	-	-	-	3
Total operating expenses	<u>568</u>	<u>76</u>	<u>7,390</u>	<u>10,369</u>
Operating income (loss)	<u>432</u>	<u>229</u>	<u>(1,735)</u>	<u>5,631</u>
Non operating revenues (expenses):				
Interest revenue	13	12	348	449
Grant revenue	-	-	-	-
Interest expense	-	-	-	-
Loss on disposal of capital asset	-	-	-	-
Total non operating revenues (expenses), net	<u>13</u>	<u>12</u>	<u>348</u>	<u>449</u>
Income (loss) before transfers	<u>445</u>	<u>241</u>	<u>(1,387)</u>	<u>6,080</u>
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Change in net position	<u>445</u>	<u>241</u>	<u>(1,387)</u>	<u>6,080</u>
Net position (deficits), July 1	<u>-</u>	<u>519</u>	<u>14,174</u>	<u>(14,446)</u>
Net position (deficits), June 30	<u>\$ 445</u>	<u>760</u>	<u>12,787</u>	<u>(8,366)</u>

(Continued)

Exhibit L-2

CITY OF GLENDALE

Combining Statement of Revenues, Expenses
and Changes in Net Position
Internal Service Funds
Fiscal Year Ended June 30, 2016 (in thousands)

	Dental Insurance Fund	Medical Insurance Fund	Vision Insurance Fund	Employee Benefits Fund
Operating revenues:				
Charges for services	\$ 1,513	25,848	266	5,642
Miscellaneous revenues	-	39	-	-
Total operating revenues	1,513	25,887	266	5,642
Operating expenses:				
Salaries and benefits	-	-	-	20
Maintenance and operations	9	1,181	2	100
Equipment purchased	-	-	-	-
Claims and settlements	1,408	25,542	219	4,238
Depreciation	-	-	-	-
Total operating expenses	1,417	26,723	221	4,358
Operating income (loss)	96	(836)	45	1,284
Non operating revenues (expenses):				
Interest revenue	18	-	9	215
Grant revenue	-	-	-	-
Interest expense	-	-	-	-
Loss on disposal of capital asset	-	-	-	-
Total non operating revenues (expenses), net	18	-	9	215
Income (loss) before transfers	114	(836)	54	1,499
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Change in net position	114	(836)	54	1,499
Net position (deficits), July 1	819	(342)	427	(1,792)
Net position (deficits), June 30	\$ 933	(1,178)	481	(293)

(Continued)

Exhibit L-2

CITY OF GLENDALE

Combining Statement of Revenues, Expenses
and Changes in Net Position
Internal Service Funds
Fiscal Year Ended June 30, 2016 (in thousands)

	Retiree Health Savings Plan (RHSP) Benefits Fund	Post Employment Benefits Fund	ISD Wireless Fund	Total Internal Service Funds
Operating revenues:				
Charges for services	\$ 2,865	2,169	3,763	92,904
Miscellaneous revenues	-	-	2	193
Total operating revenues	<u>2,865</u>	<u>2,169</u>	<u>3,765</u>	<u>93,097</u>
Operating expenses:				
Salaries and benefits	10	-	850	10,958
Maintenance and operations	9	57	1,671	17,530
Equipment purchased	-	-	-	149
Claims and settlements	3,517	2,159	-	51,442
Depreciation	-	-	593	2,447
Total operating expenses	<u>3,536</u>	<u>2,216</u>	<u>3,114</u>	<u>82,526</u>
Operating income (loss)	<u>(671)</u>	<u>(47)</u>	<u>651</u>	<u>10,571</u>
Non operating revenues (expenses):				
Interest revenue	213	28	57	2,049
Grant revenue	-	-	587	584
Interest expense	-	-	(25)	(50)
Loss on disposal of capital asset	-	-	-	(282)
Total non operating revenues (expenses), net	<u>213</u>	<u>28</u>	<u>619</u>	<u>2,301</u>
Income (loss) before transfers	<u>(458)</u>	<u>(19)</u>	<u>1,270</u>	<u>12,872</u>
Transfers in	-	-	-	5,640
Transfers out	-	(5,640)	-	(5,640)
Change in net position	<u>(458)</u>	<u>(5,659)</u>	<u>1,270</u>	<u>12,872</u>
Net position (deficits), July 1	<u>(2,655)</u>	<u>6,858</u>	<u>6,225</u>	<u>56,187</u>
Net position (deficits), June 30	<u>\$ (3,113)</u>	<u>1,199</u>	<u>7,495</u>	<u>69,059</u>

Exhibit L-3

CITY OF GLENDALE

Combining Statement of Cash Flows

Internal Service Funds

Fiscal Year Ended June 30, 2016 (in thousands)

	Fleet/Equipment Management Fund	Joint Helicopter Operation Fund	ISD Infrastructure Fund	ISD Applications Fund
Cash flows from operating activities:				
Cash from customers	\$ 12,985	674	7,099	7,184
Cash paid to employees	(3,614)	-	(2,255)	(3,012)
Cash paid to suppliers	(6,669)	(609)	(3,630)	(2,840)
Net cash provided (used) by operating activities	<u>2,702</u>	<u>65</u>	<u>1,214</u>	<u>1,332</u>
Cash flows from noncapital financing activities:				
Amounts paid to other funds	-	-	-	-
Transfers out	-	-	-	-
Transfers in	-	-	-	5,640
Grants received	-	-	-	(3)
Net cash provided (used) by noncapital financing activities	<u>-</u>	<u>-</u>	<u>-</u>	<u>5,637</u>
Cash flows from capital and related financing activities:				
Interest on long-term debt	(25)	-	-	-
Capital lease	(249)	-	-	-
Acquisition of property, plant and equipment	(1,015)	1	(1,225)	(1,946)
Net cash provided (used) by capital and related financing activities	<u>(1,289)</u>	<u>1</u>	<u>(1,225)</u>	<u>(1,946)</u>
Cash flows from investing activities:				
Interest received	331	40	85	206
Net increase (decrease) in cash and cash equivalents	<u>1,744</u>	<u>106</u>	<u>74</u>	<u>5,229</u>
Cash and cash equivalents at July 1	<u>15,592</u>	<u>2,469</u>	<u>4,760</u>	<u>8,183</u>
Cash and cash equivalents at June 30	<u>17,336</u>	<u>2,575</u>	<u>4,834</u>	<u>13,412</u>
Reconciliation of operating income (loss) to net cash provided (used) by operating activities:				
Operating income (loss)	2,850	40	1,145	1,457
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:				
Depreciation	1,519	103	219	10
(Increase) Decrease Accounts receivable, net	(1)	(87)	-	-
(Increase) Inventories	(219)	-	-	-
(Increase) Prepaid expenses	(1,272)	-	-	-
Increase (Decrease) Compensated absences	-	-	-	-
Increase (Decrease) Accounts payable	(175)	9	(150)	(135)
Increase Due to other funds	-	-	-	-
Increase (Decrease) Claims payable	-	-	-	-
Total adjustments	<u>(148)</u>	<u>25</u>	<u>69</u>	<u>(125)</u>
Net cash provided (used) by operating activities	<u>\$ 2,702</u>	<u>65</u>	<u>1,214</u>	<u>1,332</u>
Noncash investing, capital, and financing activities:				
Increase in fair value of investments	149	21	43	111

(Continued)

Exhibit L-3
CITY OF GLENDALE
Combining Statement of Cash Flows
Internal Service Funds
Fiscal Year Ended June 30, 2016 (in thousands)

	Building Maintenance Fund	Unemployment Insurance Fund	Liability Insurance Fund	Compensation Insurance Fund
Cash flows from operating activities:				
Cash from customers	\$ 1,000	305	5,665	16,074
Cash paid to employees	(44)	-	(352)	(801)
Cash paid to suppliers	(495)	(114)	(6,825)	(10,750)
Net cash provided (used) by operating activities	<u>461</u>	<u>191</u>	<u>(1,512)</u>	<u>4,523</u>
Cash flows from noncapital financing activities:				
Amounts paid to other funds	-	-	-	-
Transfers out	-	-	-	-
Transfers in	-	-	-	-
Grants received	-	-	-	-
Net cash provided (used) by noncapital financing activities	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Cash flows from capital and related financing activities:				
Interest on long-term debt	-	-	-	-
Capital lease	-	-	-	-
Acquisition of property, plant and equipment	-	-	-	1
Net cash provided (used) by capital and related financing activities	<u>-</u>	<u>-</u>	<u>-</u>	<u>1</u>
Cash flows from investing activities:				
Interest received	12	11	342	433
Net increase (decrease) in cash and cash equivalents	<u>473</u>	<u>202</u>	<u>(1,170)</u>	<u>4,957</u>
Cash and cash equivalents at July 1	-	564	19,941	21,494
Cash and cash equivalents at June 30	<u>473</u>	<u>766</u>	<u>18,771</u>	<u>26,451</u>
Reconciliation of operating income (loss) to net cash provided (used) by operating activities:				
Operating income (loss)	432	229	(1,735)	5,631
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:				
Depreciation	-	-	-	3
(Increase) Decrease Accounts receivable, net	-	-	10	74
(Increase) Inventories	-	-	-	-
(Increase) Prepaid expenses	-	-	-	-
Increase (Decrease) Compensated absences	-	-	-	-
Increase (Decrease) Accounts payable	29	(38)	146	(44)
Increase Due to other funds	-	-	-	-
Increase (Decrease) Claims payable	-	-	67	(1,141)
Total adjustments	<u>29</u>	<u>(38)</u>	<u>223</u>	<u>(1,108)</u>
Net cash provided (used) by operating activities	<u>\$ 461</u>	<u>191</u>	<u>(1,512)</u>	<u>4,523</u>
Noncash investing, capital, and financing activities:				
Increase in fair value of investments	5	6	177	224

Exhibit L-3

CITY OF GLENDALE

Combining Statement of Cash Flows

Internal Service Funds

Fiscal Year Ended June 30, 2016 (in thousands)

	Dental Insurance Fund	Medical Insurance Fund	Vision Insurance Fund	Employee Benefits Fund
Cash flows from operating activities:				
Cash from customers	\$ 1,513	25,884	266	5,642
Cash paid to employees	-	-	-	(4,311)
Cash paid to suppliers	(1,334)	(26,694)	(222)	(100)
Net cash provided (used) by operating activities	179	(810)	44	1,231
Cash flows from noncapital financing activities:				
Amounts paid to other funds	-	-	-	-
Transfers out	-	-	-	-
Transfers in	-	-	-	-
Grants received	-	-	-	-
Net cash provided (used) by noncapital financing activities	-	-	-	-
Cash flows from capital and related financing activities:				
Interest on long-term debt	-	-	-	-
Capital lease	-	-	-	-
Acquisition of property, plant and equipment	-	-	-	-
Net cash provided (used) by capital and related financing activities	-	-	-	-
Cash flows from investing activities:				
Interest received	17	5	9	209
Net increase (decrease) in cash and cash equivalents	196	(805)	53	1,440
Cash and cash equivalents at July 1	920	805	441	11,121
Cash and cash equivalents at June 30	1,116	-	494	12,561
Reconciliation of operating income (loss) to net cash provided (used) by operating activities:				
Operating income (loss)	96	(836)	45	1,284
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:				
Depreciation	-	-	-	-
(Increase) Decrease Accounts receivable, net	-	(3)	-	-
(Increase) Inventories	-	-	-	-
(Increase) Prepaid expenses	-	(982)	-	-
Increase (Decrease) Compensated absences	-	-	-	(53)
Increase (Decrease) Accounts payable	83	(259)	(1)	-
Increase Due to other funds	-	1,456	-	-
Increase (Decrease) Claims payable	-	(186)	-	-
Total adjustments	83	26	(1)	(53)
Net cash provided (used) by operating activities	\$ 179	(810)	44	1,231
Noncash investing, capital, and financing activities:				
Increase in fair value of investments	9	-	4	108

(Continued)

Exhibit L-3

CITY OF GLENDALE

Combining Statement of Cash Flows

Internal Service Funds

Fiscal Year Ended June 30, 2016 (in thousands)

	Retiree Health Savings Plan (RHSP) Benefits Fund	Post Employment Benefits Fund	ISD Wireless Fund	Total Internal Service Funds
Cash flows from operating activities:				
Cash from customers	\$ 2,865	2,169	3,338	92,663
Cash paid to employees	(2,308)	-	(850)	(17,547)
Cash paid to suppliers	(9)	(2,216)	(1,687)	(64,194)
Net cash provided (used) by operating activities	<u>548</u>	<u>(47)</u>	<u>801</u>	<u>10,922</u>
Cash flows from noncapital financing activities:				
Amounts paid to other funds	-	-	(560)	(560)
Transfers out	-	(5,640)	-	(5,640)
Transfers in	-	-	-	5,640
Grants received	-	-	587	584
Net cash provided (used) by noncapital financing activities	<u>-</u>	<u>(5,640)</u>	<u>27</u>	<u>24</u>
Cash flows from capital and related financing activities:				
Interest on long-term debt	-	-	(25)	(50)
Capital lease	-	-	(10)	(259)
Acquisition of property, plant and equipment	-	-	(507)	(4,691)
Net cash provided (used) by capital and related financing activities	<u>-</u>	<u>-</u>	<u>(542)</u>	<u>(5,000)</u>
Cash flows from investing activities:				
Interest received	<u>207</u>	<u>39</u>	<u>56</u>	<u>2,002</u>
Net increase (decrease) in cash and cash equivalents	<u>755</u>	<u>(5,648)</u>	<u>342</u>	<u>7,948</u>
Cash and cash equivalents at July 1	<u>10,952</u>	<u>6,843</u>	<u>1,178</u>	<u>105,263</u>
Cash and cash equivalents at June 30	<u>11,707</u>	<u>1,195</u>	<u>1,520</u>	<u>113,211</u>
Reconciliation of operating income (loss) to net cash provided (used) by operating activities:				
Operating income (loss)	(671)	(47)	651	10,571
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:				
Depreciation	-	-	593	2,447
(Increase) Decrease Accounts receivable, net	-	-	(427)	(434)
(Increase) Inventories	-	-	-	(219)
(Increase) Prepaid expenses	-	-	-	(2,254)
Increase (Decrease) Compensated absences	1,219	-	-	1,166
Increase (Decrease) Accounts payable	-	-	(16)	(551)
Increase Due to other funds	-	-	-	1,456
Increase (Decrease) Claims payable	-	-	-	(1,260)
Total adjustments	<u>1,219</u>	<u>-</u>	<u>150</u>	<u>351</u>
Net cash provided (used) by operating activities	<u>\$ 548</u>	<u>(47)</u>	<u>801</u>	<u>10,922</u>
Noncash investing, capital, and financing activities:				
Increase in fair value of investments	106	13	12	988

Exhibit M-1

CITY OF GLENDALE

Capital Assets Used in the Operation of Governmental Funds

Schedule by Function and Activity

June 30, 2016 (in thousands)

	Land	Construction in Progress	Infrastructure	Buildings and Improvements	Machinery and Equipment	Total
General government						
City council	\$ -	-	-	124	2,613	2,737
City clerk	-	-	-	5	55	60
City manager	-	-	-	307	583	890
Legal	-	-	-	10	41	51
Finance	-	-	-	-	6,117	6,117
Information services	-	-	12,221	430	17,454	30,105
Planning	-	-	-	-	5	5
Personnel	-	5	-	-	246	251
Total	-	5	12,221	876	27,114	40,216
Public safety						
Police	5,227	-	-	68,881	11,180	85,288
Fire	5,925	100	-	19,112	13,222	38,359
Fire paramedics	-	-	-	-	685	685
Hazardous materials	-	-	-	598	209	807
Emergency services	-	-	-	-	150	150
Total	11,152	100	-	88,591	25,446	125,289
Public works						
Public works	16,209	2,605	36,373	1,560	1,767	58,514
Engineering	-	-	-	-	56	56
Corporation yard	282,468	21,316	262,577	74,633	1,150	642,144
Mechanical maintenance	-	-	-	-	154	154
Traffic engineering	-	3,737	5,509	922	350	10,518
Transit administration	15,441	345	-	3,267	15,605	34,658
Parking	5,547	1,834	-	41,983	2,860	52,224
Air quality improvement	-	36	-	-	514	550
Total	319,665	29,873	304,459	122,365	22,456	798,818
Housing, health and community development						
	23,262	644	326	32,900	6,797	63,929
Employment programs						
	-	-	-	-	155	155
Parks, recreation and community services						
	59,772	8,487	87	109,264	1,410	179,020
Library						
	448	10,994	-	9,888	1,904	23,234
Total capital assets	414,299	50,103	317,093	363,884	85,282	1,230,661
Accumulated depreciation			(112,438)	(150,856)	(66,867)	(330,161)
Net capital assets	\$ 414,299	50,103	204,655	213,028	18,415	900,500

This schedule presents only the capital asset balances related to the government funds.

Accordingly, the capital assets reported in internal service funds are excluded from the above amounts.

Generally, the capital assets of internal service funds are included as governmental activities in the statement of net position.

Exhibit M-2

CITY OF GLENDALE

Capital Assets Used in the Operation of Governmental Funds

Schedule of Changes by Function and Activity

Fiscal Year Ended June 30, 2016 (in thousands)

	Balance at July 1	Additions	Retirements	Reclass	Balance at June 30
General government:					
City council	\$ 2,587	156	(6)	-	2,737
City clerk	60	-	-	-	60
City manager	890	-	-	-	890
Legal	51	-	-	-	51
Finance	6,117	-	-	-	6,117
Information services	30,105	-	-	-	30,105
Planning	5	-	-	-	5
Personnel	251	-	-	-	251
Total	40,066	156	(6)	-	40,216
Public safety:					
Police	85,148	140	-	-	85,288
Fire	37,790	569	-	-	38,359
Fire paramedics	685	-	-	-	685
Hazardous materials	839	-	(16)	(16)	807
Emergency services	150	-	-	-	150
Total	124,612	709	(16)	(16)	125,289
Public works:					
Public works	59,185	-	-	(671)	58,514
Engineering	56	-	-	-	56
Corporation yard	635,639	4,396	(1,267)	3,376	642,144
Mechanical maintenance	154	-	-	-	154
Traffic engineering	9,180	1,844	(506)	-	10,518
Transit administration	35,346	178	(577)	(289)	34,658
Parking	51,032	695	-	497	52,224
Air quality improvement	550	-	-	-	550
Total	791,142	7,113	(2,350)	2,913	798,818
Housing, health and community development:					
	55,085	5,315	-	3,529	63,929
Employment programs					
	155	-	-	-	155
Parks, recreation and community services:					
	177,001	2,019	-	-	179,020
Library					
	23,095	153	(14)	-	23,234
Total capital assets					
	1,211,156	15,465	(2,386)	6,426	1,230,661
Accumulated Depreciation					
	(311,354)	(21,495)	2,386	302	(330,161)
Net Capital Assets					
	\$ 899,802	(6,030)	-	6,728	900,500