

Internal Service Funds

The internal service funds account for the financing of goods or services provided by one department or agency to other departments or agencies of the City on a cost reimbursement basis.

Administrative Services Fund – This fund is used to account for providing professional services to the management of the City, its employees and the public through the administration of a comprehensive Human Resources Program.

Central Communications Fund – This fund is used to account for overseeing operations related to all City telephones, telephone leases, and long-distance carriers.

Health and Benefit Fund – This fund is used to account for payroll deductions made to the City's self-insured group health insurance plan and processes and payments of health insurance claims.

Insurance and Safety Fund – This fund is used to account for central insurance and safety program costs of the City, which includes centralized handling of premium payments, claims processing, and general insurance administration.

Fiscal Services Fund – This fund is used to account for providing centralized services for accounting, cash investments, utility billing and customer service, debt issuance, and capital asset tracking.

Information Tech Fund – This fund is used to account for providing centralized and personal computer operations, equipment services, and support.

Central Garage Fund – This fund is used to account for fleet operations for the City. Functions include maintenance, fuel dispensing, and replacement services for all major vehicles and motor equipment owned by the City and the Great Falls Housing Authority.

Craft Services Fund – This fund is used to account for providing for painter, carpenter, and electrician services to all City departments.

Engineering Fund – This fund is used to account for providing technical support for the Utilities and Operation branches of Public Works and other departments within the City. Public service is also rendered through providing information on City ordinances, assisting in the creation of special improvement districts and providing technical advice to various advisory boards appointed by the City Commission.

Public Works Fund – This fund is used to account for the overall planning, organizing, and coordination of the three branches of Public Works: utilities, operations, and engineering.

Park and Rec Admin Fund – This fund is used to account for the Park and Recreation Director, the Director's immediate support staff, and those overhead expenditures which generally support Park and Recreation operations as a whole.

Facility Services Fund – This fund is used to account for the costs of maintaining and operating the Civic Center and the City departments located there.

City of Great Falls, Montana
Combining Statement of Net Assets
Internal Service Funds
June 30, 2005

	<u>Admini- strative Services</u>	<u>Central Communi- cations</u>	<u>Health and Benefit</u>	<u>Insurance and Safety</u>	<u>Fiscal Services</u>
ASSETS					
Current assets					
Cash and cash investments	\$ 15,105	\$ 25,260	\$ -	\$ 14,291	\$ 143,609
Receivables					
Accounts	-	-	13,291	-	-
Accrued interest	125	180	-	229	864
Due from other city funds	-	-	-	-	-
Interfund loans receivable	-	-	-	-	-
Inventories	-	-	-	-	-
	<u>15,230</u>	<u>25,440</u>	<u>13,291</u>	<u>14,520</u>	<u>144,473</u>
Total current assets					
Noncurrent assets					
Restricted cash and investments	-	-	-	-	-
Advance to other funds	-	-	-	-	-
Depreciable capital assets, net	3,523	50,876	-	-	20,756
	<u>3,523</u>	<u>50,876</u>	<u>-</u>	<u>-</u>	<u>20,756</u>
Total noncurrent assets	<u>3,523</u>	<u>50,876</u>	<u>-</u>	<u>-</u>	<u>20,756</u>
Total assets	<u>18,753</u>	<u>76,316</u>	<u>13,291</u>	<u>14,520</u>	<u>165,229</u>
LIABILITIES					
Current liabilities					
Account Payable	74	-	466,177	10,083	18,326
Due to other city funds	-	-	1,101,831	-	-
Compensated absences payable	29,000	1,805	-	3,910	53,978
	<u>29,074</u>	<u>1,805</u>	<u>1,568,008</u>	<u>13,993</u>	<u>72,304</u>
Total current liabilities	<u>29,074</u>	<u>1,805</u>	<u>1,568,008</u>	<u>13,993</u>	<u>72,304</u>
Total liabilities	<u>29,074</u>	<u>1,805</u>	<u>1,568,008</u>	<u>13,993</u>	<u>72,304</u>
NET ASSETS					
Invested in capital assets, net of related debt	3,523	50,876	-	-	20,756
Restricted for:					
Equipment replacement reserves	-	-	-	-	-
Unrestricted	(13,844)	23,635	(1,554,717)	527	72,169
	<u>(13,844)</u>	<u>23,635</u>	<u>(1,554,717)</u>	<u>527</u>	<u>72,169</u>
Total net assets	<u>\$ (10,321)</u>	<u>\$ 74,511</u>	<u>\$ (1,554,717)</u>	<u>\$ 527</u>	<u>\$ 92,925</u>

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City of Great Falls, Montana
Combining Statement of Net Assets (Continued)
Internal Service Funds
June 30, 2005

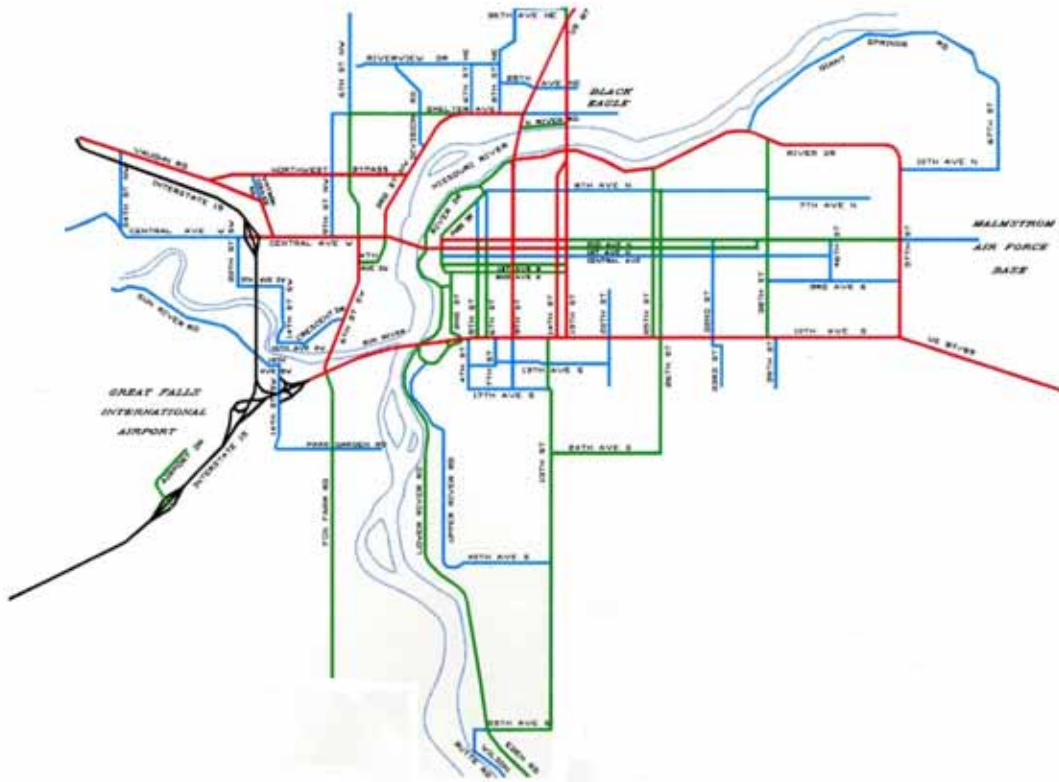
	<u>Information Tech</u>	<u>Central Garage</u>	<u>Craft Services</u>	<u>Engineering</u>	<u>Public Works</u>
ASSETS					
Current assets					
Cash and cash investments	\$ 81,976	\$ 194,404	\$ 43,109	\$ 5,924	\$ 38,500
Receivables					
Accounts	-	2,725	-	40,028	-
Accrued interest	2,297	6,863	138	-	285
Due from other city funds	-	665,398	-	-	-
Interfund loans receivable	-	127,217	-	-	-
Inventories	-	117,095	-	-	-
	<u>84,273</u>	<u>1,113,702</u>	<u>43,247</u>	<u>45,952</u>	<u>38,785</u>
Noncurrent assets					
Restricted cash and investments	378,942	456,682	-	-	3,000
Advance to other funds	-	2,094,604	-	-	-
Depreciable capital assets, net	91,670	3,297,338	1,849	54,403	42,049
	<u>470,612</u>	<u>5,848,624</u>	<u>1,849</u>	<u>54,403</u>	<u>45,049</u>
Total assets	<u>554,885</u>	<u>6,962,326</u>	<u>45,096</u>	<u>100,355</u>	<u>83,834</u>
LIABILITIES					
Current liabilities					
Account Payable	2,679	38,590	594	2,260	1,659
Due to other city funds	-	-	-	-	-
Compensated absences payable	52,194	61,134	57,301	106,663	23,784
	<u>54,873</u>	<u>99,724</u>	<u>57,895</u>	<u>108,923</u>	<u>25,443</u>
Total liabilities	<u>54,873</u>	<u>99,724</u>	<u>57,895</u>	<u>108,923</u>	<u>25,443</u>
NET ASSETS					
Invested in capital assets, net of related debt	91,670	3,297,338	1,849	54,403	42,049
Restricted for:					
Equipment replacement reserves	378,942	2,547,223	-	-	3,000
Unrestricted	29,400	1,018,041	(14,648)	(62,971)	13,342
	<u>500,012</u>	<u>6,862,602</u>	<u>(12,799)</u>	<u>(8,568)</u>	<u>58,391</u>
Total net assets	<u>\$ 500,012</u>	<u>\$ 6,862,602</u>	<u>\$ (12,799)</u>	<u>\$ (8,568)</u>	<u>\$ 58,391</u>

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City of Great Falls, Montana
Combining Statement of Net Assets (Concluded)
Internal Service Funds
June 30, 2005

	Park and Rec Admin	Facility Services	Totals
ASSETS			
Current assets			
Cash and cash investments	\$ 73,097	\$ 166,901	\$ 802,176
Receivables			
Accounts	-	37	56,081
Accrued interest	404	1,448	12,833
Due from other city funds	6,127	-	671,525
Interfund loans receivable	-	-	127,217
Inventories	-	-	117,095
	<u>79,628</u>	<u>168,386</u>	<u>1,786,927</u>
Total current assets			
Noncurrent assets			
Restricted cash and investments	-	97,116	935,740
Advance to other funds	-	-	2,094,604
Depreciable capital assets, net	-	29,420	3,591,884
	<u>-</u>	<u>126,536</u>	<u>6,622,228</u>
Total noncurrent assets			
	<u>-</u>	<u>126,536</u>	<u>6,622,228</u>
Total assets	<u>79,628</u>	<u>294,922</u>	<u>8,409,155</u>
LIABILITIES			
Current liabilities			
Account Payable	1,030	13,345	554,817
Due to other city funds	-	-	1,101,831
Compensated absences payable	10,416	16,733	416,918
	<u>11,446</u>	<u>30,078</u>	<u>2,073,566</u>
Total current liabilities			
	<u>11,446</u>	<u>30,078</u>	<u>2,073,566</u>
Total liabilities			
	<u>11,446</u>	<u>30,078</u>	<u>2,073,566</u>
NET ASSETS			
Invested in capital assets, net of related debt	-	29,420	3,591,884
Restricted for:			
Equipment replacement reserves	-	97,116	3,026,281
Unrestricted	68,182	138,308	(282,576)
	<u>68,182</u>	<u>138,308</u>	<u>(282,576)</u>
Total net assets	<u>\$ 68,182</u>	<u>\$ 264,844</u>	<u>\$ 6,335,589</u>

CITY OF GREAT FALLS, MONTANA AND SURROUNDING AREA



City of Great Falls, Montana
Combining Statement of Revenues, Expenses
and Changes in Fund Net Assets
Internal Service Funds
Year Ended June 30, 2005

	<u>Admin- istrative Services</u>	<u>Central Communi- cations</u>	<u>Health and Benefit</u>	<u>Insurance and Safety</u>	<u>Fiscal Services</u>
OPERATING REVENUES					
Charges for services	\$ 253,851	\$ 81,784	\$ 3,937,398	\$ 1,013,939	\$ 1,443,435
OPERATING EXPENSES					
Personal services	199,477	48,265	-	60,901	812,091
Supplies and materials	5,423	-	-	550	34,579
Purchased services	11,166	21,332	4,425,854	991,426	204,144
Internal services	24,399	2,334	-	3,708	400,370
Other	-	-	-	-	20
Depreciation	313	2,678	-	-	6,186
Total operating expenses	<u>240,778</u>	<u>74,609</u>	<u>4,425,854</u>	<u>1,056,585</u>	<u>1,457,390</u>
Operating income (loss)	<u>13,073</u>	<u>7,175</u>	<u>(488,456)</u>	<u>(42,646)</u>	<u>(13,955)</u>
NONOPERATING REVENUES (EXPENSES)					
Investment income	550	1,456	(24,602)	1,726	3,533
Gain (loss) on disposal of assets	(599)	-	-	-	(1,798)
Other	-	-	-	2,255	-
Total nonoperating revenues (expenses)	<u>(49)</u>	<u>1,456</u>	<u>(24,602)</u>	<u>3,981</u>	<u>1,735</u>
Income (loss) before transfers	13,024	8,631	(513,058)	(38,665)	(12,220)
Transfers in	-	-	369,088	-	39,068
Transfers out	<u>(42,224)</u>	<u>(726)</u>	<u>(430)</u>	<u>(70,948)</u>	<u>(12,632)</u>
Changes in net assets	(29,200)	7,905	(144,400)	(109,613)	14,216
Net assets, beginning	<u>18,879</u>	<u>66,606</u>	<u>(1,410,317)</u>	<u>110,140</u>	<u>78,709</u>
Net assets, ending	<u>\$ (10,321)</u>	<u>\$ 74,511</u>	<u>\$ (1,554,717)</u>	<u>\$ 527</u>	<u>\$ 92,925</u>

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City of Great Falls, Montana
Combining Statement of Revenues, Expenses
and Changes in Fund Net Assets (Continued)
Internal Service Funds
Year Ended June 30, 2005

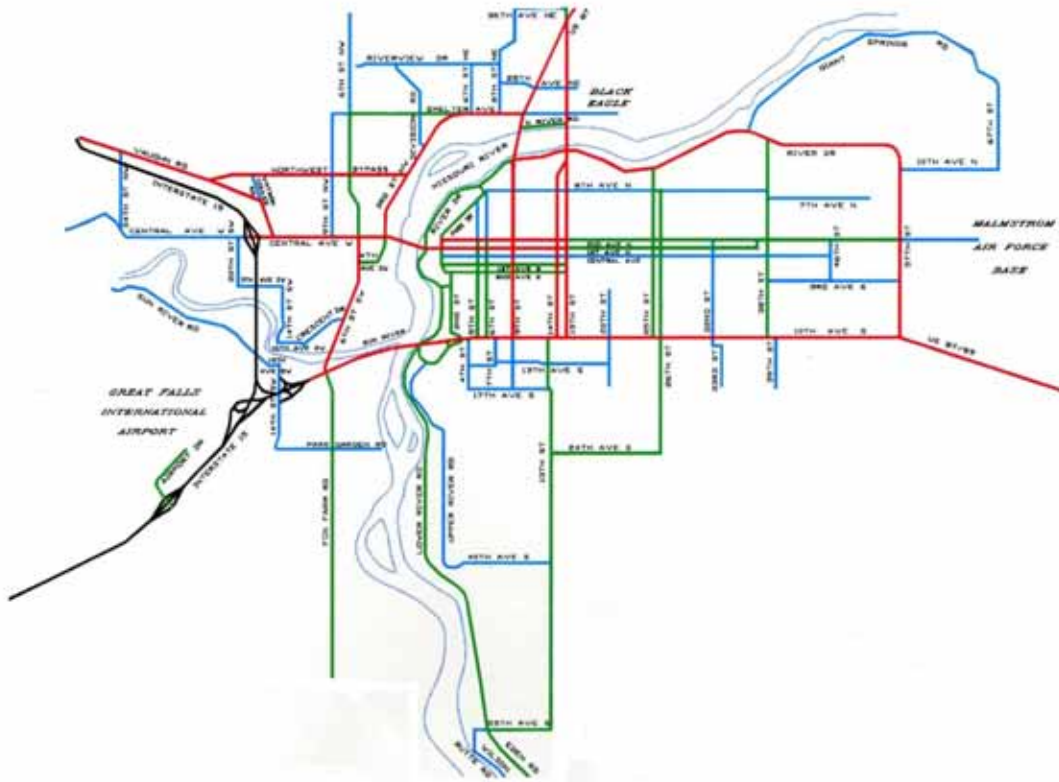
	<u>Information Tech</u>	<u>Central Garage</u>	<u>Craft Services</u>	<u>Engineering</u>	<u>Public Works</u>
OPERATING REVENUES					
Charges for services	\$ 880,957	\$ 1,538,207	\$ 350,297	\$ 723,762	\$ 334,179
OPERATING EXPENSES					
Personal services	395,839	537,995	337,894	737,026	201,614
Supplies and materials	131,163	379,027	19,560	15,994	13,429
Purchased services	312,665	73,740	3,029	25,065	98,613
Internal services	40,074	99,653	28,278	119,841	29,801
Other	-	1,931	-	-	-
Depreciation	70,254	491,351	206	10,146	3,630
Total operating expenses	<u>949,995</u>	<u>1,583,697</u>	<u>388,967</u>	<u>908,072</u>	<u>347,087</u>
Operating income (loss)	<u>(69,038)</u>	<u>(45,490)</u>	<u>(38,670)</u>	<u>(184,310)</u>	<u>(12,908)</u>
NONOPERATING REVENUES (EXPENSES)					
Investment income	8,099	92,854	654	(1,112)	1,345
Gain (loss) on disposal of assets	(3,440)	(4,134)	-	-	(432)
Other	1,660	15,093	-	-	-
Total nonoperating revenues (expenses)	<u>6,319</u>	<u>103,813</u>	<u>654</u>	<u>(1,112)</u>	<u>913</u>
Income (loss) before transfers	(62,719)	58,323	(38,016)	(185,422)	(11,995)
Transfers in	17,980	24,322	-	229,912	-
Transfers out	<u>(4,824)</u>	<u>(31,260)</u>	<u>-</u>	<u>(25,662)</u>	<u>(2,775)</u>
Changes in net assets	(49,563)	51,385	(38,016)	18,828	(14,770)
Net assets, beginning	<u>549,575</u>	<u>6,811,217</u>	<u>25,217</u>	<u>(27,396)</u>	<u>73,161</u>
Net assets, ending	<u>\$ 500,012</u>	<u>\$ 6,862,602</u>	<u>\$ (12,799)</u>	<u>\$ (8,568)</u>	<u>\$ 58,391</u>

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City of Great Falls, Montana
Combining Statement of Revenues, Expenses
and Changes in Fund Net Assets (Concluded)
Internal Service Funds
Year Ended June 30, 2005

	<u>Park and Rec Admin</u>	<u>Facility Services</u>	<u>Totals</u>
OPERATING REVENUES			
Charges for services	\$ 254,329	\$ 355,080	\$ 11,167,218
OPERATING EXPENSES			
Personal services	144,721	142,524	3,618,347
Supplies and materials	4,754	13,239	617,718
Purchased services	38,644	100,994	6,306,672
Internal services	19,305	45,766	813,529
Other	(5)	-	1,946
Depreciation	-	3,327	588,091
Total operating expenses	<u>207,419</u>	<u>305,850</u>	<u>11,946,303</u>
Operating income (loss)	<u>46,910</u>	<u>49,230</u>	<u>(779,085)</u>
NONOPERATING REVENUES (EXPENSES)			
Investment income	1,500	6,370	92,373
Gain (loss) on disposal of assets	-	-	(10,403)
Other	-	230	19,238
Total nonoperating revenues (expenses)	<u>1,500</u>	<u>6,600</u>	<u>101,208</u>
Income (loss) before transfers	48,410	55,830	(677,877)
Transfers in	-	-	680,370
Transfers out	<u>(2,889)</u>	<u>(1,829)</u>	<u>(196,199)</u>
Changes in net assets	45,521	54,001	(193,706)
Net assets, beginning	<u>22,661</u>	<u>210,843</u>	<u>6,529,295</u>
Net assets, ending	<u>\$ 68,182</u>	<u>\$ 264,844</u>	<u>\$ 6,335,589</u>

CITY OF GREAT FALLS, MONTANA AND SURROUNDING AREA



City of Great Falls, Montana
Combining Statement of Cash Flows
Internal Service Funds
Year Ended June 30, 2005

	<u>Admin- istrative Services</u>	<u>Central Communi- cations</u>	<u>Health and Benefit</u>	<u>Insurance and Safety</u>	<u>Fiscal Services</u>
CASH FLOW FROM OPERATING ACTIVITIES					
Receipts from customers and users	\$ 253,851	\$ 81,784	\$ 328,533	\$ 1,013,939	\$ 1,443,435
Receipts from interfund services provided	-	-	243,348	-	-
Receipts from others	-	-	3,607,603	2,255	-
Payments to suppliers	(17,272)	(22,169)	(4,530,990)	(994,262)	(222,976)
Payments to employees	(202,900)	(47,852)	-	(60,792)	(806,928)
Payments for interfund services used	(24,399)	(2,334)	-	(3,708)	(400,370)
Net cash provided (used) by operating activities	<u>9,280</u>	<u>9,429</u>	<u>(351,506)</u>	<u>(42,568)</u>	<u>13,161</u>
CASH FLOWS FROM NONCAPITAL FINANCIAL ACTIVITIES					
Transfers in	-	-	369,088	-	39,068
Transfers out	(42,224)	(726)	(430)	(70,948)	(12,632)
Net cash provided (used) by noncapital financing activities	<u>(42,224)</u>	<u>(726)</u>	<u>368,658</u>	<u>(70,948)</u>	<u>26,436</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCIAL ACTIVITIES					
Proceeds of general capital asset dispositions	-	-	-	-	-
Principal payments received - advances	-	-	-	70,000	-
Acquisition/construction of capital assets	-	(53,554)	-	-	(5,735)
Net cash used by capital and related financing activities	<u>-</u>	<u>(53,554)</u>	<u>-</u>	<u>70,000</u>	<u>(5,735)</u>
CASH FLOWS FROM INVESTING ACTIVITIES					
Interest and dividends on investments	<u>758</u>	<u>1,633</u>	<u>(24,602)</u>	<u>1,802</u>	<u>3,236</u>
Net cash provided (used) by investing activities	<u>758</u>	<u>1,633</u>	<u>(24,602)</u>	<u>1,802</u>	<u>3,236</u>
Net increase (decrease) in cash	(32,186)	(43,218)	(7,450)	(41,714)	37,098
Cash, beginning	<u>47,291</u>	<u>68,478</u>	<u>7,450</u>	<u>56,005</u>	<u>106,511</u>
Cash, ending (a)	<u>\$ 15,105</u>	<u>\$ 25,260</u>	<u>\$ -</u>	<u>\$ 14,291</u>	<u>\$ 143,609</u>
(a) Shown on the combining statement of net assets as:					
Cash and cash equivalents	\$ 15,105	\$ 25,260	\$ -	\$ 14,291	\$ 143,609
Restricted cash and investments	-	-	-	-	-
	<u>\$ 15,105</u>	<u>\$ 25,260</u>	<u>\$ -</u>	<u>\$ 14,291</u>	<u>\$ 143,609</u>

City of Great Falls, Montana
Combining Statement of Cash Flows (Continued)
Internal Service Funds
Year Ended June 30, 2005

	<u>Information Tech</u>	<u>Central Garage</u>	<u>Craft Services</u>	<u>Engineering</u>	<u>Public Works</u>
CASH FLOW FROM OPERATING ACTIVITIES					
Receipts from customers and users	\$ 765,399	\$ 1,537,503	\$ 350,297	\$ 648,164	\$ 334,179
Receipts from interfund services provided	-	(665,398)	-	-	-
Receipts from others	1,660	15,093	-	37,695	-
Payments to suppliers	(442,341)	(936,279)	(22,451)	(39,371)	(113,115)
Payments to employees	(379,434)	(528,523)	(326,631)	(732,041)	(200,817)
Payments for interfund services used	75,484	(99,653)	(28,278)	(119,841)	(29,801)
Net cash provided (used) by operating activities	<u>20,768</u>	<u>(677,257)</u>	<u>(27,063)</u>	<u>(205,394)</u>	<u>(9,554)</u>
CASH FLOWS FROM NONCAPITAL FINANCIAL ACTIVITIES					
Transfers in	17,980	24,322	-	229,912	-
Transfers out	(4,824)	(31,260)	-	(25,662)	(2,775)
Net cash provided (used) by noncapital financing activities	<u>13,156</u>	<u>(6,938)</u>	<u>-</u>	<u>204,250</u>	<u>(2,775)</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCIAL ACTIVITIES					
Proceeds of general capital asset dispositions	-	17,741	-	-	-
Principal payments received - advances	-	133,388	-	-	-
Acquisition/construction of capital assets	-	(381,514)	(2,055)	(6,300)	-
Net cash used by capital and related financing activities	<u>-</u>	<u>(230,385)</u>	<u>(2,055)</u>	<u>(6,300)</u>	<u>-</u>
CASH FLOWS FROM INVESTING ACTIVITIES					
Interest and dividends on investments	7,852	94,868	577	(809)	1,353
Net cash provided (used) by investing activities	<u>7,852</u>	<u>94,868</u>	<u>577</u>	<u>(809)</u>	<u>1,353</u>
Net increase (decrease) in cash	41,776	(819,712)	(28,541)	(8,253)	(10,976)
Cash, beginning	<u>419,142</u>	<u>1,470,798</u>	<u>71,650</u>	<u>14,177</u>	<u>52,476</u>
Cash, ending (a)	<u>\$ 460,918</u>	<u>\$ 651,086</u>	<u>\$ 43,109</u>	<u>\$ 5,924</u>	<u>\$ 41,500</u>
(a) Shown on the combining statement of net assets as:					
Cash and cash equivalents	\$ 81,976	\$ 194,404	\$ 43,109	\$ 5,924	\$ 38,500
Restricted cash and investments	378,942	456,682	-	-	3,000
	<u>\$ 460,918</u>	<u>\$ 651,086</u>	<u>\$ 43,109</u>	<u>\$ 5,924</u>	<u>\$ 41,500</u>

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City of Great Falls, Montana
Combining Statement of Cash Flows (Continued)
Internal Service Funds
Year Ended June 30, 2005

	Park and Rec Admin	Facility Services	Totals
CASH FLOW FROM OPERATING ACTIVITIES			
Receipts from customers and users	\$ 254,329	\$ 355,043	\$ 7,366,456
Receipts from interfund services provided	(6,127)	-	(428,177)
Receipts from others	-	230	3,664,536
Payments to suppliers	(43,972)	(117,486)	(7,502,684)
Payments to employees	(164,984)	(141,898)	(3,592,800)
Payments for interfund services used	(19,305)	(45,766)	(697,971)
Net cash provided (used) by operating activities	19,941	50,123	(1,190,640)
CASH FLOWS FROM NONCAPITAL FINANCIAL ACTIVITIES			
Transfers in	-	-	680,370
Transfers out	(2,889)	(1,829)	(196,199)
Net cash provided (used) by noncapital financing activities	(2,889)	(1,829)	484,171
CASH FLOWS FROM CAPITAL AND RELATED FINANCIAL ACTIVITIES			
Proceeds of general capital asset dispositions	-	-	17,741
Principal payments received - advances	-	-	203,388
Acquisition/construction of capital assets	-	(19,863)	(469,021)
Net cash used by capital and related financing activities	-	(19,863)	(247,892)
CASH FLOWS FROM INVESTING ACTIVITIES			
Interest and dividends on investments	1,392	6,127	94,187
Net cash provided (used) by investing activities	1,392	6,127	94,187
Net increase (decrease) in cash	18,444	34,558	(860,174)
Cash, beginning	54,653	229,459	2,598,090
Cash, ending (a)	\$ 73,097	\$ 264,017	\$ 1,737,916
(a) Shown on the combining statement of net assets as:			
Cash and cash equivalents	\$ 73,097	\$ 166,901	\$ 802,176
Restricted cash and investments	-	97,116	935,740
	\$ 73,097	\$ 264,017	\$ 1,737,916

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City of Great Falls, Montana
Combining Statement of Cash Flows (Continued)
Internal Service Funds
Year Ended June 30, 2005

	<u>Admin- istrative Services</u>	<u>Central Commun- ications</u>	<u>Health and Benefits</u>	<u>Insurance and Safety</u>	<u>Fiscal Services</u>
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES					
Operating income (loss)	\$ 13,073	\$ 7,175	\$ (488,456)	\$ (42,646)	\$ (13,955)
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities					
Depreciation	313	2,678	-	-	6,186
Cash provided (used) by changes in operating assets and liabilities					
Accounts receivable	-	-	(1,262)	-	-
Inventories	-	-	-	-	-
Accounts payable	(683)	(837)	(105,136)	(2,286)	15,767
Due to other city funds	-	-	243,348	-	-
Compensated absences payable	(3,423)	413	-	109	5,163
Other nonoperating revenue	-	-	-	2,255	-
Total adjustments	<u>(3,793)</u>	<u>2,254</u>	<u>136,950</u>	<u>78</u>	<u>27,116</u>
Net cash provided (used) by operating activities	<u>\$ 9,280</u>	<u>\$ 9,429</u>	<u>\$ (351,506)</u>	<u>\$ (42,568)</u>	<u>\$ 13,161</u>

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City of Great Falls, Montana
Combining Statement of Cash Flows (Continued)
Internal Service Funds
Year Ended June 30, 2005

	<u>Information Tech</u>	<u>Central Garage</u>	<u>Craft Services</u>	<u>Engineering</u>
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES				
Operating income (loss)	\$ (69,038)	\$ (45,490)	\$ (38,670)	\$ (184,310)
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities				
Depreciation	70,254	491,351	206	10,146
Cash provided (used) by changes in operating assets and liabilities				
Accounts receivable	-	(704)	-	(37,903)
Inventories	-	(16,254)	-	-
Accounts payable	1,487	(465,327)	138	1,688
Due to other city funds	-	(668,398)	-	-
Compensated absences payable	16,405	9,472	11,263	4,985
Other nonoperating revenue	1,660	15,093	-	-
Total adjustments	<u>89,806</u>	<u>(631,767)</u>	<u>11,607</u>	<u>(21,084)</u>
Net cash provided (used) by operating activities	<u>\$ 20,768</u>	<u>\$ (677,257)</u>	<u>\$ (27,063)</u>	<u>\$ (205,394)</u>

Continued on next page

City of Great Falls, Montana
Combining Statement of Cash Flows (Concluded)
Internal Service Funds
Year Ended June 30, 2005

	<u>Public Works</u>	<u>Park and Rec Admin</u>	<u>Facility Services</u>	<u>Totals</u>
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES				
Operating income (loss)	\$ (12,908)	\$ 46,910	\$ 49,230	\$ (779,085)
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities				
Depreciation	3,630	-	3,327	588,091
Cash provided (used) by changes in operating assets and liabilities				
Accounts receivable	-	-	(37)	(39,906)
Inventories	-	-	-	(16,254)
Accounts payable	(1,073)	(579)	(3,253)	(560,094)
Due to other city funds	-	(6,127)	-	(428,177)
Compensated absences payable	797	(20,263)	626	25,547
Other nonoperating revenue	-	-	230	19,238
Total adjustments	<u>3,354</u>	<u>(26,969)</u>	<u>893</u>	<u>(411,555)</u>
Net cash provided (used) by operating activities	<u>\$ (9,554)</u>	<u>\$ 19,941</u>	<u>\$ 50,123</u>	<u>\$ (1,190,640)</u>