



SEDGWICK COUNTY, KANSAS  
SALES TAX OVERSIGHT COMMITTEE

July 25, 2006

Sedgwick County Board of County Commissioners  
525 N Main, Suite 320  
Wichita, KS 67203

Commissioners:

This letter serves as the semi-annual report on sales tax collections and expenditures for the Sedgwick County Arena. The ten member oversight committee first met on October 25, 2005 and most recently met on July 25<sup>th</sup>.

Sales Tax Collections:

Receipts and forecasted revenues are shown on two attached pages.

- \$64.714 million was collected on July 2005 through April 2006 retail sales, and received by the County in September through June. This exceeds the revised forecast prepared in January, 2006. All arena sales tax distributions reported by the State Treasurer have been recorded in the accounting fund created to hold these funds.
- Based on the rate of collections, the 30 month estimate of total of revenue was revised from \$180 million to \$201 million in the January forecast. This estimate remains valid.

Arena Expenditures:

Expenditures and comparisons to the current project budget are shown on an attached page.

- Expenditures through July 21, 2006 total \$4,799,240.19.

Kansas Coliseum Pavilions	\$1,505,573.07
Arena A&E Services	1,442,284.21
Arena Land Acquisition	1,851,382.91
Total	<u>\$4,799,240.19</u>

The oversight committee did not note any finding of inappropriate expenditure of sales tax funds in the expenditures summarized above.

Sincerely,

Greg Sevier  
Chairman, Sales Tax Oversight Committee

Attach.

Current data (07/25/2006 11:31:08)

Budget-Actual Report  
 Year From: 2005 To: 2006  
 Period From: 1 To: 13

Fund	SC01/551	Budget	Arena Construction Rel Bud	Pre-Encub	Encumb	Expended	Total Comm	Avail Budget	Total Budget
Displayed in									
SC01/57002-551	Arena A & E Services	14,446,000.00	7,973,050.00	-	6,513,947.90	1,442,284.31	7,956,232.21	16,817.79	6,489,767.79
SC01/57004-551	Land Acquisition	11,729,000.00	3,325,208.00	-	140,860.00	1,851,382.91	1,992,242.91	1,332,965.09	9,736,757.09
SC01/57005-551	Site Costs	5,311,000.00	1,400.00	-	1,400.00	-	1,400.00	-	5,309,600.00
SC01/57006-551	Parking-SC Arena	-	-	-	-	-	-	-	-
SC01/57007-551	Infrastructure	5,456,000.00	-	-	-	-	-	-	5,456,000.00
SC01/57008-551	Construct SC Arena	119,808,000.00	-	-	-	-	-	-	119,808,000.00
SC01/57009-551	Contingency	1,522,000.00	-	-	-	-	-	-	1,522,000.00
SC01/57010-551	Pavillions	9,128,000.00	1,578,699.27	15,000.00	55,748.19	1,505,573.07	1,576,321.26	2,378.01	7,551,678.74
SC01/57011-551	Operations Reserve	17,100,000.00	-	-	-	-	-	-	17,100,000.00
Total		184,500,000.00	12,878,357.27	15,000.00	6,711,956.09	4,799,240.29	11,526,196.38	1,352,160.89	172,973,803.62

Sedgwick County Arena  
Project Budget  
As of July 21, 2006 REVISED

Category	Expenditures			Budget		
	Prior Reports	New Report	Total Spent	Original Budget	Revised Budget	Balance Remaining
<b>A &amp; E Services Internal Order 570023</b>						
TRAVEL						
Site visit - Des Moines	\$ 2,868.17	\$ -				
Site visit - Salt Lake City	\$ 8,798.46	\$ -				
Site visit - Oklahoma City	\$ 2,048.40	\$ -				
Site visit - Little Rock	\$ 8,502.33	\$ -				
Lund/Gallagher - business travel	\$ 1,685.07	\$ 4,160.68				
Arena trip lunch - Memphis	\$ 62.55	\$ -				
<b>TOTAL</b>	<b>\$ 23,964.98</b>	<b>\$ 4,160.68</b>	<b>\$ 28,125.66</b>			
LEGAL FEES						
Property acquisition outline	\$ 468.00	\$ (468.00)				
Condemnation preparation	\$ 2,366.88	\$ (2,366.88)				
Real estate matters	\$ 1,728.00	\$ (1,728.00)				
<b>TOTAL</b>	<b>\$ 4,562.88</b>	<b>\$ (4,562.88)</b>	<b>\$ -</b>			
CONTRACT MANAGEMENT SERVICES						
Larry Pecenka - Spirit Aerosystems Inc	\$ -	\$ 4,531.00				
<b>TOTAL</b>	<b>\$ -</b>	<b>\$ 4,531.00</b>	<b>\$ 4,531.00</b>			
ARCHITECTUAL & ENGINEERING						
Historic building survey	\$ 9,400.00	\$ -				
A & E fees - payment	\$ 912,040.00	\$ 466,281.00				
Seating Market Research	\$ -	\$ 21,250.00				
<b>TOTAL</b>	<b>\$ 921,440.00</b>	<b>\$ 487,531.00</b>	<b>\$ 1,408,971.00</b>			
PUBLIC MEETINGS						
Supplies	\$ 256.05	\$ 400.50				
<b>TOTAL</b>	<b>\$ 256.05</b>	<b>\$ 400.50</b>	<b>\$ 656.55</b>			
<b>A &amp; E Services Total</b>	<b>\$ 950,223.91</b>	<b>\$ 492,060.30</b>	<b>\$ 1,442,284.21</b>	<b>\$ 11,186,542.00</b>	<b>\$ 14,446,000.00</b>	<b>\$ 13,003,715.79</b>
<b>Land Acquisition Internal Order 570043</b>						
PROFESSIONAL SERVICES						
Legal fees - real estate matters	\$ 120.00	\$ 2,376.00				
Legal fees - condemnation	\$ 552.60	\$ 3,083.18				
Appraisal services	\$ 46,100.00	\$ 12,000.00				
Real estate acquisitions	\$ -	\$ 17,000.00				
Relocation services	\$ -	\$ 95,040.00				
<b>TOTAL</b>	<b>\$ 46,772.60</b>	<b>\$ 129,499.18</b>	<b>\$ 176,271.78</b>			
LAND						
Property purchase costs	\$ -	\$ 1,497,745.13				
<b>TOTAL</b>	<b>\$ -</b>	<b>\$ 1,497,745.13</b>	<b>\$ 1,497,745.13</b>			
MOVING EXPENSE						
Relocation fees - property owners	\$ -	\$ 177,366.00				
<b>TOTAL</b>	<b>\$ -</b>	<b>\$ 177,366.00</b>	<b>\$ 177,366.00</b>			
<b>Land Acquisition Total</b>	<b>\$ 46,772.60</b>	<b>\$ 1,804,610.31</b>	<b>\$ 1,851,382.91</b>	<b>\$ 20,000,000.00</b>	<b>\$ 11,729,000.00</b>	<b>\$ 9,877,617.09</b>
<b>Site Costs</b>						
<b>Site Costs Total</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 7,460,000.00</b>	<b>\$ 5,311,000.00</b>	<b>\$ 5,311,000.00</b>
<b>Parking</b>						
<b>Parking Total</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 24,400,000.00</b>	<b>\$ -</b>	<b>\$ -</b>
<b>Infrastructure</b>						
<b>Infrastructure Total</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 4,000,000.00</b>	<b>\$ 5,456,000.00</b>	<b>\$ 5,456,000.00</b>
<b>Construction</b>						
<b>Construction Total</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 77,000,000.00</b>	<b>\$ 119,808,000.00</b>	<b>\$ 119,808,000.00</b>
<b>Contingency</b>						
<b>Contingency Total</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 7,700,000.00</b>	<b>\$ 1,522,000.00</b>	<b>\$ 1,522,000.00</b>
<b>Pavilions Internal Order 57010</b>						
PAVILIONS						
Reimbursement of prior costs	\$ 1,503,699.27	\$ -				
<b>TOTAL</b>	<b>\$ 1,503,699.27</b>	<b>\$ -</b>	<b>\$ 1,503,699.27</b>			
ARCHITECTUAL & ENGINEERING						
A & E fees - payment	\$ -	\$ 1,740.00				
Blueprints	\$ -	\$ 133.80				
<b>TOTAL</b>	<b>\$ -</b>	<b>\$ 1,873.80</b>	<b>\$ 1,873.80</b>			
<b>Pavilions Total</b>	<b>\$ 1,503,699.27</b>	<b>\$ 1,873.80</b>	<b>\$ 1,505,573.07</b>	<b>\$ 9,128,000.00</b>	<b>\$ 9,128,000.00</b>	<b>\$ 7,622,426.93</b>
<b>TOTAL PROJECT</b>	<b>\$ 2,500,695.78</b>	<b>\$ 2,298,544.41</b>	<b>\$ 4,799,240.19</b>	<b>\$ 160,874,542.00</b>	<b>\$ 167,400,000.00</b>	<b>\$ 162,600,759.81</b>
<b>Operations, Parking &amp; Maintenance Reserve</b>				<b>\$ 23,611,000.00</b>	<b>\$ 17,100,000.00</b>	<b>\$ 17,100,000.00</b>
<b>TOTAL BUDGET</b>				<b>\$ 184,485,542.00</b>	<b>\$ 184,500,000.00</b>	<b>\$ 179,700,759.81</b>

**Arena sales tax revenue forecasts compared to actual receipts**

	Revised forecast: January 2006			Original forecast: July 2004			Actual receipts			Cumulative variance from revised forecast	Cumulative variance from original forecast	Year
	1¢ county special purpose arena tax			1¢ county special purpose arena tax			1¢ county special purpose arena tax					
	Total arena tax	Cumulative total	Yearly total	Total arena tax	Cumulative total	Yearly total	Total arena tax	Cumulative total	Yearly total			
Jul	-	-		-	-	-						
Aug	-	-		-	-	-						
Sep	5,660	5,660		4,730	4,730	-	5,660	5,660		-	931	
Oct	6,462	12,122		4,772	9,501	-	6,462	12,122		-	2,621	
Nov	6,470	18,592		5,170	14,672	-	6,470	18,592		-	3,921	
Dec	6,280	24,873	24,873	5,965	20,637	20,637	6,280	24,873	24,873	-	4,236	2005
Jan	6,594	31,466		6,029	26,666	-	6,594	31,466		-	4,800	
Feb	7,143	38,609		7,582	34,249	-	7,552	39,019		410	4,770	
Mar	5,886	44,495		6,258	40,506	-	6,104	45,123		628	4,616	
Apr	6,151	50,646		5,355	45,862	-	6,057	51,179		533	5,317	
May	6,983	57,629		6,232	52,094	-	7,011	58,190		561	6,096	
Jun	6,191	63,820		5,985	58,079	-	6,524	64,714		893	6,635	
Jul	6,700	70,521		5,969	64,048	-						
Aug	7,494	78,015		6,013	70,061	-						
Sep	5,954	83,969		6,369	76,430	-						
Oct	6,596	90,564		5,355	81,785	-						
Nov	6,774	97,338		5,222	87,007	-						
Dec	6,515	103,853	78,981	6,025	93,032	72,395			39,841			2006
Jan	6,837	110,690		6,090	99,122	-						
Feb	7,402	118,092		7,658	106,780	-						
Mar	6,126	124,217		6,320	113,100	-						
Apr	6,402	130,619		5,409	118,509	-						
May	7,256	137,875		6,295	124,804	-						
Jun	6,454	144,329		6,045	130,848	-						
Jul	6,980	151,309		6,029	136,878	-						
Aug	7,795	159,104		6,073	142,950	-						
Sep	6,231	165,335		6,433	149,383	-						
Oct	6,892	172,228		5,408	154,792	-						
Nov	7,081	179,309		5,274	160,066	-						
Dec	6,824	186,133	82,279	6,085	166,151	73,119			-			2007
Jan	7,156	193,289		6,151	172,302	-						
Feb	7,736	201,024	14,891	7,735	180,036	13,885						2008

All data represents month of receipt by county; collection at cash register is two months earlier