

INTERNAL SERVICE FUND

Internal Service Funds are used to account for the financing of goods or services provided by one department or agency to other departments or agencies of the government on a cost reimbursement basis.

Vehicle and Equipment Fleet Internal Service Fund –

This fund is used to account for the management and financing of Borough vehicles and equipment.

FAIRBANKS NORTH STAR BOROUGH

Internal Service Fund - Vehicle and Equipment Fleet

Comparative Statement of Net Assets
June 30, 2004 and 2003

	2004	2003
Assets		
Current assets		
Equity in central treasury cash	\$480,657	\$511,523
Restricted equity in central treasury cash	5,479	44,244
Restricted due from governmental agencies	685	169
Current assets total	<u>486,820</u>	<u>555,935</u>
Noncurrent assets		
Capital assets - depreciable		
Equipment	5,245,923	5,146,038
Accumulated depreciation	(2,523,553)	(2,330,299)
Noncurrent assets (net) total	<u>2,722,371</u>	<u>2,815,739</u>
Assets total	<u><u>\$3,209,191</u></u>	<u><u>\$3,371,674</u></u>
Liabilities and Net Assets		
Current liabilities		
Accrued interest payable	\$28,896	\$40,120
Capital lease payable	397,149	341,753
Current liabilities total	<u>426,045</u>	<u>381,872</u>
Long-term liabilities		
Capital lease payable	463,880	647,285
Long-term liabilities total	<u>463,880</u>	<u>647,285</u>
Liabilities total	<u>889,925</u>	<u>1,029,157</u>
Net assets		
Invested in capital assets, net of related debt	1,861,342	1,826,701
Restricted for:		
Grants	6,163	44,412
Unrestricted	451,760	471,403
Net assets total	<u>2,319,266</u>	<u>2,342,517</u>
Liabilities and net assets total	<u><u>\$3,209,191</u></u>	<u><u>\$3,371,674</u></u>

FAIRBANKS NORTH STAR BOROUGH

Internal Service Fund - Vehicle and Equipment Fleet

**Comparative Statement of Revenues, Expenses
and Changes in Net Assets
Years Ended June 30, 2004 and 2003**

	2004	2003
	<u> </u>	<u> </u>
Operating revenues		
Charges for services	\$355,340	\$343,900
Operating revenues total	<u>355,340</u>	<u>343,900</u>
Operating expenses		
Fuels, lubricants, and parts		925
Contractual services	4,250	4,096
Depreciation	427,513	410,733
Training, dues and professional expenses		253
Repairs and maintenance	1,446	2,540
Supplies	946	
Interest expense - capital leases	30,824	42,724
Intragovernmental charges	23,549	15,558
Operating expenses total	<u>488,528</u>	<u>476,830</u>
Operating income (loss)	<u>(133,188)</u>	<u>(132,930)</u>
Non-operating revenues (expenses)		
Grants revenue	89,248	85,350
Gain (loss) on sales of fixed assets	17,933	9,400
Miscellaneous revenue (expense)	720	
Non-operating revenues (expenses) total	<u>107,901</u>	<u>94,749</u>
Income (loss) before contributions and transfers	(25,287)	(38,180)
Capital contributions	2,036	226,076
Change in net assets	(23,251)	187,896
Net assets, beginning	2,342,517	2,154,621
Net assets, ending	<u>\$2,319,266</u>	<u>\$2,342,517</u>