



# Art in the Parks

Innovative modern sculpture is among the artistic treasures found in outdoor spaces throughout the City of Houston. A thriving arts community with internationally-recognized companies emphasizes all aspects of the performing and visual arts. Houstonians of all ages enjoy art in venues throughout the City.

CITY OF HOUSTON, TEXAS



## **Internal Service Funds**

Internal service funds are used to account for the financing of goods or services provided by one city department to other city departments on a cost reimbursement basis.

**Health Benefits** — This fund is used to account for the cost incurred to provide City employees health care and life insurance benefits.

**Long-Term Disability** — This fund is used to account for the cost incurred to provide City employees long-term disability coverage.

**CITY OF HOUSTON, TEXAS**  
**INTERNAL SERVICE FUNDS**  
**Combining Balance Sheet**  
**June 30, 2001**  
**(With comparative totals for 2000)**  
*amounts expressed in thousands*

	<b>Health Benefits</b>	<b>Long-term Disability</b>	<b>Totals</b>	
			<b>2001</b>	<b>2000</b>
<b>Assets</b>				
Current assets				
Equity in pooled cash and investments	\$ 2,980	\$ 4,288	\$ 7,268	\$ 14,298
Accounts receivable, net of allowances	1	-	1	-
Due from other funds	663	-	663	15
Total current assets	<u>3,644</u>	<u>4,288</u>	<u>7,932</u>	<u>14,313</u>
<b>Total assets</b>	<u>\$ 3,644</u>	<u>\$ 4,288</u>	<u>\$ 7,932</u>	<u>\$ 14,313</u>
<b>Liabilities and fund equity</b>				
Liabilities				
Current liabilities				
Accounts payable	\$ 54	\$ -	\$ 54	\$ 99
Accrued payroll liabilities	66	-	66	49
Due to other funds	68	-	68	7,059
Claims payable	1,847	3,147	4,994	5,015
Compensated absences	84	-	84	78
Total current liabilities	<u>2,119</u>	<u>3,147</u>	<u>5,266</u>	<u>12,300</u>
Long-term liabilities				
Claims payable	-	993	993	1,261
Total liabilities	<u>2,119</u>	<u>4,140</u>	<u>6,259</u>	<u>13,561</u>
Fund equity				
Retained earnings - unreserved	1,525	148	1,673	752
Total fund equity	<u>1,525</u>	<u>148</u>	<u>1,673</u>	<u>752</u>
<b>Total liabilities and fund equity</b>	<u>\$ 3,644</u>	<u>\$ 4,288</u>	<u>\$ 7,932</u>	<u>\$ 14,313</u>

**CITY OF HOUSTON, TEXAS**  
**INTERNAL SERVICE FUNDS**  
**Combining Statement of Revenues, Expenses and Changes in Fund Equity**  
**For the Year Ended June 30, 2001**  
**(With comparative totals for 2000)**  
*amounts expressed in thousands*

	<b>Health Benefits</b>	<b>Long-term Disability</b>	<b>Totals</b>	
			<b>2001</b>	<b>2000</b>
<b>Operating revenues</b>				
Charges (refunds) for services	\$ 114,921	\$ (20)	\$ 114,901	\$ 107,030
<b>Total operating revenues</b>	<u>114,921</u>	<u>(20)</u>	<u>114,901</u>	<u>107,030</u>
<b>Operating expenses</b>				
Administrative costs	2,548	-	2,548	2,308
Claims costs	112,373	202	112,575	105,626
<b>Total operating expenses</b>	<u>114,921</u>	<u>202</u>	<u>115,123</u>	<u>107,934</u>
Operating loss	<u>-</u>	<u>(222)</u>	<u>(222)</u>	<u>(904)</u>
<b>Nonoperating revenues</b>				
Investment income	730	413	1,143	618
Other revenues	-	-	-	27
<b>Total nonoperating revenues</b>	<u>730</u>	<u>413</u>	<u>1,143</u>	<u>645</u>
Net income (loss)	730	191	921	(259)
Fund equity, July 1	<u>795</u>	<u>(43)</u>	<u>752</u>	<u>1,011</u>
<b>Fund equity, June 30</b>	<u>\$ 1,525</u>	<u>\$ 148</u>	<u>\$ 1,673</u>	<u>\$ 752</u>

**CITY OF HOUSTON, TEXAS**  
**INTERNAL SERVICE FUNDS**  
**Combining Statement of Cash Flows**  
**For the Year Ended June 30, 2001**  
**(With comparative totals for 2000)**  
*amounts expressed in thousands*

	<u>Health</u>	<u>Long-term</u>	<u>Totals</u>	
	<u>Benefits</u>	<u>Disability</u>	<u>2001</u>	<u>2000</u>
<b>Cash flows from operating activities</b>				
Receipts from customers	\$ 114,920	\$ (20)	\$ 114,900	\$ 107,030
Payments to employees	(1,697)	-	(1,697)	(1,704)
Payments to suppliers	(841)	-	(841)	(538)
Internal activity-payments to other funds	(7,654)	-	(7,654)	(453)
Claims paid	(112,227)	(654)	(112,881)	(105,880)
<b>Net cash provided by (used for) operating activities</b>	<u>(7,499)</u>	<u>(674)</u>	<u>(8,173)</u>	<u>(1,545)</u>
<b>Cash flows from investing activities</b>				
Interest income	730	413	1,143	618
<b>Net cash provided by investing activities</b>	<u>730</u>	<u>413</u>	<u>1,143</u>	<u>618</u>
<b>Cash flows from noncapital financing activities</b>				
Other nonoperating income	-	-	-	27
<b>Net cash provided by (used for) noncapital financing activities</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>27</u>
Net increase (decrease) in cash and cash equivalents	(6,769)	(261)	(7,030)	(900)
Cash and cash equivalents, July 1	9,749	4,549	14,298	15,198
<b>Cash and cash equivalents, June 30</b>	<u>\$ 2,980</u>	<u>\$ 4,288</u>	<u>\$ 7,268</u>	<u>\$ 14,298</u>
<b>Reconciliation of operating income to net cash provided (used) by operating activities</b>				
Operating loss	\$ -	\$ (222)	\$ (222)	\$ (904)
Adjustments to reconcile operating loss to net cash provided by (used for) operating activities				
Changes in assets and liabilities				
Accounts receivable, net	(1)	-	(1)	2
Due from other funds	(648)	-	(648)	(15)
Accounts payable	(28)	(17)	(45)	(14)
Accrued payroll liabilities	17	-	17	23
Due to other funds	(6,991)	-	(6,991)	(416)
Acquisition of equipment	-	-	-	-
Claims and judgments	146	(435)	(289)	(221)
Compensated absences	6	-	6	-
<b>Net cash provided by operating activities</b>	<u>\$ (7,499)</u>	<u>\$ (674)</u>	<u>\$ (8,173)</u>	<u>\$ (1,545)</u>