

The Metropolitan Government of Nashville and Davidson County, Tennessee

# **Comprehensive Annual Financial Report**

For the Year Ended June 30, 2003

Schedule begins on next page.

Prepared by  
Department of Finance  
David L. Manning, Director of Finance  
Gene Nolan, Associate Director of Finance

THE METROPOLITAN GOVERNMENT OF NASHVILLE AND DAVIDSON COUNTY

COMBINING STATEMENT OF CASH FLOWS  
INTERNAL SERVICE FUNDS

For the Year Ended June 30, 2003

	Central Printing	Office of Fleet Management	Motor Pool	Information Systems
Cash flows from operating activities:				
Receipts from customers and users	\$ 520,260	\$ 9,730,021	\$ 669,402	\$ 9,805,675
Payments to suppliers	(230,969)	(6,775,321)	(524,924)	(2,787,323)
Payments to employees	(400,872)	(5,154,178)	(153,694)	(6,277,597)
Net cash provided by (used in) operating activities	(111,581)	(2,199,478)	(9,216)	740,755
Cash flows from noncapital financing activities:				
Transfers in	-	7,814,514	99,464	380,066
Transfers out	-	(277,912)	(6,693,459)	(143,463)
Net cash provided by (used in) noncapital financing activities	-	7,536,602	(6,593,995)	236,603
Cash flows from capital and related financing activities:				
Acquisition of capital assets	-	(2,647,388)	-	(744,486)
Proceeds from the sale of capital assets	-	516,832	-	-
Interest paid	-	(12,452)	-	(9,745)
Net cash provided by (used in) capital and related financing activities	-	(2,143,008)	-	(754,231)
Cash flows from investing activities:				
Purchases of investments	(729,150)	(50,114,614)	-	(12,431,806)
Proceeds from the sale and maturities of investment securities	712,408	48,355,835	2,254,123	12,268,566
Interest on investments	8,114	99,075	23,913	14,382
Net cash provided by (used in) investing activities	(8,628)	(1,659,704)	2,278,036	(148,858)
Net changes in cash and cash equivalents	(120,209)	1,534,412	(4,325,175)	74,269
Cash and cash equivalents at beginning of year	247,880	-	4,325,175	132,352
Cash and cash equivalents at end of year	\$ 127,671	\$ 1,534,412	\$ -	\$ 206,621

The accompanying notes are an integral part of this financial statement.

THE METROPOLITAN GOVERNMENT OF NASHVILLE AND DAVIDSON COUNTY

COMBINING STATEMENT OF CASH FLOWS  
INTERNAL SERVICE FUNDS (CONTINUED)

For the Year Ended June 30, 2003

Radio Shop	School Self Insurance	General Government Self Insurance	School Professional Employee Insurance	Employees' Medical Benefit	School Central Storeroom	Metro Postal Service
\$ 3,995,769	\$ -	\$ 6,669,235	\$ 37,641,191	\$ 44,313,323	\$ 1,663,900	\$ 812,223
(1,685,453)	(158,061)	(6,137,230)	(37,704,308)	(38,152,127)	(2,510,289)	(606,087)
(921,825)	-	(515,758)	-	-	-	(232,151)
1,388,491	(158,061)	16,247	(63,117)	6,161,196	(846,389)	(26,015)
-	500,000	225,105	-	1,119,088	953,597	-
-	(20,004)	(1,226,748)	-	(263,915)	-	(14,321)
-	479,996	(1,001,643)	-	855,173	953,597	(14,321)
(128,592)	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
(128,592)	-	-	-	-	-	-
(5,169,716)	(2,434,154)	(22,249,517)	(39,917,093)	(44,305,763)	(615,040)	(883,940)
4,087,761	1,690,417	18,140,308	39,208,048	40,420,756	556,909	882,308
53,789	68,902	529,766	63,776	37,340	1,601	2,203
(1,028,166)	(674,835)	(3,579,443)	(645,269)	(3,847,667)	(56,530)	571
231,733	(352,900)	(4,564,839)	(708,386)	3,168,702	50,678	(39,765)
1,305,345	1,835,590	14,939,320	2,734,128	399,655	-	75,607
\$ 1,537,078	\$ 1,482,690	\$ 10,374,481	\$ 2,025,742	\$ 3,568,357	\$ 50,678	\$ 35,842

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THE METROPOLITAN GOVERNMENT OF NASHVILLE AND DAVIDSON COUNTY

COMBINING STATEMENT OF CASH FLOWS  
INTERNAL SERVICE FUNDS (CONTINUED)

For the Year Ended June 30, 2003

	Facilities Planning and Construction	Treasury Management	Technology Revolving	Total Internal Service Funds
Cash flows from operating activities:				
Receipts from customers and users	\$ 1,738,595	\$ 703,283	\$ 1,009,005	\$ 119,271,882
Payments to suppliers	(212,827)	(96,159)	(4,923,615)	(102,504,693)
Payments to employees	(881,480)	(616,428)	-	(15,153,983)
Net cash provided by (used in) operating activities:	644,288	(9,304)	(3,914,610)	1,613,206
Cash flows from noncapital financing activities:				
Transfers in	-	-	4,236,821	15,328,655
Transfers out	-	-	(317,186)	(8,957,008)
Net cash provided by (used in) noncapital financing activities:	-	-	3,919,635	6,371,647
Cash flows from capital and related financing activities:				
Acquisition of capital assets	-	-	(5,025)	(3,525,491)
Proceeds from the sale of capital assets	-	-	-	516,832
Interest paid	-	-	-	(22,197)
Net cash provided by (used in) capital and related financing activities:	-	-	(5,025)	(3,030,856)
Cash flows from investing activities:				
Purchases of investments	(1,835,622)	(834,386)	(5,350,610)	(186,871,411)
Proceeds from the sale and maturities of investment securities	1,475,064	810,098	5,350,610	176,213,211
Interest on investments	9,782	2,343	-	914,986
Net cash provided by (used in) investing activities:	(350,776)	(21,945)	-	(9,743,214)
Net changes in cash and cash equivalents	293,512	(31,249)	-	(4,789,217)
Cash and cash equivalents at beginning of year	38,156	97,005	-	26,130,213
Cash and cash equivalents at end of year	\$ 331,668	\$ 65,756	\$ -	\$ 21,340,996

The accompanying notes are an integral part of this financial statement.

The Metropolitan Government of Nashville and Davidson County, Tennessee

# **Comprehensive Annual Financial Report**

For the Year Ended June 30, 2003

Schedule begins on next page.

Prepared by  
Department of Finance  
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THE METROPOLITAN GOVERNMENT OF NASHVILLE AND DAVIDSON COUNTY

COMBINING STATEMENT OF CASH FLOWS  
INTERNAL SERVICE FUNDS (CONTINUED)

For the Year Ended June 30, 2003

	Central Printing	Office of Fleet Management	Motor Pool	Information Systems
Reconciliation of operating income to net cash provided by (used in) operating activities:				
Operating income (loss)	\$ (120,787)	\$ (8,161,286)	\$ -	\$ (424,470)
Adjustments to reconcile operating income (loss) to net cash provided by (used in) operating activities:				
Depreciation	20,536	7,775,404	-	512,786
Other nonoperating revenue (expense)	-	3,386	-	-
Changes in assets and liabilities:				
Accounts receivable	(2,574)	(1,115)	2,554	12,783
Due from other funds of the primary government	(13,380)	(3,312,028)	663,535	798,754
Due from component units	779	(1,972)	3,313	36,664
Inventories of supplies	1,567	(97,504)	-	-
Other current assets	-	-	-	8
Accounts payable	3,466	913,700	(522,132)	(35,029)
Accrued payroll	5,358	661,014	(153,694)	118,815
Claims payable	-	-	-	-
Due to other funds of the primary government	(6,546)	20,923	(2,792)	1,609
Due to component units	-	-	-	-
Other current liabilities	-	-	-	(281,165)
Total adjustments	9,206	5,961,808	(9,216)	1,165,225
Net cash provided by (used in) operating activities	\$ (111,581)	\$ (2,199,478)	\$ (9,216)	\$ 740,755

Non-Cash Operating and Capital and Related Financing Activities:

Motor Pool ceased operations effective July 1, 2002, and transferred capital assets with a net book value of \$9,757,648 and inventory with a value of \$230,395 to the Office of Fleet Management. The transactions were recorded as transfers out.

The accompanying notes are an integral part of this financial statement.

THE METROPOLITAN GOVERNMENT OF NASHVILLE AND DAVIDSON COUNTY

COMBINING STATEMENT OF CASH FLOW  
INTERNAL SERVICE FUNDS (CONTINUED)

For the Year Ended June 30, 2003

Radio Shop	School Self Insurance	General Government Self Insurance	School Professional Employee Insurance	Employees' Medical Benefit	School Central Storeroom	Metro Postal Service
\$ 1,201,097	\$ (444,081)	\$ 10,322,266	\$ (3,032,226)	\$ 5,881,342	\$ 271,675	\$ (10,463)
14,780	-	-	-	-	-	3,822
-	26,188	789,387	-	-	-	-
7,614	-	(1,040)	-	(52,306)	-	(330)
(14,522)	-	(175,527)	16,482	(41,800)	(556,931)	(31,783)
1,093	-	-	-	-	-	42
(73,990)	-	-	-	-	(659,215)	-
-	-	-	981,987	-	-	10,291
239,131	(12,033)	(806,817)	1,388,399	(160,683)	97,972	(518)
27,203	-	-	-	-	-	3,079
-	270,758	(10,192,750)	581,322	238,000	-	-
(13,915)	1,107	4,203	919	296,643	110	(155)
-	-	76,525	-	-	-	-
-	-	-	-	-	-	-
187,394	286,020	(10,306,019)	2,969,109	279,854	(1,118,064)	(15,552)
\$ 1,388,491	\$ (158,061)	\$ 16,247	\$ (63,117)	\$ 6,161,196	\$ (846,389)	\$ (26,015)

Non-Cash Operating and Capital and Related Financing Activities:

Office of Fleet Management began operations on July 1, 2002 and received capital assets with a net book value of \$32,478,000 and inventory with a value of \$778,924 from various funds of the Government. The transactions were recorded as transfers in and other nonoperating revenue.

Radio Shop transferred capital assets with a net book value of \$100 to the Office of Fleet Management. The transaction was recorded as a transfer out.

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THE METROPOLITAN GOVERNMENT OF NASHVILLE AND DAVIDSON COUNTY

COMBINING STATEMENT OF CASH FLOWS  
INTERNAL SERVICE FUNDS (CONTINUED)

For the Year Ended June 30, 2003

	Facilities Planning and Construction	Treasury Management	Technology Revolving	Total Internal Service Funds
Reconciliation of operating income to net cash provided by (used in) operating activities:				
Operating income (loss)	\$ 560,303	\$ 12,986	\$ (4,131,064)	\$ 1,925,292
Adjustments to reconcile operating income (loss) to net cash provided by (used in) operating activities:				
Depreciation	1,067	-	36,304	8,364,699
Other nonoperating revenue (expense)	-	-	-	818,961
Changes in assets and liabilities:				
Accounts receivable	(100)	(11,869)	(4,665)	(51,048)
Due from other funds of the primary government	101,345	(16,140)	304,738	(2,277,257)
Due from component units	-	-	-	39,919
Inventories of supplies	-	-	-	(829,142)
Other current assets	-	-	-	992,286
Accounts payable	(1,080)	2,657	(309,181)	797,852
Accrued payroll	(37,166)	6,786	-	631,395
Claims payable	-	-	-	(9,102,670)
Due to other funds of the primary government	19,919	70	-	322,095
Due to component units	-	-	-	76,525
Other current liabilities	-	(3,794)	189,258	(95,701)
Total adjustments	83,985	(22,290)	216,454	(312,086)
Net cash provided by (used in) operating activities	\$ 644,288	\$ (9,304)	\$ (3,914,610)	\$ 1,613,206

The accompanying notes are an integral part of this financial statement.