

2011 Sedgwick County Comprehensive Annual Financial Report



Economic Development

Taking Care of People

The Work of Government

Keeping People Safe

Creating an Attractive Community

Institutional and Financial Viability

Building a Stronger Community

Social Equity

Environmental Protection



*Sedgwick County...
working for you*

COMPREHENSIVE
ANNUAL FINANCIAL REPORT
of
**THE COUNTY OF
SEDGWICK, KANSAS**
for the
Year Ended December 31, 2011



Prepared by:
DIVISION OF FINANCE
Chris Chronis, Chief Financial Officer
Troy Bruun, Deputy Chief Financial Officer
Sara Jantz, Director of Accounting

COUNTY OF SEDGWICK, KANSAS BOARD OF COUNTY COMMISSIONERS

2011

Chairman
David M. Unruh

Chair Pro-Tem
Tim R. Norton

Commissioner
Karl Peterjohn

Commissioner
Richard Ranzau

Commissioner
James Skelton

COUNTY MANAGER
William P. Buchanan

2012

Chairman
Tim R. Norton

Chair Pro-Tem
James Skelton

Commissioner
Karl Peterjohn

Commissioner
Richard Ranzau

Commissioner
David M. Unruh

COUNTY MANAGER
William P. Buchanan

NON-DISCRIMINATION STATEMENT

Sedgwick County does not discriminate on the basis of handicapped status in the admission to, or treatment of, or employment in, its programs or activities. The Affirmative Action Officer has been designated to coordinate the non-discrimination requirements contained in Section 51.55 of the Revenue Sharing Regulations. The Coordinator may be contacted in the Sedgwick County Office of Affirmative Action, 510 North Main, Wichita, Kansas, 67203. Phone (316) 660-7058.

SEDGWICK COUNTY, KANSAS

COMPREHENSIVE ANNUAL FINANCIAL REPORT

YEAR ENDED DECEMBER 31, 2011

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2011 *Sedgwick County* Comprehensive Annual Financial Report



INTRODUCTORY SECTION



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COUNTY MANAGER'S OFFICE

Sedgwick County Courthouse
525 N. Main, Suite 343
Wichita, KS 67203
Phone (316) 660-9393
Fax (316) 383-7946
wbuchana@sedgwick.gov

William P. Buchanan
County Manager

March 29, 2012

Board of County Commissioners
Sedgwick County Courthouse
525 N. Main
Wichita, KS 67203-2703

Dear Commissioners:

The administration is pleased to present to you the Comprehensive Annual Financial Report of the County of Sedgwick, Kansas for the fiscal year ended December 31, 2011. This document is a review of what occurred financially last year. In that respect, it is a report card of our ability to manage our financial resources. This report indicates we are in sound financial shape.

This document can also be used as a means to inform you and the citizens regarding our financial condition as you struggle with the difficult choices of delivery of services. It provides a foundation of information that will help us all make informed decisions.

This report, along with management of our finances, is the fine work of Chief Financial Officer Chris Chronis, Deputy Chief Financial Officer Troy Bruun, Accounting Director Sara Jantz, and the accounting team of Ginger Radley, Marty Hughes, Brandi Baily, and Daniela Rivas.

Sincerely,

William P. Buchanan
County Manager

"Sedgwick County....working for you"



SEDGWICK COUNTY, KANSAS

DIVISION OF FINANCE

* 525 N. Main, Suite 823 * Wichita, KS 67203 * Telephone (316) 660-7591 * FAX (316) 383-7729 *

March 29, 2012

To the Honorable Chair of the Board, Members of the Board of County Commissioners, and Citizens of Sedgwick County:

Good financial management requires that we provide full disclosure of the results of the County's fiscal activities each year, and that we obtain independent verification of the accuracy of our statements. Additionally, Kansas statutes call for an annual audit of all funds of the County by independent certified public accountants. Pursuant to these requirements, we hereby issue the comprehensive annual financial report of Sedgwick County for the fiscal year ended December 31, 2011. The County is responsible for both the accuracy of the presented data and the completeness and fairness of the presentation, including all disclosures. I believe that the information presented is accurate in all material aspects, that it is presented in a manner designed to fairly set forth the financial position and results of operations of the County as measured by the financial activity of the various funds, and that all disclosures necessary for readers to gain an understanding of the County's financial affairs have been included.

Management has established an internal control structure designed to ensure that assets of the County are protected from loss, theft, or misuse and to compile adequate information to allow for the preparation of financial statements in conformity with generally accepted accounting principles (GAAP). The cost of the internal controls should not outweigh their benefits. Thus, Sedgwick County's internal controls are designed to provide reasonable, rather than absolute, assurance that the financial statements are free from material misstatement.

The firm of Allen, Gibbs & Houlik, L.C. audited the County's financial statements. The goal of the independent audit is to provide reasonable assurance that the financial statements are free of material misstatement. The independent audit involves examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements, assessing the accounting principles used and significant estimates made by management, and evaluating the overall financial statement presentation. The independent auditor concluded, based upon the audit, that there is a reasonable basis for rendering unqualified opinions that the statements are presented in conformity with GAAP and fairly present the financial position of the County. The independent auditor's report is presented as the first component of the financial section of this report.

GAAP require that management provide a narrative introduction, overview and analysis to accompany the basic financial statements in the form of Management's Discussion and Analysis (MD&A). This letter of transmittal is designed to complement the MD&A and should be read in conjunction with it. The MD&A can be found immediately following the report of the independent auditors.

PROFILE OF SEDGWICK COUNTY

Sedgwick County is located in south central Kansas and encompasses 1,008 square miles. The County was organized under the territorial laws of the State of Kansas and the Constitution of the State of Kansas in 1870. The County is the second most populous of the 105 counties in Kansas, with 501,355 residents. The County seat is Wichita, the largest city in the State of Kansas. Wichita is known as the "Air Capital of the World" for its internationally recognized concentration of commercial and military airplane production and aviation services.

The County is governed by a five-member Board of County Commissioners. The Commissioners serve as full-time County officials and meet in regular session each Wednesday morning. The Board, which performs both executive and legislative functions, is responsible for all policy and executive decisions. A County Manager, appointed by the Board, is responsible for administrative matters. One Assistant County Manager and six Division Directors aid him in his duties. The County has 2,708 full-time employees.

Sedgwick County provides a full range of services to the community. These include public safety (sheriff, emergency medical services, emergency dispatch, emergency management, corrections, and the Regional Forensic Science Center), public works (construction and maintenance of roads, bridges and stormwater drainage systems, noxious weed control, and household hazardous waste disposal), human services (physical and mental health services, support for developmentally and physically disabled populations, and aging assistance), cultural and recreational services (parks, the Sedgwick County Zoo, the INTRUST Bank Arena, and Exploration Place, an interactive science and discovery center), public improvements, planning and zoning, judicial support, youth facilities, and general administrative services. In addition to these activities, the governing body has operating and financial relationships with the Sedgwick County Fire District #1 and the Sedgwick County Public Building Commission.

The annual budget process begins 15 months before the start of each fiscal year, when the Budget Department prepares a revised five-year financial plan. The financial plan serves as the foundation for planning and control, forecasting revenues and expenditures for the next five years and comparing the prior year's projections with actual results. The Budget Department also receives input from the Technology Review Committee, which evaluates division technology enhancement plans based on established criteria. The goals of the Technology Review Committee are to provide peer review of departmental technology enhancement plans and to evaluate and coordinate technology acquisitions to provide efficient access to County information. The Budget Department also receives input from the Capital Improvement Program Committee. This committee ranks projects with significant multi-year benefits, such as buildings and infrastructure. Nine months before the start of the new fiscal year, the Budget Department prepares and distributes a base budget for all County Divisions. Division managers identify the service implications of the base budget and, if necessary, submit requests for additional funding or staff. Two months later, the Board of County Commissioners holds budget review sessions to discuss service levels, resource allocations, and funding strategies for the upcoming year. The Budget Department then submits a proposed budget to the County Manager. The County Manager reviews and, as appropriate, revises the proposed budget and then, six months before the new year, submits a recommended budget to the Board of County Commissioners. The Commissioners hold public hearings to receive input from citizens. The budget is adopted approximately five months before the start of the new fiscal year and is submitted to the State of Kansas in compliance with State statutes.

The legal level of budgetary control is at the individual fund level, and County policy provides authority for intra-fund modifications of the budget. The budget is prepared by fund, function, cost center and superior commitment item. Legal appropriated annual budgets are statutorily required for most, but not all, operations. County practice is to adopt budgets for all funds. Budget to actual comparisons are provided in this report for each individual governmental fund for which a legal appropriated annual budget has been adopted. For the General Fund, this comparison is presented on page A-64 as part of the required supplementary information. For governmental funds other than the General Fund with legal appropriated annual budgets, this comparison is presented in the governmental funds subsection, beginning on page B-16.

ECONOMIC CONDITION AND OUTLOOK

Sedgwick County is a regional economic center with aircraft manufacturing, health care service, and retail trade as primary industries. The economic information contained in this letter was drawn from publications of the Center for Economic Development and Business Research (CEDBR) at Wichita State University, and from the U.S. Department of Labor. The Wichita metropolitan statistical area (MSA) is comprised of Sedgwick, Butler, Harvey and Sumner counties in Kansas.

The CEDBR projects that the Wichita MSA economy will continue to grow during 2012 following a year of mixed economic indicators. The Wichita MSA unemployment rate decreased from 8.0% in December 2010 to 7.1% in December 2011. In comparison, the December 2011 national rate stood at 8.5%. Wage and salary employment increased 0.5% from December 2010 to December 2011. For 2011, the value of new residential construction permits increased 29.0%; the value of new non-residential construction permits decreased 33.9%; home sales decreased 4.4%. The number of outbound airline passengers decreased 1.3%, and the outbound airfreight shipments decreased 4.3%. The Wichita MSA's hotel occupancy rates increased 0.7%.

Manufacturing

In the Wichita MSA, manufacturing employment accounts for 18.3% of all jobs. There are signs that the aircraft manufacturing industry is turning around after several difficult years: in 2011, billings increased 0.4% and the value of new orders for aircraft and parts increased 18.2%.

Highlights of the manufacturing sector are as follows:

- Bombardier Learjet began expanding this year by adding 28,000 square feet to an existing production hangar to accommodate final assembly of the Learjet 85. In November, the company announced further expansion plans, which include the creation of the Centers of Excellence in aerospace engineering and information technology, the construction of a new customer delivery facility, and the expansion of the Bombardier Flight Test Center. This expansion will entail \$52.7-million of capital investment and the addition of 450 permanent jobs paid a blended average wage of \$118,000.
- In September, Johnson Controls announced the company would move three assembly lines for residential heating and air-conditioning products to Wichita from Norman, OK. This move will add 182 jobs to the Wichita area.
- In early November, Hawker Beechcraft issued 60-day layoff warnings to 100 employees, and the next week issued 300 more layoff notices to both salaried and hourly workers. Late in 2010 the company committed to retain the corporate headquarters, all current production activity and at least 3,600 jobs in Sedgwick County for 10 years, and company employment levels remain higher than that commitment.
- On January 4, 2012, The Boeing Co. announced it would close its Wichita facilities by the end of 2013. This decision will affect 2,160 workers currently employed by the company in Sedgwick County.

Other Sectors

Education and health services employment accounted for 42,933 jobs in 2011, about 14.5 percent of all jobs in the Wichita MSA. Jobs in this sector decreased by 2,034, or 1.7 percent, this year.

Highlights of the education and health services sector are as follows:

- In October, Wichita State University held the grand opening of its Advanced Education in General Dentistry building.
- Wichita State University's National Institute for Aviation Research was awarded a \$1.4 million grant from the U.S. Department of Defense to fund a project involving the National Center of Innovation for Biomaterials in Orthopedic Research. The project is focused on the development of a fast-setting composite stabilization device for battlefield use.
- A new \$7 million, 65,000-square-foot Cessna FlightSafety International maintenance training facility is being build near Mid-Continent Airport and is expected to be complete in June.

Additional information regarding other employment sectors follows:

- T-Mobile announced in January 2011 that it planned to hire up to 200 additional employees to work at its customer service and sales center.
- The Golf Warehouse, an on-line retailer of sporting gear and apparel, announced the relocation to Sedgwick County and consolidation of its distribution facilities, and a 50% increase of local employment to 316.
- An 80,000-square-foot Cabela's is being built in Wichita. The company began interviewing prospective employees in December, and the grand opening is set for March 14.
- Sedgwick County had 119 staff choose to take a voluntary retirement offer that was extended as a cost-reduction effort.

COUNTY BUSINESS AND FINANCIAL FORECAST

Financial Plan

Sedgwick County continues to demonstrate a strong financial position. The County's mission is to assure quality public services that provide for the present and future well-being of the citizens of Sedgwick County. We accomplish this by establishing and maintaining partnerships, encouraging innovation, ensuring informed decisions and allocating resources to meet changing needs.

The County uses a five-year financial forecast to evaluate current and projected fiscal conditions and to guide policy and programmatic decisions. The financial forecast is a management tool that projects operating results based on current and anticipated economic conditions and identifies revenue and expenditure trends that may have an immediate or long-term effect on the County's financial condition. The financial forecast assists in making decisions that meet the County's objectives of fiscal discipline and delivery of essential community services.

Over the next five years, the County faces a number of challenges. The financial forecast shows that some combination of reduced expenditures and increased revenues will be required to avoid operating deficits in funds receiving statutorily authorized tax support for the 2012 – 2016 fiscal years. Other funds, particularly grant funds, are also projected to experience operating deficits. Consequently, the financial forecast anticipates using available fund balances to support citizen services during that planning horizon. The projections in the financial forecast reflect the economic contraction and recovery experienced currently in the Wichita area.

Major initiatives of the County include the following:

- The Board of County Commissioners set three goals in 2011: zero deficit by 2013, smaller more focused government, and less debt. County management is reviewing over 900 services and programs to determine priorities and decide what services Sedgwick County will stop providing by the end of 2013. During 2011, Sedgwick County government reduced employment by over 200; 119 accepted a voluntary retirement incentive and the remainder were reduction in force. The County's Capital Improvement Plan is currently being reviewed in order to delay non-critical projects.
- Central Administration: The concept is to eliminate back-office duplication by consolidating functions in order to reduce costs and bring order to operations that have grown haphazardly over

the years. Additional value will be obtained as data becomes more visible to taxpayers so they can more easily understand how their taxes are used by Sedgwick County to make the community a better place to live. The County has implemented a paperless accounts payable process and is implementing new purchasing and budgeting software with the goal of turning data into information and then knowledge. All of this will help Sedgwick County become more focused in the services and programs offered to citizens.

- Fire District #1's ongoing station relocation projects assure optimum response to the citizens of Sedgwick County and facilitate a substantial reduction of fire insurance premiums for rural residents. The District has completed four of six stations. Station 33 was relocated to Maize in 2007 and Station 32, which includes fire administration and fire prevention offices, was relocated in Park City in 2008. Station 39, in western Sedgwick County, was completed in 2009. Construction on Station 35 near Goddard was completed in late 2010 and opened in 2011. The remaining stations to be relocated are in Haysville and Derby, and are scheduled to be completed in 2012 and 2013.
- Sedgwick County implemented a new enterprise software system for property tax administration. The new software system replaced a three decades old mainframe that became increasingly expensive to maintain. The new system is used for assessment, tax levy, property records, billing and property tax distribution across four departments responsible for maintaining records and delivering over \$500 million in property tax revenues to local governments throughout the county. Employing a relational database design, the system improves efficiency and effectiveness by providing the ability for data to be collected once, and be automatically populated into other integrated systems. Because the system is customizable, users' reporting and querying capabilities are enhanced and can be more easily understood.

Financial Management

In addition to the five-year financial forecast, the County develops a Capital Improvement Program (CIP) with the goal of facilitating area-wide economic development by updating the County's roads, bridges and drainage systems, as well as maintaining its facilities. The five-year CIP is used as a planning tool that specifies the capital spending budget for the 2011 budget year and projects it for 2012 through 2016, the planning years of the program. Planned capital spending for 2011 totaled \$46,423,917, including projects for road improvements, levee repairs, infrastructure, and continued upgrades to County owned and leased buildings. The most expensive project of the five year CIP is the conversion of the Emergency Communication radio system from analog to digital, and it was started in 2011. The CIP is funded on a year-by-year basis from various funding sources, including annual operating revenues from property tax and sales tax, or by issuing bonds and making debt service payments over a period of years.

During 2011, as authorized by a comprehensive written investment policy, idle County funds were invested in certificates of deposit, obligations of the U.S. Treasury, government agency securities, repurchase agreements, money market funds, and the State of Kansas Municipal Investment Pool. Investments had a maximum maturity of four years as of December 31, 2011. The weighted average maturity was 297 days and the average yield to maturity was 0.36%. The fair value of investments totaled \$509,391,299 at December 31, 2011.

Sedgwick County maintains a debt management policy designed to set guidelines for management and control of debt financing by the County. As the County continues to grow, many different demands are placed upon the services the County provides; therefore, it is necessary to ensure the demand for debt-financed projects does not outrun the County's legal and fiscal capability to fund projects.

Sedgwick County is required to undergo an annual single audit in conformity with the provisions of the Single Audit Act of 1996 and U.S. Office of Management and Budget Circular A-133, Audits of State and Local Governments. Single audits are intended to eliminate duplication of audit effort by providing for only one audit entity-wide, specifically designed to meet the needs of all interested parties. Although individual federal grantor agencies may still arrange for additional audit work if they consider it necessary for their purposes, the law requires that any additional work be built upon the single audit.

The County's financial management policies may be viewed at the County Finance Division's website, <http://www.sedgwickcounty.org/finance>.

As a recipient of Federal and State financial assistance, the County is also responsible for ensuring that an adequate internal control structure is in place to assure compliance with applicable laws and regulations related to those programs. This internal control structure is subject to periodic evaluation by management. As a part of the County's single audit, described earlier, tests are made to determine the adequacy of the internal control structure, including that portion related to Federal financial assistance programs, and to evaluate the County's compliance with applicable laws and regulations.

AWARDS AND ACKNOWLEDGEMENTS

Awards

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to Sedgwick County for its Comprehensive Annual Financial Report (CAFR) for the fiscal year ended December 31, 2010. This was the 30th consecutive year that the County has achieved this prestigious award. In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized Comprehensive Annual Financial Report. This report must satisfy both generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. We believe our current report continues to meet the Certificate of Achievement Program's requirements and we are submitting it to GFOA to determine its eligibility for another certificate.

Sedgwick County also received GFOA's Award for Distinguished Budget Presentation for its 2011 annual appropriated budget document. In order to qualify for the Distinguished Budget Presentation Award, a government must publish a document that meets program criteria as a policy document, operations guide, financial plan, and communications medium. The award is valid for a period of one year only. Sedgwick County has received the award for 27 consecutive years (fiscal years 1985-2011).

For the sixth time Sedgwick County received GFOA's Popular Annual Financial Reporting (PAFR) Award for 2010. GFOA's PAFR award program encourages governments to publish concise annual financial reports specifically designed to be readily accessible and easily understandable to the general public. This award is valid for one year only.

Acknowledgements

Preparation of this report required the cooperation and dedicated efforts of many County personnel outside the Division of Finance, and of the independent auditors, Allen, Gibbs & Houlik, L.C. I sincerely appreciate this significant support. The citizens of Sedgwick County are extraordinarily well served by all members of the Division of Finance who contributed to this annual financial report of the County's financial results in their daily work throughout the year and their individual fiscal year-end tasks.

In particular, I want to applaud the efforts of Troy Bruun, the Deputy CFO, and Sara Jantz, the Director of Accounting, whose service to the County is invaluable. I express special appreciation to the Board of County Commissioners and County Manager Bill Buchanan for their unfailing support for maintaining the highest standards of professionalism in the management of Sedgwick County's finances.

Respectfully,



Chris Chronis
Chief Financial Officer

Certificate of Achievement for Excellence in Financial Reporting

Presented to

Sedgwick County
Kansas

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended
December 31, 2010

A Certificate of Achievement for Excellence in Financial Reporting is presented by the Government Finance Officers Association of the United States and Canada to government units and public employee retirement systems whose comprehensive annual financial reports (CAFRs) achieve the highest standards in government accounting and financial reporting.



Linda C. Sandison

President

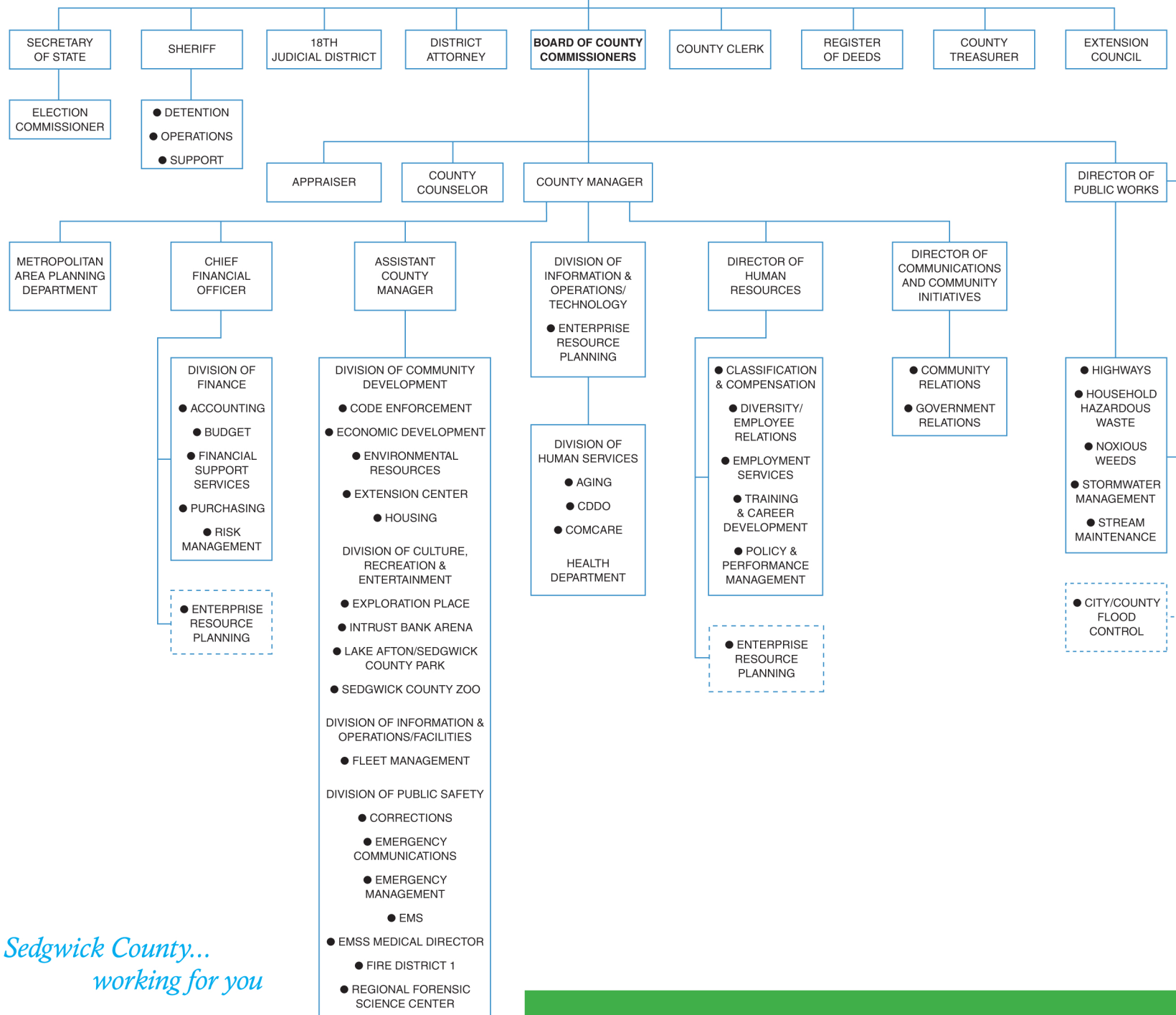
Jeffrey R. Enen

Executive Director

SEDGWICK COUNTY, KANSAS
PRINCIPAL OFFICIALS
December 31, 2011

Elected Positions	Name	Date of Appointment
Commissioner, 1 st District	David M. Unruh	January 13, 2003
Commissioner, 2 nd District	Tim R. Norton	January 8, 2001
Commissioner, 3 rd District	Karl Peterjohn	January 11, 2009
Commissioner, 4 th District	Richard Ranzau	January 9, 2011
Commissioner, 5 th District	James Skelton	January 9, 2011
Administrative Judge, 18 th Judicial District	James Fleetwood	January 12, 2009
District Attorney	Nola Foulston	January 9, 1989
County Clerk	Kelly B. Arnold	January 11, 2009
Register of Deeds	Bill Meek	April 20, 1998
County Sheriff	Robert Hinshaw	January 11, 2009
County Treasurer	Linda Kizzire	January 9, 2011

Appointed Positions	Name	Date of Appointment
County Manager	William P. Buchanan	March 18, 1991
Assistant County Manager	Ron Holt	February 20, 2005
Chief Financial Officer	Chris Chronis	January 4, 1999
County Counselor	Richard A. Euson	March 5, 1997
County Appraiser	Mike Borchard	December 15, 2004
Director, Public Works / County Engineer	David Spears	July 1, 1985
Director, Division of Human Services	Deborah Donaldson	July 1, 1993
Director, Division of Public Safety	Robert Lamkey	September 21, 1998
Director, Division of Information & Operations	Richard Vogt	July 31, 2011
Director, Division of Culture, Recreation & Entertainment	Ron Holt	February 20, 2005
Director of Health Department	Claudia Blackburn	May 31, 2005
Director of Human Resources	Shawne Boyd	September 27, 2010
Director of Communications	Kristi Zukovich	January 1, 2001
Director, Metropolitan Area Planning Department	John L. Schlegel	June 30, 2003





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2011 *Sedgwick County* Comprehensive Annual Financial Report



FINANCIAL SECTION



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INDEPENDENT AUDITORS' REPORT



Board of County Commissioners
Sedgwick County, Kansas

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of Sedgwick County, Kansas (County) as of and for the year ended December 31, 2011, which collectively comprise the County's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the County's management. Our responsibility is to express opinions on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America, the *Kansas Municipal Audit Guide*, and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinions.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of the County as of December 31, 2011, and the respective changes in financial position and where applicable, cash flows thereof, for the year then ended in conformity with accounting principles generally accepted in the United States of America.

As described in Note I to the financial statements, on January 1, 2011, the County changed its method of accounting to adopt Government Accounting Standards Board Statement No. 54: Fund Balance Reporting and Governmental Fund Type Definitions.

In accordance with *Government Auditing Standards*, we have also issued our report dated March 29, 2012, on our consideration of the County's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and required supplementary information listed on the table of contents be presented to supplement the basic financial statements. Such information, although not part of the basic financial statements, is required by the Governmental Accounting

Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Our audit was performed for the purpose of forming opinions on the financial statements that collectively comprise the County's basic financial statements. The combining and individual nonmajor fund financial statements and schedules as listed in the table of contents are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the basic financial statements as a whole.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the County's basic financial statements. The introductory and statistical sections listed in the table of contents are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information has not been subjected to the auditing procedures applied in the audit of the basic financial statements, and accordingly, we do not express an opinion or provide any assurance on it.

Allen, Gibbs & Houlik, L.C.
CERTIFIED PUBLIC ACCOUNTANTS

March 29, 2012
Wichita, Kansas

Management's Discussion and Analysis

As management of Sedgwick County, Kansas, we offer you this discussion and analysis of the financial activities of Sedgwick County for the fiscal year ended December 31, 2011. This information is designed to identify and explain significant financial issues, changes in Sedgwick County's financial position and deviations from budget. We encourage you to consider this information in conjunction with the letter of transmittal that precedes this narrative, the financial statements, as well as the notes to the financial statements.

Financial Highlights

- Total net assets of Sedgwick County decreased 2.4% or \$15 million to \$621.6 million, indicating the overall financial health of Sedgwick County declined during 2011.
- Of this total, \$93.3 million is reported as unrestricted net assets and may be used to meet the government's ongoing obligations to citizens and creditors.
- During 2011 Sedgwick County worked to reduce its projected deficit and government-wide expenses decreased \$9.6 million or 2.9%. Public Safety decreased \$6.4 million, Public Works decreased \$1.9 million and Economic Development decreased \$1.5 million.
- Property tax revenue was down \$1.3 million due to a half mill reduction for the 2011 budget.
- Investment earnings were up \$900,000 or 18.9%.

Overview of the Financial Statements

Management's discussion and analysis serves as an introduction to Sedgwick County's basic financial statements. The basic financial statements consist of three components: [1] government-wide financial statements, [2] fund financial statements, and [3] notes to the financial statements. This report also contains other information in addition to the basic financial statements.

The government-wide financial statements provide financial information about the County as a whole, including its component units.

The fund financial statements focus on the County's operations in more detail than government-wide financial statements. The financial statements presented for governmental funds report on the County's general government services and proprietary funds report on the activities the County operates like private-sector businesses.

The basic financial section also includes notes that more fully explain the information in the government-wide and fund financial statements; the notes provide more detailed data essential to a full understanding of the data presented in the financial statements. The notes to the financial statements can be found on pages A-31 through A-63 of this report.

Government-wide Financial Statements

The *government-wide financial statements* provide readers with a broad overview of Sedgwick County's finances. All current year revenues and expenses are included, regardless of whether related cash has been received or paid. This reporting method produces a view of financial activities and position similar to that presented by most private-sector businesses.

The *statement of net assets* presents information on all of Sedgwick County's assets and liabilities, with the difference reported as *net assets*, which is one method to measure the County's financial condition. An increase or decrease in the County's net assets from one year to the next indicates whether the financial position of the County is improving or deteriorating.

The *statement of activities* presents information showing how the County's net assets changed during the most recent fiscal year. All changes in net assets are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows.

The government-wide financial statements report functions of the County that are principally supported by taxes and intergovernmental revenue (governmental activities) separately from other functions that are intended to recover all or a significant portion of costs through user fees and charges (business-type activities). Governmental activities of the County include general government, public safety, public works, health and welfare, culture and recreation, and economic development. The County has a single business-type activity, the Pavilions/Arena Fund.

The government-wide financial statements include not only the primary government (Sedgwick County and its blended component unit, Sedgwick County Fire District) but also a legally separate entity, the Sedgwick County Public Building Commission, for which the County is financially accountable. Financial information for this component unit is reported separately from the financial information for the primary government itself.

The government-wide financial statements can be found on pages A-14 through A-17 of this report.

Fund Financial Statements

A fund is a grouping of related accounts used to maintain control over resources that have been segregated for specific activities or objectives. Sedgwick County, like other local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. Fund financial statements focus on individual parts of the County, reporting the operations in more detail than the government-wide statements. Fund financial statements focus on the most significant funds within the County. The County's funds are divided into three categories: governmental funds, proprietary funds, and fiduciary funds.

Governmental Funds

Governmental funds include most of the basic services provided by the County and account for essentially the same functions as reported in the governmental activities in the government-wide financial statements. Unlike the government-wide financial statements, the fund financial statements focus on how money flows in and out of the funds during the fiscal year and spendable resources available at the end of the fiscal year. This information may be useful in evaluating a government's near-term financing requirements.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for *governmental funds* with similar information presented for *governmental activities* in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between *governmental funds* and *governmental activities*.

Sedgwick County maintains thirty-one individual governmental funds. Information is presented separately in the governmental funds *balance sheet* and in the governmental funds *statement of revenues, expenditures, and changes in fund balances* for the General Fund, Federal/State Assistance Fund, Debt Service Fund, and Debt Proceeds Fund, all of which are reported as major funds or are of particular interest. Information on the remaining non-major governmental funds is combined into a single, aggregated column. Individual fund data for each of these nonmajor governmental funds is provided in the form of combining statements in the Governmental Funds subsection.

The County adopts an annual appropriated budget for the General Fund. A budgetary comparison statement has been provided for the General Fund to demonstrate compliance with this budget.

The basic governmental funds financial statements and reconciliations to the government-wide financial statements can be found on pages A-18 through A-24 of this report.

Proprietary Funds

Sedgwick County maintains two different types of proprietary funds. *Enterprise funds* are used to report the same functions presented as *business-type activities* in the government-wide financial statements. The County reports a single enterprise fund to account for the Pavilions/Arena complex. Additional information regarding the Kansas Pavilions and the INTRUST Bank Arena subfunds is provided in the form of a combining schedule in the Enterprise Fund subsection.

Internal service funds are used to accumulate and allocate costs internally among Sedgwick County's various functions. The County utilizes internal service funds to account for its fleet of vehicles, employee health, dental and life insurance, worker's compensation activity, and risk management. The four internal service funds are combined into a single, aggregated column in the proprietary fund financial statements. Individual fund data for the internal service funds is provided in the form of *combining statements* in the Internal Service Funds subsection. Because activity of the internal service funds predominately benefit governmental rather than business-type functions, they are included within *governmental activities* in the government-wide financial statements.

The basic proprietary fund financial statements can be found on pages A-26 through A-28 of this report.

Fiduciary Funds

Fiduciary funds are used to report activities whereby the County acts as a trustee or fiduciary to hold resources for the benefit of parties outside the government. The accrual basis of accounting is used for fiduciary funds and is similar to the accounting used for proprietary funds. The government-wide statements exclude fiduciary fund activities and balances, because these assets are restricted in purpose and cannot be used by the County to finance its operations. The County must ensure that assets reported in fiduciary funds are used for their intended purpose.

The County's fiduciary funds are classified as agency funds. These two funds account for tax collection and distribution, and for other clearing and fee collections. Individual fund detail is included in the form of *combining statements* in the Agency Funds subsection.

The basic fiduciary fund financial statement can be found on page A-29 of this report.

Notes to the Financial Statements

The notes provide additional narrative and financial information that is essential to a full understanding of the data provided in the government-wide financial statements and the fund financial statements. The notes to the financial statements begin on page A-31 of this report.

Other Required Supplementary Information

This section is found on pages A-64 through A-66 and shows a comparison of the original and final General Fund budget to actual results and reconciliation between budgetary fund balance and GAAP. Information on the County's funding for postemployment benefits other than pensions is also shown.

Other Information

Other information includes combining financial statements for nonmajor governmental, enterprise, internal service, and fiduciary funds, as well as the County's discretely presented component unit. Combining and individual fund statements and schedules can be found on pages B-1 through F-1 of this report.

Government-wide Financial Analysis

Net Assets

As noted earlier, net assets may serve over time as a useful indicator of a government's financial position. Assets of the primary government exceeded liabilities by \$621.6 million at the end of 2011.

Sedgwick County, Kansas
Net Assets
As of December 31, 2011
With Comparatives as of December 31, 2010
(millions of dollars)

	Governmental Activities		Business-Type Activities		Total Primary Government	
	2011	2010	2011	2010	2011	2010
Assets:						
Current and other assets	\$356.7	\$347.3	\$ 11.9	\$15.7	\$368.6	\$363.0
Capital assets	442.0	439.2	173.1	182.1	615.1	621.3
Total assets	<u>798.7</u>	<u>786.5</u>	<u>185.0</u>	<u>197.8</u>	<u>983.7</u>	<u>984.3</u>
Liabilities:						
Long-term liabilities	208.1	198.3	-	-	208.1	198.3
Other liabilities	154.0	148.9	0.1	0.5	154.1	149.4
Total liabilities	<u>362.1</u>	<u>347.2</u>	<u>0.1</u>	<u>0.5</u>	<u>362.2</u>	<u>347.7</u>
Net assets:						
Invested in capital assets, net of related debt	282.5	275.0	173.1	182.0	455.6	457.0
Restricted	61.0	71.2	11.6	13.8	72.6	85.0
Unrestricted	93.1	93.1	0.2	1.4	93.3	94.5
Total net assets	<u>\$436.6</u>	<u>\$439.3</u>	<u>\$ 184.9</u>	<u>\$197.2</u>	<u>\$621.5</u>	<u>\$636.5</u>

The largest portion of the County's net assets (73.3 percent) is invested in capital assets (e.g. land, buildings, infrastructure, machinery and equipment) less any related outstanding debt used to acquire those assets. Sedgwick County uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the County's investment in capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities. Restricted net assets represent 11.7% of net assets and are resources that are subject to external restrictions on how they may be used. The remaining balance of \$93.3 million is *unrestricted net assets* and may be used to meet the government's ongoing obligations to citizens and creditors.

Change in Net Assets

The County's net assets for governmental activities decreased \$2.7 million or 0.6 percent. Net assets of the County's business-type activities decreased \$12.3 million representing a decrease of 6.2 percent during 2011. Overall, net assets decreased \$15.0 million. Changes in net assets were as follows:

Sedgwick County, Kansas
Change in Net Assets
Fiscal Year Ended December 31, 2011
With Comparatives for the Year Ended December 31, 2010
(millions of dollars)

	Governmental Activities		Business-Type Activities		Total Primary Government	
	2011	2010	2011	2010	2011	2010
Revenues						
Program revenues:						
Charges for services	\$ 79.4	\$ 76.7	\$ 1.9	\$ 2.5	\$ 81.3	\$ 79.2
Operating grants and contributions	47.0	51.4	-	-	47.0	51.4
Capital grants and contributions	-	2.5	-	-	-	2.5
General revenues:						
Property taxes	153.1	154.4	-	-	153.1	154.4
Sales taxes	24.9	24.6	-	-	24.9	24.6
Other taxes	2.9	3.1	-	-	2.9	3.1
Investment earnings	5.7	4.8	-	-	5.7	4.8
Total revenues	<u>313.0</u>	<u>317.5</u>	<u>1.9</u>	<u>2.5</u>	<u>314.9</u>	<u>320.0</u>
Expenses						
General government	51.2	51.6	-	-	51.2	51.6
Public safety	136.6	143.1	-	-	136.6	143.1
Public works	28.6	30.5	-	-	28.6	30.5
Health and welfare	66.0	66.6	-	-	66.0	66.6
Culture and recreation	11.2	11.8	-	-	11.2	11.8
Economic development	15.0	16.5	-	-	15.0	16.5
Interest on long-term debt	7.1	7.1	-	-	7.1	7.1
Pavilions/Arena	-	-	8.8	6.9	8.8	6.9
Total expenses	<u>315.7</u>	<u>327.2</u>	<u>8.8</u>	<u>6.9</u>	<u>324.5</u>	<u>334.1</u>
Increase (decrease) in net assets before transfers and special items	(2.7)	(9.7)	(6.9)	(4.4)	(9.6)	(14.1)
Special items						
Litigation settlement	-	(4.8)	-	-	-	(4.8)
Britt Brown impairment	-	-	-	(3.2)	-	(3.2)
Pavilions impairment	-	-	(5.4)	-	(5.4)	-
Transfers	-	(0.2)	-	0.2	-	-
Increase (decrease) in net assets	(2.7)	(14.7)	(12.3)	(7.4)	(15.0)	(22.1)
Net assets, beginning	439.3	454.0	197.2	204.6	636.5	658.6
Net assets, ending	<u>\$436.6</u>	<u>\$439.3</u>	<u>\$184.9</u>	<u>\$197.2</u>	<u>\$621.5</u>	<u>\$636.5</u>

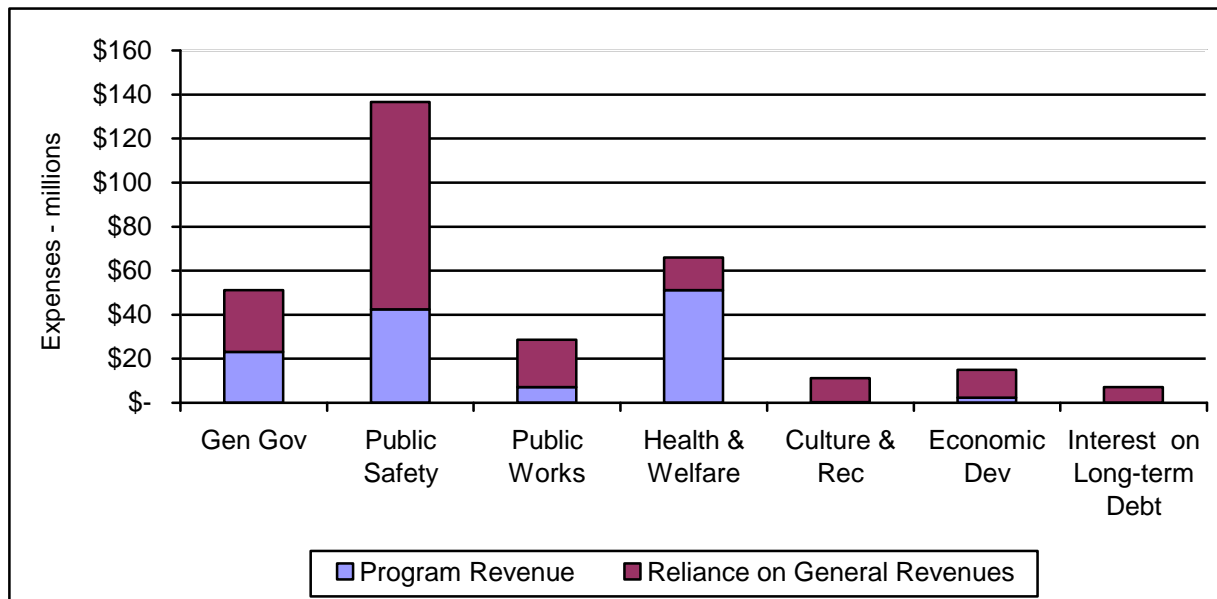
Charges for services in governmental activities increased by \$2.7 million in 2011; Jail housing fees increased by \$1.3 million. In addition, Building rentals increased \$1.2 million; in 2011 the County began collecting building rental from Wichita State University for space leased at the National Center of Aviation Training. Capital grants and contributions were down \$2.5 million. Special assessments accrual was overstated in 2010 due to newly implemented software. Operating grants and contributions decreased \$4.4 million from 2010 to 2011. In 2010, the County received a \$4 million grant from Kansas Department of Commerce for the Neighborhood Stabilization Program and did not receive the funds in 2011. Property tax collections were down \$1.3 million. The County lowered the mill levy by approximately 0.5 mills for 2011 operations.

Expenses of governmental activities decreased \$11.5 million. Economic Development decreased 9 percent; in 2010 the County spent \$4.4 million on the Neighborhood Stabilization program. Public works expenses decreased 6.2 percent due to a \$1.3 million decrease in road maintenance. Public Safety expenses decreased 4.5 percent. Due to timing, 2010 expenses included an additional payroll that included 2009 dates.

Sedgwick County had one special item during 2011, the impairment of the Kansas Pavilions. The impairment is discussed on page A-10 under the Proprietary Funds heading.

Governmental Activities

The following chart shows total expenses for each function of governmental activities. The chart also shows total program revenue for each function along with total reliance on general revenues. General revenues are taxes and investment income.



As reflected in the chart above, no function of government is self-supporting, thus the need for taxes to be levied and collected in order to provide services to the community. The following list shows each function of government and the percentage of reliance on general revenues of the county to fund their operations and the corresponding dollar amount:

○ Interest on long-term debt	100.0%	\$ 7,078,866
○ Culture and recreation	96.9%	10,900,171
○ Economic development	84.4%	12,636,809
○ Public works	75.2%	21,508,946
○ Public safety	69.0%	94,210,374
○ General government	54.8%	28,054,541
○ Health and welfare	22.6%	14,909,778
Total reliance on general revenues		<u>\$189,299,485</u>

Governmental activities incurred \$315,687,888 in expenses during 2011. The following list breaks this expense down into percentage by function with the corresponding dollar amount:

o Public safety	43.3%	\$136,614,471
o Health and welfare	20.9%	66,002,246
o General government	16.2%	51,164,331
o Public works	9.1%	28,598,830
o Economic development	4.7%	14,981,790
o Culture and recreation	3.6%	11,247,354
o Interest on long-term debt	2.2%	<u>7,078,866</u>
Total governmental activities expenses		<u>\$315,687,888</u>

Business-type Activity

Sedgwick County has one business-type activity, the Pavilions/Arena fund. Net assets for fiscal year 2011 decreased by \$12.3 million to \$184.9 million. A portion of the decrease can be explained by the special item, which is the impairment of the Kansas Pavilions. The impairment is discussed in more detail under the Proprietary Funds heading on page A-10. The Arena had an operating loss of \$5.7 million. A majority of this loss is because of \$5.2 million in depreciation expense; also in 2010 the County received \$1.1 million in profits from the arena, but did not receive any in 2011 due to the arena's reduce revenues.

County Funds Financial Analysis

As noted earlier, Sedgwick County uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

Governmental Funds

The focus of the County's governmental funds is to provide information on near-term cash inflows and outflows during the fiscal year and balances of spendable resources at year-end. This information is useful in assessing the County's financing requirements. Unreserved fund balance may serve as a useful measure of the County's net resources available for future spending.

At the end of the current fiscal year, the County's governmental funds reported combined ending fund balances of \$171.4 million, an increase of \$8.1 million since the beginning of the year. The following table shows how fund balance changed in the major and other governmental funds.

Fund	Beginning Fund Balance	Ending Fund Balance	Change in Fund Balance
General	\$ 66,351,937	\$ 66,229,848	\$(122,089)
Federal/State Assistance	22,133,963	20,201,627	(1,932,336)
Debt Service	3,386,991	1,057,795	(2,329,196)
Debt Proceeds	18,965,708	31,683,361	12,717,653
Other Governmental	52,457,034	52,189,670	(267,364)
Total Governmental Funds	<u>\$ 163,295,633</u>	<u>\$ 171,362,301</u>	<u>\$8,066,668</u>

The General Fund is the chief operating fund of Sedgwick County. Ending fund balance in the General Fund decreased \$0.1 million, compared to a decrease of \$2.5 million a year ago.

Revenues decreased by \$2.0 million as a result of a combination of several items including a decrease of the mill levy applied to the General Fund of 1.61 mills resulting in a decrease of property tax collections of \$4.8 million. On a positive note, charges for service increased \$3.5 million. A majority of the increase can

be explained by the increase of \$2.9 million in jail housing fees. In January 2008, Sedgwick County began charging all cities in Sedgwick County a fee for housing prisoners held in the county jail on municipal only charges. Several cities including the City of Wichita claimed Sedgwick County did not have the authority to charge this fee. At the end of 2010, Sedgwick County prevailed in litigation and has begun receiving payments from all of the cities.

General Fund expenditures decreased \$6.0 million primarily due to payroll. Due to timing, 2010 expenditures included an additional payroll that included 2009 dates.

As a measure of the General Fund's liquidity, it may be useful to compare unrestricted fund balance and total fund balance to total fund expenditures. Unrestricted fund balance represents 31.23% of total General Fund expenditures, while total fund balance represents 46.69%.

The Federal/State Assistance fund is a special revenue fund that accounts for programs that receive grant funding. The Federal/State Assistance fund ended the year with a fund balance of \$20.2 million which is \$1.9 million less than 2010. Revenues decreased \$2.5 million over the prior year. In 2011, the Juvenile Justice Authority reduced funding by \$1.7 million. Corrections did receive an additional \$1.2 million from the Department of Corrections in 2011 for grant funding. In 2010, the Neighborhood Stabilization Program completed most of its requirements and decreased revenues and expenditures \$3.7 million. Expenditures in the Federal/State Assistance Fund decreased \$4.0 million compared to 2010.

Debt Service fund balance was reduced by \$2.3 million as property tax was redirected to the General Fund in a planned draw on Debt Service fund balance.

The Debt Proceeds fund is a capital projects fund that receives proceeds from general obligation bond issues and other long-term financing sources. During 2011 the fund received \$26.7 million in proceeds from debt issuance. \$6.1 million was used to refund outstanding debt. \$8.1 million was transferred to capital projects funds to pay for current projects. Transfers out to capital projects funds included \$2.4 million for the emergency communication radio upgrades, \$1.9 million for courthouse improvements and \$3.8 million for road and bridge projects.

Proprietary Funds

Sedgwick County's proprietary fund financial statements provide the same type of information found in the government-wide financial statements, but in more detail.

The Pavilions/Arena Fund is a combination of the Kansas Pavilions and the new INTRUST Bank Arena that opened on January 9, 2010. Operations at the Kansas Pavilions resulted in an operating loss of \$1.2 million. Net assets in the fund decreased \$5.6 million to \$2.2 million in 2011. In January, 2012, the Kansas Pavilions was sold for \$1.5 million. A special item for the impairment of the Kansas Pavilions in the amount of \$5.4 million is recorded to reflect the value of the Kansas Pavilion at the time of sale. The Arena had an operating loss of \$5.7 million. A majority of this loss is because of \$5.2 million in depreciation expense; also in 2010 the County received \$1.1 million in profits from the arena, but did not receive any in 2011 due to the arena's reduce revenues.

Internal service funds account for the County's fleet operation as well as insurance, including workers compensation, health, life, dental, property and liability. Fleet operations show an operating increase in 2011 of \$401,282. The workers' compensation charges exceeded expenses and the fund ended the year with an operating income of \$723,663. Sedgwick County expended almost \$600,000 for property and liability insurance during 2011 and also paid \$101,000 in claims for various items including but not limited to storm damage to County property and vehicle damages. The Health, Dental and Life Insurance Reserve fund accounts for employee benefits. Employee health insurance is fully insured and dental insurance is self funded. The fund had operating income of \$235,185 during 2011 increasing net assets to \$4.5 million at the end of the year.

General Fund Budgetary Highlights

The County did not amend the budget during fiscal year 2011, although appropriations were shifted between line items in the General Fund.

Actual revenue was \$2.5 million above both the original and final budgets. Eight of ten major revenue sources ended the year above budget. Property tax collections were \$0.2 million above budget due to the collection rate increasing slightly from 95.7 percent in 2010 to 95.8 percent in 2011. Uses of money and property, which includes investment income was \$1.1 million below budget as a result of continued low investment returns. Sales tax receipts were \$0.3 million less than budget because of the continued slowing economy and charges for services were \$2.0 million more than budgeted. In January 2008, Sedgwick County began charging all cities in Sedgwick County a fee for housing prisoners held in the county jail on municipal only charges. Several cities including the City of Wichita claimed Sedgwick County did not have the authority to charge this fee. At the end of 2010, Sedgwick County prevailed in litigation and has begun receiving payments from all of the cities.

Expenditures for personnel services were less than the original and final budgets by \$7.7 million and \$7.1 million, respectively. Contractual services ended the year \$12.0 million lower than the final budget. The County budgets a contingency for disaster recovery each year and did not expend the contingency in 2011. Overall budgetary fund balance in the General Fund decreased 3.6 million in 2011.

Capital Asset and Debt Administration

Sedgwick County's investment in capital assets for its governmental and business-type activities as of December 31, 2011, totaled \$615,093,207 (net of accumulated depreciation). This investment in capital assets includes land, buildings, roads, bridges, improvements, machinery and equipment, and park facilities.

Major capital asset events during the 2011 fiscal year included the following:

- Construction in progress increased from \$22.9 at the end of 2010 to \$25.7 at the end of 2011.
- In 2011, the County began the process of upgrading the Emergency Communication radio system from analog to digital. The project is expected to cost approximately \$25.8 million.

Capital Assets December 31, 2011 (net of depreciation)

	Governmental Activities	Business-Type Activities	Total
Land	\$ 19,999,228	\$ 14,926,522	\$ 34,925,750
Buildings and improvements	211,614,353	153,260,240	364,874,593
Improvements other than buildings	7,679,436	-	7,679,436
Machinery and equipment	24,042,148	3,439,343	27,481,491
Infrastructure	152,875,302	-	152,875,302
Construction in progress	25,742,833	1,513,802	27,256,635
Total	<u>\$ 441,953,300</u>	<u>\$ 173,139,907</u>	<u>\$ 615,093,207</u>

Additional information regarding capital assets can be found in Note III. B, beginning on page A-44.

Long-term Debt

At the end of 2011, Sedgwick County had total general obligation bonds outstanding of \$84,215,000. This amount includes \$5,415,000 of special assessment bonds. The County's long-term obligations also include direct financing leases with the Sedgwick County Public Building Commission, a discretely presented component unit of the County, totaling \$87,875,000 and two loans from the Kansas Department of Transportation with a 2011 ending balance of \$6,528,784. All outstanding debt at the end of the year was associated with governmental activities and is backed by the full faith and taxing power of Sedgwick County.

October 1, 2011, Sedgwick County issued \$6,140,000 in refunding bonds at a premium of \$552,526 to advance refund \$6,290,000 of outstanding Series A 2003 general obligation bonds. The crossover date for the advance refunding is August 1, 2013. The refunding will reduce Sedgwick County's debt payments by \$459,349 over a period of five years. The County also issued \$7,890,000 in general obligation bonds. These bonds were issued for road projects and special assessment street projects. During 2011, the Sedgwick County Public Building Commission issued \$12,650,000 in revenue bond to partially fund the designing, constructing, reconstructing, equipping and furnishing the emergency communication radio system and emergency medical service facilities.

Outstanding general obligation bonds of the County are rated "AAA" by Fitch Ratings ("Fitch"), "AAA" by Standard & Poor's Rating Services, a division of the McGraw-Hill Companies, Inc. ("S&P") and "Aaa" by Moody's Investors Service ("Moody's").

State statutes limit the amount of general obligation debt a county government may issue to three percent of its total valuation. After subtracting deductions allowed by the statutes, Sedgwick County's legal debt margin is \$99,945,000.

Additional information about the County's long-term debt can be found in Note III. D, beginning on page A-46 of this report.

Economic Factors and Next Year's Budgets and Rates

- The unemployment rate in the Wichita MSA stood at 7.1% at the end of 2011, as compared to 8.0% at the end of 2010.
- The 2011 County mill levy funds the 2012 budget. The 2011 mill levy rate is 29.428.
- Wichita is known as the air capital of the world because it houses major facilities of five leading aircraft manufacturers. Cessna, Spirit Aerosystems, Hawker Beechcraft and Bombardier billings increased 0.4 percent and the value of new orders for aircraft and parts increased from 2010 to 2011.
- For 2011, the value of new residential construction permits increased 29%; the value of new non-residential construction permits decreased 1.3%.
- Cost of living in Wichita is a moderate 83.7, roughly 16% below the national urban area average.

Requests for Information

This financial report is designed to provide citizens, taxpayers, customers, investors, and creditors with a general overview of the County's finances and to demonstrate the County's accountability for the funds it receives.

Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the Chief Financial Officer, Sedgwick County Division of Finance, 525 N. Main, Suite 823, Wichita, Kansas 67203.



Sedgwick County...
working for you

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SEDGWICK COUNTY, KANSAS

Statement of Net Assets

December 31, 2011

	Primary Government			Component Unit
	Governmental Activities	Business-type Activities	Total	SCPBC
Assets				
Cash, including investments	\$ 182,214,884	\$ 70,708	\$ 182,285,592	\$ -
Receivables, net	159,895,778	168,358	160,064,136	-
Due from other agencies	2,815,420	-	2,815,420	-
Inventories, at cost	1,582,743	-	1,582,743	-
Prepaid items	2,820,452	-	2,820,452	-
Restricted assets:				
Cash, including investments	6,612,642	11,631,039	18,243,681	-
Accounts receivable	-	-	-	-
Net investment in direct financing lease	-	-	-	89,031,499
Costs of issuance, net of amortization	770,961	-	770,961	1,073,445
Capital assets:				
Land and construction in progress	45,742,061	16,440,324	62,182,385	-
Other capital assets, net of depreciation	396,211,239	156,699,583	552,910,822	-
Total assets	798,666,180	185,010,012	983,676,192	90,104,944
Liabilities				
Accounts payable and other current liabilities	9,447,132	72,494	9,519,626	-
Accrued wages	6,002,650	-	6,002,650	-
Accrued interest payable	2,841,284	-	2,841,284	1,516,967
Unearned revenue	135,668,013	-	135,668,013	-
Noncurrent liabilities:				
Due within one year	22,178,920	-	22,178,920	4,950,000
Due in more than one year	185,914,435	-	185,914,435	84,062,337
Less: deferred refunding	-	-	-	(424,360)
Total liabilities	362,052,434	72,494	362,124,928	90,104,944
Net Assets				
Invested in capital assets, net of related debt	282,471,201	-	282,471,201	-
Invested in capital assets	-	173,139,907	173,139,907	-
Restricted for:				
Capital improvements	15,386,752	-	15,386,752	-
Capital improvements and operations	-	11,631,039	11,631,039	-
Debt service	17,013,160	-	17,013,160	-
Federal/State assistance	14,192,176	-	14,192,176	-
Equipment and technology improvements	976,820	-	976,820	-
Fire protection	3,115,177	-	3,115,177	-
Court operations	3,052,456	-	3,052,456	-
Other purposes	7,290,870	-	7,290,870	-
Unrestricted	93,115,134	166,572	93,281,706	-
Total net assets	\$ 436,613,746	\$ 184,937,518	\$ 621,551,264	\$ -

The notes to the financial statements are an integral part of this statement.



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SEDGWICK COUNTY, KANSAS

Statement of Activities

For the Year Ended December 31, 2011

	Expenses	Program Revenues		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
Primary government:				
Governmental activities:				
General government	\$ 51,164,331	\$ 22,112,904	\$ 996,886	\$ -
Public safety	136,614,471	24,791,564	17,612,533	-
Public works	28,598,830	1,838,058	5,251,826	-
Health and welfare	66,002,246	30,214,621	20,877,847	-
Culture and recreation	11,247,354	347,183	-	-
Economic development	14,981,790	70,094	2,274,887	-
Interest on long-term debt	7,078,866	-	-	-
Total governmental activities	<u>315,687,888</u>	<u>79,374,424</u>	<u>47,013,979</u>	<u>-</u>
Business-type activities:				
Pavilions/Arena	8,823,760	1,939,862	-	-
Total business-type activities	<u>8,823,760</u>	<u>1,939,862</u>	<u>-</u>	<u>-</u>
Total primary government	<u>\$ 324,511,648</u>	<u>\$ 81,314,286</u>	<u>\$ 47,013,979</u>	<u>\$ -</u>
Component unit:				
SCPBC	\$ -	\$ -	\$ -	\$ -
Total component unit	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

General revenues:

Property taxes

Sales taxes

Other taxes

Investment earnings

Loss on sale of asset

Special item - Pavilions impairment

Transfers

Total general revenue and transfers

Change in net assets

Net assets, beginning of year

Net assets, end of period

The notes to the financial statements are an integral part of this statement.

Net (Expense) Revenue and Changes in Net Assets			
Primary Government			Component
Governmental Activities	Business-Type Activities	Total	Unit SCPBC
\$ (28,054,541)	\$ -	\$ (28,054,541)	\$ -
(94,210,374)	-	(94,210,374)	-
(21,508,946)	-	(21,508,946)	-
(14,909,778)	-	(14,909,778)	-
(10,900,171)	-	(10,900,171)	-
(12,636,809)	-	(12,636,809)	-
(7,078,866)	-	(7,078,866)	-
(189,299,485)	-	(189,299,485)	-
-	(6,883,898)	(6,883,898)	-
-	(6,883,898)	(6,883,898)	-
(189,299,485)	(6,883,898)	(196,183,383)	-
\$ -	\$ -	\$ -	\$ -
\$ -	\$ -	\$ -	\$ -
153,102,405	-	153,102,405	-
24,886,782	-	24,886,782	-
2,948,834	-	2,948,834	-
5,656,574	-	5,656,574	-
-	(24,787)	(24,787)	-
-	(5,399,641)	(5,399,641)	-
-	-	-	-
186,594,595	(5,424,428)	181,170,167	-
(2,704,890)	(12,308,326)	(15,013,216)	-
439,318,636	197,245,844	636,564,480	-
\$ 436,613,746	\$ 184,937,518	\$ 621,551,264	\$ -

SEDGWICK COUNTY, KANSAS

Balance Sheet Governmental Funds December 31, 2011

	General Fund	Federal/State Assistance Fund	Debt Service Fund
<u>Assets</u>			
Cash, including investments	\$ 60,419,868	\$ 23,838,617	\$ 1,057,795
Restricted investment	-	-	-
Advance receivable	563,855	-	-
Due from other funds	-	-	-
Due from other agencies	44,314	2,611,572	-
Accounts receivable	390,220	1,235,363	-
Property tax receivable	88,579,301	-	14,930,899
Sales tax receivable	4,584,411	-	-
Interest receivable	1,147,481	-	-
Prepaid expenses	2,820,452	-	-
Note receivable	1,404,067	-	-
Special assessments receivable:			
Deferred	-	-	10,214,733
Delinquent (including interest)	-	-	1,943,487
Inventories, at cost	-	81,098	-
Total assets	\$ 159,953,969	\$ 27,766,650	\$ 28,146,914
<u>Liabilities and Fund Balances</u>			
Liabilities:			
Accounts payable	\$ 1,754,519	\$ 4,929,504	\$ -
Accrued wages	3,390,301	1,179,672	-
Due to other funds	-	-	-
Advance payable	-	-	-
Deferred revenue	88,579,301	1,455,847	27,089,119
Total liabilities	93,724,121	7,565,023	27,089,119
Fund balances:			
Nonspendable:			
Inventories	-	81,098	-
Advance receivable	563,855	-	-
Note receivable	1,404,067	-	-
Prepaid expenses	2,820,452	-	-
Restricted:			
General Government	-	-	-
Debt Service	-	-	1,057,795
Public Safety	-	1,804,232	-
Public Works	-	-	-
Health and Welfare	-	7,383,462	-
Culture and Recreation	-	-	-
Economic Development	-	-	-
Capital Outlay	2,292,205	-	-
Committed:			
Public Safety	-	-	-
Capital Outlay	-	-	-
Assigned:			
General Government	14,731,014	-	-
Public Safety	7,891	742,472	-
Public Works	114,819	-	-
Health and Welfare	-	10,190,363	-
Capital Outlay	-	-	-
Unassigned	44,295,545	-	-
Total fund balance	66,229,848	20,201,627	1,057,795
Total liabilities and fund balances	\$ 159,953,969	\$ 27,766,650	\$ 28,146,914

The notes to the financial statements are an integral part of this statement.

Debt Proceeds Fund	Other Governmental Funds	Total Governmental Funds
\$ 23,139,984	\$ 56,535,871	\$ 164,992,135
6,612,642	-	6,612,642
-	-	563,855
1,930,735	-	1,930,735
-	159,534	2,815,420
-	3,791,112	5,416,695
-	31,674,704	135,184,904
-	-	4,584,411
-	-	1,147,481
-	-	2,820,452
-	-	1,404,067
-	-	10,214,733
-	-	1,943,487
-	1,042,393	1,123,491
<u>\$ 31,683,361</u>	<u>\$ 93,203,614</u>	<u>\$ 340,754,508</u>
\$ -	\$ 1,461,328	\$ 8,145,351
-	1,432,677	6,002,650
-	1,930,735	1,930,735
-	563,855	563,855
-	35,625,349	152,749,616
<u>-</u>	<u>41,013,944</u>	<u>169,392,207</u>
-	1,042,393	1,123,491
-	-	563,855
-	-	1,404,067
-	-	2,820,452
-	1,470,086	1,470,086
6,612,642	25,788	7,696,225
-	8,159,383	9,963,615
-	2,984,402	2,984,402
-	1,115,917	8,499,379
-	6,001	6,001
-	9,500	9,500
25,070,719	15,386,752	42,749,676
-	5,264,745	5,264,745
-	9,278,656	9,278,656
-	8,227	14,739,241
-	5,954	756,317
-	76,550	191,369
-	136	10,190,499
-	9,361,842	9,361,842
-	(2,006,662)	42,288,883
<u>31,683,361</u>	<u>52,189,670</u>	<u>171,362,301</u>
<u>\$ 31,683,361</u>	<u>\$ 93,203,614</u>	<u>\$ 340,754,508</u>

SEDGWICK COUNTY, KANSAS

Reconciliation of the Statement of Net Assets to the Balance Sheet for Governmental Funds

December 31, 2011

Total fund balances of governmental funds \$ 171,362,301

Amounts reported for governmental activities in the statement of net assets are different because:

Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds. The cost of the assets is \$652,807,671 and the accumulated depreciation is \$226,044,020.

426,763,651

Internal service funds are used by management to charge the costs of certain activities, such as insurance and fleet management to individual funds. The assets and liabilities of internal service funds are included in governmental activities in the statement of net assets.

30,274,004

Special assessments and certain accounts receivable resulting from charges for services are not considered available to liquidate liabilities of the current period, and are therefore deferred in the funds. However, they are recognized as revenue in the entity-wide statements as soon as the related improvement has been completed or the related service has been provided.

17,081,603

Long-term liabilities are not due and payable in the current period and are not reported as fund liabilities. Interest on long-term debt is not accrued in governmental funds, but rather is recognized as an expenditure when due. All liabilities, both current and long-term, are reported in the statement of net assets. Long-term liabilities at year-end consist of:

Bonds payable	\$ (84,215,000)	
Bond premium	(3,071,677)	
Direct financing lease payable	(87,875,000)	
Revolving loan payable	(6,528,784)	
Capital lease payable	(3,633,318)	
Compensated absences	(6,700,000)	
Other postemployment benefits other than pensions	(14,773,711)	
Accrued interest payable	<u>(2,841,284)</u>	(209,638,774)

Governmental funds report the effect of issuance costs, premiums and discounts when the debt is first issued, whereas these amounts are deferred and amortized in the government-wide statements:

Bond issuance cost	<u>770,961</u>
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Net assets of governmental activities \$ 436,613,746

The notes to the financial statements are an integral part of this statement.



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SEDGWICK COUNTY, KANSAS

Statement of Revenues, Expenditures and Changes in Fund Balances Governmental Funds For the Year Ended December 31, 2011

	General Fund	Federal/State Assistance Fund	Debt Service Fund
Revenues			
Property taxes	\$ 103,694,227	\$ -	\$ 11,222,046
Emergency telephone services taxes	-	-	-
Sales taxes	24,886,782	-	-
Special assessments	-	-	2,987,439
Other taxes	250,907	36,217	-
Intergovernmental	4,407,890	34,224,265	179,071
Charges for services	15,875,352	29,831,264	1,284,000
Uses of money and property	5,423,202	11,654	5,998
Fines and forfeits	122,246	337,328	-
Licenses and permits	477,263	-	-
Other	2,730,798	6,863,967	20,163
Total revenues	<u>157,868,667</u>	<u>71,304,695</u>	<u>15,698,717</u>
Expenditures			
Current:			
General government	31,855,794	7,105,716	-
Public safety	85,293,693	12,611,849	-
Public works	1,844,561	21,595	-
Health and welfare	9,549,277	51,915,039	-
Cultural and recreation	8,918,502	-	-
Economic development	4,133,091	2,233,682	-
Debt service:			
Principal	-	-	13,476,461
Interest and fiscal charges	-	-	6,644,449
Debt issuance costs	-	-	-
Capital outlay	243,951	-	-
Total expenditures	<u>141,838,869</u>	<u>73,887,881</u>	<u>20,120,910</u>
Excess (deficiency) of revenues over (under) expenditures	<u>16,029,798</u>	<u>(2,583,186)</u>	<u>(4,422,193)</u>
Other financing sources (uses)			
Transfers from other funds	1,270,728	650,879	2,092,997
Transfers to other funds	(17,422,615)	(29)	-
Premium from issuance of general obligation bonds	-	-	-
Proceeds from Capital Lease	-	-	-
Issuance of General Obligation Bonds	-	-	-
Issuance of Refunding Bonds	-	-	-
Payment to refunded bond	-	-	-
Total other financing sources (uses)	<u>(16,151,887)</u>	<u>650,850</u>	<u>2,092,997</u>
Net change in fund balance	(122,089)	(1,932,336)	(2,329,196)
Fund balances, beginning of year	<u>66,351,937</u>	<u>22,133,963</u>	<u>3,386,991</u>
Fund balances, end of period	<u>\$ 66,229,848</u>	<u>\$ 20,201,627</u>	<u>\$ 1,057,795</u>

The notes to the financial statements are an integral part of this statement.

Debt Proceeds Fund	Other Governmental Funds	Total Governmental Funds
\$ -	\$ 38,186,132	\$ 153,102,405
-	2,578,032	2,578,032
-	-	24,886,782
-	371,622	3,359,061
-	83,678	370,802
-	8,202,753	47,013,979
-	19,931,152	66,921,768
27,867	5,484	5,474,205
-	-	459,574
-	68,625	545,888
-	672,585	10,287,513
<u>27,867</u>	<u>70,100,063</u>	<u>315,000,009</u>
-	4,761,549	43,723,059
-	35,205,996	133,111,538
-	12,746,574	14,612,730
-	6,022,882	67,487,198
-	169	8,918,671
-	7,027,579	13,394,352
-	594,696	14,071,157
154,904	110,371	6,909,724
452,197	-	452,197
-	26,082,634	26,326,585
<u>607,101</u>	<u>92,552,450</u>	<u>329,007,211</u>
<u>(579,234)</u>	<u>(22,452,387)</u>	<u>(14,007,202)</u>
-	23,341,821	27,356,425
(8,077,139)	(2,429,573)	(27,929,356)
1,064,026	-	1,064,026
-	1,272,775	1,272,775
20,540,000	-	20,540,000
6,140,000	-	6,140,000
(6,370,000)	-	(6,370,000)
<u>13,296,887</u>	<u>22,185,023</u>	<u>22,073,870</u>
12,717,653	(267,364)	8,066,668
<u>18,965,708</u>	<u>52,457,034</u>	<u>163,295,633</u>
<u>\$ 31,683,361</u>	<u>\$ 52,189,670</u>	<u>\$ 171,362,301</u>

SEDGWICK COUNTY, KANSAS

Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances of Governmental Funds to the Statement of Activities For the Year Ended December 31, 2011

Amounts reported for governmental activities in the statement of activities are different because:

Net change in fund balances - total governmental funds	\$ 8,066,668
Governmental funds report capital asset acquisitions as expenditures. However, in the statement of activities the cost of capitalized assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which capitalized assets exceeded depreciation in the current period.	
Capitalized assets	\$ 20,661,025
Depreciation expense	<u>(20,016,160)</u>
	644,865
Revenues reported in the funds that do not provide current financial resources are reported as revenues in the statement of activities.	(2,676,747)
The net effect of various transactions involving capital assets (i.e., annexations, sales, and trade-ins) is to decrease net assets.	(349,827)
Repayment of bond principal and other long-term obligations is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net assets.	
Bonds payable	\$ 15,155,000
Direct financing lease payable	4,375,000
Revolving loan payable	316,461
Capital lease payable	<u>594,696</u>
	20,441,157
Bond, direct financing lease and capital lease proceeds provide current financial resources to government funds, but represent an increase in long-term liabilities in the statement of net assets.	(27,952,775)
Bond costs - governmental funds report the effect of issuance costs, premium discounts and similar items when the debt is issued, whereas these amounts are deferred and amortized in the statement of activities	(450,956)
In the statement of activities, interest is accrued on outstanding bonds, whereas in governmental funds, interest expenditures are not reported until due.	(169,142)
In the statement of activities, compensated absences are measured by the amounts earned during the year, instead of by the amount paid.	100,000
In the statement of activities, other postemployment benefits is measured by the amount due during the year, instead of by the amount paid.	(1,865,120)
Internal service funds are used by management to charge the costs of fleet management and insurance to individual funds. The net revenue of certain activities of internal service funds is reported with governmental activities.	<u>1,506,987</u>
Change in net assets of governmental activities	<u><u>\$ (2,704,890)</u></u>

The notes to the financial statements are an integral part of this statement.



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SEDGWICK COUNTY, KANSAS

Balance Sheet Proprietary Funds December 31, 2011

	Business-type Activity - Enterprise Fund Pavilions/Arena Fund	Governmental Activities - Internal Service Funds
<u>Assets</u>		
Current assets:		
Cash, including investments	\$ 70,708	\$ 17,222,749
Accounts receivable, net	168,358	-
Inventories, at cost	-	459,252
Restricted assets:		
Cash, including investments	11,631,039	-
Total current assets	11,870,105	17,682,001
Noncurrent assets:		
Capital assets:		
Land	14,926,522	-
Buildings and improvements	161,982,513	8,303,571
Machinery and equipment	5,743,100	28,277,271
Construction in progress	1,513,802	-
Less accumulated depreciation	(11,026,030)	(21,391,193)
Total capital assets (net of accumulated depreciation)	173,139,907	15,189,649
Total assets	\$ 185,010,012	\$ 32,871,650
<u>Liabilities</u>		
Current liabilities:		
Accounts payable and accrued expenses	\$ 72,494	\$ 1,301,781
Estimated claims costs payable	-	890,019
Total current liabilities	72,494	2,191,800
Noncurrent liabilities:		
Estimated claims costs payable	-	405,846
Total liabilities	72,494	2,597,646
<u>Net assets</u>		
Invested in capital assets	173,139,907	15,189,649
Restricted for capital improvements and operations	11,631,039	-
Unrestricted	166,572	15,084,355
Total net assets	184,937,518	30,274,004
Total liabilities and net assets	\$ 185,010,012	\$ 32,871,650

The notes to the financial statements are an integral part of this statement.

SEDGWICK COUNTY, KANSAS

Statement of Revenues, Expenses, and Changes in Fund Net Assets Proprietary Funds For the Year Ended December 31, 2011

	Business-type Activity - Enterprise Fund Pavilions/Arena Fund	Governmental Activities - Internal Service Funds
Operating revenues:		
Charges for services	\$ 1,732,374	\$ 38,582,242
Other revenue	207,488	368,962
Total operating revenues	<u>1,939,862</u>	<u>38,951,204</u>
Operating expenses:		
Salaries and benefits	566,839	1,834,190
Contractual services	2,125,220	1,080,944
Utilities	198,130	67,971
Supplies and fuel	202,687	3,561,598
Administrative charges	84,334	110,309
Depreciation expense	5,631,921	3,106,683
Claims expense	-	29,069,496
Other expense	14,629	124,383
Total operating expenses	<u>8,823,760</u>	<u>38,955,574</u>
Operating income (loss)	<u>(6,883,898)</u>	<u>(4,370)</u>
Nonoperating revenues:		
Impairment of assets	(5,399,641)	-
Investment Income	-	5,743
Proceeds from disposal of assets	(24,787)	932,683
Total nonoperating revenues	<u>(5,424,428)</u>	<u>938,426</u>
Income (loss) before transfers	(12,308,326)	934,056
Transfers:		
Transfers from other funds	-	1,061,118
Transfers to other funds	<u>-</u>	<u>(488,187)</u>
Change in net assets	(12,308,326)	1,506,987
Net assets, beginning of year	<u>197,245,844</u>	<u>28,767,017</u>
Net assets, end of period	<u>\$ 184,937,518</u>	<u>\$ 30,274,004</u>

The notes to the financial statements are an integral part of this statement.

SEDGWICK COUNTY, KANSAS

Statement of Cash Flows Proprietary Funds For the Year Ended December 31, 2011

	Business-type Activity - Enterprise Fund Pavilions/Arena Fund	Governmental Activities - Internal Service Funds
Cash flows from operating activities		
Receipts from customers and users	\$ 2,605,085	\$ 38,902,465
Other operating revenues	-	50,028
Payments to suppliers for goods and services	(2,649,648)	(33,843,639)
Payments to employees for services	(566,839)	(1,834,190)
Net cash provided by (used in) operating activities	(611,402)	3,274,664
Cash flows from noncapital financing activities		
Transfers from other funds	-	1,061,118
Transfers to other funds	-	(488,187)
Net cash provided by (used in) noncapital financing activities	-	572,931
Cash flows from capital and related financing activities		
Proceeds from sale of capital assets	-	942,410
Purchases and construction of capital assets	(2,101,826)	(4,762,505)
Net cash provided by (used in) capital and related financing activities	(2,101,826)	(3,820,095)
Cash flows from investing activities		
Interest on investments	-	5,743
Net cash provided by investing activities	-	5,743
Net increase in cash and cash equivalents	(2,713,228)	33,243
Cash and cash equivalents, beginning of the year	14,414,975	17,189,506
Cash and cash equivalents, end of the year	\$ 11,701,747	\$ 17,222,749
Reconciliation of operating loss to net cash provided by operating activities		
Operating income (loss)	\$ (6,883,898)	\$ (4,370)
Adjustments to reconcile operating (loss) to net cash provided by operating activities:		
Depreciation expense	5,631,921	3,106,683
Decrease (increase) in accounts receivable	1,080,223	1,289
Decrease (increase) in inventory	-	30,427
Increase (decrease) in accounts payable	(24,648)	462,255
Increase in estimated claims payable	-	(321,620)
(Decrease) in unearned revenue	(415,000)	-
Net cash provided by (used in) operating activities	\$ (611,402)	\$ 3,274,664

The notes to the financial statements are an integral part of this statement.

SEDGWICK COUNTY, KANSAS

Statement of Fiduciary Net Assets Agency Funds December 31, 2011

	<u>Agency Funds</u>
Assets	
Cash, including investments	\$ 320,450,916
Accounts receivable	449
Property tax levied	215,584,837
Total assets	<u>\$ 536,036,202</u>
Liabilities	
Accrued liabilities	\$ 14,826,831
Due to other governmental units	521,209,371
Total liabilities	<u>\$ 536,036,202</u>

The notes to the financial statements are an integral part of this statement.



Sedgwick County...
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SEDGWICK COUNTY, KANSAS

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2011

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SEDGWICK COUNTY, KANSAS

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2011

I. Summary of Significant Accounting Policies

A. Reporting Entity

Sedgwick County (County) is organized under the laws of the State of Kansas (Kansas or State) and is governed by an elected five-member board. As required by generally accepted accounting principles (GAAP), these financial statements present the primary government and its component units, entities for which the County is considered to be financially accountable. Blended component units, although legally separate entities, are, in substance, part of the government's operations. The discretely presented component unit is reported in a separate column in the government-wide financial statements (see note below for description) to emphasize that it is legally separate from the government.

Blended Component Unit – The Sedgwick County Fire District (Fire District) is governed by the Sedgwick County Board of County Commissioners, acting as a separate governing body. The Fire District is a separate taxing entity by applicable Kansas statutes, providing fire protection services to certain areas of the County. The costs of providing such service, including retirement of long-term debt, are provided from property taxes assessed to property owners in the benefit district. The Fire District general obligation bonds payable are general obligation debt of the Fire District and are secured by the full faith and credit of the Fire District. For financial reporting, the financial activities of the Fire District are accounted for within the special revenue funds, debt service funds, and capital project funds within the County's financial statements.

Discretely Presented Component Unit – The Sedgwick County Public Building Commission (SCPBC) was established to benefit the County and other governmental entities and is governed by a separate five-member board. The Sedgwick County Board of County Commissioners appoints all five members of the SCPBC Board and is able to impose its will on the SCPBC. The SCPBC has the authority to issue revenue bonds to finance the cost of acquiring and/or constructing land and facilities operated for a public purpose by a governmental entity. The SCPBC finances the debt service of the revenue bonds by leasing the land and facilities to the governmental entity that operates it. The operating governmental entity guarantees the rentals under the SCPBC lease. The SCPBC has no power to levy taxes, and revenue bonds issued by the SCPBC are not included in any legal debt limitations of the operating governmental entity.

Separate audited financial statements are not prepared for the Sedgwick County Fire District or the SCPBC.

Related Organizations - The County Manager and Board of County Commissioners are also responsible for appointing ten of the eleven members of the board of the Sedgwick County Technical Education and Training Authority. However, the County's accountability for this organization does not extend beyond making the appointments. The Sedgwick County Technical Education and Training Authority is the official governing body of the Wichita Area Technical College.

SEDGWICK COUNTY, KANSAS

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2011

I. Summary of Significant Accounting Policies (continued)

B. Government-Wide and Fund Financial Statements

The government-wide financial statements (i.e., the Statement of Net Assets and the Statement of Activities) report financial information on all of the nonfiduciary activities of the primary government and its component units. For the most part, the effect of interfund activity has been removed from these statements. However, interfund services provided and used are not eliminated in the process of consolidation. *Governmental activities*, which normally are supported by taxes and intergovernmental revenues, are reported separately from *business-type activities*, which rely to a significant extent on fees and charges for support. Likewise, the primary government is reported separately from the legally separate component unit for which the primary government is financially accountable.

The Statement of Activities demonstrates the degree to which the direct expenses of a given function or segment are offset by program revenues. *Direct expenses* are those that are clearly identifiable with a specific function or segment. *Program revenues* include [1] charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment and [2] grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included among program revenues are reported instead as *general revenues*.

Separate financial statements are presented for governmental funds, proprietary funds, and fiduciary funds, even though the latter are excluded from the government-wide financial statements. Major individual governmental and enterprise funds are reported as separate columns in the fund financial statements.

C. Measurement Focus, Basis of Accounting and Fund Financial Statement Presentation

Government-Wide Financial Statements. The government-wide financial statements are reported using the *economic resources measurement focus* and the *accrual basis of accounting*, as are the proprietary and fiduciary fund financial statements, except for agency funds, which have no measurement focus. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Special assessments are recognized as revenue when levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Fund Financial Statements. Governmental fund financial statements are reported using the *current financial resources measurement focus* and the *modified accrual basis of accounting*. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the government considers revenues collected within 60 days of the end of the current fiscal period as available. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due.

SEDGWICK COUNTY, KANSAS

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2011

I. Summary of Significant Accounting Policies (continued)

C. Measurement Focus, Basis of Accounting and Fund Financial Statement Presentation (continued)

Property taxes are budgeted to finance the subsequent year's operations and, consequently, are not susceptible to accrual. Sales taxes collected and held by merchants and/or the State at year-end on behalf of the County are recognized as revenue. Licenses, fees, fines, forfeitures, charges for services, and other revenues are generally not susceptible to accrual and are recorded when received in cash.

Expenditure-driven grants are recognized as revenue when the qualifying expenditures have been incurred and all other grant requirements have been met. Unrestricted aid is reported as revenue in the fiscal year during which the entitlement is received.

The County's fiduciary funds consist of agency funds. Agency funds, unlike all other types of funds, report only assets and liabilities and use the accrual basis of accounting to recognize receivables and payables.

The County reports the following major governmental funds:

- ❑ The *General Fund* is the government's primary operating fund. It accounts for all financial resources of the general government, except those required to be accounted for in another fund.
- ❑ The *Federal/State Assistance Fund* is a special revenue fund established to account for revenues and expenditures derived from Federal and State grant sources.
- ❑ The *Debt Service Fund* accounts for the servicing of general long-term debt, including special assessment debt that is secured by the full faith and credit of the County, not being financed by proprietary funds.
- ❑ The *Debt Proceeds Fund* accounts for the receipt of proceeds from general obligation bonds and transfers to capital projects for financing the costs of improvements.

The *Pavilions/Arena Fund* is a major fund and the only enterprise fund of the County, accounting for activities of the County-owned multi-purpose coliseum facilities and the downtown arena.

Additionally, the County reports the following fund types:

- ❑ *Special revenue funds* account for the proceeds of specific revenue sources (other than for major capital projects) that legally restrict expenditures for specified purposes.
- ❑ *Capital projects funds* account for financial resources to be used for the acquisition or construction of major capital facilities or improvements (other than those financed by proprietary funds).
- ❑ *Internal service funds* account for fleet management, health, dental and life insurance reserves, workers' compensation reserves, and risk management reserves that provide services to other departments on a cost-reimbursement basis.

SEDGWICK COUNTY, KANSAS

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2011

I. Summary of Significant Accounting Policies (continued)

C. Measurement Focus, Basis of Accounting and Fund Financial Statement Presentation (continued)

- *Agency funds* are used to report resources held by the County in a custodial capacity for tax collections and related distributions to other governments, as well as amounts held as fiduciary resources for remittance to individuals, private organizations or other governments through established clearing/other fee collection accounts.

Private sector standards of accounting and financial reporting issued prior to December 1, 1989, generally are followed in both the government-wide and proprietary fund financial statements to the extent that those standards do not conflict with or contradict guidance of the Governmental Accounting Standards Board (GASB). Based on accounting and reporting standards set forth in GASB Statement No. 20, *Accounting and Financial Reporting for Proprietary Funds and Other Governmental Entities That Use Proprietary Fund Accounting*, the County has opted to apply only the accounting and reporting pronouncements issued by the Financial Accounting Standards Board (FASB) on or before November 30, 1989 for business-type activities and enterprise funds.

Amounts reported as *program revenues* include [1] charges to customers or applicants for goods, services or privileges provided, [2] operating grants and contributions, and [3] capital grants and contributions, including special assessments. Internally dedicated resources are reported as *general revenues* rather than as program revenues. Likewise, general revenues include all taxes.

Proprietary funds distinguish *operating* revenues and expenses from *nonoperating* items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the County's enterprise fund and internal service funds are charges to customers for services. Operating expenses for the enterprise fund and internal service funds include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

When both restricted and unrestricted resources are available for use, it is the County's policy to use restricted resources first, and then unrestricted resources, as they are needed.

D. Assets, Liabilities and Net Assets or Equity

1. Deposits and Investments

The County maintains a cash and investment pool that is available for use by all funds of the primary government and the SCPBC. The pool has the general characteristics of demand deposit accounts, in that each fund may deposit additional cash at any time and also, effectively, may withdraw cash at any time without prior notice or penalty. The pooled cash is invested to the extent available in authorized investments. Each fund type's and component unit's portion of the pool is displayed on the financial statements as "cash, including investments."

For purposes of the statement of cash flows, the County considers all cash of the proprietary fund types and the SCPBC to be cash equivalents.

SEDGWICK COUNTY, KANSAS

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2011

I. Summary of Significant Accounting Policies (continued)

D. Assets, Liabilities and Net Assets or Equity (continued)

1. Deposits and Investments (continued)

The County's investment policy and Kansas law (K.S.A. 12-1675 – 12-1677) allow monies not otherwise regulated by statute to be invested in:

- Temporary notes of Sedgwick County;
- Time deposits, open accounts, or certificates of deposits with maturities of not more than four years;
- Repurchase agreements with commercial banks, or State or federally chartered savings and loan associations that have offices in Sedgwick County;
- United States treasury bills or notes with maturities not exceeding four years;
- U.S. government agency securities with a maturity of not more than four years;
- The municipal investment pool fund operated by the Kansas Treasurer. This pool is not an SEC registered pool. The Pooled Money Investment Board (PMIB) provides the regulatory oversight for this pool. The fair value of the PMIB investments approximates the value of pool shares; and,
- A municipal investment pool established through the trust department of commercial banks that have offices in Sedgwick County.

In addition to the preceding authorized investments, the County's investment policy and Kansas law (K.S.A. 10-131) allow investment of proceeds of bonds and temporary notes in the following:

- U.S. government and agency obligations;
- Time deposits with banks and trust companies in Sedgwick County;
- FNMA, FHLB, and FHLMC obligations;
- Collateralized repurchase agreements;
- Investment agreements with financial institutions, including broker/dealers whose obligations are rated in one of the three highest rating categories by either Moody's or Standard & Poor's;
- Mutual funds whose portfolio consists entirely of obligations of the U.S. government, U.S. government agencies, FNMA, FHLB, and FHLMC; and
- Certain Kansas municipal bonds.

During 2011, the County invested in certificates of deposit, repurchase agreements, the Kansas Municipal Investment Pool, U.S. government and agency obligations, and mutual funds whose portfolio consists entirely of obligations of the U.S. government.

Unless specifically required under applicable Kansas statutes or other restrictions, earnings from investments are allocated based on average available cash balances, and the remaining earnings are allocated to the General Fund. Investments are carried at fair value.

SEDGWICK COUNTY, KANSAS

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2011

I. Summary of Significant Accounting Policies (continued)

D. Assets, Liabilities and Net Assets or Equity (continued)

2. Receivables

Interfund receivables - Activity between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as either "due to/from other funds" (i.e., the current portion of interfund loans) or "advances to/from other funds" (i.e., the non-current portion of interfund loans). All other outstanding balances between funds are reported as "due to/from other funds". Any residual balances outstanding between the governmental activities and business-type activities are reported in the government-wide financial statements as "internal balances". Advances between funds, as reported in the fund financial statements, are offset by a fund balance reserve account in applicable governmental funds to indicate that they are not available for appropriation and are not expendable available financial resources.

Property tax receivables - In accordance with Kansas statutes, property taxes levied during the current year are revenue sources to be used to finance the budget of the ensuing year. Taxes are assessed on a calendar year basis and are levied and become a lien on the property on November 1 of each year. The County Treasurer is the tax collection agent for all entities within the County. Property owners have the option of paying one-half or the full amount of the taxes levied on or before December 20 during the year levied, with the balance to be paid on or before May 10 of the ensuing year. Kansas statutes prohibit the County Treasurer from distributing taxes collected in the year levied prior to January 1 of the ensuing year.

Consequently, for revenue recognition purposes, the taxes levied during the current year are not due and receivable until the ensuing year. At December 31, such taxes are a lien on the property and are recorded as taxes receivable, net of anticipated delinquencies, with a corresponding amount recorded as deferred revenue in the fund financial statements. It is not practicable to apportion delinquent taxes at the end of the year, and further, those amounts are not material in relationship to the basic financial statements.

Special assessments receivable - As required by Kansas statutes, projects financed in part by special assessments are financed through the issuance of general obligation bonds that are secured by the full faith and credit of the County and are retired from the Debt Service Fund. Further, Kansas statutes permit levying additional general ad valorem property taxes in the Debt Service Fund to finance delinquent special assessments receivable. Consequently, special assessments receivable are accounted for within the Debt Service Fund. Special assessment taxes are levied over a 10 or 15-year period, and the County may foreclose on liens against property benefited by special assessments when delinquent assessments are two years in arrears. In the fund financial statements, the special assessment taxes levied are a lien on the property and are recorded as special assessments receivable in the Debt Service Fund, with a corresponding amount recorded as deferred revenue in the fund financial statements at December 31.

Note receivable - Sedgwick County agreed to loan the Sedgwick County Zoological Society, Inc. up to \$2,400,000 for a 10-year term beginning April 1, 2007. The loan funds capital improvements for the Zoo at an initial rate of 5.23%, adjusted annually. At December 31, 2011 the note balance was \$1,404,067, with the rate changing to .52% at April 1, 2011.

SEDGWICK COUNTY, KANSAS

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2011

I. Summary of Significant Accounting Policies (continued)

D. Assets, Liabilities and Net Assets or Equity (continued)

3. Inventories

Inventories of the governmental funds are valued at cost as determined by the first-in, first-out (FIFO) method. The consumption method is used to account for these inventories. Under the consumption method, inventories purchased are recorded as an asset and expenditure recognition is deferred until the inventories are actually consumed. Reported inventories in governmental funds are equally offset by a fund balance reserve, which indicates they are unavailable for appropriation, even though they are a component of reported assets. Inventories of proprietary funds are valued at cost determined on the moving weighted average method.

4. Prepaid Items

Effective January 1, 2007, the County, through the SCPBC, entered into a 50-year lease with the Wichita Airport Authority of the City of Wichita, Kansas for land at Jabara Airport for construction of the aviation technical education campus. The County originally paid \$3,263,206 in advance rental payments, of which \$2,820,452 remains at December 31, 2011.

5. Capital Assets

Capital assets, including property, plant, equipment, software, and infrastructure assets (e.g., roads, bridges, and similar items), are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Property, plant, and infrastructure assets with initial individual costs that exceed \$50,000 and estimated useful lives extending beyond a single reporting period are recorded as capital assets. Equipment and software is capitalized when the initial cost exceeds \$10,000 and its useful life extends beyond a single reporting period.

Donated capital assets are recorded at estimated fair market value at the date of donation. The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend asset lives are not capitalized. Major outlays for capital assets and improvements are capitalized as projects are constructed. Interest incurred during the construction phase of capital assets of business-type activities is included as part of the capitalized value of the assets constructed.

Property, plant, software, and equipment of the primary government, as well as the component units, is depreciated using the straight line method over the following estimated useful lives:

<u>Assets</u>	<u>Years</u>
Buildings	40-50
Bridges	40
Drainage systems	30
Roads	30
Building improvements	20
Heavy equipment	10
Improvements other than buildings	10
Leasehold improvements	10
Office furniture and equipment	5
Operating equipment	3-5
Software	5
Vehicles	3

SEDGWICK COUNTY, KANSAS

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2011

I. Summary of Significant Accounting Policies (continued)

D. Assets, Liabilities and Net Assets or Equity (continued)

6. Compensated Absences

It is the County's policy to permit employees to accumulate a maximum of 160 hours of vacation. Upon termination or resignation from service to the County, employees are entitled to payment for all accrued vacation earned prior to termination or resignation.

All employees on permanent status earn sick leave at the rate of one calendar day per month with no maximum accumulation. Upon retirement, any employee who has accumulated 800 hours of sick leave is entitled to 240 hours of pay at the employee's current rate of salary. No allowance for unused sick leave is paid upon termination or resignation.

All leave pay is accrued when incurred in the government-wide statements and a liability for these amounts is reported.

7. Long-Term Obligations

In the government-wide and proprietary fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund type statement of net assets. In the government-wide financial statements, bond premiums and discounts, as well as issuance costs, are deferred and amortized over the life of the bonds. Bonds payable are reported net of the applicable bond premium or discount. Bond issuance costs are reported as deferred charges and amortized over the term of the related debt.

In the fund financial statements, governmental funds recognize bond premiums and discounts, as well as bond issuance costs, during the current period. The face amount of the debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources, while discounts on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds, are reported as debt service expenditures.

8. Equity Classifications

In the government-wide statements, equity is shown as net assets and classified into three components:

- Invested in capital assets, net of related debt – consisting of capital assets including restricted capital assets, net of accumulated depreciation and reduced by the outstanding balances of any bonds, leases, or other borrowings that are attributable to the acquisitions, construction, or improvements of those assets.
- Restricted net assets – consisting of net assets with constraints placed on their use either by (1) external groups such as creditors, grantors, contributors, or laws or regulations of other governments; or (2) law through constitutional provisions or enabling legislation. The County first utilizes restricted resources to finance qualifying activities.
- Unrestricted net assets – All other net assets that do not meet the definition of "restricted" or "invested in capital assets, net of related debt".

During 2011, the County adopted the provisions of GASB Statement 54, Fund Balance Reporting and Governmental Fund Type Definitions. The new Statement changed how fund

SEDGWICK COUNTY, KANSAS

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2011

I. Summary of Significant Accounting Policies (continued)

D. Assets, Liabilities and Net Assets or Equity (continued)

Balances are classified and reported, and clarified the definitions of existing governmental fund types. The new fund balance classifications for the County are described below. There was no effect on the County's total reported fund balance or changed in fund balance.

In the governmental funds, equity is shown as fund balance and classified into five components:

- Nonspendable – inherently nonspendable
- Restricted – externally enforceable limitations on use
- Committed – self-imposed limitations set in place prior to the end of the period at the highest level of decision making
- Assigned – limitation resulting from intended use
- Unassigned – residual net resources

9. Estimates

Preparation of financial statements in conformity with GAAP requires making estimates and assumptions that affect [1] the reported amounts of assets and liabilities, [2] disclosures, such as contingencies, and [3] the reported amounts of revenues and expenditures or expenses included in the financial statements. Actual results could differ from those estimates.

II. Stewardship, Compliance and Accountability

A. Budgetary Information

Kansas statutes require an annual operating budget be legally adopted for the general fund and debt service funds. Legally adopted budgets are also required for special revenue funds, internal service funds and enterprise funds, unless specifically exempted by statute. The statutes provide for the following sequence and timetable of the legal annual operating budget:

- Preparation of the budget for the succeeding calendar year on or before August 1.
- Publication in local newspaper of the proposed budget and notice of public hearing on the budget on or before August 5.
- Public hearing on or before August 15, but at least 10 days after publication of notice of hearing.
- Adoption of the final budget on or before August 25.

The County has the following levels of budget control:

- The legal level of control is established at the fund level by Kansas statutes.
- County resolution lowers the legal level of control to the object class level (i.e., personal services, contractual, commodities, etc.) by allowing management to transfer amounts between object classes within a fund, if approved by the governing body.
- As allowed by Kansas statute, the governing body can increase the fund level expenditures by amending the budget. An amendment may only be made for previously unbudgeted increases in revenue other than ad valorem taxes. A notice of public hearing to amend the budget must be published in the local newspaper. At least 10 days after the publication, the hearing may be held and the governing body may amend the budget at that time.

SEDGWICK COUNTY, KANSAS

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2011

II. Stewardship, Compliance and Accountability (continued)

A. Budgetary Information (continued)

There were no budget amendments in 2011.

All unencumbered appropriations (legal budget expenditure authority) lapse at year-end, except for capital project funds appropriations, which are carried forward until such time as the project is completed or terminated. Encumbered appropriations are not reappropriated in the ensuing year's budget but are carried forward until liquidated or cancelled.

A legal operating budget is not required for capital projects funds, debt proceeds fund, the County's single enterprise fund, or the following special revenue funds and internal service funds:

Non-Budgeted Special Revenue Funds

Federal and State Assistance Programs
Fire District Research and Development
Auto License
Prosecuting Attorney Training
Register of Deeds Technology
Court Alcohol/Drug Safety Action Program
District Court Trustee Operations
Township Dissolution

Non-Budgeted Internal Service Funds

Health/Dental/Life Insurance Reserve
Workers' Compensation Reserve
Risk Management Reserve

B. Deficit Fund Equity

The Street, Bridge and Other Fund had a fund balance deficit of \$63,157 and the Building and Equipment Fund had a fund balance deficit of \$1,943,505 as of December 31, 2011. These deficits will be recovered through transfers from the Debt Proceeds Fund.

III. Detailed Notes on All Funds

A. Deposits and Investments

Sedgwick County has adopted a formal investment policy. Primary objectives of investment activities are, in order of priority, safety, liquidity and yield. The standard of care to be used by investment officials shall be the "prudent person" investment rule and shall be applied to management of the entire portfolio. This rule states "Investments shall be made with judgment and care, under circumstances then prevailing, which persons of prudence, discretion and intelligence exercise in the management of their own affairs, not for speculation, but for investment, considering the probable safety of their capital as well the probable income to be derived."

SEDGWICK COUNTY, KANSAS

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2011

III. Detailed Notes on All Funds (continued)

A. Deposits and Investments (continued)

At December 31, 2011, the County (including the SCPBC) had the following investments:

Investment Type	Fair Value	Modified Duration (in years)	Percent of Total Pooled Funds
U.S. treasury coupon securities	\$ 10,025,391	0.517	1.97
U.S. agency coupon securities	146,765,566	2.481	28.81
Repurchase agreement	220,781,000	-	43.34
Kansas Municipal Investment Pool ¹	60,973,120	-	11.97
State & Local Government Securities	6,612,642	-	1.30
Mutual funds	22,427,896	-	4.40
Collateralized deposits	41,805,684	-	8.21
Total value	<u>\$ 509,391,299</u>		<u>100.00</u>
Portfolio modified duration		<u>.790</u>	

¹ Interest rate risk for the Kansas Municipal Investment Pool is based on the weighted average maturity of the pool. As of December 31, 2011 the weighted average maturity of the pool was 37 days.

Custodial credit risk

Custodial credit risk is the risk that in the event of a bank failure or failure of the investment counterparty, the County's deposits may not be returned to the County, or the County will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. The County has \$18,923,723 of agency coupons securities and \$5,001,758 of U.S. Treasury securities that are held by the investment counterparty.

The County requires that all investment transactions be settled delivery versus payment with an independent third party safekeeping agent under contract with the County. The County's investment policy requires compliance within the provisions of state law for the collateralization of all deposits and allowable securities are further limited to:

- Direct obligations of, or obligations insured by, the U.S. government or any agency thereof.
- Obligations and securities of U.S. government-sponsored corporations that, under federal law, may be accepted as security for public funds.
- Bonds of any Kansas municipality that have been refunded and are secured by U.S. obligations.
- Bonds of the State of Kansas.
- General obligation bonds of any Kansas municipality.
- Temporary notes of Sedgwick County Kansas.
- Surety bond of a surety corporation authorized to do business in Kansas in an amount equal to the amount on deposit.

Peak period collateral agreements and mortgages are not accepted by the County. Kansas law requires the fair value of collateral pledged to be equal to or greater than the entity's deposits. The County's investment policy requires the fair value of collateral to be at least 102% of the total deposits. As of December 31, 2011, the market value of assets pledged to the County as collateral complied with the investment policy.

SEDGWICK COUNTY, KANSAS

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2011

III. Detailed Notes on All Funds (continued)

A. Deposits and Investments (continued)

Interest rate risk

Through its investment policy, the County manages its exposure to fair value losses arising from increasing interest rates by requiring that maturities be staggered in a way that avoids undue concentration of assets in a specific maturity sector, and that the investment portfolio remain sufficiently liquid to meet all operating requirements which might reasonably be anticipated. Additionally, the investment policy limits investments to a maximum stated maturity of four years.

Credit risk

Credit risk is the risk that the issuer or other counterparty to an investment will not fulfill its obligations. Kansas law limits the types of investments that can be made by Sedgwick County. The County's investment policy imposes limitations beyond those of the State of Kansas. In accordance with the County's investment policy, the County minimizes credit risk by pre-qualifying financial institutions, brokers/dealers, intermediaries and advisors, as well as diversifying the portfolio so that potential losses on individual securities will be minimized. On December 31, 2011, the County's securities underlying repurchase agreements and investments consisting of U.S. agency obligations not directly guaranteed by the U.S. government included only instruments rated Aaa by Moody's and AA+ by Standard & Poor's. The County also holds investments with the Kansas Municipal Investment Pool, which is rated AAAf/S1+ by Standard & Poor's. Mutual funds utilized by the County were rated AAAM by Standard & Poor's at December 31, 2011.

Concentration of credit risk

The investment policy of the County limits the amount of investments that can be placed with a single financial institution to no more than 60% of the total value of time deposits in the portfolio. The following maximum limits, by instrument, are also established for the County's total investment portfolio:

Investment Type	Maximum Percentage Of Portfolio
Repurchase agreements	15
Collateralized time and demand deposits	100
U.S. Treasury notes and bills	80
U.S. government agency obligations	80
Kansas Municipal Investment Pool	25
Bank Trust Department municipal pools	15
Temporary notes	10

In addition, the limit on repurchase agreements and investments with the Kansas Municipal Investment Pool may not exceed 75% of the portfolio for a maximum of 45 days during each of the May and December tax collection seasons. Finally, investments established for bond proceeds are limited by instrument as a percentage of the County's total portfolio value. Invested amounts are not to exceed 20% for mutual funds and 10% for general obligation bonds of Kansas municipalities.

At December 31, the County held \$34.1 million, or 7.0%, of its portfolio in investments issued by Federal Home Loan Mortgage Loan Corp., \$36.6 million, or 7.5%, in investments issued by the Federal Home Loan Bank and investments totaling \$71.1 million, or 14.6%, were held with the Federal National Mortgage Association.

SEDGWICK COUNTY, KANSAS

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2011

III. Detailed Notes on All Funds (continued)

A. Deposits and Investments (continued)

A reconciliation of cash and investments as shown on the basic financial statements follows:

Cash, including investments, Statement of Net Assets	\$ 182,285,592
Restricted cash, including investments, Statement of Net Assets	18,243,681
Cash, including investments, Statement of Fiduciary Net Assets	320,450,916
Total	<u>\$ 520,980,189</u>

B. Capital Assets

Capital assets activity of the primary government, which includes the internal service funds, for the year ended December 31, 2011, was as follows:

	December 31, 2010	Increases	Decreases	December 31, 2011
Governmental activities:				
Capital assets, not being depreciated:				
Land	\$ 18,373,266	\$ 1,625,962	\$ -	\$ 19,999,228
Construction in progress	22,851,620	14,310,324	(11,419,111)	25,742,833
Total capital assets, not being depreciated	41,224,886	15,936,286	(11,419,111)	45,742,061
Capital assets, being depreciated:				
Buildings and improvements	294,873,147	5,499,955	(111,256)	300,261,846
Leasehold improvements	2,234,871	-	-	2,234,871
Improvements other than buildings	21,416,314	960,274	-	22,376,588
Machinery and equipment	71,559,222	9,185,456	(3,652,808)	77,091,870
Infrastructure	236,479,489	6,120,669	(918,881)	241,681,277
Total capital assets being depreciated	626,563,043	21,766,354	(4,682,945)	643,646,452
Less accumulated depreciation for:				
Buildings	(80,889,189)	(7,868,173)	101,962	(88,655,400)
Leasehold improvements	(2,207,557)	(19,407)	-	(2,226,964)
Improvements other than buildings	(13,240,411)	(1,456,741)	-	(14,697,152)
Machinery and equipment	(50,249,818)	(6,441,486)	3,641,582	(53,049,722)
Infrastructure	(82,048,787)	(7,337,036)	579,848	(88,805,975)
Total accumulated depreciation	(228,635,762)	(23,122,843)	4,323,392	(247,435,213)
Total capital assets being depreciated, net	397,927,281	(1,356,488)	(359,554)	396,211,239
Governmental activities capital assets, net	<u>\$ 439,152,167</u>	<u>\$ 14,579,798</u>	<u>\$ (11,778,665)</u>	<u>\$ 441,953,300</u>
	December 31, 2010	Increases	Decreases	December 31, 2011
Business-type activities:				
Capital assets, not being depreciated:				
Land	\$ 14,926,522	\$ -	\$ -	\$ 14,926,522
Construction in progress	-	1,513,802	-	1,513,802
Total capital assets, not being depreciated	14,926,522	1,513,802	-	16,440,324
Capital assets, being depreciated:				
Buildings and improvements	170,895,681	322,669	(9,235,836)	161,982,514
Machinery and equipment	5,517,940	265,355	(40,195)	5,743,100
Total capital assets being depreciated	176,413,621	588,024	(9,276,031)	167,725,614
Less accumulated depreciation for:				
Buildings and improvements	(8,146,269)	(4,412,200)	3,836,195	(8,722,274)
Machinery and equipment	(1,099,444)	(1,219,721)	15,408	(2,303,757)
Total accumulated depreciation	(9,245,713)	(5,631,921)	3,851,603	(11,026,031)
Total capital assets being depreciated, net	167,167,908	(5,043,897)	(5,424,428)	156,699,583
Business-type activities capital assets, net	<u>\$ 182,094,430</u>	<u>\$ (3,530,095)</u>	<u>\$ (5,424,428)</u>	<u>\$ 173,139,907</u>

SEDGWICK COUNTY, KANSAS

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2011

III. Detailed Notes on All Funds (continued)

B. Capital Assets (continued)

Depreciation expense was charged to functions of the primary government, as follows:

Governmental activities:	
General government	\$ 2,343,182
Public safety	5,028,590
Public works, including depreciation of general infrastructure assets	8,582,087
Health and welfare	116,439
Culture and recreation	2,345,436
Economic Development, conserve./natural resources	1,600,426
Capital assets held by the government's internal service funds are charged to the various functions based on their usage of the assets	3,106,683
Total depreciation expense – governmental activities	<u>\$ 23,122,843</u>
Business-type activities:	
Pavilions/Arena fund	\$ 5,631,921
Total depreciation expense – business-type activities	<u>\$ 5,631,921</u>

Construction Commitments

The County had outstanding construction commitments for various capital projects and improvements totaling \$6,308,165 at December 31, 2011. This amount is reflected as an encumbrance, which is a part of the fund balance in the Capital Projects Funds, including the Building and Equipment Fund, Street, Bridge and Other Fund, Sales Tax Road and Bridge Fund, Road and Bridge Equipment Fund, and the Capital Improvement Fund. These commitments will be funded through special assessments, general obligation bonds, local sales tax, intergovernmental revenue and existing local resources.

C. Operating Leases

The County has entered into a lease agreement with Wichita State University for space at National Center for Aviation Training. The future minimum rental income on this lease is as follows:

Year ending December 31	Governmental Activities
2012	\$ 800,000
2013	800,000
2014	800,000
2015	800,000
2016	800,000
2017 – 2021	4,000,000
2022 - 2026	4,000,000
2027 - 2030	3,200,000
Totals	<u>\$ 15,200,000</u>

The lease has a term of 20 years. The County is responsible for a majority of utility payments and the lessee is responsible for insurance expenses associated with the property.

SEDGWICK COUNTY, KANSAS

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2011

III. Detailed Notes on All Funds (continued)

D. Long-Term Debt

General Obligation Bonds

Sedgwick County issues general obligation bonds to provide funds for the acquisition and construction of major capital facilities, roads, bridges, storm water drainage systems and also to refund past debt issuances. All general obligation bonds have been issued for governmental activities. General obligation bonds are direct obligations and pledge the full faith and credit of Sedgwick County. These bonds generally are issued as 20-year serial bonds with a level repayment schedule.

Current and Crossover Refunding Bonds

On October 1, 2011, the County issued \$6.14 million in General Obligation Bonds at a premium of \$.55 million for a crossover refunding. The bonds have a true interest cost of 1.2 percent. The crossover refunding portion includes \$6.29 million of Series A 2003 Bonds with an average interest rate of 4.4 percent.

For reporting purposes, under a crossover advance refunding bond issue, the original issue (refunded bonds) is not considered defeased until they are retired. As with advance refunding bond issues, the proceeds of the crossover advance refunding bonds are placed into an escrow account. However, unlike other types of advance refunding, the escrow account in a crossover advance refunding transaction is not immediately dedicated to debt service principal and interest payments on the refunded debt. Instead, the resources in the escrow account are used temporarily to meet debt service requirements on the refunding bonds. Only at a later date, known as the "crossover date" are the resources in the escrow account dedicated exclusively to the payment of principal and interest on the refunded debt. Crossover refundings do not result in the defeasance of debt prior to the crossover date. The County has recorded in the appropriate financial statements the outstanding debt of both the refunding and the refunded issues which are not considered defeased. At December 31, 2011 the following crossover advance refunding bonds are recorded as liabilities on the entity-wide statement of net assets:

<u>Issue</u>	<u>Issue Amount</u>	<u>Balance Outstanding</u>
Series A 2003	\$16,595,000	\$8,525,000

The crossover date on this refunding issue is August 1, 2013.

The County refunded these bonds to reduce its total debt service payments over a period of 5 years and will realize a net savings of \$459,349 with a present value savings of \$413,738.

General obligation bonds outstanding at December 31, 2011 are as follows:

Purpose	Interest Rate	Amount
Governmental Activities – Road and Bridge	1.25 – 5.65%	\$ 18,874,262
Governmental Activities – Facilities	1.25 – 5.65%	21,060,738
Governmental Activities – Refunding	2.00 – 5.00%	<u>38,865,000</u>
Total general obligation bonds outstanding		<u>\$ 78,800,000</u>

SEDGWICK COUNTY, KANSAS

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2011

III. Detailed Notes on All Funds (continued)

D. Long-Term Debt (continued)

Annual debt service requirements to maturity for general obligation bonds are as follows:

Year ending December 31	Governmental Activities		
	Principal	Interest	Totals
2012	\$ 7,915,000	\$ 2,901,706	\$ 10,816,706
2013	7,945,000	2,726,136	10,671,136
2014	8,850,000	2,485,650	11,335,650
2015	8,485,000	2,172,101	10,657,101
2016	7,910,000	1,868,826	9,778,826
2017 - 2021	25,685,000	5,314,685	30,999,685
2022 - 2026	8,425,000	1,771,567	10,196,567
2027 - 2031	3,585,000	411,973	3,996,973
Totals	<u>\$ 78,800,000</u>	<u>\$ 19,652,644</u>	<u>\$ 98,452,644</u>

Sedgwick County also issues special assessment debt. Prior to 2002, the County issued special assessment debt to provide funds for the construction of sewer systems and streets for residential and commercial development. The County sold the sewer system to the City of Wichita on April 1, 2001 and now only issues special assessment debt to provide funds for the construction of streets. Special assessment bonds will be repaid from amounts levied against the property owners benefited by the construction. In the event that a deficiency exists because of unpaid or delinquent special assessments at the time a debt service payment is due, the County will provide resources to cover the deficiency until other resources, for example, foreclosure proceeds, are received. These bonds are issued as 15-year serial bonds with a level repayment schedule. Special assessment bonds currently outstanding are as follows:

Purpose	Interest Rate	Amount
Governmental activities – Street and Sewer	.95 – 5.20%	\$5,415,000

Annual debt service requirements to maturity for special assessment bonds are as follows:

Year ending December 31	Governmental Activities		
	Principal	Interest	Totals
2012	\$ 1,070,000	\$ 200,411	\$ 1,270,411
2013	655,000	163,103	818,103
2014	335,000	141,172	476,172
2015	340,000	131,441	471,441
2016	345,000	120,729	465,729
2017 - 2021	1,775,000	411,129	2,186,129
2022 - 2025	895,000	109,596	1,004,596
Totals	<u>\$ 5,415,000</u>	<u>\$ 1,277,581</u>	<u>\$ 6,692,581</u>

SEDGWICK COUNTY, KANSAS

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2011

III. Detailed Notes on All Funds (continued)

D. Long-Term Debt (continued)

Sedgwick County Public Building Commission Revenue Bonds

The Sedgwick County Public Building Commission (SCPBC) is a component unit of Sedgwick County. The SCPBC has the authority to issue revenue bonds to finance the cost of acquiring and/or constructing land and facilities operated for a public purpose by a governmental entity. The SCPBC finances the debt service of the revenue bonds by leasing the land and facilities to the governmental entity, which operates it. The operating governmental entity guarantees the rentals under the SCPBC lease. The SCPBC has no power to levy taxes, and revenue bonds issued by the SCPBC are not included in any legal debt limitations of Sedgwick County. Six issues are outstanding with repayment schedules ranging from 6 to 20 years. The current bonds outstanding are as follows:

Purpose	Interest Rate	Amount
Public Services Administration Building	3.20 – 4.00%	\$ 1,640,000
Exploration Place	3.20 – 4.50%	9,845,000
Juvenile Justice Complex 2003-1	3.50 – 4.65%	14,370,000
Juvenile Justice Complex 2007-1	3.75 – 4.125%	10,810,000
Technical Education Complex 2008-1	4.00 – 5.25%	38,560,000
Public Safety Facilities & Equipment	2.00 – 4.00%	12,650,000
Total		<u>\$ 87,875,000</u>

Future minimum lease rentals to be received under the direct financing leases are equal to the annual debt service requirements to maturity for the revenue bonds, as follows:

Year ending December 31	Component Unit - SCPBC		
	Principal	Interest	Totals
2012	\$ 4,950,000	\$ 3,722,322	\$ 8,672,322
2013	5,060,000	3,588,078	8,648,078
2014	5,225,000	3,384,879	8,609,879
2015	5,415,000	3,172,011	8,587,011
2016	5,625,000	2,950,019	8,575,019
2017 - 2021	27,520,000	11,394,431	38,914,431
2022 - 2026	23,915,000	5,455,656	29,370,656
2027 - 2031	10,165,000	964,250	11,129,250
Totals	<u>\$ 87,875,000</u>	<u>\$ 34,631,646</u>	<u>\$ 122,506,646</u>

SCPBC Revenue Bonds – Public Services Administration Building. During 1997, the SCPBC issued revenue bonds to finance all or a portion of the costs to acquire a site and construct and equip thereon a facility for the Division of Public Works of the County, consisting of approximately 32,000 square feet, containing offices and working spaces for the County's engineering, public works, zoning, and code enforcement operations. The financing of this facility by the SCPBC represents a direct financing lease, and accordingly, the net investment in the lease is recorded in the SCPBC's balance sheet on the government-wide financial statements. The following lists the components of the net investment in the direct financing lease as of December 31, 2011:

Minimum lease payments receivable	\$ 1,869,465
Less unearned income	291,621
Net investment in direct financing lease	<u>\$ 1,577,844</u>

SEDGWICK COUNTY, KANSAS

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2011

III. Detailed Notes on All Funds (continued)

D. Long-Term Debt (continued)

Future minimum lease rentals to be received under the direct financing lease are equal to the annual debt service requirements to maturity for the revenue bonds, as follows:

Year ended December 31	Principal	Interest	Total
2012	\$ 245,000	\$ 61,745	\$ 306,745
2013	260,000	53,415	313,415
2014	265,000	44,055	309,055
2015	275,000	34,250	309,250
2016	290,000	23,800	313,800
2017	305,000	12,200	317,200
Total	<u>\$ 1,640,000</u>	<u>\$ 229,465</u>	<u>\$ 1,869,465</u>

SCPBC Revenue Bonds – Exploration Place. During 1997, the SCPBC issued revenue bonds to finance a portion of the costs of developing, constructing, and equipping a children's museum and science center known as Exploration Place, located in Wichita, Kansas, and consisting of a 90,000 square foot structure, attendant parking, landscaping, and related appurtenances thereto. The financing of this facility by the SCPBC represents a direct financing lease, and accordingly, the net investment in the lease is recorded in the SCPBC's balance sheet and as part of the long-term obligations of the County. The following lists the components of the net investment in the direct financing lease as of December 31, 2011:

Minimum lease payments receivable	\$ 12,534,405
Less unearned income	<u>3,026,252</u>
Net investment in direct financing lease	<u>\$ 9,508,153</u>

The County entered into an operating agreement with a not-for-profit corporation to operate the facility. The \$62 million project is funded through a public partnership that includes the County, the City of Wichita, and numerous private sector donors. The land on which the project is located is owned by the City of Wichita and is being leased to the SCPBC for 50 years.

Future minimum lease rentals to be paid by the County to the SCPBC under the direct financing lease will be equal to the annual debt service requirements to maturity for the revenue bonds, as follows:

Year ended December 31	Principal	Interest	Total
2012	\$ 710,000	\$ 401,487	\$ 1,111,487
2013	745,000	377,348	1,122,348
2014	775,000	350,528	1,125,528
2015	805,000	321,465	1,126,465
2016	845,000	290,472	1,135,472
2017 - 2021	4,850,000	897,930	5,747,930
2022	1,115,000	50,175	1,165,175
Total	<u>\$ 9,845,000</u>	<u>\$ 2,689,405</u>	<u>\$12,534,405</u>

SEDGWICK COUNTY, KANSAS

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2011

III. Detailed Notes on All Funds (continued)

D. Long-Term Debt (continued)

SCPBC Revenue Bonds - Juvenile Justice Complex

During 2003, the SCPBC issued revenue bonds to finance the costs of developing, constructing and equipping the Juvenile Justice Complex, located in Wichita, Kansas. The financing of this facility by the SCPBC represents a direct financing lease, and accordingly, the net investment of the lease is recorded in the SCPBC's balance sheet and as part of the long-term obligations of the County. The following lists the components of the net investment in the direct financing lease as of December 31, 2011:

Minimum lease payments receivable	\$ 18,751,583
Less unearned income	4,228,010
Net investment in direct financing lease	<u>\$ 14,523,573</u>

Future minimum lease rentals to be paid by the County to the SCPBC under the direct financing lease will be equal to the annual debt service requirements to maturity for the revenue bonds, as follows:

Year ended December 31	Principal	Interest	Total
2012	\$ 955,000	\$ 608,065	\$ 1,563,065
2013	985,000	572,252	1,557,252
2014	1,025,000	534,084	1,559,084
2015	1,070,000	493,084	1,563,084
2016	1,110,000	450,284	1,560,284
2017 - 2021	6,295,000	1,519,964	7,814,964
2022 - 2023	<u>2,930,000</u>	<u>203,850</u>	<u>3,133,850</u>
Total	<u>\$ 14,370,000</u>	<u>\$ 4,381,583</u>	<u>\$ 18,751,583</u>

SCPBC Revenue Bonds - Juvenile Justice Complex

During 2007, the SCPBC issued revenue bonds to finance the costs of designing, constructing, furnishing, and equipping a juvenile court building and completing other improvements to the Juvenile Justice Complex located in Wichita, Kansas. The financing of this facility by the SCPBC represents a direct financing lease, and accordingly, the net investment of the lease is recorded in the SCPBC's balance sheet and as part of the long-term obligations of the County. The following lists the components of the net investment in the direct financing lease as of December 31, 2011:

Minimum lease payments receivable	\$ 14,091,769
Less unearned income	3,122,673
Net investment in direct financing lease	<u>\$ 10,969,096</u>

SEDGWICK COUNTY, KANSAS

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2011

III. Detailed Notes on All Funds (continued)

D. Long-Term Debt (continued)

Future minimum lease rentals to be paid by the County to the SCPBC under the direct financing lease will be equal to the annual debt service requirements to maturity for the revenue bonds, as follows:

Year ended December 31	Principal	Interest	Total
2012	\$ 860,000	\$ 435,050	\$ 1,295,050
2013	890,000	400,650	1,290,650
2014	925,000	365,050	1,290,050
2015	960,000	328,050	1,288,050
2016	1,000,000	289,650	1,289,650
2017 - 2021	2,780,000	1,034,250	3,814,250
2022 - 2026	3,395,000	429,069	3,824,069
Total	<u>\$ 10,810,000</u>	<u>\$ 3,281,769</u>	<u>\$ 14,091,769</u>

SCPBC Revenue Bonds – Technical Education Complex – National Center for Aviation Training

During 2008, the SCPBC issued revenue bonds to finance a portion of the costs of designing, constructing, and equipping the National Center for Aviation Training located within Sedgwick County adjacent to the Jabara Airport. The financing of this facility by the SCPBC represents a direct financing lease, and accordingly, the net investment of the lease is recorded in the SCPBC's balance sheet and as part of the long-term obligations of the County. The following lists the components of the net investment in the direct financing lease as of December 31, 2011:

Minimum lease payments receivable	\$ 58,059,413
Less unearned income	<u>18,480,231</u>
Net investment in direct financing lease	<u>\$ 39,579,182</u>

Future minimum lease rentals to be paid by the County to the SCPBC under the direct financing lease will be equal to the annual debt service requirements to maturity for the revenue bonds, as follows:

Year ended December 31	Principal	Interest	Total
2012	\$ 1,605,000	\$ 1,915,037	\$ 3,520,037
2013	1,655,000	1,834,788	3,489,788
2014	1,710,000	1,752,037	3,462,037
2015	1,775,000	1,666,538	3,441,538
2016	1,840,000	1,577,788	3,417,788
2017 - 2021	10,445,000	6,511,063	16,956,063
2022 - 2026	13,225,000	3,741,312	16,966,312
2027 - 2028	6,305,000	500,850	6,805,850
Total	<u>\$ 38,560,000</u>	<u>\$ 19,499,413</u>	<u>\$ 58,059,413</u>

SEDGWICK COUNTY, KANSAS

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2011

III. Detailed Notes on All Funds (continued)

D. Long-Term Debt (continued)

SCPBC Revenue Bonds – Public Safety Facilities – Radio Equipment

During 2011, the SCPBC issued revenue bonds to finance a portion of the costs of designing, constructing, and equipping Emergency Medical Services facilities and a radio communications network. The financing of these facilities and equipment by the SCPBC represents a direct financing lease, and accordingly, the net investment of the lease is recorded in the SCPBC's balance sheet and as part of the long-term obligations of the County. The following lists the components of the net investment in the direct financing lease as of December 31, 2011:

Minimum lease payments receivable	\$ 17,200,013
Less unearned income	4,326,584
Net investment in direct financing lease	<u>\$ 12,873,429</u>

Future minimum lease rentals to be paid by the County to the SCPBC under the direct financing lease will be equal to the annual debt service requirements to maturity for the revenue bonds, as follows:

Year ended December 31	Principal	Interest	Total
2012	\$ 575,000	\$ 300,938	\$ 875,938
2013	525,000	349,625	874,625
2014	525,000	339,125	864,125
2015	530,000	328,625	858,625
2016	540,000	318,025	858,025
2017 - 2021	2,845,000	1,419,025	4,264,025
2022 - 2026	3,250,000	1,031,250	4,281,250
2027 - 2028	3,860,000	463,400	4,323,400
Total	<u>\$ 12,650,000</u>	<u>\$ 4,550,013</u>	<u>\$ 17,200,013</u>

Kansas Transportation Project Loan 2004

In January 2005, the County entered into a loan agreement with the State of Kansas through the Kansas Department of Transportation to obtain funding of \$3,412,564 from the Kansas Transportation Revolving Fund to finance certain qualified transportation projects. This liability is considered a general obligation of the County and is payable over a 20-year term at an interest rate of 3.86%. Debt service requirements to maturity for the Kansas Transportation Project Loan are as follows:

Year ending December 31	Governmental Activities		
	Principal	Interest	Totals
2012	\$ 155,559	\$ 96,697	\$ 252,256
2013	161,564	90,692	252,256
2014	167,800	84,456	252,256
2015	174,277	77,979	252,256
2016	181,004	71,252	252,256
2017 - 2021	1,015,375	245,905	1,261,280
2022 - 2024	649,520	48,568	698,088
Totals	<u>\$ 2,505,099</u>	<u>\$ 715,549</u>	<u>\$ 3,220,648</u>

SEDGWICK COUNTY, KANSAS

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2011

III. Detailed Notes on All Funds (continued)

D. Long-Term Debt (continued)

Kansas Transportation Project Loan 2009

In July 2009, the County entered into a loan agreement with the State of Kansas through the Kansas Department of Transportation to obtain additional funding in the amount of \$4,376,496 from the Kansas Transportation Revolving Fund to finance certain qualified transportation projects. This liability is considered a general obligation of the County and is payable over a 20-year term at an interest rate of 4.03%. Debt service requirements to maturity for the Kansas Transportation Project Loan are as follows:

Year ending December 31	Governmental Activities		
	Principal	Interest	Totals
2012	\$ 173,401	\$ 162,154	\$ 335,555
2013	180,389	155,166	335,555
2014	187,658	147,897	335,555
2015	195,221	140,334	335,555
2016	203,088	132,467	335,555
2017 - 2021	1,145,006	532,768	1,677,774
2022 - 2026	1,243,646	286,184	1,529,830
2027 - 2029	695,276	54,934	750,210
Totals	<u>\$ 4,023,685</u>	<u>\$ 1,611,904</u>	<u>\$ 5,635,589</u>

Capital Leases

In 2003, 2004, 2007, 2010 and 2011 the County entered into eight lease agreements as lessee for financing the acquisition of major equipment for the Fire District. The lease agreement for property #1 was fulfilled in 2011 leaving seven active agreements. These lease agreements qualify as capital leases for accounting purposes, and therefore, have been recorded at the present value of the future minimum lease payments as of the inception date. The assets acquired through the capital leases are as follows:

Asset:	Governmental Activities
Machinery and equipment	\$ 5,651,801
Less: accumulated depreciation	1,970,053
Total	<u>\$ 3,681,748</u>

The future minimum lease obligations and the net present value of the minimum lease payments as of December 31, 2011, were as follows:

Year ended December 31	Governmental Activities
2012	\$ 848,035
2013	741,147
2014	741,147
2015	618,793
2016	496,439
2017-2018	<u>579,751</u>
Total minimum lease payments	4,025,312
Less: amount representing interest	391,994
Total	<u>\$ 3,633,318</u>

SEDGWICK COUNTY, KANSAS

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2011

III. Detailed Notes on All Funds (continued)

D. Long-Term Debt (continued)

Changes in Noncurrent Liabilities

Internal Service Funds predominantly serve the governmental funds. Accordingly, long-term liabilities of the Internal Service Funds are included as part of the totals for governmental activities. At year-end, claims payable totaling \$1,295,865 are included in the amounts below. Claims are generally liquidated by the appropriate Internal Service Fund. Generally, compensated absences are liquidated by the General Fund. Noncurrent liability activity for the year ended December 31, 2011, is as follows:

	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
Governmental activities:					
Bonds payable:					
General obligation bonds	\$ 78,082,751	\$ 13,845,000	\$ 13,127,751	\$ 78,800,000	\$ 7,915,000
Special assessment debt with government commitment	7,257,249	185,000	2,027,249	5,415,000	1,070,000
Total bonds payable	85,340,000	14,030,000	15,155,000	84,215,000	8,985,000
KDOT Revolving Loans	6,845,246	-	316,462	6,528,784	328,960
Direct financing lease	79,600,000	12,650,000	4,375,000	87,875,000	4,950,000
Capital lease payable	2,955,239	1,272,775	594,696	3,633,318	724,941
Claims payable	1,617,485	995,631	1,317,251	1,295,865	890,019
Other postemployment benefits	12,908,591	2,366,903	501,783	14,773,711	-
Compensated absences	6,800,000	6,612,248	6,712,248	6,700,000	6,300,000
Governmental activities	196,066,561	37,927,557	28,972,440	205,021,678	22,178,920
Add bond premium	2,190,020	1,064,026	182,369	3,071,677	-
Noncurrent liabilities	<u>\$ 198,256,581</u>	<u>\$ 38,991,583</u>	<u>\$ 29,154,809</u>	<u>\$ 208,093,355</u>	<u>\$ 22,178,920</u>
Component unit: SCPBC					
Bonds payable:					
Revenue bonds	\$ 79,600,000	\$ 12,650,000	\$ 4,375,000	\$ 87,875,000	\$ 4,950,000
Premium/(discount) on revenue bonds	814,733	368,173	45,569	1,137,337	-
SCPBC noncurrent liabilities	<u>\$ 80,414,733</u>	<u>\$ 13,018,173</u>	<u>\$ 4,420,569</u>	<u>\$ 89,012,337</u>	<u>\$ 4,950,000</u>

SEDGWICK COUNTY, KANSAS

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2011

III. Detailed Notes on All Funds (continued)

D. Long-Term Debt (continued)

Conduit Debt

The County has issued Economic Development revenue bonds not directly obligated by the County. The County has issued these bonds individually and jointly with surrounding counties. The total amount outstanding at December 31, 2011 was \$291,714,446 for the Industrial Revenue Bonds and \$279,879,802 for the Single Family Mortgage Revenue Bonds. These bonds do not constitute an indebtedness or pledge of the faith and credit of the responsible entities or the County.

E. Interfund Transfers

A summary of interfund transfers is as follows:

	General Fund	Federal/State Assistance Funds	Debt Service Fund	Nonmajor Governmental Funds	Internal Service Funds	Totals
Transfers out:						
General Fund	\$ -	\$ 403,324	\$ 1,597,566	\$ 14,360,607	\$ 1,061,118	\$ 17,422,615
Federal/State Assistance Funds	29	-	-	-	-	29
Debt Proceeds Fund	-	-	-	8,077,139	-	8,077,139
Nonmajor Governmental Funds	1,270,699	247,555	495,431	415,888	-	2,429,573
Internal Service Funds	-	-	-	488,187	-	488,187
Total	<u>\$ 1,270,728</u>	<u>\$ 650,879</u>	<u>\$ 2,092,997</u>	<u>\$ 23,341,821</u>	<u>\$ 1,061,118</u>	<u>\$ 28,417,543</u>

Transfers are used to [1] move revenues from the fund that statute or budget requires to collect them to the fund that statute or budget requires to expend them, [2] move receipts restricted to debt service from the funds collecting the receipts to the Debt Service Fund as debt service payments become due, and [3] use unrestricted revenues collected in the General Fund to finance various programs accounted for in other funds in accordance with budgetary authorizations.

F. Interfund Receivables and Payables

Interfund balances result from the time lag between the dates that [1] interfund goods and services are provided or reimbursable expenditures occur, [2] transactions are recorded in the accounting system, and [3] payments between funds are made. Interfund payables at year-end relate to amounts spent in the special revenue equipment and capital projects funds that have yet to be repaid from long-term financing from the Debt Proceeds Fund.

SEDGWICK COUNTY, KANSAS

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2011

III. Detailed Notes on All Funds (continued)

F. Interfund Receivables and Payables (continued)

A summary of interfund receivables and payables at December 31, 2011 is as follows:

	Interfund Receivable	Interfund Payable
Debt Proceeds Fund	\$ 1,930,735	\$ -
Nonmajor Capital Projects Funds:		
Building and Equipment Fund	-	1,923,923
Street, Bridge and Other Fund	-	6,812
	<u>\$ 1,930,735</u>	<u>\$ 1,930,735</u>

During 2003, an interfund loan was made between the General Fund and the Capital Improvement Fund to provide for the funding of a specific capital improvement project. This advance receivable and payable as of December 31, 2011 is as follows:

	Advance Receivable	Advance Payable
General Fund	\$ 563,855	\$ -
Nonmajor Capital Projects Fund:		
Capital Improvement Fund	-	563,855
	<u>\$ 563,855</u>	<u>\$ 563,855</u>

G. Fund Balances

In the fund financial statements, governmental funds report fund balance in five different classifications.

Non-spendable: Assets legally or contractually required to be maintained or are not in spendable form. Such constraint is binding until the legal requirement is repealed or the amounts become spendable.

Restricted: Assets with externally imposed constraints, such as those mandated by creditors, grantors, and contributors, or laws and regulations. Such constraint is binding unless modified or rescinded by the applicable external body, laws, or regulations.

Committed: Assets with a purpose formally imposed by resolution by the Board of County Commissioners, binding unless modified or rescinded by the Board of County Commissioners.

Assigned: Comprises of amounts intended to be used by the County for specific purposes that are neither restricted nor committed. Intent is expressed by (1) the County's Board or (2) a body or official to whom the County's Board has delegated the authority to assign amounts to be used for specific purposes.

Unassigned: All amounts not included in the other fund balance classifications. The general fund shall be the only fund to report positive unassigned fund balance. All other governmental funds may report negative unassigned fund balance.

In circumstances when expenditure is made for a purpose which amounts are available in multiple fund balance classifications, fund balance is depleted in the order of restricted, committed, assigned, and unassigned.

The County's fund balance policy states that the General Fund will be managed in such a way as to maintain a minimum unrestricted fund balance on the last calendar quarter equal to twenty percent of budgeted annual expenditures and transfer outs.

SEDGWICK COUNTY, KANSAS

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2011

IV. Other Information

A. Risk Management

The County's property and casualty insurance coverage consists of both a self-insurance program and insurance policies purchased from various insurance carriers. The overall cost of insurance coverage has increased significantly the past three years. There have not been any settlements in excess of insurance coverage during any of the prior three fiscal years. Exposure to various risks associated with weather related incidents such as wind, hail, and storm damage is covered by a property insurance policy.

Risks associated with the operation of the Kansas Pavilions include loss related to torts, theft, damage or destruction of assets, errors and omissions, injury to employees, and natural disasters. These risks are covered by commercial insurance. Settlements from these risks have not exceeded insurance coverage for the past three years.

Health/Dental/Life Insurance Reserve Fund. The County has a fully funded health plan. A dental benefit purchased from a dental insurance company is provided for all health plan participants. The County pays all premiums for the health/dental benefit from the Health/Dental/Life Insurance Reserve Fund. In 2011, the County paid 83% and participating employees paid 17% of the cost of the health plan benefit.

Workers' Compensation Reserve Fund. The County provides workers' compensation benefits through a self-insured plan that has been approved by the State of Kansas. Workers' compensation claims are administered by Risk Management, with the assistance of a contract attorney. Funding (premiums) for this self insurance plan is allocated to County departments. Premiums are determined by a formula that uses both paid claims and the actual number of claims. The County does maintain reserves and pays all expenses for this plan from the Workers' Compensation Reserve Fund.

Risk Management Reserve Fund. The Risk Management Reserve Fund was established for the purpose of providing a contingency fund to pay self-insured claims, retentions and deductibles, and to provide an additional source of funding for the self-insured law enforcement liability, general liability, and public official's liability. Property insurance is also maintained with a commercial insurer and provides a self-insured retention of \$100,000 for each claim.

The following is a summary of the changes in the unpaid claims liability:

	<u>Workers' Compensation</u>
January 1, 2010 liability balances	\$ 1,441,899
Claims and changes in estimates	1,462,952
Claim payments	<u>(1,287,366)</u>
December 31, 2010 liability balances	1,617,485
Claims and changes in estimates	995,631
Claim payments	<u>(1,317,251)</u>
December 31, 2011 liability balances	<u>\$ 1,295,865</u>

SEDGWICK COUNTY, KANSAS

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2011

IV. Other Information (continued)

A. Risk Management (continued)

Net assets available for self-insurance expenses and future catastrophe losses are as follows:

Health/Dental/Life Insurance Reserve Fund	\$ 4,536,590
Workers' Compensation Reserve Fund	1,735,616
Risk Management Reserve Fund	2,462,935

B. Commitments - Encumbrance

The County uses encumbrances to control expenditure commitments for the year and to enhance cash management. Encumbrances represent commitments related to executor contracts not yet performed and purchase orders not yet filled. Commitments for such expenditure of moneys are encumbered to reserve portion of applicable appropriations. Encumbrances still open at year end are not accounted for as expenditures and liabilities but, rather, as restricted, committed, or assigned fund balance. As of December 31, 2011 the County's governmental funds had a total of \$18.5 million in encumbrances, which were reported as following:

	General	Federal/State Assistance	Other Governmental Funds	Total Governmental Funds
Restricted:				
Public safety	\$ -	\$ 77,466	\$ 228,274	\$ 305,740
Economic development	-	28,465	-	28,465
Capital Outlay	-	-	13,337,565	13,337,565
Committed:				
Capital Outlay	-	-	2,939,253	2,939,253
Assigned:				
General government	31,545	-	3,855	35,400
Public safety	7,891	58,520	45,987	112,398
Public works	114,819	-	-	114,819
Health and welfare	25	144,124	4,203	148,352
Economic development	-	3,441	-	3,441
Capital Outlay	-	-	1,490,143	1,490,143
Total	<u>\$ 154,280</u>	<u>\$ 312,016</u>	<u>\$ 18,049,280</u>	<u>\$ 18,515,576</u>

SEDGWICK COUNTY, KANSAS

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2011

IV. Other Information (continued)

C. Contingent Liabilities

The County is a defendant in various legal actions pending or in process for tax appeals, property damage, and miscellaneous claims. The ultimate liability that might result from the final resolution of the above matters is not presently determinable. Management and the County's counsel are of the opinion that the final outcome of the cases will not have an adverse material effect on the County's financial statements.

D. Pending Governmental Accounting Standards

GASB Statement No. 60, Accounting and Financial Reporting for Service Concession Arrangements, was issued in November 2010. This statement is intended to improve financial reporting by addressing issues related to service concession arrangements, which are a type of public-private partnership. GASB 60 applies to those arrangements in which specific criteria determining whether a transferor (a government) has control over the facility are met. The provisions of this statement are effective for the County's fiscal year ending December 31, 2012.

GASB Statement No. 61, The Financial Reporting Entity: Omnibus, was issued in November 2010. This statement modifies certain requirements for inclusion of component units in the County's financial statements when the component unit was included based on the fiscal dependency requirement. The new statement clarifies the manner in which a government's management determines a component unit should be included, even if the financial accountability criterion is not met. This statement also amends the criteria for reporting component units as if they were a part of the primary government (that is, blending) when the component unit is blended based on the "substantively in the same governing body" criterion. New criteria also are added to require blending of component units whose total debt outstanding is expected to be repaid entirely or almost entirely with resources of the primary government. The provisions of this statement are effective for financial statements for the County's fiscal year ending December 31, 2013.

GASB Statement No. 62, Codification of Accounting and Financial Reporting Guidance Contained in Pre-November 30, 1989 FASB and AICPA Pronouncements, was issued in December 2010. The objective of this statement is to incorporate into the GASB's authoritative literature certain accounting and financial reporting guidance that is included in the following pronouncements issued on or before November 30, 1989, which does not conflict with or contradict GASB pronouncements: Financial Accounting Standards Board Statements and Interpretations, Accounting Principles Board Opinions, and Accounting Research Bulletins of the American Institute of Certified Public Accountants' Committee on Accounting Procedure. The provisions of this statement are effective for financial statements for the County's fiscal year ending December 31, 2012.

GASB Statement No. 63, Financial Reporting of Deferred Outflows of Resources, Deferred Inflows of Resources, and Net Position. The requirements of this Statement will improve financial reporting of the County by standardizing the presentation of deferred outflows of resources and deferred inflows of resources (transactions that result in the consumption or acquisition of net assets in one period that are applicable to future periods) and their effects on the County's net position. It alleviates uncertainty about reporting those financial statement elements by providing guidance where none previously existed. The provisions of this statement are effective for financial statements for the County's fiscal year ending December 31, 2012 with earlier application encouraged.

SEDGWICK COUNTY, KANSAS

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2011

IV. Other Information (continued)

E. Defined Benefit Pension Plans

Plan description. The County participates in the Kansas Public Employees Retirement System (KPERS) and the Kansas Police and Firemen's Retirement System (KP&F). Both are part of a cost-sharing, multiple-employer defined benefit pension plan as provided by Kansas law. KPERS and KP&F provide retirement benefits, life insurance, disability income benefits, and death benefits. Kansas law establishes and amends benefit provisions. KPERS and KP&F issue a publicly available financial report (only one is issued) that includes financial statements and required supplementary information. Those reports may be obtained by writing to KPERS (611 South Kansas, Suite 100, Topeka, KS 66603) or by calling 1-888-275-5737.

Funding policy. K.S.A. 74-419 and K.S.A. 74-49,210 establishes the KPERS member-employee contribution rates. Effective July 1, 2009 KPERS has two benefit structures and funding depends on whether the employee is a Tier 1 or Tier 2 member. Tier 1 members are active and contributing members hired before July 1, 2009. Tier 2 members were first employed in a covered position on or after July 1, 2009. Kansas law establishes the KPERS member-employee contribution rate at 4% of covered salary for Tier 1 members and at 6% of covered salary for Tier 2 members. K.S.A. 74-4975 establishes KP&F member-employee contribution rate at 7% of covered salary. The employer collects and remits member-employee contributions according to the provisions of

Section 414(h) of the Internal Revenue Code. Kansas law provides that the employer contribution rates be determined annually based on the results of an annual actuarial valuation. KPERS and KP&F are funded on an actuarial reserve basis. Kansas law sets a limitation on annual increases in the employer contribution rates.

The KPERS employer rate established by statute for 2011 is as follows:

January 1 – March 13	7.74%
March 14 – June 18	6.74%
June 19 – December 31	7.74%

The County's contributions to KPERS for the years ended December 31, 2011, 2010, and 2009 were \$7,281,767, \$6,848,410 and \$5,791,008 respectively, equal to the statutory required contributions for each year. The KP&F employer rates for 2011 are 14.93% for the Emergency Medical Services Department, 14.57% for the Fire Department, and 14.91% for the Sheriff Department. Employers participating in KP&F also make contributions to amortize the liability for past service costs, if any, which is determined separately for each participating employer. The County's contributions to KP&F for the years ended December 31, 2011, 2010, and 2009 were \$4,697,406, \$4,110,524, and \$4,255,821, respectively, equal to the statutory required contributions for each year.

F. Other Postemployment Benefits Other Than Pensions

Plan description. The County sponsors a single-employer defined benefit healthcare plan that provides healthcare benefits, including medical, dental and vision, to retirees. Retiree health coverage is provided for under K.S.A. 12-5040. Employees who retire with at least 10 years of cumulative service with the County and commence retirement or disability benefits under the Kansas Public Employee Retirement System (KPERS) are eligible for benefits. The funding policy

SEDGWICK COUNTY, KANSAS

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2011

IV. Other Information (continued)

F. Other Postemployment Benefits Other Than Pensions (continued)

of the County is to pay premiums as they come due through the Health/Dental/Life Insurance Reserve internal service fund.

County retirees pay the same premiums charged to COBRA participants for medical, dental and vision coverage. The COBRA rates being paid by retirees for benefits are typically lower than those for individual health insurance policies. The difference between these two amounts is the implicit rate subsidy, which is considered other post employment benefits (OPEB) under Governmental Accounting Standards Board Statement No. 45 (GASB Statement 45).

Retirees and spouses have the same benefit as active employees. Retiree coverage terminates either when the retiree becomes covered under another employer health plan, or when the retiree reaches the Medicare eligibility age which is currently age 65. Spousal coverage is available until the retiree becomes covered under another employer health plan, attains Medicare eligibility age, or dies.

Funding policy. The contribution requirements of plan members and the County are established and may be amended by the County Commission. The required contribution is based on projected pay-as-you-go financing requirements. County retirees pay 100% of their healthcare premiums; the County is not required to share costs of retiree premiums.

Annual OPEB Cost and Net OPEB Obligation. The County's annual OPEB cost (expense) is calculated based on the annual required contribution of the employer (ARC), an amount actuarially determined in accordance with the parameters of GASB Statement 45. The ARC represents a level of funding that, if paid on an ongoing basis, is projected to cover normal cost each year and amortize any unfunded actuarial liabilities (or funding excess) over a period not to exceed thirty years. The following tables show the components of the primary government OPEB cost for 2011:

Annual OPEB Cost and Obligation for 2011	Amount
Annual required contribution (ARC)	\$ 2,377,567
Interest on Net OPEB Obligation	516,344
Adjustment to the ARC	(527,008)
Annual OPEB cost (expense)	2,366,903
Contributions made	(501,783)
Increase in net OPEB obligation	1,865,120
Net OPEB obligation—beginning of year	12,908,591
Net OPEB obligation—end of year	<u>\$ 14,773,711</u>

Employer Contribution for 2011	Amount
Age-approximating premiums paid on behalf of retirees	\$ 1,043,542
Retiree contribution	(541,759)
Net employer contribution	<u>\$ 501,783</u>

SEDGWICK COUNTY, KANSAS

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2011

IV. Other Information (continued)

F. Other Postemployment Benefits Other Than Pensions (continued)

Schedule of Employer Contributions				
Year	Net OPEB Obligation	Annual OPEB Cost	Net Employer Contributions	Percentage Contributed
2009	9,936,852	3,185,059	354,617	11.0%
2010	12,908,591	3,182,601	210,862	7.0%
2011	14,773,711	2,366,903	501,783	21.2%

Funded Status and Funding Progress. As of January 1, 2011, the most recent actuarial valuation date, the plan was not funded. The actuarial accrued liability for benefits was \$22.6 million, and there was no actuarial value of assets, resulting in an unfunded actuarial accrued liability (UAAL) of \$22.6 million. The covered payroll (annual payroll of active employees covered by the plan) was \$121.8 million, and the ratio of the UAAL to the covered payroll was 18.6 percent.

Actuarial valuations of an ongoing plan involve estimates of the value of reported amounts and assumptions about the probability of occurrence of events far into the future. Examples include assumptions about future employment, mortality, and the healthcare cost trend. Amounts determined regarding the funded status of the plan and the annual required contributions of the employer are subject to continual revision as actual results are compared with past expectations and new estimates are made about the future. The schedule of funding progress, presented as required supplementary information following the notes to the financial statements, presents multi-year trend information about whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liabilities for benefits.

Actuarial Methods and Assumptions. Projections of benefits for financial reporting purposes are based on the substantive plan (the plan as understood by the employer and the plan members) and include the types of benefits provided at the time of each valuation and the historical pattern of sharing of benefit costs between the employer and plan members to that point. The actuarial methods and assumptions used include techniques that are designed to reduce the effects of short-term volatility in actuarial accrued liabilities and the actuarial value of assets, consistent with the long-term perspective of the calculations.

In the January 1, 2011 actuarial valuation, the projected unit credit actuarial cost method was used. The actuarial assumptions included a 4.0 percent investment rate of return (net of administrative expenses), which is a blended rate of the expected long-term investment return on the County's own investments calculated based on the funded level of the plan at the valuation date, and an annual healthcare cost trend rate of 7.5 percent initially, reduced by decrements to an ultimate rate of 5 percent after seven years. The UAAL is being amortized as a level percentage of projected payroll on an open basis. The remaining amortization period at December 31, 2011, was thirty years.

Plan Report. The plan does not issue a stand-alone audited GAAP-basis report.

SEDGWICK COUNTY, KANSAS

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2011

IV. Other Information (continued)

G. Termination Benefits

During 2011, the County adopted a retirement incentive program to reduce its workforce. This was done as a cost saving measure in response to the decline in the economy. Eligible employees were given the option to participate in medical insurance for five years or until retiree reaches the age of 65. The County would continue paying the current employer portion of the premium consistent with the contribution of active employees. If during the five years the employee reaches the age of 65, the benefit will transition to a single Medicare supplemental plan. The employee could also elect a one-time pay out of sick leave plus an additional 20 days (a maximum of a 50 day payout). In 2011, benefits paid were \$886,785 and benefits accrued were \$258,988. The effect of the health care benefit is included with the determination of other post employment benefits described in Note F. above. The retirement incentive program increased the accrual actuarial liability by \$3,177,327 for the year ended December 31, 2011.

H. Special Item – Kansas Pavilions Impairment

Assumptions

In 1977 Sedgwick County opened the Kansas Coliseum complex near Park City, which consisted of the Britt Brown Arena and Pavilions. The venues were host to many events, including concerts, sporting events, and agriculture shows. In 2005, it was decided to build the INTRUST Bank Arena. Britt Brown Arena was closed following the last scheduled event in February 2010. At that time there were no intended uses for the building and an asset impairment was done in the amount of \$3,191,933 for the year ended December 31, 2010. The Pavilions portion of the Coliseum complex, used for various livestock events, remains open for shows and events. In January 2012, a majority of the Kansas Coliseum complex was sold for \$1.5 million. Some land was kept by the County for other purposes.

Evaluation of Impairment

There is an indicator of impairment because the complex sold for much less than the carrying value. The magnitude of change would be considered significant. Due to the sale by the County, the impairment loss using the carrying value of the building is determined as follows:

Historical Cost	\$ 11,866,088
Accumulated Depreciation	(4,258,358)
Carrying value	<u>(2,208,089)</u>
Impairment of asset	<u>\$ 5,399,641</u>

SEDGWICK COUNTY, KANSAS

REQUIRED SUPPLEMENTARY INFORMATION

December 31, 2011

Schedule of Revenues, Expenditures and Changes in Fund Balances Budget to Actual – Budgetary Basis General Fund For the Year Ended December 31, 2011

	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget Positive/ (Negative)
Revenues				
Property taxes	\$ 103,449,644	\$103,449,644	\$103,694,227	\$ 244,583
Sales taxes	25,045,905	25,045,905	24,793,770	(252,135)
Other taxes	208,867	208,867	250,907	42,040
Intergovernmental	4,130,752	4,130,752	4,397,299	266,547
Charges for services	13,901,081	13,901,081	15,876,324	1,975,243
Uses of money and property	6,756,199	6,756,199	5,700,511	(1,055,688)
Fines and forfeits	113,263	113,263	122,246	8,983
Licenses and permits	465,330	465,330	477,263	11,933
Reimbursed expenditures	4,591,440	4,591,440	4,624,156	32,716
Other	1,122,379	1,170,070	2,389,909	1,219,839
Total revenues	<u>159,784,860</u>	<u>159,832,551</u>	<u>162,326,612</u>	<u>2,494,061</u>
Expenditures				
Current:				
Personnel services	110,057,223	109,462,413	102,383,433	7,078,980
Contractual services	55,087,910	53,265,640	41,252,107	12,013,533
Commodities	5,971,695	6,553,348	5,907,737	645,611
Capital outlay	2,202,458	310,752	237,133	73,619
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
Total debt service	-	-	-	-
Total expenditures	<u>173,319,286</u>	<u>169,592,153</u>	<u>149,780,410</u>	<u>19,811,743</u>
Revenues over expenditures	<u>(13,534,426)</u>	<u>(9,759,602)</u>	<u>12,546,202</u>	<u>22,305,804</u>
Other financing sources (uses)				
Transfers from other funds	638,887	638,887	1,270,728	631,841
Transfers to other funds	(14,082,853)	(17,809,987)	(17,422,615)	387,372
Total other financing sources (uses)	<u>(13,443,966)</u>	<u>(17,171,100)</u>	<u>(16,151,887)</u>	<u>1,019,213</u>
Net change in fund balances	(26,978,392)	(26,930,702)	(3,605,685)	23,325,017
Fund balances, beginning of year	23,893,915	23,893,915	62,844,120	38,950,205
Fund balances, end of year	<u>\$ (3,084,477)</u>	<u>\$ (3,036,787)</u>	<u>\$ 59,238,435</u>	<u>\$ 62,275,222</u>

SEDGWICK COUNTY, KANSAS

REQUIRED SUPPLEMENTARY INFORMATION

December 31, 2011

Schedule of Revenues, Expenditures and Changes in Fund Balances (continued)

Budget / GAAP Reconciliation

All legal operating budgets are prepared using the modified cash basis of accounting, modified further by the encumbrance method of accounting. Revenues are recognized when cash is received. Expenditures include disbursements, accounts payable, and encumbrances. Encumbrances are commitments for future payments and are supported by a document evidencing the commitment, such as a purchase order or contract. Accordingly, the data presented in the budgetary comparison statements differs from the data presented in the financial statements prepared in accordance with GAAP. The following schedule provides reconciliation from GAAP basis to budgetary basis for the General Fund.

	December 31, 2011
Fund balance, budgetary basis	\$ 59,238,435
Current year encumbrances	154,272
Fair value adjustment of investments	(666,628)
Accrued revenues	<u>7,503,769</u>
Fund balance, GAAP basis	<u>\$ 66,229,848</u>

Other Postemployment Benefits Other Than Pensions

Schedule of Funding Progress						
Actuarial Valuation Date	Actuarial Value of Assets	Actuarial Accrued Liability (AAL)	Unfunded AAL (UAAL)	Funded Ratio	Covered Payroll	UAAL as a Percentage of Covered Payroll
01/01/2007	-	26,700,137	26,700,137	-	101,102,722	26.4%
01/01/2009	-	28,488,774	28,488,774	-	113,107,379	25.2%
01/01/2011	-	22,649,095	22,649,095	-	121,832,839	18.6%

SEDGWICK COUNTY, KANSAS

REQUIRED SUPPLEMENTARY INFORMATION

December 31, 2011

Note 1 Significant Factors Affecting Trends in Actuarial Information

2011

- Retiree contribution rates increased 8% per year while per capita expected retiree costs increased by 3% per year relative to the prior valuation.
- Trend rates were lowered from 5.5% to 4.0% for Dental, and from 9.0%, 8.5%, 8.0%, 7.5%, 7.0%, 6.5%, 6.0% (to Ultimate) to Actual, 7.5%, 7.0%, 6.5%, 6.0%, 5.5%, 5.0% (to Ultimate).
- The attribution method was changed from linear to full eligibility to linear to expected decrement as allowed under GASB 45.
- The assumed retiree enrollment rate for future retirees was lowered from 75% to 65%.
- KPERS added a Tier II category for employees beginning participation in the program on or after July 1, 2009. Tier II has more stringent eligibility requirements.
- The Special Voluntary Retirement Program was offered during 2011.
- Benefits due to Disability were projected.

2011 Sedgwick County Comprehensive Annual Financial Report



GOVERNMENTAL FUNDS

Nonmajor Special Revenue Funds

Special Revenue Funds are used to account for the proceeds of designated revenue sources that are used to finance specified activities as required by law or administrative regulation. The following nonmajor Special Revenue Funds are reported:

Wichita State University Program Development
Comprehensive Community Care
Emergency Medical Services
Aging Services
Public Works Highways
Noxious Weeds
Solid Waste
Special Parks and Recreation
Emergency Telephone Services

Court Trustee Operations
Special Alcohol and Drug Programs
Auto License
Court Alcohol/Drug Safety Action Program
Prosecuting Attorney Training
Register of Deeds Technology
Fire District Operating
Fire District Research and Development
Township Dissolution

Nonmajor Debt Service Fund

Debt Service Funds are used to account for the proceeds of designated revenue sources that are used to finance general obligation debt. The following nonmajor Debt Service Fund is reported:

Fire District Debt Service

Nonmajor Capital Projects Funds

Capital Projects Funds are used to account for capital improvements (except those financed by proprietary funds) that are financed from the County's general obligation bond issues, special assessments and certain Federal grants. The following nonmajor Capital Projects Funds are reported:

Building and Equipment
Street, Bridge and Other
Sales Tax Road and Bridge
Road and Bridge Equipment
Highway Improvement
Capital Improvements
Equipment Reserve
Fire District Special Equipment



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SEDGWICK COUNTY, KANSAS

Combining Balance Sheet Nonmajor Governmental Funds December 31, 2011

	Special Revenue Funds	Fire District Debt Service	Capital Projects Funds	Totals
Assets				
Cash, including investments	\$ 20,817,185	\$ 25,788	\$ 35,692,898	\$ 56,535,871
Due from other agencies	159,534	-	-	159,534
Accounts receivable	3,791,112	-	-	3,791,112
Property tax receivable	31,674,704	-	-	31,674,704
Inventories, at cost	1,042,393	-	-	1,042,393
Total assets	\$ 57,484,928	\$ 25,788	\$ 35,692,898	\$ 93,203,614
Liabilities and Fund Balances				
Liabilities:				
Accounts payable	\$ 283,608	\$ -	\$ 1,177,720	\$ 1,461,328
Accrued wages	1,432,677	-	-	1,432,677
Due to other funds	-	-	1,930,735	1,930,735
Advance payable	-	-	563,855	563,855
Deferred revenue	35,625,349	-	-	35,625,349
Total liabilities	37,341,634	-	3,672,310	41,013,944
Fund balances:				
Nonspendable:				
Inventories	1,042,393	-	-	1,042,393
Restricted:				
General Government	1,470,086	-	-	1,470,086
Debt Service	-	25,788	-	25,788
Public Safety	8,159,383	-	-	8,159,383
Public Works	2,984,402	-	-	2,984,402
Health and Welfare	1,115,917	-	-	1,115,917
Culture and Recreation	6,001	-	-	6,001
Economic Development	9,500	-	-	9,500
Capital Outlay	-	-	15,386,752	15,386,752
Committed:				
Public Safety	5,264,745	-	-	5,264,745
Capital Outlay	-	-	9,278,656	9,278,656
Assigned:				
General Government	8,227	-	-	8,227
Public Safety	5,954	-	-	5,954
Public Works	76,550	-	-	76,550
Health and Welfare	136	-	-	136
Capital Outlay	-	-	9,361,842	9,361,842
Unassigned	-	-	(2,006,662)	(2,006,662)
Total fund balance	20,143,294	25,788	32,020,588	52,189,670
Total liabilities and fund balances	\$ 57,484,928	\$ 25,788	\$ 35,692,898	\$ 93,203,614

SEDGWICK COUNTY, KANSAS

Combining Balance Sheet Nonmajor Governmental Funds - Special Revenue Funds December 31, 2011

	Wichita State University Program Development	Comprehensive Community Care	Emergency Medical Services	Aging Services
Assets				
Cash, including investments	\$ 9,500	\$ 988,632	\$ 5,787,210	\$ 297,888
Due from other agencies	-	-	-	-
Accounts receivable	-	-	3,791,112	-
Property tax receivable	6,190,682	2,569,679	1,757,919	2,475,198
Inventories, at cost	-	-	352,495	-
Total assets	\$ 6,200,182	\$ 3,558,311	\$ 11,688,736	\$ 2,773,086
Liabilities and Fund Balances				
Liabilities:				
Accounts payable	\$ -	\$ 54,391	\$ 82,119	\$ 30,772
Accrued wages	-	60,637	440,346	28,843
Deferred revenue	6,190,682	2,569,679	5,549,031	2,475,198
Total liabilities	6,190,682	2,684,707	6,071,496	2,534,813
Fund balances:				
Nonspendable:				
Inventories	-	-	352,495	-
Restricted:				
General Government	-	-	-	-
Public Safety	-	-	-	-
Public Works	-	-	-	-
Health and Welfare	-	873,524	-	238,217
Culture and Recreation	-	-	-	-
Economic Development	9,500	-	-	-
Committed:				
Public Safety	-	-	5,264,745	-
Assigned:				
General Government	-	-	-	-
Public Safety	-	-	-	-
Public Works	-	-	-	-
Health and Welfare	-	80	-	56
Unassigned	-	-	-	-
Total fund balance	9,500	873,604	5,617,240	238,273
Total liabilities and fund balances	\$ 6,200,182	\$ 3,558,311	\$ 11,688,736	\$ 2,773,086

Public Works Highways	Noxious Weeds	Solid Waste	Special Parks and Recreation	Emergency Telephone Services	Court Trustee Operations
\$ 2,376,311	\$ 27,528	\$ 955,444	\$ 6,001	\$ 1,997,100	\$ 3,019,826
159,534	-	-	-	-	-
-	-	-	-	-	-
4,289,735	375,060	-	-	-	-
689,898	-	-	-	-	-
<u>\$ 7,515,478</u>	<u>\$ 402,588</u>	<u>\$ 955,444</u>	<u>\$ 6,001</u>	<u>\$ 1,997,100</u>	<u>\$ 3,019,826</u>
\$ 5,811	\$ 764	\$ 12,995	\$ -	\$ 37,812	\$ 489
249,467	7,929	21,366	-	-	90,656
4,449,268	375,060	-	-	-	-
<u>4,704,546</u>	<u>383,753</u>	<u>34,361</u>	<u>-</u>	<u>37,812</u>	<u>91,145</u>
689,898	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	1,957,308	2,928,681
2,121,034	-	863,368	-	-	-
-	-	-	-	-	-
-	-	-	6,001	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	1,980	-
-	18,835	57,715	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>2,810,932</u>	<u>18,835</u>	<u>921,083</u>	<u>6,001</u>	<u>1,959,288</u>	<u>2,928,681</u>
<u>\$ 7,515,478</u>	<u>\$ 402,588</u>	<u>\$ 955,444</u>	<u>\$ 6,001</u>	<u>\$ 1,997,100</u>	<u>\$ 3,019,826</u>

(Continued)

SEDGWICK COUNTY, KANSAS

Combining Balance Sheet (continued) Nonmajor Governmental Funds - Special Revenue Funds December 31, 2011

	Special Alcohol and Drug Programs	Auto License	Court Alcohol/Drug Safety Action Program	Prosecuting Attorney Training
Assets				
Cash, including investments	\$ 4,176	\$ 397,516	\$ 120,934	\$ 42,591
Due from other agencies	-	-	-	-
Accounts receivable	-	-	-	-
Property tax receivable	-	-	-	-
Inventories, at cost	-	-	-	-
Total assets	\$ 4,176	\$ 397,516	\$ 120,934	\$ 42,591
Liabilities and Fund Balances				
Liabilities:				
Accounts payable	\$ -	\$ 9,900	\$ -	\$ -
Accrued wages	-	78,660	1,334	-
Deferred revenue	-	-	-	-
Total liabilities	-	88,560	1,334	-
Fund balances:				
Nonspendable:				
Inventories	-	-	-	-
Restricted:				
General Government	-	300,729	-	-
Public Safety	-	-	119,600	38,617
Public Works	-	-	-	-
Health and Welfare	4,176	-	-	-
Culture and Recreation	-	-	-	-
Economic Development	-	-	-	-
Committed:				
Public Safety	-	-	-	-
Assigned:				
General Government	-	8,227	-	-
Public Safety	-	-	-	3,974
Public Works	-	-	-	-
Health and Welfare	-	-	-	-
Unassigned	-	-	-	-
Total fund balance	4,176	308,956	119,600	42,591
Total liabilities and fund balances	\$ 4,176	\$ 397,516	\$ 120,934	\$ 42,591

Register of Deeds Technology	Fire District Operating	Fire District Research and Development	Township Dissolution	Totals
\$ 986,878	\$ 3,568,896	\$ 38,217	\$ 192,537	\$ 20,817,185
-	-	-	-	159,534
-	-	-	-	3,791,112
-	14,016,431	-	-	31,674,704
-	-	-	-	1,042,393
<u>\$ 986,878</u>	<u>\$ 17,585,327</u>	<u>\$ 38,217</u>	<u>\$ 192,537</u>	<u>\$ 57,484,928</u>
\$ 662	\$ 47,893	\$ -	\$ -	\$ 283,608
9,396	444,043	-	-	1,432,677
-	14,016,431	-	-	35,625,349
<u>10,058</u>	<u>14,508,367</u>	<u>-</u>	<u>-</u>	<u>37,341,634</u>
-	-	-	-	1,042,393
976,820	-	-	192,537	1,470,086
-	3,076,960	38,217	-	8,159,383
-	-	-	-	2,984,402
-	-	-	-	1,115,917
-	-	-	-	6,001
-	-	-	-	9,500
-	-	-	-	5,264,745
-	-	-	-	8,227
-	-	-	-	5,954
-	-	-	-	76,550
-	-	-	-	136
-	-	-	-	-
<u>976,820</u>	<u>3,076,960</u>	<u>38,217</u>	<u>192,537</u>	<u>20,143,294</u>
<u>\$ 986,878</u>	<u>\$ 17,585,327</u>	<u>\$ 38,217</u>	<u>\$ 192,537</u>	<u>\$ 57,484,928</u>

SEDGWICK COUNTY, KANSAS

Combining Balance Sheet ***Nonmajor Capital Projects Funds*** ***December 31, 2011***

	Building and Equipment	Street, Bridge and Other	Sales Tax Road and Bridge	Road and Bridge Equipment
Assets				
Cash, including investments	\$ -	\$ -	\$ 15,741,744	\$ 155,555
Total assets	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 15,741,744</u>	<u>\$ 155,555</u>
Liabilities and Fund Balances				
Liabilities:				
Accounts payable	\$ 19,582	\$ 56,345	\$ 354,992	\$ -
Due to other funds	1,923,923	6,812	-	-
Advance payable	-	-	-	-
Total liabilities	<u>1,943,505</u>	<u>63,157</u>	<u>354,992</u>	<u>-</u>
Fund balances:				
Restricted:				
Capital Outlay	-	-	15,386,752	-
Committed:				
Capital Outlay	-	-	-	-
Assigned:				
Capital Outlay	-	-	-	155,555
Unassigned	<u>(1,943,505)</u>	<u>(63,157)</u>	<u>-</u>	<u>-</u>
Total fund balance	<u>(1,943,505)</u>	<u>(63,157)</u>	<u>15,386,752</u>	<u>155,555</u>
Total liabilities and fund balances	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 15,741,744</u>	<u>\$ 155,555</u>

Highway Improvement	Capital Improvements	Equipment Reserve	Fire District Special Equipment	Totals
\$ 42,163	\$ 10,487,327	\$ 8,559,262	\$ 706,847	\$ 35,692,898
\$ 42,163	\$ 10,487,327	\$ 8,559,262	\$ 706,847	\$ 35,692,898
\$ -	\$ 644,816	\$ 34,127	\$ 67,858	\$ 1,177,720
-	-	-	-	1,930,735
-	563,855	-	-	563,855
-	1,208,671	34,127	67,858	3,672,310
-	-	-	-	15,386,752
-	9,278,656	-	-	9,278,656
42,163	-	8,525,135	638,989	9,361,842
-	-	-	-	(2,006,662)
42,163	9,278,656	8,525,135	638,989	32,020,588
\$ 42,163	\$ 10,487,327	\$ 8,559,262	\$ 706,847	\$ 35,692,898



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SEDGWICK COUNTY, KANSAS

Combining Statement of Revenues, Expenditures and Changes in Fund Balances Nonmajor Governmental Funds For the Year Ended December 31, 2011

	Special Revenue Funds	Fire District Debt Service	Capital Projects Funds	Totals
Revenues				
Property taxes	\$ 38,186,130	\$ 2	\$ -	\$ 38,186,132
Emergency telephone services taxes	2,578,032	-	-	2,578,032
Special assessments	-	-	371,622	371,622
Other taxes	83,678	-	-	83,678
Intergovernmental	7,753,361	-	449,392	8,202,753
Charges for services	19,931,152	-	-	19,931,152
Uses of money and property	5,484	-	-	5,484
Licenses and permits	68,625	-	-	68,625
Other	459,053	-	213,532	672,585
	<hr/>	<hr/>	<hr/>	<hr/>
Total revenues	69,065,515	2	1,034,546	70,100,063
	<hr/>	<hr/>	<hr/>	<hr/>
Expenditures				
Current:				
General government	4,761,549	-	-	4,761,549
Public safety	35,205,996	-	-	35,205,996
Public works	12,746,574	-	-	12,746,574
Health and welfare	6,022,882	-	-	6,022,882
Culture and recreation	169	-	-	169
Economic development	7,027,579	-	-	7,027,579
Debt service:				
Principal	594,696	-	-	594,696
Interest and fiscal charges	110,371	-	-	110,371
Capital outlay	-	-	26,082,634	26,082,634
	<hr/>	<hr/>	<hr/>	<hr/>
Total expenditures	66,469,816	-	26,082,634	92,552,450
	<hr/>	<hr/>	<hr/>	<hr/>
Excess (deficiency) of revenues over (under) expenditures	2,595,699	2	(25,048,088)	(22,452,387)
	<hr/>	<hr/>	<hr/>	<hr/>
Other financing sources (uses)				
Transfers from other funds	-	-	23,341,821	23,341,821
Transfers to other funds	(1,309,443)	-	(1,120,130)	(2,429,573)
Proceeds from capital lease	-	-	1,272,775	1,272,775
Total other financing sources (uses)	(1,309,443)	-	23,494,466	22,185,023
	<hr/>	<hr/>	<hr/>	<hr/>
Net change in fund balances	1,286,256	2	(1,553,622)	(267,364)
	<hr/>	<hr/>	<hr/>	<hr/>
Fund balances, beginning of year	18,857,038	25,786	33,574,210	52,457,034
	<hr/>	<hr/>	<hr/>	<hr/>
Fund balances, end of period	<u>\$ 20,143,294</u>	<u>\$ 25,788</u>	<u>\$ 32,020,588</u>	<u>\$ 52,189,670</u>

SEDGWICK COUNTY, KANSAS

Combining Statement of Revenues, Expenditures and Changes in Fund Balances

Nonmajor Special Revenue Funds

For the Year Ended December 31, 2011

	Wichita State University Program Development	Comprehensive Community Care	Emergency Medical Services	Aging Services
Revenues				
Property taxes	\$ 7,027,579	\$ 3,280,856	\$ 3,444,318	\$ 2,817,533
Emergency telephone services taxes	-	-	-	-
Other taxes	-	-	-	-
Intergovernmental	-	436,113	-	-
Charges for services	-	-	12,401,614	-
Uses of money and property	-	-	-	-
Licenses and permits	-	-	-	-
Other	-	80	2,235	57
Total revenues	<u>7,027,579</u>	<u>3,717,049</u>	<u>15,848,167</u>	<u>2,817,590</u>
Expenditures				
Current:				
General government	-	-	-	-
Public safety	-	-	15,929,741	-
Public works	-	-	-	-
Health and welfare	-	3,419,829	-	2,602,790
Culture and recreation	-	-	-	-
Economic development	7,027,579	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
Total expenditures	<u>7,027,579</u>	<u>3,419,829</u>	<u>15,929,741</u>	<u>2,602,790</u>
Excess (deficiency) of revenues over (under) expenditures	<u>-</u>	<u>297,220</u>	<u>(81,574)</u>	<u>214,800</u>
Other financing sources (uses)				
Transfers from other funds	-	-	-	-
Transfers to other funds	-	-	(162,729)	(176,387)
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>(162,729)</u>	<u>(176,387)</u>
Net change in fund balances	-	297,220	(244,303)	38,413
Fund balances, beginning of year	<u>9,500</u>	<u>576,384</u>	<u>5,861,543</u>	<u>199,860</u>
Fund balances, end of period	<u>\$ 9,500</u>	<u>\$ 873,604</u>	<u>\$ 5,617,240</u>	<u>\$ 238,273</u>

Public Works Highways	Noxious Weeds	Solid Waste	Special Parks and Recreation	Emergency Telephone Services	Court Trustee Operations
\$ 5,649,981	\$ 412,390	\$ -	\$ -	\$ -	\$ -
-	-	-	-	2,578,032	-
-	-	-	32,300	-	-
4,917,496	-	-	-	-	2,377,702
5,290	41,810	1,506,964	-	-	897,343
-	-	-	-	197	-
4,875	-	57,715	-	-	-
17,458	-	-	-	1,980	246,190
<u>10,595,100</u>	<u>454,200</u>	<u>1,564,679</u>	<u>32,300</u>	<u>2,580,209</u>	<u>3,521,235</u>
-	-	-	-	-	-
-	-	-	-	1,297,425	3,080,953
11,015,344	478,717	1,252,513	-	-	-
-	-	-	-	-	-
-	-	-	169	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>11,015,344</u>	<u>478,717</u>	<u>1,252,513</u>	<u>169</u>	<u>1,297,425</u>	<u>3,080,953</u>
(420,244)	(24,517)	312,166	32,131	1,282,784	440,282
-	-	-	-	-	-
(70,000)	-	(79,626)	(32,131)	(415,805)	-
(70,000)	-	(79,626)	(32,131)	(415,805)	-
(490,244)	(24,517)	232,540	-	866,979	440,282
<u>3,301,176</u>	<u>43,352</u>	<u>688,543</u>	<u>6,001</u>	<u>1,092,309</u>	<u>2,488,399</u>
<u>\$ 2,810,932</u>	<u>\$ 18,835</u>	<u>\$ 921,083</u>	<u>\$ 6,001</u>	<u>\$ 1,959,288</u>	<u>\$ 2,928,681</u>

SEDGWICK COUNTY, KANSAS

Combining Statement of Revenues, Expenditures and Changes in Fund Balances (continued)

Nonmajor Special Revenue Funds

For the Year Ended December 31, 2011

	Special Alcohol and Drug Programs	Auto License	Court Alcohol/Drug Safety Action Program	Prosecuting Attorney Training
Revenues				
Property taxes	\$ -	\$ -	\$ -	\$ -
Emergency telephone services taxes	-	-	-	-
Other taxes	51,378	-	-	-
Intergovernmental	-	22,050	-	-
Charges for services	-	3,925,550	145,090	38,021
Uses of money and property	-	-	-	-
Licenses and permits	-	-	-	-
Other	-	8,227	-	3,974
Total revenues	<u>51,378</u>	<u>3,955,827</u>	<u>145,090</u>	<u>41,995</u>
Expenditures				
Current:				
General government	-	3,694,452	-	-
Public safety	-	-	127,031	47,130
Public works	-	-	-	-
Health and welfare	263	-	-	-
Culture and recreation	-	-	-	-
Economic development	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
Total expenditures	<u>263</u>	<u>3,694,452</u>	<u>127,031</u>	<u>47,130</u>
Excess (deficiency) of revenues over (under) expenditures	<u>51,115</u>	<u>261,375</u>	<u>18,059</u>	<u>(5,135)</u>
Other financing sources (uses)				
Transfers from other funds	-	-	-	-
Transfers to other funds	(63,000)	(158,738)	-	-
Total other financing sources (uses)	<u>(63,000)</u>	<u>(158,738)</u>	<u>-</u>	<u>-</u>
Net change in fund balances	<u>(11,885)</u>	<u>102,637</u>	<u>18,059</u>	<u>(5,135)</u>
Fund balances, beginning of year	<u>16,061</u>	<u>206,319</u>	<u>101,541</u>	<u>47,726</u>
Fund balances, end of period	<u>\$ 4,176</u>	<u>\$ 308,956</u>	<u>\$ 119,600</u>	<u>\$ 42,591</u>

Register of Deeds Technology	Fire District Operating	Fire District Research and Development	Township Dissolution	Totals
\$ -	\$ 15,553,473	\$ -	\$ -	\$ 38,186,130
-	-	-	-	2,578,032
-	-	-	-	83,678
-	-	-	-	7,753,361
591,738	377,732	-	-	19,931,152
578	4,675	34	-	5,484
-	6,035	-	-	68,625
-	175,189	3,663	-	459,053
592,316	16,117,104	3,697	-	69,065,515
1,067,097	-	-	-	4,761,549
-	14,699,418	24,298	-	35,205,996
-	-	-	-	12,746,574
-	-	-	-	6,022,882
-	-	-	-	169
-	-	-	-	7,027,579
-	594,696	-	-	594,696
-	110,371	-	-	110,371
1,067,097	15,404,485	24,298	-	66,469,816
(474,781)	712,619	(20,601)	-	2,595,699
-	-	-	-	-
-	(151,027)	-	-	(1,309,443)
-	(151,027)	-	-	(1,309,443)
(474,781)	561,592	(20,601)	-	1,286,256
1,451,601	2,515,368	58,818	192,537	18,857,038
\$ 976,820	\$ 3,076,960	\$ 38,217	\$ 192,537	\$ 20,143,294

SEDGWICK COUNTY, KANSAS

Combining Statement of Revenues, Expenditures and Changes in Fund Balances (Deficits) Nonmajor Capital Projects Funds For the Year Ended December 31, 2011

	Building and Equipment	Street, Bridge and Other	Sales Tax Road and Bridge	Road and Bridge Equipment
Revenues				
Special assessments	\$ -	\$ 371,622	\$ -	\$ -
Other revenue	32,706	-	89,974	-
Intergovernmental	136,657	-	312,735	-
Total revenues	<u>169,363</u>	<u>371,622</u>	<u>402,709</u>	<u>-</u>
Expenditures				
Capital outlay	5,902,507	4,025,251	4,791,140	15,581
Total expenditures	<u>5,902,507</u>	<u>4,025,251</u>	<u>4,791,140</u>	<u>15,581</u>
(Deficiency) of revenues (under) expenditures	<u>(5,733,144)</u>	<u>(3,653,629)</u>	<u>(4,388,431)</u>	<u>(15,581)</u>
Other financing sources (uses)				
Transfers from other funds	3,958,666	4,118,473	10,799,319	70,000
Transfers to other funds	-	-	-	-
Proceeds from capital lease	-	-	-	-
Total other financing sources (uses)	<u>3,958,666</u>	<u>4,118,473</u>	<u>10,799,319</u>	<u>70,000</u>
Net change in fund balances	<u>(1,774,478)</u>	<u>464,844</u>	<u>6,410,888</u>	<u>54,419</u>
Fund balances (deficits), beginning of year	<u>(169,027)</u>	<u>(528,001)</u>	<u>8,975,864</u>	<u>101,136</u>
Fund balances (deficits), end of period	<u><u>\$ (1,943,505)</u></u>	<u><u>\$ (63,157)</u></u>	<u><u>\$ 15,386,752</u></u>	<u><u>\$ 155,555</u></u>

Highway Improvement	Capital Improvements	Equipment Reserve	Fire District Special Equipment	Totals
\$ -	\$ -	\$ -	\$ -	\$ 371,622
-	88,741	-	2,111	213,532
-	-	-	-	449,392
-	88,741	-	2,111	1,034,546
-	7,682,049	2,296,760	1,369,346	26,082,634
-	7,682,049	2,296,760	1,369,346	26,082,634
-	(7,593,308)	(2,296,760)	(1,367,235)	(25,048,088)
-	2,918,419	1,325,916	151,028	23,341,821
-	(1,120,130)	-	-	(1,120,130)
-	-	-	1,272,775	1,272,775
-	1,798,289	1,325,916	1,423,803	23,494,466
-	(5,795,019)	(970,844)	56,568	(1,553,622)
42,163	15,073,675	9,495,979	582,421	33,574,210
<u>\$ 42,163</u>	<u>\$ 9,278,656</u>	<u>\$ 8,525,135</u>	<u>\$ 638,989</u>	<u>\$ 32,020,588</u>

SEDGWICK COUNTY, KANSAS

Schedule of Budgetary Accounts Budget and Actual - Budgetary Basis (Non-GAAP)

Special Revenue Fund: Wichita State University Program Development
For the year ended December 31, 2011

	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget Positive/ (Negative)
Revenues				
Taxes	\$ 7,013,979	\$ 7,013,979	\$ 7,027,579	\$ 13,600
Charges for services	-	-	-	-
Other	324,587	324,587	-	(324,587)
Total revenues	<u>7,338,566</u>	<u>7,338,566</u>	<u>7,027,579</u>	<u>(310,987)</u>
Expenditures				
Current:				
Contractual services	<u>7,338,566</u>	<u>7,338,566</u>	<u>7,027,579</u>	<u>310,987</u>
Total expenditures	<u>7,338,566</u>	<u>7,338,566</u>	<u>7,027,579</u>	<u>310,987</u>
Revenues over (under) expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balances	-	-	-	-
Fund balances, beginning of year	<u>-</u>	<u>-</u>	<u>9,500</u>	<u>9,500</u>
Fund balances, end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 9,500</u>	<u>\$ 9,500</u>

SEDGWICK COUNTY, KANSAS

Schedule of Budgetary Accounts Budget and Actual - Budgetary Basis (Non-GAAP)

Special Revenue Fund: Comprehensive Community Care
For the year ended December 31, 2011

	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget Positive/ (Negative)
Revenues				
Taxes	\$ 3,264,957	\$ 3,264,957	\$ 3,280,856	\$ 15,899
Intergovernmental	348,890	348,890	436,113	87,223
Reimbursed expenditures	-	-	80	80
Other	-	-	-	-
Total revenues	<u>3,613,847</u>	<u>3,613,847</u>	<u>3,717,049</u>	<u>103,202</u>
Expenditures				
Current:				
Personnel services	2,342,815	2,198,847	2,029,509	169,338
Contractual services	1,455,410	1,455,410	1,357,361	98,049
Commodities	117,572	117,572	116,543	1,029
Capital outlay	-	-	-	-
Total expenditures	<u>3,915,797</u>	<u>3,771,829</u>	<u>3,503,413</u>	<u>268,416</u>
Revenues over (under) expenditures	<u>(301,950)</u>	<u>(157,982)</u>	<u>213,636</u>	<u>371,618</u>
Net change in fund balances	(301,950)	(157,982)	213,636	371,618
Fund balances, beginning of year	<u>301,950</u>	<u>301,950</u>	<u>659,915</u>	<u>357,965</u>
Fund balances, end of year	<u>\$ -</u>	<u>\$ 143,968</u>	<u>\$ 873,551</u>	<u>\$ 729,583</u>

SEDGWICK COUNTY, KANSAS

Schedule of Budgetary Accounts Budget and Actual - Budgetary Basis (Non-GAAP)

Special Revenue Fund: Emergency Medical Services For the year ended December 31, 2011

	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget Positive/ (Negative)
Revenues				
Taxes	\$ 3,469,272	\$ 3,469,272	\$ 3,444,318	\$ (24,954)
Charges for services	11,005,565	11,005,565	12,401,246	1,395,681
Reimbursed expenditures	439	439	93	(346)
Other	8,038	8,038	2,510	(5,528)
Total revenues	<u>14,483,314</u>	<u>14,483,314</u>	<u>15,848,167</u>	<u>1,364,853</u>
Expenditures				
Current:				
Personnel services	13,309,825	13,289,930	12,524,509	765,421
Contractual services	2,923,771	2,933,666	2,928,467	5,199
Commodities	989,060	999,060	971,443	27,617
Capital outlay	187,000	24,271	-	24,271
Total expenditures	<u>17,409,656</u>	<u>17,246,927</u>	<u>16,424,419</u>	<u>822,508</u>
Revenues over (under) expenditures	<u>(2,926,342)</u>	<u>(2,763,613)</u>	<u>(576,252)</u>	<u>2,187,361</u>
Other financing (uses)				
Transfers from other funds	-	-	-	-
Transfers to other funds	-	(162,729)	(162,729)	-
Total other financing (uses)	<u>-</u>	<u>(162,729)</u>	<u>(162,729)</u>	<u>-</u>
Net change in fund balances	(2,926,342)	(2,926,342)	(738,981)	2,187,361
Fund balances, beginning of year	<u>2,926,342</u>	<u>2,926,342</u>	<u>5,997,178</u>	<u>3,070,836</u>
Fund balances, end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 5,258,197</u>	<u>\$ 5,258,197</u>

SEDGWICK COUNTY, KANSAS

Schedule of Budgetary Accounts Budget and Actual - Budgetary Basis (Non-GAAP)

Special Revenue Fund: Aging Services
For the year ended December 31, 2011

	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget Positive/ (Negative)
Revenues				
Taxes	\$ 2,811,899	\$ 2,811,899	\$ 2,817,533	\$ 5,634
Intergovernmental	4,032	4,032	-	(4,032)
Reimbursed expenditures	-	-	-	-
Other	-	-	57	57
Total revenues	<u>2,815,931</u>	<u>2,815,931</u>	<u>2,817,590</u>	<u>1,659</u>
Expenditures				
Current:				
Personnel services	715,171	736,197	735,855	342
Contractual services	1,964,052	1,943,026	1,942,121	905
Commodities	6,379	6,379	6,378	1
Total expenditures	<u>2,685,602</u>	<u>2,685,602</u>	<u>2,684,354</u>	<u>1,248</u>
Revenues over (under) expenditures	<u>130,329</u>	<u>130,329</u>	<u>133,236</u>	<u>2,907</u>
Other financing (uses)				
Transfers to other funds	(176,387)	(176,387)	(176,387)	-
Total other financing (uses)	<u>(176,387)</u>	<u>(176,387)</u>	<u>(176,387)</u>	<u>-</u>
Net change in fund balances	(46,058)	(46,058)	(43,151)	2,907
Fund balances, beginning of year	<u>46,058</u>	<u>46,058</u>	<u>226,366</u>	<u>180,308</u>
Fund balances, end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 183,215</u>	<u>\$ 183,215</u>

SEDGWICK COUNTY, KANSAS

Schedule of Budgetary Accounts Budget and Actual - Budgetary Basis (Non-GAAP)

Special Revenue Fund: Public Works Highways
For the year ended December 31, 2011

	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget Positive/ (Negative)
Revenues				
Taxes	\$ 5,683,776	\$ 5,683,776	\$ 5,649,981	\$ (33,795)
Intergovernmental	4,868,380	4,868,380	4,917,496	49,116
Charges for services	24,553	24,553	5,290	(19,263)
Licenses and permits	6,498	6,498	4,875	(1,623)
Reimbursed expenditures	8,711	8,711	11,473	2,762
Other	12,370	12,370	5,985	(6,385)
Total revenues	10,604,288	10,604,288	10,595,100	(9,188)
Expenditures				
Current:				
Personnel services	7,230,513	7,198,513	6,880,359	318,154
Contractual services	3,929,664	4,179,528	4,135,419	44,109
Commodities	594,206	306,342	214,439	91,903
Capital outlay	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
Total expenditures	11,754,383	11,684,383	11,230,217	454,166
Revenues over (under) expenditures	(1,150,095)	(1,080,095)	(635,117)	444,978
Other financing sources (uses)				
Transfers from other funds	-	-	-	-
Transfers to other funds	-	(70,000)	(70,000)	-
Total other financing sources (uses)	-	(70,000)	(70,000)	-
Net change in fund balances	(1,150,095)	(1,150,095)	(705,117)	444,978
Fund balances, beginning of year	1,150,095	1,150,095	2,843,668	1,693,573
Fund balances, end of year	\$ -	\$ -	\$ 2,138,551	\$ 2,138,551

SEDGWICK COUNTY, KANSAS

Schedule of Budgetary Accounts Budget and Actual - Budgetary Basis (Non-GAAP)

Special Revenue Fund: Noxious Weeds
For the year ended December 31, 2011

	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget Positive/ (Negative)
Revenues				
Taxes	\$ 410,829	\$ 410,829	\$ 412,390	\$ 1,561
Charges for services	71,123	71,123	41,810	(29,313)
Other	-	-	-	-
Total revenues	<u>481,952</u>	<u>481,952</u>	<u>454,200</u>	<u>(27,752)</u>
Expenditures				
Current:				
Personnel services	306,006	307,996	304,817	3,179
Contractual services	90,400	104,345	102,848	1,497
Commodities	100,162	84,227	79,809	4,418
Capital outlay	-	-	-	-
Total expenditures	<u>496,568</u>	<u>496,568</u>	<u>487,474</u>	<u>9,094</u>
Revenues over (under) expenditures	<u>(14,616)</u>	<u>(14,616)</u>	<u>(33,274)</u>	<u>(18,658)</u>
Other financing sources (uses)				
Transfers from other funds	-	-	-	-
Net change in fund balances	(14,616)	(14,616)	(33,274)	(18,658)
Fund balances, beginning of year	<u>14,616</u>	<u>14,616</u>	<u>52,109</u>	<u>37,493</u>
Fund balances, end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 18,835</u>	<u>\$ 18,835</u>

SEDGWICK COUNTY, KANSAS

Schedule of Budgetary Accounts Budget and Actual - Budgetary Basis (Non-GAAP)

Special Revenue Fund: Solid Waste For the year ended December 31, 2011

	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget Positive/ (Negative)
Revenues				
Charges for services	\$ 1,512,182	\$ 1,512,182	\$ 1,506,964	\$ (5,218)
Licenses and permits	57,281	57,281	57,715	434
Reimbursed expenditures	1,131	1,131	-	(1,131)
Other	-	-	-	-
Total revenues	<u>1,570,594</u>	<u>1,570,594</u>	<u>1,564,679</u>	<u>(5,915)</u>
Expenditures				
Current:				
Personnel services	728,614	728,614	643,333	85,281
Contractual services	1,328,970	1,328,970	596,793	732,177
Commodities	50,986	50,985	37,106	13,879
Capital outlay	-	-	-	-
Total expenditures	<u>2,108,570</u>	<u>2,108,569</u>	<u>1,277,232</u>	<u>831,337</u>
Revenues over (under) expenditures	<u>(537,976)</u>	<u>(537,975)</u>	<u>287,447</u>	<u>825,422</u>
Other financing (uses)				
Transfers to other funds	(79,627)	(79,628)	(79,626)	2
Total other financing (uses)	<u>(79,627)</u>	<u>(79,628)</u>	<u>(79,626)</u>	<u>2</u>
Net change in fund balances	(617,603)	(617,603)	207,821	825,424
Fund balances, beginning of year	<u>617,603</u>	<u>617,603</u>	<u>714,388</u>	<u>96,785</u>
Fund balances, end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 922,209</u>	<u>\$ 922,209</u>

SEDGWICK COUNTY, KANSAS

Schedule of Budgetary Accounts Budget and Actual - Budgetary Basis (Non-GAAP)

Special Revenue Fund: Special Parks and Recreation For the year ended December 31, 2011

	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget Positive/ (Negative)
Revenues				
Taxes	\$ 47,846	\$ 47,846	\$ 32,300	\$ (15,546)
Other	-	-	-	-
Total revenues	47,846	47,846	32,300	(15,546)
Expenditures				
Current:				
Personnel services	-	-	-	-
Contractual services	169	169	169	-
Commodities	-	-	(84)	84
Capital outlay	-	-	-	-
Total expenditures	169	169	85	84
Revenues over (under) expenditures	47,677	47,677	32,215	(15,462)
Other financing (uses)				
Transfers to other funds	(47,677)	(47,677)	(32,131)	(15,546)
Total other financing (uses)	(47,677)	(47,677)	(32,131)	(15,546)
Net change in fund balances	-	-	84	84
Fund balances, beginning of year	-	-	5,917	5,917
Fund balances, end of year	\$ -	\$ -	\$ 6,001	\$ 6,001

SEDGWICK COUNTY, KANSAS

Schedule of Budgetary Accounts Budget and Actual - Budgetary Basis (Non-GAAP)

Special Revenue Fund: Emergency Telephone Services For the year ended December 31, 2011

	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget Positive/ (Negative)
Revenues				
Taxes	\$ 2,734,668	\$ 2,734,668	\$ 2,578,032	\$ (156,636)
Charges for services	-	-	-	-
Uses of money and property	996	996	197	(799)
Reimbursed expenditures	-	-	-	-
Other	-	-	1,980	1,980
Total revenues	<u>2,735,664</u>	<u>2,735,664</u>	<u>2,580,209</u>	<u>(155,455)</u>
Expenditures				
Current:				
Contractual services	1,856,359	1,914,084	1,159,157	754,927
Commodities	71,500	109,055	98,722	10,333
Capital outlay	392,000	296,720	203,785	92,935
Total expenditures	<u>2,319,859</u>	<u>2,319,859</u>	<u>1,461,664</u>	<u>858,195</u>
Revenues over (under) expenditures	<u>415,805</u>	<u>415,805</u>	<u>1,118,545</u>	<u>702,740</u>
Other financing (uses)				
Transfers to other funds	(415,805)	(415,805)	(415,805)	-
Total other financing (uses)	<u>(415,805)</u>	<u>(415,805)</u>	<u>(415,805)</u>	<u>-</u>
Net change in fund balances	-	-	702,740	702,740
Fund balances, beginning of year	-	-	1,034,379	1,034,379
Fund balances, end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,737,119</u>	<u>\$ 1,737,119</u>

SEDGWICK COUNTY, KANSAS

Schedule of Budgetary Accounts Budget and Actual - Budgetary Basis (Non-GAAP)

Special Revenue Fund: Special Alcohol and Drug Programs
For the year ended December 31, 2011

	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget Positive/ (Negative)
Revenues				
Taxes	\$ 68,721	\$ 68,721	\$ 51,378	\$ (17,343)
Reimbursed expenditures	-	-	-	-
Total revenues	68,721	68,721	51,378	(17,343)
Expenditures				
Current:				
Contractual services	263	263	263	-
Total expenditures	263	263	263	-
Revenues over (under) expenditures	68,458	68,458	51,115	(17,343)
Other financing (uses)				
Transfers to other funds	(68,458)	(68,458)	(63,000)	5,458
Total other financing (uses)	(68,458)	(68,458)	(63,000)	5,458
Net change in fund balances	-	-	(11,885)	(11,885)
Fund balances, beginning of year	-	-	16,061	16,061
Fund balances, end of year	\$ -	\$ -	\$ 4,176	\$ 4,176

SEDGWICK COUNTY, KANSAS

Schedule of Budgetary Accounts Budget and Actual - Budgetary Basis (Non-GAAP)

Special Revenue Fund: Fire District Operating
For the year ended December 31, 2011

	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget Positive/ (Negative)
Revenues				
Taxes	\$ 15,465,368	\$ 15,465,368	\$ 15,553,473	\$ 88,105
Intergovernmental	9,000	9,000	-	(9,000)
Charges for services	169,628	169,628	377,732	208,104
Uses of money and property	17,687	17,687	4,675	(13,012)
Licenses and permits	7,839	7,839	6,035	(1,804)
Reimbursed expenditures	1,182	1,182	1,643	461
Other	34,637	34,637	173,546	138,909
Total revenues	15,705,341	15,705,341	16,117,104	411,763
Expenditures				
Current:				
Personnel services	13,736,711	13,757,739	13,501,664	256,075
Contractual services	1,177,259	1,156,231	1,060,386	95,845
Commodities	723,033	720,033	681,693	38,340
Capital outlay	148,247	219	-	219
Debt service:				
Principal	738,974	738,974	594,696	144,278
Interest	140,757	140,757	110,371	30,386
Total expenditures	16,664,981	16,513,953	15,948,810	565,143
Revenues over (under) expenditures	(959,640)	(808,612)	168,294	976,906
Other financing sources (uses)				
Transfers from other funds	-	-	-	-
Transfers to other funds	-	(151,028)	(151,028)	-
Total other financing sources (uses)	-	(151,028)	(151,028)	-
Net change in fund balances	(959,640)	(959,640)	17,266	976,906
Fund balances, beginning of year	959,640	959,640	3,078,650	2,119,010
Fund balances, end of year	\$ -	\$ -	\$ 3,095,916	\$ 3,095,916

SEDGWICK COUNTY, KANSAS

Schedule of Budgetary Accounts Budget and Actual - Budgetary Basis (Non-GAAP)

Debt Service Fund: County Bond and Interest For the year ended December 31, 2011

	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget Positive/ (Negative)
Revenues				
Taxes	\$ 14,891,731	\$ 14,217,244	\$ 14,209,485	\$ (7,759)
Intergovernmental	127,992	127,992	179,071	51,079
Charges for services	882,483	882,483	1,284,000	401,517
Uses of money and property	-	-	5,998	5,998
Total revenues	15,902,206	15,227,719	15,678,554	450,835
Expenditures				
Current:				
Contractual services	10,510	18,748	18,748	-
Debt service:				
Principal	13,407,692	13,402,337	13,160,000	242,337
Loan Principal	324,082	323,917	316,461	7,456
Interest and fiscal charges	6,751,452	6,748,734	6,625,701	123,033
Total expenditures	20,493,736	20,493,736	20,120,910	372,826
Revenues over (under) expenditures	(4,591,530)	(5,266,017)	(4,442,356)	823,661
Other financing sources				
Transfers from other funds	2,092,998	2,092,998	2,092,997	(1)
Total other financing sources	2,092,998	2,092,998	2,092,997	(1)
Net change in fund balances	(2,498,532)	(3,173,019)	(2,349,359)	823,660
Fund balances, beginning of year	2,498,532	2,498,532	3,386,990	888,458
Fund balances, end of year	\$ -	\$ (674,487)	\$ 1,037,631	\$ 1,712,118

SEDGWICK COUNTY, KANSAS

Schedule of Budgetary Accounts Budget and Actual - Budgetary Basis (Non-GAAP)

Debt Service Fund: Fire District Bond and Interest
For the year ended December 31, 2011

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive/ (Negative)
	Original	Final		
Revenues				
Taxes	\$ -	\$ -	\$ 2	\$ 2
Total revenues	-	-	2	2
Revenues over (under) expenditures	-	-	2	2
Net change in fund balances	-	-	2	2
Fund balances, beginning of year	-	-	25,786	25,786
Fund balances, end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 25,788</u>	<u>\$ 25,788</u>

2011 Sedgwick County Comprehensive Annual Financial Report



ENTERPRISE FUNDS

Enterprise funds are used to account for operations that are financed and operated in a manner similar to private business enterprises. The fund measurement focus is based upon determination of net income, financial position and changes in financial position. Sedgwick County reports a single Enterprise Fund and additional information is presented in this section regarding the subfunds.

Pavilions/Arena Fund
Kansas Pavilions Subfund
Downtown Arena Subfund



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SEDGWICK COUNTY, KANSAS

Combining Schedule of Net Assets **Pavilions/Arena Fund** **December 31, 2011**

	Kansas Pavilions Subfund	Downtown Arena Subfund	Totals Pavilions/Arena Fund
Assets			
Current assets:			
Cash, including investments	\$ 18,249	\$ 52,459	\$ 70,708
Accounts receivable, net	23,358	145,000	168,358
Total current assets	41,607	197,459	239,066
Restricted assets:			
Cash, including investments	-	11,631,039	11,631,039
Total restricted assets	-	11,631,039	11,631,039
Noncurrent assets:			
Capital assets:			
Land	1,514,844	13,411,678	14,926,522
Buildings and improvements	1,115,408	160,867,105	161,982,513
Machinery and equipment	-	5,743,100	5,743,100
Construction in progress	-	1,513,802	1,513,802
Less accumulated depreciation	(422,163)	(10,603,867)	(11,026,030)
Total capital assets (net of accumulated depreciation)	2,208,089	170,931,818	173,139,907
Total assets	\$ 2,249,696	\$ 182,760,316	\$ 185,010,012
Liabilities			
Current liabilities:			
Accounts payable and accrued expenses	\$ 72,494	\$ -	\$ 72,494
Total liabilities	72,494	-	72,494
Net Assets			
Invested in capital assets	2,208,089	170,931,818	173,139,907
Restricted for capital improvements and operations	-	11,631,039	11,631,039
Unrestricted	(30,887)	197,459	166,572
Total net assets	2,177,202	182,760,316	184,937,518
Total liabilities and net assets	\$ 2,249,696	\$ 182,760,316	\$ 185,010,012

SEDGWICK COUNTY, KANSAS

Combining Schedule of Revenues, Expenses, and Changes in Fund Net Assets

Pavilions/Arena Fund

For the Year Ended December 31, 2011

	Kansas Pavilions Subfund	Downtown Arena Subfund	Totals Pavilions/Arena Fund
Operating revenues			
Charges for services	\$ 616,074	\$ 1,116,300	\$ 1,732,374
Other revenue	23,088	184,400	207,488
Total operating revenues	<u>639,162</u>	<u>1,300,700</u>	<u>1,939,862</u>
Operating expenses			
Salaries and benefits	566,839	-	566,839
Contractual services	423,618	1,701,602	2,125,220
Utilities	198,130	-	198,130
Supplies and fuel	202,687	-	202,687
Administrative charges	84,334	-	84,334
Depreciation expense	394,679	5,237,242	5,631,921
Other expenses	120	14,509	14,629
Total operating expenses	<u>1,870,407</u>	<u>6,953,353</u>	<u>8,823,760</u>
Operating (loss)	<u>(1,231,245)</u>	<u>(5,652,653)</u>	<u>(6,883,898)</u>
Nonoperating revenues			
Impairment of assets	(5,399,641)	-	(5,399,641)
Proceeds from disposal of assets	-	(24,787)	(24,787)
Total nonoperating revenues	<u>(5,399,641)</u>	<u>(24,787)</u>	<u>(5,424,428)</u>
Income (loss) before transfers	(6,630,886)	(5,677,440)	(12,308,326)
Transfers			
Transfers from other funds	1,003,105	-	1,003,105
Transfers to other funds	-	(1,003,105)	(1,003,105)
Change in net assets	(5,627,781)	(6,680,545)	(12,308,326)
Total net assets, beginning of year	<u>7,804,983</u>	<u>189,440,861</u>	<u>197,245,844</u>
Total net assets, end of period	<u>\$ 2,177,202</u>	<u>\$ 182,760,316</u>	<u>\$ 184,937,518</u>



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2011 *Sedgwick County* Comprehensive Annual Financial Report



INTERNAL SERVICE FUNDS

Internal Service Funds are used to account for the financing and administration of general services provided to various departments of the County.

Fleet Management - provides and maintains vehicles and equipment for County departments.

Health/Dental/Life Insurance Reserve - provides for the payment of claims, judgments and expenses for health care and dental services.

Workers' Compensation Reserve - provides for the payment of workers' compensation claims and related costs.

Risk Management Reserve - provides the County reimbursement for insurable losses not otherwise insured.



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SEDGWICK COUNTY, KANSAS

Combining Balance Sheet Internal Service Funds December 31, 2011

	Fleet Management	Health/Dental/ Life Insurance Reserve	Workers' Compensation Reserve
Assets			
Current assets:			
Cash, including investments	\$ 7,019,363	\$ 4,696,468	\$ 3,068,841
Inventories, at cost	459,252	-	-
Total current assets	7,478,615	4,696,468	3,068,841
Noncurrent assets:			
Capital assets:			
Buildings and improvements	8,303,571	-	-
Machinery and equipment	28,235,506	-	-
Less accumulated depreciation	(21,381,448)	-	-
Total capital assets (net of accumulated depreciation)	15,157,629	-	-
Total assets	\$ 22,636,244	\$ 4,696,468	\$ 3,068,841
Liabilities			
Current liabilities:			
Accounts payable and accrued expenses	\$ 1,097,381	\$ 159,878	\$ 37,360
Estimated claims costs payable	-	-	890,019
Total current liabilities	1,097,381	159,878	927,379
Noncurrent liabilities:			
Estimated claims costs payable	-	-	405,846
Total liabilities	1,097,381	159,878	1,333,225
Net assets			
Invested in capital assets	15,157,629	-	-
Unrestricted	6,381,234	4,536,590	1,735,616
Total net assets	21,538,863	4,536,590	1,735,616
Total liabilities and net assets	\$ 22,636,244	\$ 4,696,468	\$ 3,068,841

Risk Management Reserve	Totals
\$ 2,438,077	\$ 17,222,749
-	459,252
<u>2,438,077</u>	<u>17,682,001</u>

-	8,303,571
41,765	28,277,271
<u>(9,745)</u>	<u>(21,391,193)</u>
<u>32,020</u>	<u>15,189,649</u>
<u>\$ 2,470,097</u>	<u>\$ 32,871,650</u>

\$ 7,162	\$ 1,301,781
-	890,019
<u>7,162</u>	<u>2,191,800</u>

-	405,846
<u>7,162</u>	<u>2,597,646</u>

32,020	15,189,649
<u>2,430,915</u>	<u>15,084,355</u>
<u>2,462,935</u>	<u>30,274,004</u>
<u>\$ 2,470,097</u>	<u>\$ 32,871,650</u>

SEDGWICK COUNTY, KANSAS

Combining Statement of Revenues, Expenses, and Changes in Fund Net Assets Internal Service Funds

For the Year Ended December 31, 2011

	Fleet Management	Health/Dental/ Life Insurance Reserve	Workers' Compensation Reserve
Operating revenues:			
Charges for services	\$ 7,997,990	\$ 28,445,822	\$ 2,058,948
Other revenue	318,934	16,516	33,512
Total operating revenues	<u>8,316,924</u>	<u>28,462,338</u>	<u>2,092,460</u>
Operating expenses:			
Salaries and benefits	1,174,983	131,342	327,331
Contractual services	311,964	14,515	158,781
Utilities	67,971	-	-
Supplies and fuel	3,548,501	-	-
Administrative charges	110,309	-	-
Depreciation	3,098,330	-	-
Claims expense	-	28,084,270	884,321
Other	48,080	-	-
Total operating expenses	<u>8,360,138</u>	<u>28,230,127</u>	<u>1,370,433</u>
Operating income (loss)	<u>(43,214)</u>	<u>232,211</u>	<u>722,027</u>
Nonoperating revenues:			
Investment income	-	2,974	1,636
Gain (loss) on sale of assets	932,683	-	-
Total nonoperating revenues	<u>932,683</u>	<u>2,974</u>	<u>1,636</u>
Income (loss) before transfers	889,469	235,185	723,663
Transfers			
Transfers from other funds	-	-	-
Transfers to other funds	<u>(488,187)</u>	<u>-</u>	<u>-</u>
Change in net assets	401,282	235,185	723,663
Net assets, beginning of year	<u>21,137,581</u>	<u>4,301,405</u>	<u>1,011,953</u>
Net assets, end of period	<u>\$ 21,538,863</u>	<u>\$ 4,536,590</u>	<u>\$ 1,735,616</u>

Risk Management Reserve	Totals
\$ 79,482	\$ 38,582,242
-	368,962
79,482	38,951,204
200,534	1,834,190
595,684	1,080,944
-	67,971
13,097	3,561,598
-	110,309
8,353	3,106,683
100,905	29,069,496
76,303	124,383
994,876	38,955,574
(915,394)	(4,370)
1,133	5,743
-	932,683
1,133	938,426
(914,261)	934,056
1,061,118	1,061,118
-	(488,187)
146,857	1,506,987
2,316,078	28,767,017
\$ 2,462,935	\$ 30,274,004

SEDGWICK COUNTY, KANSAS

Combining Statement of Cash Flows Internal Service Funds For the year ended December 31, 2011

	Fleet Management	Health/Dental/ Life Insurance Reserve	Workers' Compensation Reserve
Cash flows from operating activities			
Receipts from customers and users	\$ 8,318,213	\$ 28,445,822	\$ 2,058,948
Other operating revenues	-	16,516	33,512
Payments to suppliers for goods and services	(3,615,513)	(28,077,593)	(1,359,846)
Payments to employees for services	(1,174,983)	(131,342)	(327,331)
Net cash provided by (used in) operating activities	<u>3,527,717</u>	<u>253,403</u>	<u>405,283</u>
Cash flows from noncapital financing activities			
Transfers from other funds	-	-	-
Transfers to other funds	(488,187)	-	-
Net cash provided (used in) noncapital financing activities	<u>(488,187)</u>	<u>-</u>	<u>-</u>
Cash flows from capital and related financing activities			
Proceeds on disposal of capital assets	942,410	-	-
Purchases of capital assets	(4,762,505)	-	-
Net cash provided by (used in) capital and related financing activities	<u>(3,820,095)</u>	<u>-</u>	<u>-</u>
Cash flows from investing activities			
Interest on investments	-	2,974	1,636
Net cash provided by investing activities	<u>-</u>	<u>2,974</u>	<u>1,636</u>
Net increase (decrease) in cash and cash equivalents	(780,565)	256,377	406,919
Cash and cash equivalents, beginning of year	7,799,928	4,440,091	2,661,922
Cash and cash equivalents, end of year	<u>\$ 7,019,363</u>	<u>\$ 4,696,468</u>	<u>\$ 3,068,841</u>
Reconciliation of operating income (loss) to net cash provided by (used in) operating activities			
Operating income (loss)	\$ (43,214)	\$ 232,211	\$ 722,027
Adjustments to reconcile operating income (loss) to net cash provided by (used in) operating activities:			
Depreciation expense	3,098,330	-	-
(Increase) in accounts receivable	1,289	-	-
(Increase) in inventories	30,427	-	-
Increase (decrease) in accounts payable	440,885	21,192	4,876
Increase (decrease) in estimated claims payable	-	-	(321,620)
Total adjustments	<u>3,570,931</u>	<u>21,192</u>	<u>(316,744)</u>
Net cash provided by (used in) operating activities	<u>\$ 3,527,717</u>	<u>\$ 253,403</u>	<u>\$ 405,283</u>

Risk Management Reserve	Totals
\$ 79,482	\$ 38,902,465
-	50,028
(790,687)	(33,843,639)
(200,534)	(1,834,190)
<u>(911,739)</u>	<u>3,274,664</u>
1,061,118	1,061,118
-	(488,187)
<u>1,061,118</u>	<u>572,931</u>
-	942,410
-	(4,762,505)
-	(3,820,095)
1,133	5,743
<u>1,133</u>	<u>5,743</u>
150,512	33,243
<u>2,287,565</u>	<u>17,189,506</u>
<u>\$ 2,438,077</u>	<u>\$ 17,222,749</u>
<u>\$ (915,394)</u>	<u>\$ (4,370)</u>
8,353	3,106,683
-	1,289
-	30,427
(4,698)	462,255
-	(321,620)
<u>3,655</u>	<u>3,279,034</u>
<u>\$ (911,739)</u>	<u>\$ 3,274,664</u>



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2011 Sedgwick County Comprehensive Annual Financial Report



AGENCY FUNDS

Agency Funds account for resources received and held by the County as agent which are to be expended as directed by the party for which the County is acting as agent.

Tax Collection/Distribution Accounts
Clearing/Other Fee Collections



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SEDGWICK COUNTY, KANSAS

Combining Statement of Changes in Assets and Liabilities All Agency Funds For the Year Ended December 31, 2011

	Balance January 1, 2011	Additions	Deductions	Balance December 31, 2011
<u>TOTALS - ALL AGENCY FUNDS</u>				
Assets				
Cash	\$ 298,661,672	\$ 3,056,108,042	\$ (3,034,318,798)	\$ 320,450,916
Accounts receivable	449	-	-	449
Property tax levied	235,754,762	525,069,917	(545,239,842)	215,584,837
Total assets	<u>\$ 534,416,883</u>	<u>\$ 3,581,177,959</u>	<u>\$ (3,579,558,640)</u>	<u>\$ 536,036,202</u>
Liabilities				
Accrued liabilities	\$ 16,434,241	\$ 1,998,480,907	\$ (2,000,088,317)	\$ 14,826,831
Due to other governmental units	517,982,642	1,582,697,052	(1,579,470,323)	521,209,371
Total liabilities	<u>\$ 534,416,883</u>	<u>\$ 3,581,177,959</u>	<u>\$ (3,579,558,640)</u>	<u>\$ 536,036,202</u>
<u>TAX COLLECTION AND DISTRIBUTION ACCOUNTS</u>				
Assets				
Cash	\$ 282,227,880	\$ 1,057,627,135	\$ (1,034,230,481)	\$ 305,624,534
Property tax levied	235,754,762	525,069,917	(545,239,842)	215,584,837
Total assets	<u>\$ 517,982,642</u>	<u>\$ 1,582,697,052</u>	<u>\$ (1,579,470,323)</u>	<u>\$ 521,209,371</u>
Liabilities				
Due to other governmental units	<u>\$ 517,982,642</u>	<u>\$ 1,582,697,052</u>	<u>\$ (1,579,470,323)</u>	<u>\$ 521,209,371</u>
Total liabilities	<u>\$ 517,982,642</u>	<u>\$ 1,582,697,052</u>	<u>\$ (1,579,470,323)</u>	<u>\$ 521,209,371</u>
<u>CLEARING/OTHER FEE COLLECTIONS</u>				
Assets				
Cash	\$ 16,433,792	\$ 1,998,480,907	\$ (2,000,088,317)	\$ 14,826,382
Accounts receivable	449	-	-	449
Total assets	<u>\$ 16,434,241</u>	<u>\$ 1,998,480,907</u>	<u>\$ (2,000,088,317)</u>	<u>\$ 14,826,831</u>
Liabilities				
Accrued liabilities	<u>\$ 16,434,241</u>	<u>\$ 1,998,480,907</u>	<u>\$ (2,000,088,317)</u>	<u>\$ 14,826,831</u>
Total liabilities	<u>\$ 16,434,241</u>	<u>\$ 1,998,480,907</u>	<u>\$ (2,000,088,317)</u>	<u>\$ 14,826,831</u>



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2011 *Sedgwick County* Comprehensive Annual Financial Report



COMPONENT UNIT

The Sedgwick County Public Building Commission (SCPBC) is reported as a discretely presented component unit within the financial statements of Sedgwick County (the reporting entity) to emphasize its separate legal status. The SCPBC acquires and finances buildings or facilities for Sedgwick County or other local agencies.



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SEDGWICK COUNTY, KANSAS

Statement of Cash Flows Component Unit - Sedgwick County Public Building Commission For the Year Ended December 31, 2011

Cash flows from capital and related financing activities:

Received on direct financing lease	\$	7,956,988
Debt service - principal		(4,375,000)
Debt service - interest expense		(3,581,988)
Net cash used in capital and related financing activities		<u>-</u>
Net decrease in cash and cash equivalents		-
Cash and cash equivalents - beginning of the year		<u>-</u>
Cash and cash equivalents - end of the year	\$	<u><u>-</u></u>



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2011 *Sedgwick County* Comprehensive Annual Financial Report



STATISTICAL SECTION

The statistical section includes schedules showing ten-year financial trends as extracted from current and prior years' financial reports and other supplemental information relevant to the County. The statistical schedules reflect demographic and economic data, financial trends and the fiscal capacity of the County.



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SEDGWICK COUNTY, KANSAS

STATISTICAL SECTION

This part of Sedgwick County's Comprehensive Annual Financial Report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the County's overall financial health.

<u>Contents</u>	<u>Page</u>
Financial Trends <i>These schedules contain trend information to help the reader understand how the County's financial performance and well-being have changed over time.</i>	G - 2
Revenue Capacity <i>These schedules contain information to help the reader assess the County's most significant local revenue source, the property tax.</i>	G - 7
Debt Capacity <i>These schedules present information to help the reader assess the affordability of the County's current levels of outstanding debt and the County's ability to issue additional debt in the future.</i>	G - 11
Demographic and Economic Information <i>These schedules offer demographic and economic indicators to help the reader understand the environment within which the County's financial activities take place.</i>	G - 15
Operating Information <i>These schedules contain service and infrastructure data to help the reader understand how the information in the County's financial report relates to the services the County provides and the activities it performs.</i>	G - 17

Sources: Unless otherwise noted, the information in these schedules is derived from the comprehensive annual financial report for the relevant year.



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SEDGWICK COUNTY, KANSAS
NET ASSETS BY COMPONENT
Last Ten Fiscal Years
(Accrual Basis of Accounting)

	Fiscal Year									
	<u>2002</u>	<u>2003</u>	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>
Governmental activities										
Invested in capital assets, net of related debt	\$ 196,735,452	\$ 166,039,212	\$ 199,146,401	\$ 208,012,619	\$ 192,131,802	\$ 198,389,307	\$ 204,548,962	\$ 240,044,637	\$268,738,532	\$282,471,201
Restricted	45,438,250	96,685,495	87,933,415	106,459,311	97,202,499	103,756,016	150,861,408	129,664,044	93,119,058	61,027,411
Unrestricted	76,066,168	52,638,473	49,039,454	48,780,818	49,132,760	72,304,957	74,229,923	84,307,304	77,461,046	93,115,134
Total governmental activities net assets	<u>\$ 318,239,870</u>	<u>\$ 315,363,180</u>	<u>\$ 336,119,270</u>	<u>\$ 363,252,748</u>	<u>\$ 338,467,061</u>	<u>\$ 374,450,280</u>	<u>\$ 429,640,293</u>	<u>\$ 454,015,985</u>	<u>\$439,318,636</u>	<u>\$436,613,746</u>
Business-type activities										
Invested in capital assets, net of related debt	\$ 7,864,772	\$ 7,706,580	\$ 8,615,366	\$ 9,163,049	\$ 14,767,218	\$ 41,565,756	\$ 110,766,423	\$ 183,396,054	\$182,094,430	\$173,139,907
Restricted	-	-	-	36,869,001	113,402,445	171,294,796	101,769,649	21,188,982	13,780,015	11,631,039
Unrestricted	783,483	472,032	288,610	220,110	134,256	379,987	384,616	10,791	1,371,399	166,572
Total business-type activities net assets	<u>\$ 8,648,255</u>	<u>\$ 8,178,612</u>	<u>\$ 8,903,976</u>	<u>\$ 46,252,160</u>	<u>\$ 128,303,919</u>	<u>\$ 213,240,539</u>	<u>\$ 212,920,688</u>	<u>\$ 204,595,827</u>	<u>\$197,245,844</u>	<u>\$184,937,518</u>
Primary government										
Invested in capital assets, net of related debt	\$ 204,600,224	\$ 173,745,792	\$ 207,761,767	\$ 217,175,668	\$ 206,899,020	\$ 239,955,063	\$ 315,315,385	\$ 423,440,691	\$450,832,962	\$455,611,108
Restricted	45,438,250	96,685,495	87,933,415	143,328,312	210,604,944	275,050,812	252,631,057	150,853,026	106,899,073	72,658,450
Unrestricted	76,849,651	53,110,505	49,328,064	49,000,928	49,267,016	72,684,944	74,614,539	84,318,095	78,832,445	93,281,706
Total primary government net assets	<u>\$ 326,888,125</u>	<u>\$ 323,541,792</u>	<u>\$ 345,023,246</u>	<u>\$ 409,504,908</u>	<u>\$ 466,770,980</u>	<u>\$ 587,690,819</u>	<u>\$ 642,560,981</u>	<u>\$ 658,611,812</u>	<u>\$636,564,480</u>	<u>\$621,551,264</u>

Notes:

The County's 2008 net assets have been restated by \$12,605,321 to increase the value of capital assets in prior years.
Certain construction in progress costs for road, bridge and building improvements should have been recorded in prior years

SEDGWICK COUNTY, KANSAS
CHANGES IN NET ASSETS
Last Ten Fiscal Years
(Accrual Basis of Accounting)

	Fiscal Year									
	2002	2003	2004	2005	2006	2007	2008	2009	2010	2011
Expenses										
Governmental activities:										
General government	\$ 49,476,435	\$ 50,198,438	\$ 48,331,988	\$ 49,884,611	\$ 44,304,048	\$ 46,618,528	\$ 51,279,084	\$ 48,207,197	\$ 51,626,927	\$ 51,164,331
Public safety	82,167,365	86,161,021	90,329,891	94,875,022	116,403,399	122,371,034	126,348,632	134,712,863	143,056,732	136,614,471
Public works	18,717,784	29,331,078	23,710,531	15,462,330	24,948,572	21,920,559	21,171,258	26,918,844	30,471,325	28,598,830
Health and welfare	55,010,015	58,815,151	62,317,632	61,857,647	65,515,975	63,734,178	65,583,467	66,495,063	66,600,199	66,002,246
Culture and recreation	7,661,687	7,139,230	6,952,194	7,869,915	8,778,118	10,110,047	10,343,796	11,840,940	11,814,466	11,247,354
Economic development	11,719,936	12,896,137	14,279,223	12,247,263	14,302,864	11,156,066	17,607,805	12,626,170	16,466,134	14,981,790
Interest on long-term debt	6,069,027	3,920,879	6,072,591	5,900,048	5,868,171	6,315,457	5,439,606	6,934,908	7,113,384	7,078,866
Total governmental activities expenses	<u>230,822,249</u>	<u>248,461,934</u>	<u>251,994,050</u>	<u>248,096,836</u>	<u>280,121,147</u>	<u>282,225,869</u>	<u>297,773,648</u>	<u>307,735,985</u>	<u>327,149,167</u>	<u>315,687,888</u>
Business-type activities:										
Pavilions/Arena	3,300,402	3,572,280	2,997,603	2,981,789	2,936,214	3,097,901	3,407,526	3,707,728	6,933,493	8,823,760
Total business-type activities expenses	<u>3,300,402</u>	<u>3,572,280</u>	<u>2,997,603</u>	<u>2,981,789</u>	<u>2,936,214</u>	<u>3,097,901</u>	<u>3,407,526</u>	<u>3,707,728</u>	<u>6,933,493</u>	<u>8,823,760</u>
Total primary government expenses	<u>\$ 234,122,651</u>	<u>\$ 252,034,214</u>	<u>\$ 254,991,653</u>	<u>\$ 251,078,625</u>	<u>\$ 283,057,361</u>	<u>\$ 285,323,770</u>	<u>\$ 301,181,174</u>	<u>\$ 311,443,713</u>	<u>\$ 334,082,660</u>	<u>\$ 324,511,648</u>
Program Revenues										
Charges for services:										
General government	\$ 14,395,770	\$ 19,018,984	\$ 16,423,929	\$ 17,615,559	\$ 18,457,307	\$ 22,386,703	\$ 21,901,043	\$ 22,167,092	\$ 25,747,664	\$ 22,112,904
Public safety	15,226,982	15,432,238	14,239,648	14,836,964	18,755,303	19,807,231	24,960,511	20,626,141	17,371,731	24,791,564
Public works	1,349,820	1,974,186	1,038,116	1,393,981	1,232,909	1,335,895	1,275,836	1,345,707	3,235,017	1,838,058
Health and welfare	20,001,934	28,694,484	34,107,631	31,870,736	31,042,066	33,120,649	34,497,702	34,379,717	29,672,759	30,214,621
Culture and recreation	511,285	520,298	379,438	388,293	633,362	488,140	502,431	593,759	572,101	347,183
Economic development	895,885	723,044	911,998	606,056	76,210	1,793,518	90,778	5,310,076	52,172	70,094
Operating grants and contributions:										
General government	5,570,899	2,737,723	2,964,772	2,870,948	91,132	1,113,614	1,084,056	839,565	947,601	996,886
Public safety	13,056,847	15,539,593	13,005,593	12,265,843	12,526,097	14,904,521	17,621,937	18,136,629	17,971,430	17,612,533
Public works	5,917,140	6,375,111	11,688,318	7,785,059	7,142,161	5,614,317	5,796,503	5,933,226	5,778,017	5,251,826
Health and welfare	23,888,519	15,500,871	22,713,306	22,997,389	25,409,052	22,074,899	23,578,890	22,327,054	19,861,573	20,877,847
Culture and recreation	-	-	-	-	-	-	-	505,279	-	-
Economic development	1,716,835	1,886,253	1,945,840	1,613,765	2,595,006	1,621,763	2,163,177	5,318,201	6,867,203	2,274,887
Capital grants and contributions:										
Public works	3,654,922	504,727	1,821,302	2,810,309	2,734,262	1,964,342	1,275,875	447,927	2,131,839	-
Culture and recreation	-	-	-	-	-	-	4,808,892	1,089,882	415,799	-
Total governmental activities program revenues	<u>106,186,838</u>	<u>108,907,512</u>	<u>121,239,891</u>	<u>117,054,902</u>	<u>120,694,867</u>	<u>126,225,592</u>	<u>139,557,631</u>	<u>139,020,255</u>	<u>130,624,906</u>	<u>126,388,403</u>
Business-type activities:										
Charges for services:										
Pavilions/Arena	3,025,157	2,855,752	2,542,662	2,132,623	1,933,702	2,269,722	2,552,686	1,956,551	2,546,279	1,939,862
Total business-type activities program revenues	<u>3,025,157</u>	<u>2,855,752</u>	<u>2,542,662</u>	<u>2,132,623</u>	<u>1,933,702</u>	<u>2,269,722</u>	<u>2,552,686</u>	<u>1,956,551</u>	<u>2,546,279</u>	<u>1,939,862</u>
Total primary government program revenues	<u>\$ 109,211,995</u>	<u>\$ 111,763,264</u>	<u>\$ 123,782,553</u>	<u>\$ 119,187,525</u>	<u>\$ 122,628,569</u>	<u>\$ 128,495,314</u>	<u>\$ 142,110,317</u>	<u>\$ 140,976,806</u>	<u>\$ 133,171,185</u>	<u>\$ 128,328,265</u>
Net (Expense)/Revenue										
Governmental activities	\$ (124,635,411)	\$ (139,554,422)	\$ (130,754,159)	\$ (131,041,934)	\$ (159,426,280)	\$ (156,000,277)	\$ (158,216,017)	\$ (168,715,730)	\$ (196,524,261)	\$ (189,299,485)
Business-type activities	<u>(275,245)</u>	<u>(716,528)</u>	<u>(454,941)</u>	<u>(849,166)</u>	<u>(1,002,512)</u>	<u>(828,179)</u>	<u>(854,840)</u>	<u>(1,751,177)</u>	<u>(4,387,214)</u>	<u>(6,883,898)</u>
Total primary government net expense	<u>\$ (124,910,656)</u>	<u>\$ (140,270,950)</u>	<u>\$ (131,209,100)</u>	<u>\$ (131,891,100)</u>	<u>\$ (160,428,792)</u>	<u>\$ (156,828,456)</u>	<u>\$ (159,070,857)</u>	<u>\$ (170,466,907)</u>	<u>\$ (200,911,475)</u>	<u>\$ (196,183,383)</u>
General Revenues and Other Changes in Net Assets										
Governmental activities:										
Property taxes	\$ 104,320,028	\$ 107,594,113	\$ 118,207,167	\$ 123,602,221	\$ 128,920,197	\$ 145,277,955	\$ 155,298,965	\$ 157,669,623	\$ 154,371,208	\$ 153,102,405
Sales taxes	21,421,060	22,441,273	22,340,777	22,886,788	24,438,223	25,812,643	26,330,302	25,225,445	24,575,414	24,886,782
Other taxes	2,489,042	2,393,205	2,460,235	2,721,419	2,734,609	3,304,335	3,303,621	3,052,011	3,146,170	2,948,834
Investment earnings	8,129,260	4,496,026	5,659,692	8,143,828	13,336,229	22,229,269	16,402,810	7,753,307	4,758,857	5,656,574
Miscellaneous	693,060	-	-	-	-	-	-	-	(4,795,573)	-
Transfers	56,366	(246,885)	(1,180,305)	821,156	(670,020)	(629,651)	(534,989)	(608,964)	(229,164)	-
Total governmental activities	<u>137,108,816</u>	<u>136,677,732</u>	<u>147,487,566</u>	<u>158,175,412</u>	<u>168,759,238</u>	<u>195,994,551</u>	<u>200,800,709</u>	<u>193,091,422</u>	<u>181,826,912</u>	<u>186,594,595</u>
Business-type activities:										

Sales taxes	-	-	-	39,018,506	82,384,251	85,135,148	-	-	-	-
Special items	-	-	-	-	-	-	-	(7,182,648)	(3,191,933)	(5,424,428)
Transfers	(56,366)	246,885	1,180,305	(821,156)	670,020	629,651	534,989	608,964	229,164	-
Total business-type activities	<u>(56,366)</u>	<u>246,885</u>	<u>1,180,305</u>	<u>38,197,350</u>	<u>83,054,271</u>	<u>85,764,799</u>	<u>534,989</u>	<u>(6,573,684)</u>	<u>(2,962,769)</u>	<u>(5,424,428)</u>
Total primary government	<u>\$ 137,052,450</u>	<u>\$ 136,924,617</u>	<u>\$ 148,667,871</u>	<u>\$ 196,372,762</u>	<u>\$ 251,813,509</u>	<u>\$ 281,759,350</u>	<u>\$ 201,335,698</u>	<u>\$ 186,517,738</u>	<u>\$ 178,864,143</u>	<u>\$ 181,170,167</u>
Change in Net Assets										
Governmental activities	\$ 12,473,405	\$ (2,876,690)	\$ 16,733,407	\$ 27,133,478	\$ 9,332,958	\$ 39,994,274	\$ 42,584,692	\$ 24,375,692	\$ (14,697,349)	\$ (2,704,890)
Business-type activities	<u>(331,611)</u>	<u>(469,643)</u>	<u>725,364</u>	<u>37,348,184</u>	<u>82,051,759</u>	<u>84,936,620</u>	<u>(319,851)</u>	<u>(8,324,861)</u>	<u>(7,349,983)</u>	<u>(12,308,326)</u>
Total primary government	<u>\$ 12,141,794</u>	<u>\$ (3,346,333)</u>	<u>\$ 17,458,771</u>	<u>\$ 64,481,662</u>	<u>\$ 91,384,717</u>	<u>\$ 124,930,894</u>	<u>\$ 42,264,841</u>	<u>\$ 16,050,831</u>	<u>\$ (22,047,332)</u>	<u>\$ (15,013,216)</u>

SEDGWICK COUNTY, KANSAS
FUND BALANCES OF GOVERNMENTAL FUNDS
Last Ten Fiscal Years
(Modified Accrual Basis of Accounting)

	Fiscal Year								
	<u>2002</u>	<u>2003</u>	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>
General Fund									
Reserved	\$ 961,353	\$ 2,003,050	\$ 1,614,676	\$ 1,403,228	\$ 1,643,047	\$ 6,074,440	\$ 6,081,736	\$ 6,439,464	\$ 5,480,843
Unreserved	<u>26,814,560</u>	<u>24,696,983</u>	<u>31,487,300</u>	<u>36,665,136</u>	<u>40,836,970</u>	<u>60,925,726</u>	<u>60,289,793</u>	<u>62,369,959</u>	<u>60,871,094</u>
Total general fund	<u>\$ 27,775,913</u>	<u>\$ 26,700,033</u>	<u>\$ 33,101,976</u>	<u>\$ 38,068,364</u>	<u>\$ 42,480,017</u>	<u>\$ 67,000,166</u>	<u>\$ 66,371,529</u>	<u>\$ 68,809,423</u>	<u>\$ 66,351,937</u>
All Other Governmental Funds									
Reserved	32,340,509	49,470,545	22,245,968	20,609,966	22,457,395	24,088,196	56,468,812	40,306,524	23,543,417
Unreserved									
Designated									
Special revenue funds	17,502,934	14,156,619	15,459,654	6,951,752	8,078,864	6,340,911	8,025,265	7,303,953	9,469,114
Capital projects funds	16,426,399	48,746,047	34,787,640	19,651,350	13,031,065	14,171,633	46,683,969	37,306,220	12,448,839
Undesignated									
Special revenue funds	20,110,759	10,752,979	19,976,200	31,581,181	30,877,268	38,511,440	44,192,815	43,354,555	37,889,024
Capital projects funds	<u>(5,100,776)</u>	<u>(31,907,388)</u>	<u>(19,107,968)</u>	<u>8,445,813</u>	<u>(1,231,505)</u>	<u>(1,830,687)</u>	<u>(24,551,310)</u>	<u>(6,663,343)</u>	<u>13,593,302</u>
Total all other governmental funds	<u>\$ 81,279,825</u>	<u>\$ 91,218,802</u>	<u>\$ 73,361,494</u>	<u>\$ 87,240,062</u>	<u>\$ 73,213,087</u>	<u>\$ 81,281,493</u>	<u>\$ 130,819,551</u>	<u>\$ 121,607,909</u>	<u>\$ 96,943,696</u>
<u>2011*</u>									
General Fund									
Nonspendable	\$ 4,788,374								
Restricted	2,292,205								
Committed	-								
Assigned	14,853,724								
Unassigned	<u>44,295,545</u>								
Total general fund	<u>\$ 66,229,848</u>								
All Other Governmental Funds									
Nonspendable	\$ 1,123,491								
Restricted	71,086,679								
Committed	14,543,401								
Assigned	20,385,544								
Unassigned	<u>(2,006,662)</u>								
Total all other governmental funds	<u>\$ 105,132,453</u>								

* In 2011, the County implemented GASB Statement No. 54 under which governmental fund balances are reported as nonspendable, restricted, committed, assigned, and unassigned compared to the past categories of reserved and unreserved.

SEDGWICK COUNTY, KANSAS
CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
Last Ten Fiscal Years
(Modified Accrual Basis of Accounting)
(Dollars in Thousands)

	Fiscal Year									
	2002	2003	2004	2005	2006	2007	2008	2009	2010	2011
Revenues										
Taxes	\$ 128,230	\$ 132,429	\$ 143,008	\$ 149,211	\$ 156,092	\$ 174,395	\$ 184,933	\$ 185,948	\$ 182,093	\$ 180,938
Special assessments	3,919	4,138	4,113	3,797	3,711	3,654	3,528	3,615	3,196	3,359
Intergovernmental	50,266	42,073	52,317	47,533	47,763	45,329	50,245	53,060	51,426	47,014
Charges for services	48,139	59,852	62,864	63,966	63,949	66,664	68,337	65,648	59,753	66,922
Uses of money and property	8,031	4,104	5,591	8,023	13,336	22,229	16,322	7,240	4,747	5,474
Fines and forfeits	426	283	175	180	296	288	458	361	258	460
Licenses and permits	283	597	451	604	637	450	579	532	530	546
Reimbursed expenditures	5,339	4,951	4,419	4,345	7,676	12,205	11,026	16,383	-	-
Other	1,507	1,665	2,274	902	1,139	1,074	1,831	3,721	13,495	10,287
Total revenues	<u>246,140</u>	<u>250,092</u>	<u>275,212</u>	<u>278,561</u>	<u>294,599</u>	<u>326,288</u>	<u>337,259</u>	<u>336,508</u>	<u>315,498</u>	<u>315,000</u>
Expenditures										
General government	45,918	45,966	44,616	46,242	37,885	42,320	48,089	45,283	44,398	43,723
Public safety	78,953	84,507	88,796	92,932	115,244	118,380	122,499	131,426	139,386	133,111
Public works	12,489	13,002	14,084	11,338	12,652	13,467	14,980	14,462	15,326	14,613
Health and welfare	55,496	59,892	63,980	63,109	66,994	64,632	66,688	67,811	67,918	67,487
Culture and recreation	6,202	5,703	5,575	6,236	7,176	7,883	8,206	9,536	9,284	8,919
Economic development	11,921	13,162	14,453	12,239	14,337	11,170	17,616	12,612	16,294	13,394
Debt service										
Principal	28,956	10,967	12,846	12,097	12,445	12,574	12,403	14,251	14,113	14,071
Interest and fiscal charges	5,577	5,432	5,688	5,743	6,078	6,084	5,964	7,125	7,347	6,910
Debt issuance costs	160	60	169	-	-	309	390	268	340	452
Capital outlay	<u>24,106</u>	<u>38,749</u>	<u>35,004</u>	<u>27,453</u>	<u>34,493</u>	<u>32,412</u>	<u>34,381</u>	<u>53,598</u>	<u>42,665</u>	<u>26,327</u>
Total expenditures	<u>269,778</u>	<u>277,440</u>	<u>285,211</u>	<u>277,389</u>	<u>307,304</u>	<u>309,231</u>	<u>331,216</u>	<u>356,372</u>	<u>357,071</u>	<u>329,007</u>
Excess of revenues over (under) expenditures	<u>(23,638)</u>	<u>(27,348)</u>	<u>(9,999)</u>	<u>1,172</u>	<u>(12,705)</u>	<u>17,057</u>	<u>6,043</u>	<u>(19,864)</u>	<u>(41,573)</u>	<u>(14,007)</u>
Other financing sources (uses)										
Transfers from other funds	32,198	27,120	34,856	41,701	31,005	35,793	39,580	47,685	54,143	27,356
Transfers to other funds	(34,094)	(28,825)	(36,459)	(42,029)	(32,980)	(37,551)	(41,291)	(49,315)	(55,080)	(27,929)
Direct financing lease	-	212	928	-	-	-	-	-	-	-
Proceeds of advance from health insurance funds	-	-	-	-	-	-	-	-	-	-
Issuance of revolving loan	-	-	-	3,412	-	-	-	-	-	-
Issuance of capital lease	-	-	-	-	-	1,658	-	4,376	-	-
Proceeds from Capital Lease	-	-	-	-	-	-	-	-	1,793	1,273
Debt premium	-	-	-	-	-	186	748	1,099	2,190	1,064
Debt issuance	43,758	37,802	-	14,515	5,065	15,445	43,830	27,485	28,320	26,680
Payment to refunded bond	-	-	-	-	-	-	-	-	-	(6,370)
Payment to refunding bond escrow agent	-	-	(5,025)	-	-	-	-	(18,240)	(16,915)	-
Total other financing sources (uses)	<u>41,862</u>	<u>36,309</u>	<u>(5,700)</u>	<u>17,599</u>	<u>3,090</u>	<u>15,531</u>	<u>42,867</u>	<u>13,090</u>	<u>14,451</u>	<u>22,074</u>
Net change in fund balances	\$ 18,224	\$ 8,961	\$ (15,699)	\$ 18,771	\$ (9,615)	\$ 32,588	\$ 48,910	\$ (6,774)	\$ (27,122)	\$ 8,067
Debt service as a percentage of noncapital expenditures	16.4%	7.2%	7.9%	7.8%	7.1%	7.3%	6.8%	7.6%	6.7%	6.8%

SEDGWICK COUNTY, KANSAS
ASSESSED AND ESTIMATED ACTUAL VALUES OF TAXABLE TANGIBLE PROPERTY
Including Motor Vehicles, Last Ten Fiscal Years

SEDGWICK COUNTY PRIMARY GOVERNMENT
(Dollars in Thousands)

Fiscal Year ²	Real Property		Personal Property		Total ¹		Assessed/ Actual Ratio	Total Direct Tax Rate ³
	Assessed Value	Estimated Actual Value	Assessed Value	Estimated Actual Value	Assessed Value	Estimated Actual Value		
2002	2,464,039	17,192,910	1,046,810	4,536,948	3,510,849	21,729,858	16.16%	28.776
2003	2,704,995	18,788,455	1,072,064	4,598,427	3,777,059	23,386,882	16.15%	28.817
2004	2,831,621	19,723,089	1,088,563	4,710,991	3,920,184	24,434,080	16.04%	28.763
2005	2,994,083	19,727,010	1,114,926	4,813,199	4,109,009	24,540,209	16.74%	28.758
2006	3,179,041	22,334,988	1,130,307	4,867,631	4,309,348	27,202,619	15.84%	31.315
2007	3,445,044	24,095,166	1,110,690	4,813,130	4,555,734	28,908,296	15.76%	31.333
2008	3,679,637	25,653,996	1,082,535	4,741,103	4,762,172	30,395,099	15.67%	30.377
2009	3,758,852	26,248,229	1,027,863	4,526,469	4,786,715	30,774,698	15.55%	29.868
2010	3,811,798	26,503,316	1,002,572	4,387,140	4,814,370	30,890,456	15.59%	29.359
2011	3,836,821	26,713,934	986,674	4,331,443	4,823,495	31,045,377	15.54%	29.428

SEDGWICK COUNTY FIRE DISTRICT #1
(Dollars in Thousands)

Fiscal Year ²	Real Property		Personal Property		Total ¹		Assessed/ Actual Ratio	Total Direct Tax Rate ³
	Assessed Value	Estimated Actual Value	Assessed Value	Estimated Actual Value	Assessed Value	Estimated Actual Value		
2002	380,539	2,657,619	228,639	1,093,361	609,178	3,750,980	16.24%	15.407
2003	429,885	2,971,327	226,211	958,559	656,096	3,929,886	16.70%	16.695
2004	452,974	3,172,813	234,002	989,026	686,976	4,161,839	16.51%	18.579
2005	475,972	3,359,937	251,072	1,058,181	727,044	4,418,118	16.46%	18.556
2006	488,541	3,465,068	246,490	1,038,254	735,030	4,503,322	16.32%	18.469
2007	528,394	3,738,821	259,831	1,112,285	788,225	4,851,106	16.25%	18.482
2008	550,815	3,882,393	270,080	1,141,461	820,895	5,023,854	16.34%	18.501
2009	571,200	4,661,019	236,221	1,022,071	807,421	5,683,090	14.21%	18.447
2010	586,829	4,148,095	275,417	1,158,621	862,246	5,306,716	16.25%	18.336
2011	633,522	4,180,289	283,376	1,182,127	916,898	5,362,386	17.10%	18.397

¹ Represents the equalized valuation of tangible property, including motor vehicles

² Taxes levied support the subsequent year's budget, e.g., 2010 taxes levied finance 2011 spending

³ Tax rates are per \$1,000 of assessed value

Source: Sedgwick County Clerk

SEDGWICK COUNTY, KANSAS
PROPERTY TAX RATES
DIRECT AND OVERLAPPING GOVERNMENTS
Last Ten Years
(rate per \$1,000 of assessed value)

	Year Taxes Are Payable									
	<u>2002</u>	<u>2003</u>	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>
County Direct Rates										
General	\$ 18.984	\$ 21.818	\$ 21.845	\$ 21.225	\$ 23.925	\$ 20.887	\$ 21.958	\$ 23.615	\$ 22.005	\$ 21.516
Road and bridge	1.882	1.014	0.736	1.400	1.015	1.239	1.408	1.506	1.178	1.042
Mental health	1.017	0.476	0.595	0.673	0.589	0.638	0.704	0.607	0.714	0.624
Community health	0.710	0.717	-	-	-	-	-	-	-	-
Noxious weeds	0.118	0.067	0.073	0.089	0.089	0.088	0.096	0.081	0.089	0.091
Agricultural extension council	0.377	0.288	-	-	-	-	-	-	-	-
Junior college tuition	-	-	-	-	-	-	-	-	-	-
Employee benefits	-	-	-	-	-	-	-	-	-	-
Emergency medical services	1.487	0.473	1.178	1.152	1.363	1.722	1.049	0.904	0.706	0.427
Aging	0.655	0.553	0.583	0.529	0.545	0.582	0.573	0.561	0.608	0.601
WSU program development	1.500	1.500	1.495	1.500	1.500	1.500	1.500	1.500	1.502	1.500
Debt service	2.046	1.911	2.258	2.190	2.289	4.677	3.089	1.094	2.557	3.627
Total direct rate	28.776	28.817	28.763	28.758	31.315	31.333	30.377	29.868	29.359	29.428
Fire District Rates	15.407	16.695	18.579	18.556	18.469	18.482	18.501	18.447	18.336	18.397
City Rates										
Andale	32.638	38.392	41.845	38.842	39.374	40.929	41.894	42.492	42.361	42.511
Bentley	52.265	48.983	48.616	48.763	48.566	45.556	45.033	53.545	53.633	53.690
Cheney	48.646	48.945	49.742	49.661	49.519	53.674	56.605	56.842	55.116	55.126
Clearwater	40.831	42.954	42.846	42.743	44.294	43.964	43.661	41.767	46.000	49.943
Colwich	52.096	23.692	33.508	37.932	34.249	32.100	42.227	53.784	33.328	40.054
Derby	45.940	45.790	48.331	48.352	48.176	48.155	47.756	47.773	47.818	47.340
Eastborough	27.264	30.007	35.006	37.642	58.221	60.252	62.241	58.351	57.944	59.999
Garden Plain	46.730	46.781	46.852	45.869	48.250	47.300	49.863	49.509	49.347	50.075
Goddard	19.276	16.724	14.720	14.075	14.053	14.061	16.426	18.789	27.146	28.114
Haysville	43.326	48.310	45.673	45.402	45.204	48.441	48.408	48.425	48.421	48.436
Kechi	18.392	18.353	18.431	18.246	21.154	24.037	23.954	33.857	33.774	33.676
Maize	37.319	37.172	37.397	39.654	41.321	43.251	43.022	42.427	43.323	43.132
Mount Hope	50.224	51.052	49.730	51.587	51.357	51.049	51.008	50.945	51.332	51.251
Mulvane	47.390	49.811	48.633	48.411	56.664	53.330	53.359	53.414	53.753	52.759
Sedgwick	52.246	51.729	51.480	51.291	51.210	47.993	51.033	51.316	65.055	65.420
Valley Center	39.679	47.969	47.813	49.666	49.731	48.761	48.367	48.516	48.448	51.172
Viola	7.213	9.428	9.420	9.493	14.408	14.928	14.200	14.087	14.677	19.662
Wichita	31.845	31.905	31.828	31.898	31.953	31.979	32.056	32.142	32.272	32.359
Bel Aire	15.787	23.861	21.975	22.831	23.959	33.503	34.908	35.970	39.050	46.118
Park City	33.687	36.193	36.178	35.043	37.236	37.145	37.450	37.332	37.395	37.792
Townships	.547-14.396	.103-14.064	.193-14.813	.112-15.765	.109-16.716	.102-16.041	.088-19.167	.073-21.737	.010-23.745	1.630-24.029
School Districts	35.247-68.253	36.822-68.488	41.546-68.404	42.955-67.959	40.681-66.593	43.007-63.580	42.413-65.327	44.194-66.534	42.809-70.835	43.481-70.072
Cemetery Districts	.150-1.959	.944-1.826	.156-1.754	.159-1.814	.157-1.792	.164-1.772	.194-1.771	.133-2.006	.132-2.006	0.136-2.913
Drainage Districts	.786-3.386	.501-4.812	.503-6.307	.875-6.207	.902-9.052	.885-2.141	.872-2.997	.888-2.972	.898-2.712	0.923-2.749
Improvement Districts	2.737-18.076	1.100-16.154	.966-15.637	1.014-16.239	1.060-14.399	1.042-17.090	1.000-17.091	.967-17.043	.978-12.077	0.000-16.102
Sewer Districts	-	-	-	-	-	-	-	-	-	-
Other Districts	.922-27.028	.837-25.156	.960-24.245	.953-23.607	1.876-22.873	1.014-21.167	1.013-20.101	1.987-19.808	1.137-22.804	1.138-19.357

Source: Sedgwick County Tax Administration System
SC Clerks Website 2011 Tax Levies

**SEDGWICK COUNTY, KANSAS
PRINCIPAL PROPERTY TAX PAYERS
Current Year and Nine Years Ago**

	Fiscal Year 2011			Fiscal Year 2002		
	Assessed Value	Rank	Percentage of Total County Taxable Assessed Value	Assessed Value	Rank	Percentage of Total County Taxable Assessed Value
Spirit Aerosystems, Inc.	\$ 99,363,276	1	2.61%	-	-	-
Kansas Gas & Electric - A Westar Co.	82,361,447	2	2.16%	\$ 83,480,259	1	2.62%
The Boeing Company	53,030,559	3	1.39%	46,733,641	3	1.50%
Cessna Aircraft	39,024,235	4	1.02%	-	-	-
Hawker Beechcraft Corp	39,002,595	5	1.02%	-	-	-
Wesley Medical Center, LLC	30,268,691	6	0.79%	15,709,503	6	0.52%
Simon Property Group	28,667,120	7	0.75%	19,421,529	5	0.64%
Southwestern Bell Telephone	28,083,247	8	0.74%	57,985,620	2	1.94%
Kansas Gas Service	26,046,059	9	0.68%	13,376,211	8	0.44%
Walmart Stores	24,146,744	10	0.63%	-	-	-
Raytheon Aircraft Company	-	-	-	21,452,863	4	0.62%
Vulcan Materials	-	-	-	15,049,692	7	0.40%
Koch Industries, Inc.	-	-	-	10,538,258	10	0.35%
Town West Square, LLC	-	-	-	10,922,515	9	0.36%
	<u>\$ 449,993,973</u>		<u>11.81%</u>	<u>\$ 294,670,091</u>		<u>9.39%</u>

Source: Sedgwick County Clerk

SEDGWICK COUNTY, KANSAS
GENERAL PROPERTY TAX LEVIES AND COLLECTIONS
Last Ten Fiscal Years

SEDGWICK COUNTY PRIMARY GOVERNMENT

Tax Year ¹	Taxes Levied for the Fiscal Year (Original Levy)	Adjustments	Total Adjusted Levy	Collected within the Fiscal Year of the Levy		Collections in Subsequent Years ³	Total Collections to Date	
				Amount ²	Percentage of Original Levy		Amount	Percentage of Adjusted Levy
2001	84,524,755	(4,974)	84,519,781	81,564,178	96.50%	2,173,279	83,737,457	99.07%
2002	87,885,050	(249,660)	87,635,390	84,773,787	96.46%	2,140,870	86,914,657	99.18%
2003	94,601,506	(520,803)	94,080,703	91,068,224	96.27%	2,525,857	93,594,081	99.48%
2004	98,203,643	(455,308)	97,748,335	94,695,003	96.43%	2,345,261	97,040,264	99.28%
2005	103,184,139	(473,529)	102,710,610	99,887,609	96.81%	2,591,928	102,479,537	99.78%
2006	121,793,520	(473,822)	121,319,698	117,958,001	96.85%	3,354,346	121,312,347	99.99%
2007	128,747,504	(440,767)	128,306,737	124,575,078	96.76%	3,884,854	128,459,932	100.12%
2008	130,983,921	(1,035,315)	129,948,606	125,701,736	95.97%	4,242,569	129,944,305	100.00%
2009	129,522,134	(1,565,747)	127,956,386	123,962,799	95.71%	1,054,546	125,017,345	97.70%
2010	129,182,341	343,543	129,525,884	124,101,517	96.07%	<i>Not Applicable</i>	124,101,517	95.81%

SEDGWICK COUNTY FIRE DISTRICT #1

Tax Year ¹	Taxes Levied for the Fiscal Year (Original Levy)	Adjustments	Total Adjusted Levy	Collected within the Fiscal Year of the Levy		Collections in Subsequent Years ³	Total Collections to Date	
				Amount ²	Percentage of Original Levy		Amount	Percentage of Adjusted Levy
2001	8,103,411	(18,527)	8,084,884	7,854,202	96.92%	161,949	8,016,151	99.15%
2002	8,251,806	(23,550)	8,228,256	8,028,002	97.29%	172,587	8,200,589	99.66%
2003	9,731,825	(38,665)	9,693,160	9,423,315	96.83%	202,658	9,625,973	99.31%
2004	11,376,138	(30,074)	11,346,064	11,091,213	97.50%	185,991	11,277,204	99.39%
2005	11,996,353	(60,712)	11,935,641	11,716,988	97.67%	200,218	11,917,206	99.85%
2006	12,109,011	(52,953)	12,056,058	11,815,566	97.58%	230,081	12,045,647	99.91%
2007	13,009,881	(56,695)	12,953,186	12,680,055	97.46%	230,780	12,910,835	99.67%
2008	13,581,460	(160,583)	13,420,877	13,096,204	96.43%	402,791	13,498,995	100.58%
2009	13,861,628	(60,613)	13,801,015	13,373,141	96.48%	115,261	13,488,402	97.73%
2010	14,285,305	(127,003)	14,158,302	13,857,862	97.01%	<i>Not Applicable</i>	13,857,862	97.88%

¹ Taxes levied support the subsequent year's budget, e.g., 2010 taxes financed 2011 spending

² Net of refunding warrants

³ Excludes interest penalties

Source: Sedgwick County Treasurer Tax Abstract

SEDGWICK COUNTY, KANSAS
RATIOS OF OUTSTANDING DEBT BY TYPE
Last Ten Fiscal Years

Fiscal Year	Governmental Activities						Total Primary Government	Percentage of Personal Income ¹	Per Capita ¹
	General Obligation Bonds	Public Building Commission	Special Assessments	KDOT Revolving Loan	Fire District General Obligation Bonds	Capital Leases			
2002	89,995,000	19,065,000	21,930,000	-	-	-	130,990,000	0.9%	284
2003	97,890,000	40,225,000	20,505,000	-	-	200,523	158,820,523	1.2%	343
2004	86,355,000	37,940,000	16,500,000	-	-	1,082,234	141,877,234	1.0%	306
2005	90,760,000	36,120,000	16,550,000	3,323,895	-	954,136	147,708,031	1.0%	317
2006	85,810,000	34,530,000	15,965,000	3,200,353	-	823,251	140,328,604	0.9%	298
2007	77,855,000	47,425,000	14,250,000	3,071,631	-	2,256,509	144,858,140	0.8%	304
2008	70,190,000	88,685,000	12,540,000	2,937,940	-	1,932,286	176,285,226	0.9%	365
2009	75,180,000	83,850,000	7,855,000	7,175,585	-	1,595,100	175,655,685	0.9%	362
2010	78,082,751	79,600,000	7,257,249	6,845,245	-	2,955,239	174,740,484	0.9%	351
2011	78,800,000	87,875,000	5,415,000	6,528,784	-	3,633,318	182,252,102	<i>Not Available</i>	364

Details regarding the county's outstanding debt can be found in the notes to the financial statements

¹ Population and personal income data can be found in Schedules G-15

These ratios are calculated using personal income and populations for the prior calendar year

SEDGWICK COUNTY, KANSAS
RATIOS OF GENERAL BONDED DEBT OUTSTANDING
Last Ten Fiscal Years

Fiscal Year	General Bond Debt Outstanding			Percentage of Personal Income ²	Percentage of Actual Value of Taxable Property ³	Per Capita ²
	General Obligation Debt ¹	Less: Amounts Restricted to Repaying Principal	Total			
2002	109,060,000	(5,677,358)	103,382,642	0.76%	0.48%	224
2003	138,115,000	(4,105,465)	134,009,535	0.94%	0.57%	290
2004	124,295,000	(560,506)	123,734,494	0.82%	0.51%	267
2005	126,880,000	(1,124,572)	125,755,428	0.78%	0.51%	270
2006	120,340,000	(2,583,216)	117,756,784	0.69%	0.43%	250
2007	125,280,000	(4,086,468)	121,193,532	0.65%	0.42%	255
2008	158,875,000	(11,609,795)	147,265,205	0.76%	0.48%	305
2009	159,030,000	(478,030)	158,551,970	0.87%	0.52%	326
2010	157,682,751	(8,590,760)	149,091,991	0.77%	0.48%	299
2011	166,675,000	(11,807,205)	154,867,795	<i>Not Available</i>	0.50%	309

¹ Includes General Obligation and Public Building Commission debt; excludes Fire District # 1, special assessment debt, KDOT revolving loan and capital leases

² Population and personal income data can be found in Schedule G-15

³ Property value data can be found in Schedule G-7

SEDGWICK COUNTY, KANSAS
LEGAL DEBT MARGIN INFORMATION
Last Ten Fiscal Years
(Dollars in Thousands)

	<u>2002</u>	<u>2003</u>	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>
Statutory debt capacity:										
Equalized assessed valuation of taxable tangible property	\$ 3,052,926	\$ 3,305,893	\$3,436,218	\$ 3,611,221	\$ 3,796,641	\$ 4,025,083	\$ 4,218,727	\$ 4,245,447	\$ 4,244,709	\$ 4,312,927
Estimated tangible valuation of motor vehicles	<u>457,923</u>	<u>471,166</u>	<u>483,967</u>	<u>497,788</u>	<u>512,707</u>	<u>530,651</u>	<u>543,445</u>	<u>537,340</u>	<u>537,340</u>	<u>523,812</u>
Estimated tangible valuation for computation of bonded indebtedness limitations	<u>\$ 3,510,849</u>	<u>\$ 3,777,059</u>	<u>\$3,920,185</u>	<u>\$ 4,109,009</u>	<u>\$ 4,309,348</u>	<u>\$ 4,555,734</u>	<u>\$ 4,762,172</u>	<u>\$ 4,782,787</u>	<u>\$ 4,782,049</u>	<u>\$ 4,836,739</u>
Debt limit (3% of total valuation)	\$ 105,325	\$ 113,312	\$ 117,606	\$ 123,270	\$ 129,280	\$ 136,672	\$ 142,865	\$ 143,484	\$ 143,461	\$ 145,102
Amount of debt applicable to limit										
Total bonded indebtedness	125,965	153,595	140,795	146,754	139,505	142,602	174,353	174,061	171,785	178,619
Less exempt issues	<u>(82,193)</u>	<u>(100,201)</u>	<u>(94,725)</u>	<u>(93,485)</u>	<u>(91,441)</u>	<u>(95,537)</u>	<u>(130,957)</u>	<u>(133,779)</u>	<u>(130,303)</u>	<u>(133,462)</u>
Total net debt applicable to limit	43,772	53,394	46,070	53,269	48,064	47,065	43,396	40,282	41,482	45,157
Legal debt margin	<u>\$ 61,553</u>	<u>\$ 59,918</u>	<u>\$ 71,536</u>	<u>\$ 70,001</u>	<u>\$ 81,216</u>	<u>\$ 89,607</u>	<u>\$ 99,469</u>	<u>\$ 103,202</u>	<u>\$ 101,979</u>	<u>\$ 99,945</u>
Total net debt applicable to the limit as a percentage of debt limit	41.56%	47.12%	39.17%	43.21%	37.18%	34.44%	30.38%	28.07%	28.92%	31.12%

SEDGWICK COUNTY, KANSAS
PLEDGED-REVENUE COVERAGE
Last Ten Fiscal Years
(Dollars in Thousands)

<u>Fiscal Year</u>	<u>Special Assessment Collections</u>	<u>Principal</u>	<u>Interest</u>	<u>Coverage</u>
2002	3,919	2,336	1,463	1.03
2003	4,138	1,606	1,012	1.58
2004	4,114	1,385	814	1.87
2005	3,797	1,425	752	1.74
2006	3,711	1,585	751	1.59
2007	3,654	1,715	699	1.51
2008	3,528	1,710	635	1.50
2009	3,615	1,785	559	1.54
2010	3,196	1,295	338	1.96
2011	3,359	1,182	245	2.35

Details regarding the county's outstanding debt can be found in the notes to the financial statements.

SEDGWICK COUNTY, KANSAS
DEMOGRAPHIC AND ECONOMIC STATISTICS
Last Ten Fiscal Years

<u>Year</u>	<u>Population ¹</u>	<u>Personal Income ² (thousands of dollars)</u>	<u>Per Capita Personal Income ²</u>	<u>Public School Enrollment ³</u>	<u>Unemployment Rate ⁴</u>
2002	460,643	13,678,333	29,694	86,242	6.1%
2003	462,896	14,307,190	30,908	86,859	7.1%
2004	463,802	15,125,047	32,611	87,010	6.6%
2005	466,061	16,173,715	34,703	87,507	5.6%
2006	470,895	17,071,827	36,254	87,969	4.3%
2007	476,026	18,664,979	39,210	87,946	3.8%
2008	482,863	19,399,504	40,176	86,197	4.9%
2009	485,760	18,324,324	37,723	86,887	7.6%
2010	498,365	19,241,873	38,610	85,278	7.9%
2011	501,355	<i>Not Available</i>	<i>Not Available</i>	84,401	7.1%

Notes:

¹ Population is estimated for each year, except 2010. Actual population for 2010 is from the U.S. Census Bureau.

² U.S. Bureau of Economic Analysis

³ Kansas State Board of Education (organization level headcount)

⁴ Kansas Department of Labor

**SEDGWICK COUNTY, KANSAS
PRINCIPAL EMPLOYERS
Current Year and Nine Years Ago**

	Fiscal Year 2011			Fiscal Year 2002		
	Civilian Employees	Rank	Percentage of Total Wichita MSA ¹	Civilian Employees	Rank	Percentage of Total Wichita MSA ¹
Spirit AeroSystems, Inc.	10,500	1	3.59%	-	-	-
Via Christi Health System	8,136	2	2.78%	3,415	7	1.26%
Unified School District #259	5,315	3	1.82%	5,011	5	1.85%
Hawker Beechcraft Corp	5,000	4	1.71%	-	-	-
Cessna Aircraft Company	4,695	5	1.60%	11,400	2	4.20%
State of Kansas	3,893	6	1.33%	5,007	6	1.84%
City of Wichita	2,924	7	1.00%	2,818	9	1.04%
Sedgwick County	2,796	8	0.96%	2,718	10	1.00%
U. S. Government	2,752	9	0.94%	5,542	4	2.04%
Bombardier Learjet	2,700	10	0.92%	3,152	8	1.16%
The Boeing Company	-	-	-	13,650	1	5.03%
Raytheon Aircraft Corporation	-	-	-	8,100	3	2.98%
	<u>48,711</u>		<u>16.64%</u>	<u>60,813</u>		<u>22.39%</u>

¹ Includes Sedgwick, Butler, Harvey and Sumner counties for 2011. Data for 2002 includes Sedgwick, Butler and Harvey counties.

Source: Wichita Business Journal

SEDGWICK COUNTY, KANSAS
FULL-TIME COUNTY GOVERNMENT EMPLOYEES BY FUNCTION
Last Ten Fiscal Years

<u>Function/Program</u>	<u>Full-time Employees as of December 31</u>									
	<u>2002</u>	<u>2003</u>	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>
General government	484	466	451	450	454	442	446	477	475	426
Public safety	1,407	1,368	1,355	1,411	1,443	1,471	1,509	1,549	1,542	1,476
Public works	145	132	135	136	132	126	126	132	124	111
Health and welfare	546	534	534	541	549	560	593	614	610	557
Culture and recreation	132	134	132	134	135	126	128	127	112	105
Economic development	<u>5</u>	<u>7</u>	<u>7</u>	<u>8</u>	<u>9</u>	<u>13</u>	<u>11</u>	<u>12</u>	<u>12</u>	<u>33</u>
	<u>2,719</u>	<u>2,641</u>	<u>2,614</u>	<u>2,680</u>	<u>2,722</u>	<u>2,738</u>	<u>2,813</u>	<u>2,911</u>	<u>2,875</u>	<u>2,708</u>

Source: Sedgwick County finance department

SEDGWICK COUNTY, KANSAS
OPERATING INDICATORS BY FUNCTION
Last Ten Fiscal Years

Function/Program	Fiscal Year									
	2002	2003	2004	2005	2006	2007	2008	2009	2010	2011
General government										
Number of registered voters	232,739	200,042	233,181	230,246	236,000	237,135	246,928	252,101	259,888	261,038
Number of taxable real estate parcels	192,819	196,664	199,609	202,235	205,079	207,530	210,889	217,134	217,684	212,725
Documents filed with register of deeds	117,798	137,648	104,371	104,116	97,789	94,454	84,578	83,406	75,458	68,485
Real estate records processed	*	40,750	64,895	65,208	66,900	67,956	68,456	78,725	62,700	53,957
Average monthly investment portfolio (in millions)	*	\$ 186.2	\$ 218.7	\$ 226.4	\$ 288.3	\$ 377.7	\$ 413.3	\$ 378.0	\$ 317.5	\$ 299.2
Average number of bids per purchase	*	*	*	*	4.5	4.5	4.7	5.0	4.4	6.5
Public safety										
Average monthly number of incoming 911 calls	36,210	35,560	36,615	36,305	36,030	37,722	35,170	38,627	36,635	37,145
Average monthly number of EMS responses	3,665	3,543	3,503	3,512	3,834	4,040	4,000	4,150	4,401	4,520
Number of residential structural fires per 100,000 households	272	332	276	308	308	208	256	280	161	74
Average monthly number of medical responses by Fire	*	*	219	216	214	239	288	248	292	206
Average daily population, juveniles in detention	103	108	108	116	124	120	109	106	113	110
Average daily population in custody of Sheriff	1,301	1,285	1,382	1,501	1,514	1,522	1,533	1,645	1,561	1,502
Percent of autopsy reports filed within 90 days	*	97	97	97	94	78	62	57	69	89
Public works										
Miles of road improved	97	163	146	78	103	88	113	61	76	121
Miles of road maintained	*	*	622	622	622	622	622	617	617	626
Household hazardous waste tonnage disposed	100	267	261	332	394	457	489	521	594	653
Health and welfare										
Number of mental health program clients	*	9,479	10,463	11,588	12,246	13,319	12,253	11,934	12,483	12,126
Number of individuals eligible for developmental disability services	1,537	1,674	1,698	1,812	1,958	2,082	2,102	2,285	2,278	2,331
Number of health clinic patient encounters	*	*	149,037	167,530	149,507	165,039	178,812	188,205	174,841	164,037
Number of immunizations provided	*	*	22,324	27,659	29,000	27,170	26,015	27,327	23,588	19,057
Number of tuberculosis encounters	3,187	3,253	6,343	7,629	8,005	6,223	6,357	4,742	4,205	3,061
Culture and recreation										
Number of events per year at Intrust Bank Arena	*	*	*	*	*	*	*	*	109	63
Annual attendance at Intrust Bank Arena events	*	*	*	*	*	*	*	*	492,532	391,801
Number of events per year at Kansas Pavilions	196	177	164	143	123	137	122	110	55	39
Annual attendance at Kansas Pavilions events	696,689	721,588	571,406	532,804	541,949	557,334	543,519	500,801	202,922	203,800
Annual attendance at Sedgwick County Zoo	429,646	491,462	591,687	502,367	484,014	593,428	584,076	654,494	548,919	553,098
Annual attendance at Sedgwick County Park	700,650	720,000	626,821	813,676	730,972	932,486	1,131,339	1,060,267	966,792	1,028,339
Economic development										
Total value of merchandise moving through foreign trade zone (in millions)	*	\$ 7.5	\$ 12.9	\$ 15.8	\$ 18.4	\$ 19.6	\$ 20.3	\$ 25.7	\$ 1,159.0	\$ 1,698.7
Average monthly number of Sec. 8 housing clients	*	322	323	301	315	304	318	306	294	297

* Information not available.

Source: County operating departments

SEDGWICK COUNTY, KANSAS
CAPITAL ASSET STATISTICS BY FUNCTION
Last Ten Fiscal Years

Function/Program	Fiscal Year									
	<u>2002</u>	<u>2003</u>	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>
General government										
Auto License buildings	4	4	4	4	4	4	4	4	4	4
Total fleet vehicles	*	*	*	*	460	462	464	473	464	469
Public safety										
Adult detention facility capacity	1,032	1,032	1,032	1,032	1,122	1,115	1,145	1,158	1,158	1,158
Fire stations	8	8	8	8	8	8	8	9	9	9
EMS posts	12	13	13	13	13	13	14	15	15	15
Public Safety vehicles	*	*	*	*	*	260	278	291	294	290
Public works										
Bridges maintained	653	653	650	651	652	645	645	639	593	593
Miles of roads maintained	626	626	622	622	622	622	622	617	617	626
Culture and recreation										
Sedgwick County Park acreage	400	400	400	400	400	400	400	400	400	400
Lake Afton Park acreage	780	828	828	828	828	828	828	828	828	828

* Information not available

Source: County budget department and individual county departments