



COMPREHENSIVE ANNUAL FINANCIAL REPORT

Sedgwick County, Kansas

For the year ended December 31, 2009

www.sedgwickcounty.org



Sedgwick County...
working for you

COMPREHENSIVE
ANNUAL FINANCIAL REPORT
of
**THE COUNTY OF
SEDGWICK, KANSAS**
for the
Year Ended December 31, 2009



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

COUNTY OF SEDGWICK, KANSAS BOARD OF COUNTY COMMISSIONERS

2009

Chairman
Kelly D. Parks

Chair Pro-Tem
Gwen Welshimer

Commissioner
David M. Unruh

Commissioner
Tim R. Norton

Commissioner
Karl Peterjohn

COUNTY MANAGER
William P. Buchanan

2010

Chairman
Karl Peterjohn

Chair Pro-Tem
Gwen Welshimer

Commissioner
David M. Unruh

Commissioner
Tim R. Norton

Commissioner
Kelly D. Parks

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, 2009

TABLE OF CONTENTS

Introductory Section

	Page
Letter of Transmittal	i-vi
Certificate of Achievement	vii
Principal Officials	viii
Organization Chart.....	ix

Financial Section

Independent Auditors' Report	A-1
Management's Discussion and Analysis.....	A-3

Basic Financial Statements

Government-wide Financial Statements:	
Statement of Net Assets	A-14
Statement of Activities	A-16
Fund Financial Statements:	
Balance Sheet – Governmental Funds.....	A-18
Reconciliation of the Statement of Net Assets to the	
Balance Sheet for Governmental Funds.....	A-20
Statement of Revenues, Expenditures, and Changes in Fund Balances – Governmental Funds	A-22
Reconciliation of the Statement of Revenues, Expenditures, and Changes in	
Fund Balances of Governmental Funds to the Statement of Activities.....	A-24
Balance Sheet – Proprietary Funds.....	A-26
Statement of Revenues, Expenses and Changes in Fund Net Assets – Proprietary Funds	A-27
Statement of Cash Flows – Proprietary Funds	A-28
Statement of Fiduciary Net Assets – Agency Funds	A-29
Notes to the Financial Statements	A-31
Required Supplementary Information.....	A-60

Combining and Individual Fund Statements and Schedules

Governmental Funds

Combining Balance Sheet – Nonmajor Governmental Funds	B-1
Combining Balance Sheet – Nonmajor Special Revenue Funds	B-2
Combining Balance Sheet – Nonmajor Capital Projects Funds	B-8
Combining Statement of Revenues, Expenditures and Changes in	
Fund Balances – Nonmajor Governmental Funds.....	B-11
Combining Statement of Revenues, Expenditures and Changes in	
Fund Balances – Nonmajor Special Revenue Funds	B-12
Combining Statement of Revenues, Expenditures and Changes in	
Fund Balances (Deficits) – Nonmajor Capital Projects Funds.....	B-18
Schedules of Revenues, Expenditures and Changes in Fund Balances –	
Budget and Actual (Non-GAAP Basis):	
Special Revenue Funds:	
Wichita State University Program Development	B-20
Comprehensive Community Care	B-21
Emergency Medical Services.....	B-22
Aging Services	B-23
Public Works Highways.....	B-24
Noxious Weeds.....	B-25
Solid Waste	B-26
Special Parks and Recreation.....	B-27

SEDGWICK COUNTY, KANSAS
COMPREHENSIVE ANNUAL FINANCIAL REPORT
YEAR ENDED DECEMBER 31, 2009

TABLE OF CONTENTS (continued)

Combining and Individual Fund Statements and Schedules (continued)

Governmental Funds (continued)

	Page
Schedules of Revenues, Expenditures and Changes in Fund Balances	
Budget and Actual (Non-GAAP Basis):	
Special Revenue Funds (continued):	
Emergency Telephone Services	B-28
Special Alcohol and Drug Programs	B-29
Convention Tourism Visitors Promotion	B-30
Fire District Operating	B-31
Debt Service Funds:	
County Bond and Interest	B-32
Fire District Bond and Interest	B-33

Enterprise Funds:

Combining Schedule of Net Assets – Coliseum/Arena Fund	C-2
Combining Schedule of Revenues, Expenses and Changes in Fund Net Assets – Coliseum/Arena Fund	C-3

Internal Service Funds:

Combining Balance Sheet	D-2
Combining Statement of Revenues, Expenses and Changes in Fund Net Assets	D-4
Combining Statement of Cash Flows	D-6

Agency Funds:

Combining Statement of Changes in Assets and Liabilities	E-1
----------------------------------------------------------------	-----

Component Unit:

Statement of Cash Flows – Sedgwick County Public Building Commission	F-1
----------------------------------------------------------------------------	-----

Statistical Section

Net Assets by Component	G-2
Changes in Net Assets	G-3
Fund Balances of Governmental Funds	G-5
Changes in Fund Balances of Governmental Funds	G-6
Assessed and Estimated Actual Values of Taxable Tangible Property	G-7
Property Tax Rates - Direct and Overlapping Governments	G-8
Principal Property Taxpayers	G-9
General Property Tax Levies and Collections	G-10
Ratios of Outstanding Debt by Type	G-11
Ratios of General Bonded Debt Outstanding	G-12
Legal Debt Margin Information	G-13
Demographic and Economic Statistics	G-14
Principal Employers	G-15
Full-Time Equivalent County Government Employees by Function	G-16
Operating Indicators by Function	G-17
Capital Asset Statistics by Function	G-18



INTRODUCTORY SECTION



Sedgwick County...
working for you



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 25, 2010

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

Dear Commissioners:

Once again, 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, 2009. 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 Anne Smarsh, and the accounting team of Ginger Radley, Marty Hughes, Sara Jantz, Brandi Baily, Pam Kelly 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 25, 2010

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, 2009. 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 an estimated 485,760 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. Two Assistant County Managers and six Division Directors aid him in his duties. The County has 2,911 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), construction and maintenance of roads and bridges, health services, aging assistance, parks, the Sedgwick County Zoo, the INTRUST Bank Arena, the Kansas Coliseum complex, public improvements, planning and zoning, judicial support, youth facilities, and general administrative services. In addition to general government 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 hearings 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-60 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-20.

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 its contraction during the first half of 2010 and then begin its recovery. The Wichita MSA unemployment rate increased from 4.9% in December 2008 to 7.6% in December 2009. In comparison, the December 2009 national rate stood at 9.7%. Wage and salary employment decreased 4.9% from December 2008 to December 2009. Consumers' confidence is starting to rebound, but there is still concern about the labor market and the cost of healthcare. For 2009, the value of new residential construction permits decreased 12.1%; home sales increased 7.8%. Home values continue to remain stable. The number of outbound airline passengers decreased 2.4% while the outbound airfreight shipments decreased 18.9%. The Wichita MSA's hotel occupancy rates decreased 2.4%.

Manufacturing

In the Wichita MSA, manufacturing employment accounts for 18% of all jobs. There are signs that the aircraft manufacturing industry is turning around, inventory of used aircraft is declining and inquiries for new orders is beginning to grow again.

Highlights of the manufacturing sector are as follows:

- In June, Cessna announced an additional 1,300 layoffs, which would bring its current workforce to approximately half of what it was in November 2008.
- In July, Cessna announced that it was formally canceling the Citation Columbus jet project.
- In July, the Greater Wichita Economic Development Coalition announced a new metal finishing company would open in Wichita in early fall 2010. The company, Premier Processing, expects to create 100 jobs over five years.
- In August, Universal Lubricants had a ribbon cutting ceremony to open its new eco-friendly re-refinery. The facility will process post-consumer lubricant to make new motor oil, resulting in a 90 percent energy use reduction and 36 percent reduction in greenhouse gas emissions compared to conventional motor oil.
- In August, Hawker Beechcraft Corp. laid off 395 employees, bringing its layoff total to 3,100 employees since November 2008. Then in September they laid off another 118 employees.
- In April, Bombardier Learjet announced a second set of layoffs. The total number of job losses for the company was 820.
- Boeing Wichita announced a local work force reduction of 800 jobs.
- Bombardier Learjet contracted with Wichita State University's National Institute for Aviation Research to form a partnership in developing its new all-composite Learjet 85 business jet.
- In November, Cessna announced the company would be recalling 200 laid-off workers in January 2010. The workers will be needed for the Citation Sovereign and Citation CJ4 business jet projects.
- The Boeing 787 Dreamliner made its first flight in December 2009.

Other Sectors

Education and health services employment accounted for 45,757 jobs in 2009, about 15.4 percent of all jobs in the Wichita MSA. Jobs in this sector increased by 1,667, or 3.8 percent, this year. Wichita State University announced plans to break ground on a new Advance Education in General Dentistry school in 2010. This will be the first of its kind in Kansas. Via Christi Hospital is in the process of constructing a new hospital on the northwest side of Wichita. It is scheduled to be opened in August 2010.

Additional information regarding other employment sectors follows:

- Natural resources, mining and construction accounted for 5.4 percent of all jobs in the Wichita MSA in 2009. The Wichita Public Schools started construction for the first phase of the \$370 million bond issue. Projects include a new high school, a K-8 school and additions to two high schools and eight elementary schools.
- Professional and business employment stood at 31,100 employees at the end of 2009. That is a decrease of 1.7 percent from 2008.
- Retail and wholesale trades together lost 800 jobs in 2009. 10.6 percent of all jobs in the Wichita MSA are held within the retail and wholesale sector.
- The government sector employed 42,900 at the end of 2009, 14.4 percent of all jobs in the Wichita MSA.
- The transportation, warehouse and utilities sector employed 8,433 people and accounted for 2.8% of all jobs in the Wichita MSA in 2009. A new multimodal transportation facility opened at Mid-Continent airport. The primary tenant is UPS.

COUNTY BUSINESS AND FINANCIAL PLAN

Financial Plan

Sedgwick County continues to demonstrate a strong financial position. The County's mission is to provide quality public services to 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 plan to evaluate current and projected fiscal conditions and to guide policy and programmatic decisions. The financial plan is a management tool that forecasts operating results based on current and projected financial conditions and identifies future revenue and expenditure trends that may have an immediate or long-term influence on County policies, strategies, goals or community services. The financial plan 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 and its financial plan face a number of challenges. The financial plan projects that operations for funds receiving statutorily authorized tax support will produce deficits for the 2011-2014 fiscal years. Other funds, particularly grant funds, are also projected to experience operating deficits. Consequently, the financial plan anticipates using available fund balances to support citizen services during that planning horizon. The projections in the financial plan reflect the economic contraction and recovery experienced currently in the Wichita area.

Major initiatives of the County include the following:

- The INTRUST Bank Arena was completed in 2009 and held its first event in January 2010. The Arena is located near Old Town to provide a multi-purpose entertainment venue for residents and visitors. The INTRUST Bank Arena provides 15,000 seats for basketball or up to 17,000 seats for concerts, 22 luxury suites, and two restaurants. Costs associated with the INTRUST Bank Arena were funded without debt from the proceeds of a special one-cent County sales tax approved by the voters in November, 2004 and the Kansas Legislature in April, 2005. The dedicated sales tax commenced on July 1, 2005 and ended December 31, 2007.
- Sedgwick County is an active partner focused on growing jobs in our community. The Sedgwick County Technical Education and Training Authority (SCTE&TA) was established in 2005 to encourage training programs that assure a skilled workforce. Sedgwick County is providing funding for technical education and training. In conjunction with this initiative Sedgwick County has obtained a land lease at Jabara Airport, a general aviation complex located in the northeast quadrant of the county and is constructing a \$48-million technical training complex that will serve the aircraft manufacturing and support businesses that are the foundation of the local economy. When completed in late 2010, the National Center for Aviation Training (NCAT) complex will be capable of training 600 workers per semester in avionics, airframe and powerplant maintenance, and advanced manufacturing processes. The Center will also provide skills testing to prospective aviation employees and customized training for area employers.

- In conjunction with the NCAT, the County has partnered with the National Institute for Aviation Research (NIAR), one of the top three aerospace engineering research and development institutions in the U.S. NIAR provides ground-breaking research, innovative design, accurate testing and reliable certification that aviation and non-aviation clients rely on to meet their ever-changing needs. NIAR's CAD/CAM, composites and advance materials, and advance joining and processing labs will occupy space at the NCAT to perform research and training in collaboration with the Wichita Area Technical College. NIAR will also support non-destructive inspection training and research at this new facility.
- The Criminal Justice Coordinating Council was created to explore alternatives to increases in the jail population and out-of-County placements for inmates. Select alternative jail programs have been implemented to mitigate population growth in the adult detention center. Programs include an offender assessment program designed to provide improved matching of rehabilitation programs with inmate needs in order to reduce recidivism, a day reporting program designed to provide a non-residential sentencing alternative to incarceration, and a drug court designed to provide a problem solving venue for non-violent probation violators (violators with significant substance abuse histories who are not eligible for State programs and whose addiction treatments require more intense diversion programs).
- 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 three of five 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 to relocate Station 35 near Goddard is scheduled to start in mid 2010. The remaining station in the relocation plan is in the planning stages, with estimated completion in 2012.

Financial Management

In addition to the five-year financial plan, 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 2009 budget year and projects it for 2010 through 2014, the planning years of the program. Planned capital spending for 2009 totaled almost \$61.4 million, including projects for road improvements, levee repairs, outdoor warning activation and report back system, additional courtroom and chambers in both the main and juvenile courthouses, and continued upgrades to County owned and leased buildings. The CIP is funded on a year-by-year basis from various funding sources, including annual operating revenues from property tax, sales tax, liquor tax, gasoline tax or by issuing bonds and making debt service payments over a period of years.

During 2009, 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 have a maximum maturity of four years as of December 31, 2009. The weighted average maturity was 164 days and the average yield to maturity was 0.52%. The fair value of investments totaled \$531,606,373 at December 31, 2009.

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 finance 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 ensure 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, 2008. This was the 28th 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 2009 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 25 consecutive years (fiscal years 1985-2009).

For the fourth time Sedgwick County received GFOA's Popular Annual Financial Reporting (PAFR) Award for 2008. 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 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 Anne Smarsh, 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, 2008

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.



President

Executive Director

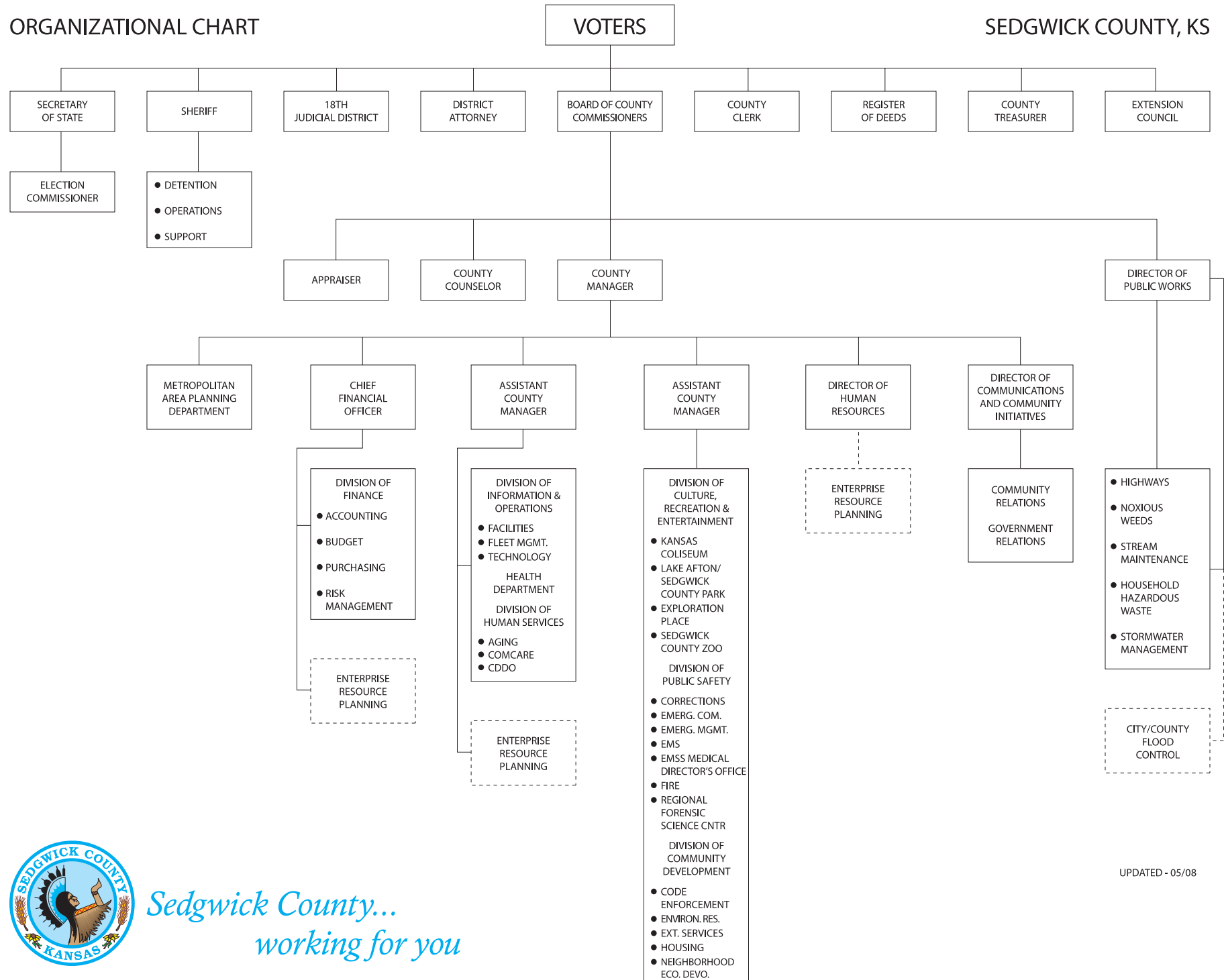
SEDGWICK COUNTY, KANSAS
PRINCIPAL OFFICIALS
February 22, 2010

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	Kelly D. Parks	January 7, 2007
Commissioner, 5 th District	Gwen Welshimer	January 7, 2007
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	Ron Estes	October 11, 2005

Appointed Positions	Name	Date of Appointment
County Manager	William P. Buchanan	March 18, 1991
Assistant County Manager	Charlene Stevens	August 14, 2006
Assistant County Manager	Ron Holt	February 20, 2005
Chief Financial Officer	Chris Chronis	January 4, 1999
Director, Division of Human Resources	M. Jo Templin	July 13, 2003
Director, Division of Communications	Kristi Zukovich	January 1, 2001
Director, Metropolitan Area Planning Department	John L. Schlegel	June 30, 2003
Director, Public Works / County Engineer	David Spears	July 1, 1985
County Counselor	Richard A. Euson	March 5, 1997
County Appraiser	Mike Borchard	December 15, 2004
Director, Division of Public Safety	Robert Lamkey	September 21, 1998
Director, Division of Human Services	Deborah Donaldson	July 1, 1993
Director, Division of Community Development	Irene Hart	August 1, 1995
Director, Division of Culture, Recreation & Entertainment	Ron Holt	February 20, 2005
Director, Division of Information & Operations	Charlene Stevens	August 14, 2006
Director of Health Department	Claudia Blackburn	May 31, 2005

ORGANIZATIONAL CHART

SEDGWICK COUNTY, KS



Sedgwick County...
working for you

UPDATED - 05/08

This page intentionally left blank.



Sedgwick County...
working for you



FINANCIAL SECTION

FINANCIAL SECTION



Sedgwick County...
working for you

INDEPENDENT AUDITORS' REPORT



Allen, Gibbs & Houlik, L.C.
CPAs & Advisors

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, 2009, 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, 2009, 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.

In accordance with *Government Auditing Standards*, we have also issued our report dated March 25, 2010, 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.

The Management's Discussion and Analysis and required supplementary information listed on the table of contents are not a required part of the basic financial statements but are supplementary information required by accounting principles generally accepted in the United States of America. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

Our audit was performed for the purpose of forming opinions on the financial statements that collectively comprise the County's basic financial statements. The introductory section, combining and individual nonmajor fund financial statements and schedules, and statistical section 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. The combining and individual nonmajor fund financial statements and schedules have been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, are fairly stated in all material respects in relation to the basic financial statements taken as a whole. The introductory and statistical sections have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we express no opinion on them.

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

March 25, 2010
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, 2009. 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 increased 2.5% or \$16.0 million to \$658.6 million, indicating the overall financial health of Sedgwick County improved during 2009. Of this total, \$84.3 million is reported as unrestricted net assets and may be used to meet the government's ongoing obligations to citizens and creditors.
- Capital assets, including land and construction in progress increased \$107.5 million to \$599.1 million reflecting several construction projects just completed or currently underway, including the INTRUST Bank Arena and the National Center for Aviation Training.
- Governmental activity expenses were up \$9.9 million or 3.3%, driven by an \$8.3 million increase in public safety.
- Investment earnings were down \$8.7 million or 53.0%.

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-59 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 Coliseum/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-two 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 Coliseum/Arena complex. Additional information regarding the Kansas Coliseum 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-60 and A-61 and shows a comparison of the original and final General Fund budget to actual results and a 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 \$658.6 million at the end of 2009.

Sedgwick County, Kansas
Net Assets
As of December 31, 2009
With Comparatives as of December 31, 2008
(millions of dollars)

	Governmental Activities		Business-Type Activities		Total Primary Government	
	2009	2008	2009	2008	2009	2008
Assets:						
Current and other assets	\$377.0	\$384.5	\$ 21.7	\$102.5	\$398.7	\$487.0
Capital assets	415.7	380.8	183.4	110.8	599.1	491.6
Total assets	<u>792.7</u>	<u>765.3</u>	<u>205.1</u>	<u>213.3</u>	<u>997.8</u>	<u>978.6</u>
Liabilities:						
Long-term liabilities	172.5	191.2	-	-	172.5	191.2
Other liabilities	166.2	144.5	0.5	0.4	166.7	144.9
Total liabilities	<u>338.7</u>	<u>335.7</u>	<u>0.5</u>	<u>0.4</u>	<u>339.2</u>	<u>336.1</u>
Net assets:						
Invested in capital assets, net of related debt	240.0	204.6	183.4	110.8	423.4	315.4
Restricted	129.7	150.9	21.2	101.7	150.9	252.6
Unrestricted	84.3	74.2	0.0	0.4	84.3	74.6
Total net assets	<u>\$454.0</u>	<u>\$429.7</u>	<u>\$ 204.6</u>	<u>\$212.9</u>	<u>\$658.6</u>	<u>\$642.6</u>

The largest portion of the County's net assets (64.3 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 22.9% of net assets and are resources that are subject to external restrictions on how they may be used. The remaining balance of \$84.3 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 increased \$24.3 million or 5.7 percent. Net assets of the County's business-type activities decreased \$8.3 million representing a decrease of 3.9 percent during 2009. Overall, net assets increased \$16.0 million. Changes in net assets were as follows:

Sedgwick County, Kansas
Change in Net Assets
Fiscal Year Ended December 31, 2009
With Comparatives for the Year Ended December 31, 2008
(millions of dollars)

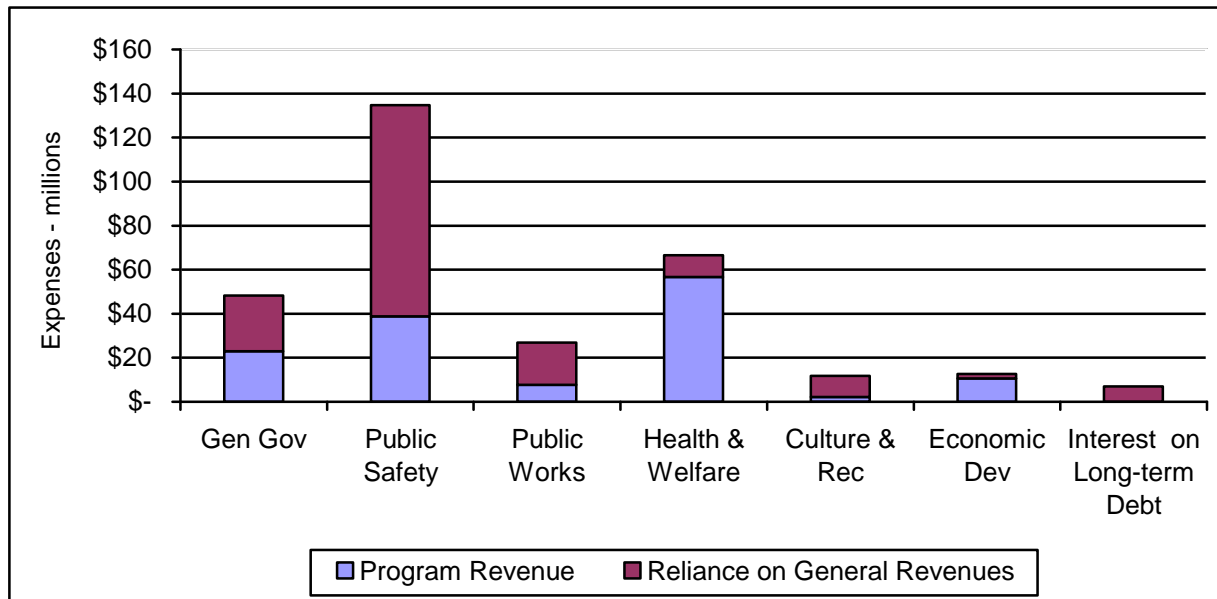
	Governmental Activities		Business-Type Activities		Total Primary Government	
	2009	2008	2009	2008	2009	2008
Revenues						
Program revenues:						
Charges for services	\$ 84.4	\$ 83.2	\$ 2.0	\$ 2.6	\$ 86.4	\$ 85.8
Operating grants and contributions	53.1	50.3	-	-	53.1	50.3
Capital grants and contributions	1.5	6.1	-	-	1.5	6.1
General revenues:						
Property taxes	157.7	155.3	-	-	157.7	155.3
Sales taxes	25.2	26.3	-	-	25.2	26.3
Other taxes	3.0	3.3	-	-	3.0	3.3
Investment earnings	7.7	16.4	-	-	7.7	16.4
Total revenues	<u>332.6</u>	<u>340.9</u>	<u>2.0</u>	<u>2.6</u>	<u>334.6</u>	<u>343.5</u>
Expenses						
General government	48.2	51.3	-	-	48.2	51.3
Public safety	134.7	126.4	-	-	134.7	126.4
Public works	26.9	21.2	-	-	26.9	21.2
Health and welfare	66.5	65.6	-	-	66.5	65.6
Culture and recreation	11.9	10.3	-	-	11.9	10.3
Economic development	12.6	17.6	-	-	12.6	17.6
Interest on long-term debt	6.9	5.4	-	-	6.9	5.4
Coliseum/Arena	-	-	3.7	3.4	3.7	3.4
Total expenses	<u>307.7</u>	<u>297.8</u>	<u>3.7</u>	<u>3.4</u>	<u>311.4</u>	<u>301.2</u>
Increase (decrease) in net assets before transfers and special item	24.9	43.1	(1.7)	(0.8)	23.2	42.3
Special item – infrastructure improvements	-	-	(7.2)	-	(7.2)	-
Transfers	<u>(0.6)</u>	<u>(0.5)</u>	<u>0.6</u>	<u>0.5</u>	<u>-</u>	<u>-</u>
Increase (decrease) in net assets	24.3	42.6	(8.3)	(0.3)	16.0	42.3
Net assets, beginning	<u>429.7</u>	<u>374.5</u>	<u>212.9</u>	<u>213.2</u>	<u>642.6</u>	<u>587.7</u>
Net assets, ending	<u><u>\$454.0</u></u>	<u><u>\$429.7</u></u>	<u><u>\$204.6</u></u>	<u><u>\$212.9</u></u>	<u><u>\$658.6</u></u>	<u><u>\$642.6</u></u>

Cessna Aircraft returned a \$5 million economic development incentive grant in 2009 that Sedgwick County paid during 2008. The payment from Cessna combined with reductions in grants from the State of Kansas for community mental health programs resulted in a \$2.8 million increase in operating grants and contributions. Capital grants and contributions fell \$4.6 million due to two large projects completed by the Sedgwick County Zoo in 2008 compared to relatively smaller projects in 2009. The new restaurant and tiger exhibit were constructed in 2008. Property tax collections were relatively flat. Sedgwick County lowered the mill levy by 1 mill in 2009, but valuation increases caused property tax collections to increase 1.5%. Investment earnings continue to decrease. The average yield on county investments was 1.31% at the beginning of 2009 and fell to 0.52% at the end of the year. The portfolio also decreased as cash accumulated for the construction of the new downtown arena was spent on the project.

Expenses of governmental activities increased \$10.1 million. Debt service payments on the National Center for Aviation Training began in 2009 causing interest expense on long-term debt to increase by \$1.6 million. Economic Development expenses fell by \$5.0 million; during 2008 the County made a one-time payment of \$5.0 million to Cessna for their Columbus Jet project. Public Works expenses were up \$5.7 million due to increases in road maintenance activity and Public Safety expenses increased \$8.4 million or 6.6%.

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%	\$ 6,934,908
○ Culture and recreation	81.5%	9,652,020
○ Public works	71.3%	19,191,984
○ Public safety	71.2%	95,950,093
○ General government	52.3%	25,200,540
○ Economic development	15.8%	1,997,893
○ Health and welfare	14.7%	9,788,292
Total reliance on general revenues		<u>\$168,715,730</u>

Governmental activities incurred \$307,735,985 in expenses during 2009. The following list breaks this expense down into percentage by function with the corresponding dollar amount:

○ Public safety	43.8%	\$134,712,863
○ Health and welfare	21.6%	66,495,063
○ General government	15.7%	48,207,197
○ Public works	8.8%	26,918,844
○ Economic development	4.1%	12,626,170
○ Culture and recreation	3.8%	11,840,940
○ Interest on long-term debt	2.2%	6,934,908
Total governmental activities expenses		<u>\$307,735,985</u>

Business-type Activity

Sedgwick County has one business-type activity, the Coliseum/Arena fund. Net assets for fiscal year 2009 decreased by \$8.3 million to \$204.6 million. The special item was a \$7.2 million reimbursement to the City of Wichita for infrastructure improvements near the INTRUST Bank Arena site. The infrastructure improvements were made by the City pursuant to inter-local agreements addressing parking, street and sewer enhancements required by the arena. The INTRUST Bank Arena opened on January 9, 2010.

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 \$190.4 million, a decrease of \$6.8 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	\$ 66,371,529	\$ 68,809,423	\$2,437,894
Federal/State Assistance	23,121,023	25,398,597	2,277,574
Debt Service	11,609,796	12,161,970	552,174
Debt Proceeds	46,683,969	37,306,220	(9,377,749)
Other Governmental	49,404,763	46,741,122	(2,663,641)
Total Governmental Funds	\$ 197,191,080	\$ 190,417,332	\$(6,773,748)

The General Fund is the chief operating fund of Sedgwick County. Ending fund balance in the General Fund increased \$2.4 million, compared to a decrease of \$0.6 million a year ago.

Revenues increased by \$2.4 million as a result of a combination of several items including an increase in the mill levy applied to the General Fund of 1.071 mills resulting in an increase of property tax collections of \$6.6 million. Cessna repaid the \$5.0 million economic development incentive. These increases were offset by decreases of \$1.1 million in sales tax revenue, \$8.8 million in investment income and \$2.2 million in charges for services.

General Fund expenditures increased \$2.0 million or 1.4%. Economic Development dropped \$5.2 million because of the \$5.0 million one-time economic development incentive payment made in 2008 and not in 2009. Public Safety increased \$4.7 million, mainly due to an increase of \$3.0 million in the Sheriff's Office. The increases in the Sheriff's Office were \$1.4 million for housing prisoners in other county jails, \$0.8 million in cost increases to run Sedgwick County's jail, \$400,000 in increased medical costs incurred by county prisoners and \$200,000 increase in the cost of operating the Offender Registration Unit.

As a measure of the General Fund's liquidity, it may be useful to compare unreserved fund balance and total fund balance to total fund expenditures. Unreserved fund balance represents 43.2% of total General Fund expenditures, while total fund balance represents 47.7%.

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 \$25.4 million which is \$2.3 million more than 2008. Revenues decreased \$3.2 million over the prior year. The reductions were the result of cuts from the State of Kansas. Sedgwick County's developmental disability organization was cut \$1.0 million, mental health was cut \$1.2 million and the County's correction's program received \$2.6 million less than 2008. Federal stimulus funds totaled nearly \$1.0 million in 2009. Expenditures in the Federal/State Assistance Fund were down \$2.9 million compared to 2008. The affordable airfares program which is designed to keep low cost airlines operating out of Wichita's Mid-continent airport is recorded in general government expenditures and decreased \$4.3 million in 2009. The County's contractual agreement with Frontier airlines ended and payments to Airtran Airways decreased. The County's contract with Airtran overlaps fiscal years so the decrease in payments has more to do with timing rather than a reduction in the contract. Public Safety grant expenditures increased 19.5% due to increases in District Court and Sheriff's Office grants.

Debt Service expenditures increased \$2.7 million as repayment on the bond issue to construct the National Center for Aviation Training (NCAT) began in 2009.

The Debt Proceeds fund is a capital projects fund that receives proceeds from general obligation bond issues and other long-term financing sources. During 2009 the fund received \$33.0 million in proceeds from debt issuance. \$18.2 million was used to refund outstanding debt related to the Series A 1998 and Series A 1999 general obligation bonds. \$23.7 million was transferred to capital projects funds to pay for current projects. Transfers out to capital projects funds included \$19.7 million for the NCAT, \$3.0 million for the Meridian road project and \$1.0 million to make Ridge Road four lanes from K-96 to 53rd St. N.

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 Coliseum/Arena Fund is a combination of the current Kansas Coliseum and the new INTRUST Bank Arena that opened on January 9, 2010. Operations at the Kansas Coliseum resulted in an operating loss of \$1.6 million. Net assets in the fund decreased \$8.3 million to \$204.6 million in 2009. A special item for infrastructure improvements in the amount of \$7.2 million is recorded to show the reimbursement to the City of Wichita for infrastructure improvements in the area near the INTRUST Bank Arena.

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 surplus in 2009 of \$449,790. The workers' compensation charges nearly matched expenses and the fund ended the year with an operating income of \$45,097. Sedgwick County expended just over \$700,000 for property and liability insurance during 2009 and also paid nearly \$200,000 in claims for storm damage to County property. 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 \$0.8 million during 2009 increasing net assets to \$3.8 million at the end of the year.

General Fund Budgetary Highlights

The County did not amend the budget during fiscal year 2009, although appropriations were shifted between line items in the General Fund.

Actual revenue was \$3.9 million above both the original and final budgets. Five of ten major revenue sources exceeded budget. Property tax collections exceeded budget by \$2.4 million and reimbursed expenditures exceeded budget by \$5.4 million. Sedgwick County did not anticipate Cessna would halt the Columbus jet project and return the \$5.0 million economic development incentive paid in 2008. Sales tax receipts were \$2.9 million less than budget because of the slowing economy and charges for services were \$4.6 million less 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. Anticipated revenues were budgeted, but several cities including the City of Wichita claim Sedgwick County does not have the authority to charge this fee. Sedgwick County is currently involved in litigation with several of the cities who have not paid.

Expenditures for personnel services were less than the original and final budgets by \$4.5 million and \$4.0 million, respectively. Contractual services ended the year \$13.1 million lower than the final budget. Overall budgetary fund balance in the General Fund increased \$4.3 million in 2009.

Capital Asset and Debt Administration

Sedgwick County's investment in capital assets for its governmental and business-type activities as of December 31, 2009, totaled \$599,096,375 (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 2009 fiscal year included the following:

- \$100.5 million is recorded as construction in progress. The main project is the construction of the National Center for Aviation Training.
- The INTRUST Bank Arena held its first event on January 9, 2010. The project budget was \$205.5 million making it the most expensive single capital project in Sedgwick County's history.

Capital Assets December 31, 2009 (net of depreciation)

	Governmental Activities	Business-Type Activities	Total
Land	\$ 14,871,155	\$ 14,332,730	\$ 29,203,885
Buildings and improvements	127,025,344	165,131,038	292,156,382
Improvements other than buildings	9,444,732	-	9,444,732
Machinery and equipment	13,317,319	3,932,286	17,249,605
Infrastructure	150,518,070	-	150,518,070
Construction in progress	100,523,701	-	100,523,701
Total	\$ 415,700,321	\$ 183,396,054	\$ 599,096,375

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

Long-term Debt

At the end of 2009, Sedgwick County had total general obligation bonds outstanding of \$83,035,000. This amount includes \$7,855,000 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 \$83,850,000 and two loans from the Kansas Department of Transportation with a 2009 ending balance of \$7,175,584. 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.

December 1, 2009, Sedgwick County issued \$17,520,000 in refunding bonds at a premium of \$1,098,891 to refund \$15,775,000 of outstanding Series A 1998 general obligation bonds and \$2,465,000 of outstanding Series A 1999 general obligation bonds. The refunding will reduce Sedgwick County's debt payments by \$1,929,916 over the next eight years. The County also issued \$9,965,000 in taxable general obligation bonds called Build America Bonds. These bonds were issued for road projects and improvements to the courthouse complex. The advantage of issuing taxable Build America Bonds is the Federal Government will rebate 35% of the interest cost back to the County. This rebate will total \$1,455,520 over 20 years having the effect of lowering the interest rate from 4.62% to 3.01%.

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 "Aa1" 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 \$103,202,000.

Additional information about the County's long-term debt can be found in Note III. C, beginning on page A-45 of this report.

Economic Factors and Next Year's Budgets and Rates

- The unemployment rate in the Wichita MSA stood at 7.6% at the end of 2009, as compared to 4.9% at the end of 2008.
- The 2009 County mill levy funds the 2010 budget. The 2009 mill levy rate is 29.868, almost a half mill less than the 2008 rate of 30.377 mills.
- 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 currently have \$64.8 billion in combined backlog. Boeing has \$328 billion in backlog company-wide.
- The Wichita MSA has the highest concentration of manufacturing jobs in the United States with populations under one million.
- Cost of living in Wichita is a moderate 90.8, roughly 9% 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.

This page intentionally left blank.



Sedgwick County...
working for you

SEDGWICK COUNTY, KANSAS

Statement of Net Assets

December 31, 2009

	Primary Government			Component Unit
	Governmental Activities	Business-type Activities	Total	SCPBC
Assets				
Cash, including investments	\$ 195,483,377	\$ -	\$ 195,483,377	\$ -
Receivables, net	171,900,831	20,042	171,920,873	-
Due from other agencies	4,999,674	-	4,999,674	-
Inventories, at cost	1,646,841	-	1,646,841	-
Prepaid items	2,992,445	-	2,992,445	-
Restricted assets:				
Cash, including investments	-	21,671,754	21,671,754	-
Accounts receivable	-	28,603	28,603	-
Net investment in direct financing lease	-	-	-	84,804,925
Costs of issuance	-	-	-	956,854
Bond discount	-	-	-	49,602
Capital assets:				
Land and construction in progress	115,394,856	14,332,730	129,727,586	-
Other capital assets, net of depreciation	300,305,465	169,063,324	469,368,789	-
Total assets	792,723,489	205,116,453	997,839,942	85,811,381
Liabilities				
Accounts payable and other current liabilities	3,649,063	495,966	4,145,029	-
Accrued interest payable	2,905,486	-	2,905,486	1,562,172
Unearned revenue	138,218,520	24,660	138,243,180	-
Noncurrent liabilities:				
Due within one year	21,390,339	-	21,390,339	4,250,000
Due in more than one year	172,544,096	-	172,544,096	79,600,000
Less: deferred refunding	-	-	-	(510,699)
Bond premium	-	-	-	909,908
Total liabilities	338,707,504	520,626	339,228,130	85,811,381
Net Assets				
Invested in capital assets, net of related debt	240,044,637	-	240,044,637	-
Invested in capital assets	-	183,396,054	183,396,054	-
Restricted for:				
Capital improvements	42,411,030	-	42,411,030	-
Capital improvements and operations	-	21,188,982	21,188,982	-
Debt service	26,199,155	-	26,199,155	-
Federal/State assistance	29,897,795	-	29,897,795	-
Equipment and technology improvements	12,780,410	-	12,780,410	-
Fire protection	3,150,163	-	3,150,163	-
Court operations	2,455,448	-	2,455,448	-
Other purposes	12,770,043	-	12,770,043	-
Unrestricted	84,307,304	10,791	84,318,095	-
Total net assets	\$ 454,015,985	\$ 204,595,827	\$ 658,611,812	\$ -

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

This page intentionally left blank.



Sedgwick County...
working for you

SEDGWICK COUNTY, KANSAS

Statement of Activities

For the Year Ended December 31, 2009

	Expenses	Program Revenues		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
Primary government:				
Governmental activities:				
General government	\$ 48,207,197	\$ 22,167,092	\$ 839,565	\$ -
Public safety	134,712,863	20,626,141	18,136,629	-
Public works	26,918,844	1,345,707	5,933,226	447,927
Health and welfare	66,495,063	34,379,717	22,327,054	-
Culture and recreation	11,840,940	593,759	505,279	1,089,882
Economic development	12,626,170	5,310,076	5,318,201	-
Interest on long-term debt	6,934,908	-	-	-
Total governmental activities	<u>307,735,985</u>	<u>84,422,492</u>	<u>53,059,954</u>	<u>1,537,809</u>
Business-type activities:				
Coliseum/Arena	<u>3,707,728</u>	<u>1,956,551</u>	<u>-</u>	<u>-</u>
Total business-type activities	<u>3,707,728</u>	<u>1,956,551</u>	<u>-</u>	<u>-</u>
Total primary government	<u>\$ 311,443,713</u>	<u>\$ 86,379,043</u>	<u>\$ 53,059,954</u>	<u>\$ 1,537,809</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

Special item - infrastructure improvements

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
\$ (25,200,540)	\$ -	\$ (25,200,540)	\$ -
(95,950,093)	-	(95,950,093)	-
(19,191,984)	-	(19,191,984)	-
(9,788,292)	-	(9,788,292)	-
(9,652,020)	-	(9,652,020)	-
(1,997,893)	-	(1,997,893)	-
(6,934,908)	-	(6,934,908)	-
<u>(168,715,730)</u>	<u>-</u>	<u>(168,715,730)</u>	<u>-</u>
-	(1,751,177)	(1,751,177)	-
-	(1,751,177)	(1,751,177)	-
<u>(168,715,730)</u>	<u>(1,751,177)</u>	<u>(170,466,907)</u>	<u>-</u>
-	-	-	-
-	-	-	-
157,669,623	-	157,669,623	-
25,225,445	-	25,225,445	-
3,052,011	-	3,052,011	-
7,753,307	-	7,753,307	-
-	(7,182,648)	(7,182,648)	-
<u>(608,964)</u>	<u>608,964</u>	<u>-</u>	<u>-</u>
<u>193,091,422</u>	<u>(6,573,684)</u>	<u>186,517,738</u>	<u>-</u>
24,375,692	(8,324,861)	16,050,831	-
<u>429,640,293</u>	<u>212,920,688</u>	<u>642,560,981</u>	<u>-</u>
<u>\$ 454,015,985</u>	<u>\$ 204,595,827</u>	<u>\$ 658,611,812</u>	<u>\$ -</u>

SEDGWICK COUNTY, KANSAS

Balance Sheet Governmental Funds December 31, 2009

	General Fund	Federal/State Assistance Fund	Debt Service Fund
<u>Assets</u>			
Cash, including investments	\$ 58,567,541	\$ 24,591,315	\$ 12,182,133
Advance receivable	563,855	-	-
Due from other funds	-	-	-
Due from other agencies	28,482	3,032,238	-
Accounts receivable	7,579,234	1,310,396	-
Property tax receivable	96,401,002	-	4,465,417
Sales tax receivable	4,235,088	-	-
Interest receivable	1,473,727	-	-
Prepaid items	2,992,445	-	-
Note receivable	1,872,089	-	-
Special assessments receivable:			
Deferred	-	-	14,968,087
Delinquent (including interest)	-	-	1,948,801
Inventories, at cost	-	106,074	-
Total assets	\$ 173,713,463	\$ 29,040,023	\$ 33,564,438
<u>Liabilities and Fund Balances</u>			
Liabilities:			
Accounts payable	\$ 931,228	\$ 1,027,029	\$ -
Due to other funds	-	-	-
Due to other agencies	257	-	-
Advance payable	-	-	-
Deferred revenue	103,972,555	2,614,397	21,382,305
Matured bonds and coupons payable	-	-	20,163
Total liabilities	104,904,040	3,641,426	21,402,468
Fund balances:			
Reserved for:			
Encumbrances	1,011,075	537,952	-
Inventories	-	106,074	-
Debt service	-	-	-
Advance receivable	563,855	-	-
Note receivable	1,872,089	-	-
Prepaid items	2,992,445	-	-
Unreserved:			
Designated for:			
Subsequent year's budget	22,764,617	-	-
Capital improvements	-	-	-
Division of highways	2,117,544	-	-
Reported in Special Revenue Funds:			
Subsequent year's budget	-	-	-
Undesignated	37,487,798	24,754,571	12,161,970
Undesignated, reported in			
Special Revenue Funds	-	-	-
Capital Projects Funds	-	-	-
Total fund balances	68,809,423	25,398,597	12,161,970
Total liabilities and fund balances	\$ 173,713,463	\$ 29,040,023	\$ 33,564,438

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

Debt Proceeds Fund	Other Governmental Funds	Total Governmental Funds
\$ 30,629,310	\$ 53,747,512	\$ 179,717,811
-	-	563,855
6,676,910	-	6,676,910
-	1,938,954	4,999,674
-	3,300,682	12,190,312
-	34,346,306	135,212,725
-	-	4,235,088
-	-	1,473,727
-	-	2,992,445
-	-	1,872,089
-	-	14,968,087
-	-	1,948,801
-	1,113,813	1,219,887
<u>\$ 37,306,220</u>	<u>\$ 94,447,267</u>	<u>\$ 368,071,411</u>
\$ -	\$ 1,228,478	\$ 3,186,735
-	6,676,910	6,676,910
-	-	257
-	563,855	563,855
-	39,236,902	167,206,159
-	-	20,163
<u>-</u>	<u>47,706,145</u>	<u>177,654,079</u>
-	26,360,932	27,909,959
-	1,113,813	1,219,887
-	25,783	25,783
-	-	563,855
-	-	1,872,089
-	-	2,992,445
-	-	22,764,617
37,306,220	-	37,306,220
-	-	2,117,544
-	7,303,953	7,303,953
-	-	74,404,339
-	18,599,984	18,599,984
-	(6,663,343)	(6,663,343)
<u>37,306,220</u>	<u>46,741,122</u>	<u>190,417,332</u>
<u>\$ 37,306,220</u>	<u>\$ 94,447,267</u>	<u>\$ 368,071,411</u>

SEDGWICK COUNTY, KANSAS

Reconciliation of the Statement of Net Assets to the Balance Sheet for Governmental Funds December 31, 2009

Total fund balances of governmental funds \$ 190,417,332

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 \$595,084,401 and the accumulated depreciation is \$193,139,717. 401,944,684

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. 28,064,352

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. 28,987,639

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	\$ (83,035,000)	
Direct financing lease payable	(83,850,000)	
Revolving loan payable	(7,175,584)	
Capital lease payable	(1,595,100)	
Compensated absences	(6,900,000)	
Other postemployment benefits other than pensions	(9,936,852)	
Accrued interest payable	(2,905,486)	(195,398,022)

Net assets of governmental activities \$ 454,015,985

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

This page intentionally left blank.



Sedgwick County...
working for you

SEDGWICK COUNTY, KANSAS

Statement of Revenues, Expenditures and Changes in Fund Balances Governmental Funds For the Year Ended December 31, 2009

	General Fund	Federal/State Assistance Fund	Debt Service Fund
Revenues			
Property taxes	\$ 101,945,322	\$ -	\$ 15,393,199
Emergency telephone services taxes	-	-	-
Sales taxes	25,225,445	-	-
Special assessments	-	-	3,614,658
Other taxes	199,239	27,800	-
Intergovernmental	4,540,875	35,611,135	-
Charges for services	14,863,346	33,492,176	81,667
Uses of money and property	7,103,660	17,866	-
Fines and forfeits	108,454	252,591	-
Licenses and permits	460,873	-	-
Reimbursements	9,661,189	6,708,711	-
Other	2,589,234	297,923	-
Total revenues	<u>166,697,637</u>	<u>76,408,202</u>	<u>19,089,524</u>
Expenditures			
Current:			
General government	35,259,728	5,289,444	-
Public safety	84,079,182	13,619,204	-
Public works	2,339,850	19,577	-
Health and welfare	9,116,832	53,108,505	-
Cultural and recreation	9,030,293	505,279	-
Economic development	4,035,969	1,499,601	-
Debt service:			
Principal	-	-	13,913,852
Interest and fiscal charges	-	-	6,769,656
Debt issuance costs	-	-	-
Capital outlay	360,144	121,415	-
Total expenditures	<u>144,221,998</u>	<u>74,163,025</u>	<u>20,683,508</u>
Excess (deficiency) of revenues over (under) expenditures	<u>22,475,639</u>	<u>2,245,177</u>	<u>(1,593,984)</u>
Other financing sources (uses)			
Transfers from other funds	809,065	543,108	2,146,158
Transfers to other funds	(20,846,810)	(510,711)	-
Premium from issuance of general obligation bonds	-	-	-
Proceeds from revolving loan	-	-	-
Issuance of general obligation bonds	-	-	-
Issuance of refunding bonds	-	-	-
Payment to refunded bond escrow agent	-	-	-
Total other financing sources (uses)	<u>(20,037,745)</u>	<u>32,397</u>	<u>2,146,158</u>
Net change in fund balance	2,437,894	2,277,574	552,174
Fund balances, beginning of year	<u>66,371,529</u>	<u>23,121,023</u>	<u>11,609,796</u>
Fund balances, end of year	<u>\$ 68,809,423</u>	<u>\$ 25,398,597</u>	<u>\$ 12,161,970</u>

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

Debt Proceeds Fund	Other Governmental Funds	Total Govenmental Funds
\$ -	\$ 40,331,102	\$ 157,669,623
-	2,715,339	2,715,339
-	-	25,225,445
-	-	3,614,658
-	109,633	336,672
-	12,907,945	53,059,955
-	17,210,785	65,647,974
102,387	16,413	7,240,326
-	-	361,045
-	71,330	532,203
-	13,446	16,383,346
-	833,890	3,721,047
<u>102,387</u>	<u>74,209,883</u>	<u>336,507,633</u>
-	4,733,722	45,282,894
-	33,727,410	131,425,796
-	12,102,416	14,461,843
-	5,585,721	67,811,058
-	120	9,535,692
-	7,076,919	12,612,489
-	337,186	14,251,038
281,401	73,918	7,124,975
268,749	-	268,749
-	53,116,164	53,597,723
<u>550,150</u>	<u>116,753,576</u>	<u>356,372,257</u>
<u>(447,763)</u>	<u>(42,543,693)</u>	<u>(19,864,624)</u>
-	44,187,346	47,685,677
(23,650,373)	(4,307,294)	(49,315,188)
1,098,891	-	1,098,891
4,376,496	-	4,376,496
9,965,000	-	9,965,000
17,520,000	-	17,520,000
(18,240,000)	-	(18,240,000)
<u>(8,929,986)</u>	<u>39,880,052</u>	<u>13,090,876</u>
(9,377,749)	(2,663,641)	(6,773,748)
<u>46,683,969</u>	<u>49,404,763</u>	<u>197,191,080</u>
<u>\$ 37,306,220</u>	<u>\$ 46,741,122</u>	<u>\$ 190,417,332</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, 2009

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

Net change in fund balances - total governmental funds	\$ (6,773,748)
--------------------------------------------------------	----------------

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	\$ 49,411,841	
Depreciation expense	<u>(15,708,249)</u>	
		33,703,592

Revenues reported in the funds that do not provide current financial resources are reported as revenues in the statement of activities.	(521,750)
-----------------------------------------------------------------------------------------------------------------------------------------	-----------

The net effect of various transactions involving capital assets (i.e., annexations, sales, and trade-ins) is to decrease net assets.	(344,372)
--------------------------------------------------------------------------------------------------------------------------------------	-----------

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	\$ 27,180,000	
Direct financing lease payable	4,835,000	
Revolving loan payable	138,852	
Capital lease payable	<u>337,186</u>	
		32,491,038

Bond 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.	(31,861,496)
-----------------------------------------------------------------------------------------------------------------------------------------------------------------------------	--------------

In the statement of activities, interest is accrued on outstanding bonds, whereas in governmental funds, interest expenditures are not reported until due.	(640,073)
------------------------------------------------------------------------------------------------------------------------------------------------------------	-----------

In the statement of activities, compensated absences are measured by the amounts earned during the year, instead of by the amount paid.	(400,000)
-----------------------------------------------------------------------------------------------------------------------------------------	-----------

In the statement of activities, other postemployment benefits is measured by the amount due during the year, instead of by the amount paid.	(2,830,442)
---------------------------------------------------------------------------------------------------------------------------------------------	-------------

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>1,552,943</u>
------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------	------------------

Change in net assets of governmental activities	<u>\$ 24,375,692</u>
-------------------------------------------------	----------------------

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

This page intentionally left blank.



Sedgwick County...
working for you

SEDGWICK COUNTY, KANSAS

Balance Sheet Proprietary Funds For the Year Ended December 31, 2009

	Business-type Activity - Enterprise Fund Coliseum/Arena Fund	Governmental Activities - Internal Service Funds
<u>Assets</u>		
Current assets:		
Cash, including investments	\$ -	\$ 15,765,566
Accounts receivable, net	20,042	-
Inventories, at cost	-	426,954
Restricted assets:		
Cash, including investments	21,671,754	-
Accounts receivable	28,603	-
Total current assets	21,720,399	16,192,520
Noncurrent assets:		
Capital assets:		
Land	14,332,730	-
Buildings and improvements	176,625,155	8,303,571
Machinery and equipment	4,874,543	25,133,490
Construction in progress	-	-
Less accumulated depreciation	(12,436,374)	(19,681,425)
Total capital assets (net of accumulated depreciation)	183,396,054	13,755,636
Total assets	\$ 205,116,453	\$ 29,948,156
<u>Liabilities</u>		
Current liabilities:		
Accounts payable and accrued expenses	\$ 495,966	\$ 441,908
Estimated claims costs payable	-	949,331
Unearned revenue	24,660	-
Total current liabilities	520,626	1,391,239
Noncurrent liabilities:		
Estimated claims costs payable	-	492,568
Total liabilities	520,626	1,883,807
<u>Net assets</u>		
Invested in capital assets	183,396,054	13,755,636
Restricted for capital improvements and operations	21,188,982	-
Unrestricted	10,791	14,308,713
Total net assets	204,595,827	28,064,349
Total liabilities and net assets	\$ 205,116,453	\$ 29,948,156

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, 2009

	Business-type Activity - Enterprise Fund Coliseum/Arena Fund	Governmental Activities - Internal Service Funds
Operating revenues:		
Charges for services	\$ 1,942,730	\$ 34,281,770
Reimbursements	-	270,421
Other revenue	13,821	208,056
Total operating revenues	<u>1,956,551</u>	<u>34,760,247</u>
Operating expenses:		
Salaries and benefits	1,278,391	1,788,752
Contractual services	575,695	1,207,632
Utilities	463,069	84,735
Supplies and fuel	149,213	2,648,352
Administrative charges	224,529	119,586
Depreciation expense	1,016,831	2,958,525
Claims expense	-	25,637,580
Other expense	-	-
Total operating expenses	<u>3,707,728</u>	<u>34,445,162</u>
Operating income (loss)	<u>(1,751,177)</u>	<u>315,085</u>
Nonoperating revenues:		
Investment income	-	10,698
Gain on sale of assets	-	206,615
Total nonoperating revenues	<u>-</u>	<u>217,313</u>
Income (loss) before contributions and transfers	(1,751,177)	532,398
Special Item:		
Infrastructure improvements	(7,182,648)	-
Transfers:		
Transfers from other funds	608,964	1,055,176
Transfers to other funds	<u>-</u>	<u>(34,631)</u>
Change in net assets	(8,324,861)	1,552,943
Net assets, beginning of year	<u>212,920,688</u>	<u>26,511,406</u>
Net assets, end of year	<u>\$ 204,595,827</u>	<u>\$ 28,064,349</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, 2009

	Business-type Activity - Enterprise Fund Arena/Coliseum Fund	Governmental Activities - Internal Service Funds
Cash flows from operating activities		
Receipts from customers and users	\$ 1,623,867	\$ 34,759,984
Other operating revenues	-	263
Payments to suppliers for goods and services	(917,181)	(29,909,137)
Payments to employees for services	(1,278,391)	(1,788,752)
Net cash provided by (used in) operating activities	(571,705)	3,062,358
Cash flows from noncapital financing activities		
Transfers from other funds	608,964	1,055,176
Transfers to other funds	-	(34,631)
Infrastructure improvements	(7,182,648)	
Net cash provided by (used in) noncapital financing activities	(6,573,684)	1,020,545
Cash flows from capital and related financing activities		
Proceeds from sale of capital assets	-	252,212
Purchases and construction of capital assets	(73,646,462)	(4,511,035)
Net cash provided by (used in) capital and related financing activities	(73,646,462)	(4,258,823)
Cash flows from investing activities		
Interest on investments	-	10,698
Net cash provided by investing activities	-	10,698
Net increase in cash and cash equivalents	(80,791,851)	(165,222)
Cash and cash equivalents, beginning of the year	102,463,605	15,930,788
Cash and cash equivalents, end of the year	\$ 21,671,754	\$ 15,765,566
Reconciliation of operating loss to net cash provided by operating activities		
Operating income (loss)	\$ (1,751,177)	\$ 315,085
Adjustments to reconcile operating (loss) to net cash provided by operating activities:		
Depreciation expense	1,016,831	2,958,525
Decrease (increase) in accounts receivable	(3,352)	-
Decrease (increase) in inventory	-	(94,893)
Increase (decrease) in accounts payable	495,325	(306,936)
Increase in estimated claims payable	-	190,577
(Decrease) in unearned revenue	(329,332)	-
Net cash provided by (used in) operating activities	\$ (571,705)	\$ 3,062,358

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, 2009

	<u>Agency Funds</u>
Assets	
Cash, including investments	\$ 318,920,684
Accounts receivable	2,436
Property tax levied	263,856,386
Total assets	<u>\$ 582,779,506</u>
Liabilities	
Accrued liabilities	\$ 14,701,594
Due to other governmental units	568,077,912
Total liabilities	<u>\$ 582,779,506</u>

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

This page intentionally left blank.



Sedgwick County...
working for you

SEDGWICK COUNTY, KANSAS

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2009

INDEX

	PAGE
I. Summary of Significant Accounting Policies	
A. Reporting Entity	A-32
B. Government-Wide and Fund Financial Statements	A-33
C. Measurement Focus, Basis of Accounting and Financial Statement Presentation	A-33
D. Assets, Liabilities, Net Assets or Equity	A-35
1. Deposits and Investments	A-35
2. Receivables	A-37
3. Inventories	A-38
4. Prepaid Items	A-38
5. Capital Assets	A-38
6. Compensated Absences	A-39
7. Long-term Obligations	A-39
8. Reserves and Designations of Fund Balances	A-39
9. Estimates	A-40
II. Stewardship, Compliance and Accountability	
A. Budgetary Information	A-40
B. Deficit Fund Equity	A-41
III. Detailed Notes on All Funds	
A. Deposits and Investments	A-41
B. Capital Assets	A-44
C. Long-term Debt	A-45
D. Interfund Transfers	A-54
E. Interfund Receivables and Payables	A-54
IV. Other Information	
A. Risk Management	A-55
B. Contingent Liabilities	A-56
C. Pending Governmental Accounting Standards	A-56
D. Defined Benefit Pension Plans	A-56
E. Other Postemployment Benefits Other Than Pensions	A-57
F. Subsequent Event	A-59

SEDGWICK COUNTY, KANSAS

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2009

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, 2009

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, 2009

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 *Coliseum/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, 2009

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, 2009

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 2009, 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, 2009

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, 2009 the note balance was \$1,872,089, with the rate changing to .83% at April 1, 2009.

SEDGWICK COUNTY, KANSAS

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2009

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 \$2,992,445 remains at December 31, 2009.

5. Capital Assets

Capital assets, including property, plant, equipment, 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 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, 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
Vehicles	3

SEDGWICK COUNTY, KANSAS

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2009

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. Reserves and Designations of Fund Balances

In the fund financial statements, governmental funds report the following reservations of fund balance for amounts that are not available for appropriation or are legally restricted by outside parties for use for a specific purpose:

- Reserved for encumbrances – used to segregate a portion of fund balance legally restricted for the future payment of outstanding encumbrances.
- Reserved for inventories – used to segregate a portion of fund balance to indicate that inventories do not represent available or spendable resources.
- Reserved for debt service – used to segregate a portion of fund balance for debt service resources legally restricted to the payment of general long-term debt principal and interest amounts in future years.
- Reserved for advances receivable – used to segregate a portion of fund balance to indicate that advance receivables do not represent available or spendable resources.
- Reserved for note receivable – used to segregate a portion of fund balance to indicate that note receivable does not represent available or spendable resources.
- Reserved for prepaid items – used to segregate a portion of fund balance to indicate that prepaid expenses does not represent available or spendable resources.

SEDGWICK COUNTY, KANSAS

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2009

I. Summary of Significant Accounting Policies (continued)

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

8. Reserves and Designations of Fund Balances (continued)

The following designations of fund balance are reflected in the governmental fund financial statements for amounts that represent tentative management plans that are subject to change:

- Designated for subsequent year's budget – used to segregate a portion of fund balance for current resources that were included in the subsequent year's budget to be used to finance operations of the ensuing year.
- Designated for capital improvements – used to segregate a portion of fund balance for current resources pledged for capital improvements.
- Designated for division of highways – used to segregate a portion of fund balance for accrued sales tax receivable pledged for improvements of roads, highways, and bridges.

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, 2009

II. Stewardship, Compliance and Accountability (continued)

A. Budgetary Information (continued)

There were no budget amendments during 2009.

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
Equipment Reserve
Fire District Special Equipment
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 \$5,317,808 and the Building and Equipment Fund had a fund balance deficit of \$1,104,789 as of December 31, 2009. 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, 2009

III. Detailed Notes on All Funds (continued)

A. Deposits and Investments (continued)

At December 31, 2009, 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	\$ 15,094,204	0.489	2.85
U.S. agency coupon securities	150,028,397	1.12	28.19
U.S. agency discount securities	4,994,439	0.249	0.95
Repurchase agreement	206,786,000	-	38.90
Kansas Municipal Investment Pool ¹	90,961,820	-	17.11
Mutual funds	45,702,672	-	8.60
Collateralized deposits	18,038,841	-	3.40
Total value	<u>\$531,606,373</u>		<u>100.00</u>
Portfolio modified duration		<u>.355</u>	

¹Interest rate risk for the Kansas Municipal Investment Pool is based on the weighted average maturity of the pool. As of December 31, 2009 the weighted average maturity of the pool was 108 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 \$72,405,747 of agency coupons securities and \$10,056,024 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, 2009, 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, 2009

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, 2009, 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. The County also holds investments with the Kansas Municipal Investment Pool, which is rated AAAs/S1+ by Standard & Poor's. Mutual funds utilized by the County were rated AAA by Standard & Poor's at December 31, 2009.

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 \$32.9 million, or 6.1%, of its portfolio in investments issued by Federal Home Loan Mortgage Loan Corp., \$73.6 million, or 13.8%, in investments issued by the Federal Home Loan Bank and investments totaling \$35.6 million, or 6.7%, were held with the Federal National Mortgage Association.

SEDGWICK COUNTY, KANSAS

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2009

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	\$ 195,483,377
Restricted cash, including investments, Statement of Net Assets	21,671,754
Cash, including investments, Statement of Fiduciary Net Assets	318,920,684
Total	<u>\$ 536,075,815</u>

B. Capital Assets

Capital assets activity of the primary government, which includes the internal service funds, for the year ended December 31, 2009 was as follows:

	December 31, 2008	Increases	Decreases	December 31, 2009
Governmental activities:				
Capital assets, not being depreciated:				
Land	\$ 13,058,858	\$ 1,812,297	\$ -	\$ 14,871,155
Construction in progress	85,432,258	42,932,430	(27,840,987)	100,523,701
Total capital assets, not being depreciated	<u>98,491,116</u>	<u>44,744,727</u>	<u>(27,840,987)</u>	<u>115,394,856</u>
Capital assets, being depreciated:				
Buildings and improvements	195,226,329	7,756,051	(400,015)	202,582,365
Leasehold improvements	2,234,871	-	-	2,234,871
Improvements other than buildings	20,906,616	295,155	-	21,201,771
Machinery and equipment	59,458,858	5,848,251	(3,780,461)	61,526,648
Infrastructure	202,468,721	23,119,679	(7,449)	225,580,951
Total capital assets being depreciated	<u>480,295,395</u>	<u>37,019,136</u>	<u>(4,187,925)</u>	<u>513,126,606</u>
Less accumulated depreciation for:				
Buildings	(70,248,317)	(5,610,328)	232,242	(75,626,403)
Leasehold improvements	(2,121,450)	(44,039)	-	(2,165,489)
Improvements other than buildings	(10,261,940)	(1,495,099)	-	(11,757,039)
Machinery and equipment	(46,828,589)	(4,940,971)	3,560,231	(48,209,329)
Infrastructure	(68,492,027)	(6,576,337)	5,483	(75,062,881)
Total accumulated depreciation	<u>(197,952,323)</u>	<u>(18,666,774)</u>	<u>3,797,956</u>	<u>(212,821,141)</u>
Total capital assets being depreciated, net	<u>282,343,072</u>	<u>18,352,362</u>	<u>(389,969)</u>	<u>300,305,465</u>
Governmental activities capital assets, net	<u>\$ 380,834,188</u>	<u>\$ 63,097,089</u>	<u>\$ (28,230,956)</u>	<u>\$ 415,700,321</u>
	December 31, 2008	Increases	Decreases	December 31, 2009
Business-type activities:				
Capital assets, not being depreciated:				
Land	\$ 1,514,844	\$ 12,817,886	\$ -	\$ 14,332,730
Construction in progress	99,042,668	335,088	(99,377,756)	-
Total capital assets, not being depreciated	<u>100,557,512</u>	<u>13,152,974</u>	<u>(99,377,756)</u>	<u>14,332,730</u>
Capital assets, being depreciated:				
Buildings and improvements	20,656,700	155,968,457	-	176,625,157
Machinery and equipment	971,754	3,902,788	-	4,874,542
Total capital assets being depreciated	<u>21,628,454</u>	<u>159,871,245</u>	<u>-</u>	<u>181,499,699</u>
Less accumulated depreciation for:				
Buildings and improvements	(10,544,965)	(949,154)	-	(11,494,119)
Machinery and equipment	(874,578)	(67,678)	-	(942,256)
Total accumulated depreciation	<u>(11,419,543)</u>	<u>(1,016,832)</u>	<u>-</u>	<u>(12,436,375)</u>
Total capital assets being depreciated, net	<u>10,208,911</u>	<u>158,854,413</u>	<u>-</u>	<u>169,063,324</u>
Business-type activities capital assets, net	<u>\$ 110,766,423</u>	<u>\$ 172,007,387</u>	<u>\$ (99,377,756)</u>	<u>\$ 183,396,054</u>

SEDGWICK COUNTY, KANSAS

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2009

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	\$ 1,725,294
Public safety	3,741,416
Public works, including depreciation of general infrastructure assets	7,886,634
Health and welfare	104,455
Culture and recreation	2,248,542
Economic Development, conserve./natural resources	1,908
Capital assets held by the government's internal service funds are charged to the various functions based on their usage of the assets	2,958,525
Total depreciation expense – governmental activities	<u>\$ 18,666,774</u>
Business-type activities:	
Coliseum/Arena fund	\$ 1,016,832
Total depreciation expense – business-type activities	<u>\$ 1,016,832</u>

Construction Commitments

The County had outstanding construction commitments for various capital projects and improvements totaling \$22,222,618 at December 31, 2009. This amount is reflected as reserved for encumbrances 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.

The County's outstanding construction commitments for the INTRUST Bank Arena totaled \$3,373,537 at December 31, 2009. This amount is restricted for capital improvements in the Coliseum/Arena Fund and was funded by the special one-cent sales tax collected through December 31, 2007.

Arena Infrastructure Improvements

Sedgwick County and the City of Wichita agreed to coordinate resources for improvements of parking, wayfinding, streets and utility assets within the INTRUST Bank Arena service area. During 2009 the County's share was \$7,182,648 and was funded by the special sales tax collected through December 31, 2007.

C. 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.

SEDGWICK COUNTY, KANSAS

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2009

III. Detailed Notes on All Funds (continued)

C. Long-Term Debt (continued)

On December 1, 2009, Sedgwick County issued \$17,520,000 Series B 2009 refunding bonds at a premium of \$1,098,891. The average interest rate of the new bonds is 3.76%. Total proceeds of the issuance were \$18,618,891. These proceeds were used to refund \$15,775,000 of outstanding Series A 1998 general obligation bonds with an average interest rate of 4.54% and \$2,465,000 of outstanding Series A 1999 general obligation bonds with an average interest rate of 4.96%. As a result, the Series A 1998 and Series A 1999 bonds are defeased and the liability for these bonds have been removed from the County's financial statements.

Sedgwick County refunded these bonds to reduce total debt payments over the next eight years by \$1,929,916. The economic gain (difference between the present value of the old and new debt service payments) is \$1,737,591.

General obligation bonds outstanding at December 31, 2009 are as follows:

Purpose	Interest Rate	Amount
Governmental Activities – Road and Bridge	3.00 – 4.95%	\$ 31,686,018
Governmental Activities – Facilities	3.00 – 6.00%	21,364,262
Governmental Activities – Storm Water	4.00 – 4.95%	1,199,720
Governmental Activities – Refunding	3.00 – 4.75%	<u>20,930,000</u>
Total general obligation bonds outstanding		<u>\$ 75,180,000</u>

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

Year ending December 31	Governmental Activities		
	Principal	Interest	Totals
2010	\$ 7,805,000	\$ 2,641,537	\$ 10,446,537
2011	6,875,000	2,719,310	9,594,310
2012	6,665,000	2,493,739	9,158,739
2013	6,710,000	2,266,290	8,976,290
2014	6,390,000	2,030,731	8,420,731
2015 – 2019	27,040,000	6,443,224	33,483,224
2020 - 2024	10,675,000	1,968,776	12,643,776
2025 - 2029	<u>3,020,000</u>	<u>395,045</u>	<u>3,415,045</u>
Totals	<u>\$ 75,180,000</u>	<u>\$ 20,958,652</u>	<u>\$ 96,138,652</u>

SEDGWICK COUNTY, KANSAS

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2009

III. Detailed Notes on All Funds (continued)

C. Long-Term Debt (continued)

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	3.00 – 6.00%	\$7,855,000

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

Year ending December 31	Governmental Activities		
	Principal	Interest	Totals
2010	\$ 1,295,000	\$ 338,390	\$ 1,633,390
2011	1,350,000	283,360	1,633,360
2012	1,410,000	227,034	1,637,034
2013	1,015,000	167,287	1,182,287
2014	725,000	122,472	847,472
2015 - 2019	1,765,000	224,401	1,989,401
2020 - 2021	295,000	14,881	309,881
Totals	<u>\$ 7,855,000</u>	<u>\$ 1,377,825</u>	<u>\$ 9,232,825</u>

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. Five issues are outstanding with repayment schedules ranging from 8 to 19 years. The current bonds outstanding are as follows:

Purpose	Interest Rate	Amount
Public Services Administration Building	3.00 – 4.50%	\$ 2,105,000
Exploration Place	2.50 – 4.00%	11,190,000
Juvenile Justice Complex 2003-1	2.75 – 4.65%	16,185,000
Juvenile Justice Complex 2007-1	3.75 – 4.125%	12,730,000
Technical Education Complex 2008-1	4.00 – 5.25%	41,640,000
Total		<u>\$ 83,850,000</u>

SEDGWICK COUNTY, KANSAS

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2009

III. Detailed Notes on All Funds (continued)

C. Long-Term Debt (continued)

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
2010	\$ 4,250,000	\$ 3,749,212	\$ 7,999,212
2011	4,375,000	3,581,988	7,956,988
2012	4,375,000	3,421,385	7,796,385
2013	4,535,000	3,238,453	7,773,453
2014	4,700,000	3,045,754	7,745,754
2015 - 2019	24,250,000	12,090,411	36,340,411
2020 - 2024	23,930,000	6,587,937	30,517,937
2025 - 2028	13,435,000	1,697,694	15,132,694
Totals	<u>\$ 83,850,000</u>	<u>\$ 37,412,834</u>	<u>\$ 121,262,834</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, 2009:

Minimum lease payments receivable	\$ 2,479,895
Less unearned income	460,339
Net investment in direct financing lease	<u>\$ 2,019,556</u>

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
2010	\$ 230,000	\$ 76,165	\$ 306,165
2011	235,000	69,265	304,265
2012	245,000	61,745	306,745
2013	260,000	53,415	313,415
2014	265,000	44,055	309,055
2015 - 2017	<u>870,000</u>	<u>70,250</u>	<u>940,250</u>
Total	<u>\$ 2,105,000</u>	<u>\$ 374,895</u>	<u>\$ 2,479,895</u>

SEDGWICK COUNTY, KANSAS

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2009

III. Detailed Notes on All Funds (continued)

C. Long-Term Debt (continued)

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, 2009:

Minimum lease payments receivable	\$ 14,746,020
Less unearned income	<u>3,967,145</u>
Net investment in direct financing lease	<u>\$ 10,778,875</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:

<u>Year ended</u> <u>December 31</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2010	\$ 660,000	\$ 443,207	\$ 1,103,207
2011	685,000	423,408	1,108,408
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 - 2019	4,415,000	1,271,205	5,686,205
2020 - 2022	<u>3,200,000</u>	<u>288,837</u>	<u>3,488,837</u>
Total	<u>\$11,190,000</u>	<u>\$ 3,556,020</u>	<u>\$14,746,020</u>

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, 2009:

Minimum lease payments receivable	\$ 21,876,200
Less unearned income	<u>5,528,722</u>
Net investment in direct financing lease	<u>\$ 16,347,478</u>

SEDGWICK COUNTY, KANSAS

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2009

III. Detailed Notes on All Funds (continued)

C. 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
2010	\$ 895,000	\$ 669,352	\$ 1,564,352
2011	920,000	640,265	1,560,265
2012	955,000	608,065	1,563,065
2013	985,000	572,253	1,557,253
2014	1,025,000	534,084	1,559,084
2015 - 2019	5,795,000	2,014,519	7,809,519
2020- 2023	<u>5,610,000</u>	<u>652,662</u>	<u>6,262,662</u>
Total	<u>\$ 16,185,000</u>	<u>\$ 5,691,200</u>	<u>\$ 21,876,200</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, 2009:

Minimum lease payments receivable	\$ 16,990,431
Less unearned income	4,074,291
Net investment in direct financing lease	<u>\$ 12,916,140</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
2010	\$ 945,000	\$ 507,050	\$ 1,452,050
2011	975,000	471,612	1,446,612
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- 2019	3,565,000	1,304,050	4,869,050
2020 - 2024	3,130,000	687,250	3,817,250
2025 - 2026	<u>1,440,000</u>	<u>89,719</u>	<u>1,529,719</u>
Total	<u>\$ 12,730,000</u>	<u>\$ 4,260,431</u>	<u>\$ 16,990,431</u>

SEDGWICK COUNTY, KANSAS

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2009

III. Detailed Notes on All Funds (continued)

C. Long-Term Debt (continued)

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, 2009:

Minimum lease payments receivable	\$ 65,170,288
Less unearned income	22,427,411
Net investment in direct financing lease	<u>\$ 42,742,877</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
2010	\$ 1,520,000	\$ 2,053,437	\$ 3,573,437
2011	1,560,000	1,977,438	3,537,438
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 - 2019	9,605,000	7,430,388	17,035,388
2020 - 2024	11,990,000	4,959,188	16,949,188
2025 - 2028	11,995,000	1,607,975	13,602,975
Total	<u>\$ 41,640,000</u>	<u>\$ 23,530,288</u>	<u>\$ 65,170,288</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
2010	\$ 144,211	\$ 108,045	\$ 252,256
2011	149,778	102,478	252,256
2012	155,559	96,697	252,256
2013	161,564	90,692	252,256
2014	167,800	84,456	252,256
2015 - 2019	941,304	319,976	1,261,280
2020 - 2024	1,078,872	123,727	1,202,599
Total	<u>\$ 2,799,088</u>	<u>\$ 926,071</u>	<u>\$ 3,725,159</u>

SEDGWICK COUNTY, KANSAS

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2009

III. Detailed Notes on All Funds (continued)

C. 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
2010	\$ 186,128	\$ 149,427	\$ 335,555
2011	166,683	168,872	335,555
2012	173,401	162,154	335,555
2013	180,389	155,166	335,555
2014	187,658	147,897	335,555
2015 - 2019	1,058,013	619,762	1,677,775
2020 - 2024	1,280,798	388,683	1,669,481
2025 - 2029	1,143,426	138,242	1,281,668
Totals	<u>\$ 4,376,496</u>	<u>\$ 1,930,203</u>	<u>\$ 6,306,699</u>

Capital Leases

In 2003, 2004 and 2007, the County entered into five lease agreements as lessee for financing the acquisition of major equipment for the Fire District. 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	\$ 2,798,411
Less: accumulated depreciation	1,113,489
Total	<u>\$ 1,684,922</u>

The future minimum lease obligations and the net present value of the minimum lease payments as of December 31, 2008, were as follows:

Year ended December 31	Governmental Activities
2010	\$ 411,104
2011	395,656
2012	351,596
2013	244,708
2014	244,708
2015	122,354
Total minimum lease payments	1,770,126
Less: amount representing interest	(175,026)
Total	<u>\$ 1,595,100</u>

SEDGWICK COUNTY, KANSAS

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2009

III. Detailed Notes on All Funds (continued)

C. 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 \$1,441,899 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, 2009, is as follows:

	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
Governmental activities:					
Bonds payable:					
General obligation bonds	\$ 70,190,000	\$ 27,485,000	\$ 22,495,000	\$ 75,180,000	\$ 7,805,000
Special assessment debt with government commitment	<u>12,540,000</u>	<u>-</u>	<u>4,685,000</u>	<u>7,855,000</u>	<u>1,295,000</u>
Total bonds payable	82,730,000	27,485,000	27,180,000	83,035,000	9,100,000
KDOT Revolving Loans	2,937,940	4,376,496	138,852	7,175,584	330,339
Direct financing lease	88,685,000	-	4,835,000	83,850,000	4,250,000
Capital lease payable	1,932,286	-	337,186	1,595,100	350,669
Claims payable	1,251,322	1,484,851	1,294,274	1,441,899	949,331
Other postemployment benefits	7,106,410	3,185,059	354,617	9,936,852	-
Compensated absences	<u>6,500,000</u>	<u>6,938,265</u>	<u>6,538,265</u>	<u>6,900,000</u>	<u>6,410,000</u>
Governmental activities					
Noncurrent liabilities	<u>\$ 191,142,958</u>	<u>\$ 43,469,671</u>	<u>\$ 40,678,194</u>	<u>\$ 193,934,435</u>	<u>\$ 21,390,339</u>
Component unit: SCPBC					
Bonds payable:					
Revenue bonds	\$ 88,685,000	\$ -	\$ 4,835,000	\$ 83,850,000	\$ 4,250,000
Premium on revenue bonds	<u>959,610</u>	<u>-</u>	<u>49,702</u>	<u>909,908</u>	<u>49,702</u>
SCPBC noncurrent liabilities	<u>\$ 89,644,610</u>	<u>\$ -</u>	<u>\$ 4,884,702</u>	<u>\$ 84,759,908</u>	<u>\$ 4,299,702</u>

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, 2009 was \$386,094,927 for the Industrial Revenue Bonds and \$516,870,492 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.

SEDGWICK COUNTY, KANSAS

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2009

III. Detailed Notes on All Funds (continued)

D. Interfund Transfers

A summary of interfund transfers is as follows:

	Transfers In:						Totals
	General Fund	Federal/State Assistance Funds	Debt Service Fund	Nonmajor Governmental Funds	Internal Service Funds	Coliseum/Arena Enterprise Fund	
Transfers out:							
General Fund	\$ -	\$ 351,692	\$ 1,597,566	\$ 17,276,917	\$ 1,011,671	\$ 608,964	\$ 20,846,810
Federal/State Assistance Funds	-	-	-	510,711	-	-	510,711
Debt Proceeds Fund	-	-	-	23,650,373	-	-	23,650,373
Nonmajor Governmental Funds	809,065	191,416	548,592	2,749,347	8,874	-	4,307,294
Internal Service Funds	-	-	-	-	34,631	-	34,631
Total	<u>\$ 809,065</u>	<u>\$ 543,108</u>	<u>\$ 2,146,158</u>	<u>\$ 44,187,346</u>	<u>\$ 1,055,176</u>	<u>\$ 608,964</u>	<u>\$ 49,349,819</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.

E. 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.

A summary of interfund receivables and payables at December 31, 2009 is as follows:

	Interfund Receivable	Interfund Payable
Debt Proceeds Fund	\$ 6,676,910	\$ -
Nonmajor Capital Projects Funds:		
Building and Equipment Fund	-	1,366,291
Street, Bridge and Other Fund	-	5,310,619
	<u>\$ 6,676,910</u>	<u>\$ 6,676,910</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, with repayment terms over the next 6 years. This advance receivable and payable as of December 31, 2009 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>

SEDGWICK COUNTY, KANSAS

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2009

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 Coliseum 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. In 2007, the County moved to a fully funded health plan. Previously, the County had a self-insured health plan purchased from an insurance company for accident and health claims. 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 2009, 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:

	Workers' Compensation
January 1, 2008 liability balances	\$ 1,059,383
Claims and changes in estimates	1,737,651
Claim payments	(1,545,712)
December 31, 2008 liability balances	1,251,322
Claims and changes in estimates	1,484,851
Claim payments	(1,294,274)
December 31, 2009 liability balances	\$ 1,441,899

SEDGWICK COUNTY, KANSAS

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2009

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	\$ 3,774,335
Workers' Compensation Reserve Fund	740,317
Risk Management Reserve Fund	2,288,939

B. 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.

C. Pending Governmental Accounting Standards

The effect on the County's financial statements of the following statements issued, but not yet adopted, has not yet been determined. GASB Statement No. 51, Accounting and Financial Reporting for Intangible Assets, was issued June 2007. This statement provides guidance on identifying, accounting for, and reporting intangible assets. The new standard characterizes an intangible asset as an asset that lacks physical substance, is nonfinancial in nature, and has an initial useful life extending beyond a single reporting period. It further states that these assets should be classified as capital assets. The provisions of this statement are effective for the County's year ending December 31, 2010. GASB Statement No. 54, Fund Balance Reporting and Governmental Fund Type Definitions, was issued in March 2009. This statement establishes fund balance classifications that comprise a hierarchy based primarily on the extent to which a government is bound to observe constraints imposed upon the use of the resources reported in governmental funds. The provisions of this statement are effective for the County's year ending December 31, 2011.

D. 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

SEDGWICK COUNTY, KANSAS

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2009

IV. Other Information (continued)

D. Defined Benefit Pension Plans (continued)

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 2009 is as follows:

January 1 – February 28	6.54%
March 1 – November 30	5.54%
December 1 – December 31	6.54%

The County's contributions to KPERS for the years ended December 31, 2009, 2008, and 2007 were \$5,791,008, \$4,594,653, and \$3,921,299, respectively, equal to the statutory required contributions for each year. The KP&F employer rates for 2009 are 13.93% for the Emergency Medical Services Department, 13.51% for the Fire Department, and 13.86% 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, 2009, 2008, and 2007 were \$4,255,821, \$4,247,102, and \$3,949,413, respectively, equal to the statutory required contributions for each year.

E. 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 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.

SEDGWICK COUNTY, KANSAS

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2009

IV. Other Information (continued)

E. Other Postemployment Benefits Other Than Pensions (continued)

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 2009:

Annual OPEB Cost and Obligation for 2009	Amount
Annual required contribution (ARC)	\$ 3,190,810
Interest on Net OPEB Obligation	278,449
Adjustment to the ARC	(284,200)
Annual OPEB cost (expense)	3,185,059
Contributions made	(354,617)
Increase in net OPEB obligation	2,830,442
Net OPEB obligation—beginning of year	7,106,410
Net OPEB obligation—end of year	<u>\$ 9,936,852</u>

Employer Contribution for 2009	Amount
Age-approximating premiums paid on behalf of retirees	\$ 548,788
Retiree contribution	(339,347)
Net employer contribution	<u>\$ 209,441</u>

Schedule of Employer Contributions				
Year	Net OPEB Obligation	Annual OPEB Cost	Net Employer Contributions	Percentage Contributed
2007	3,606,748	3,606,748	-	-
2008	7,106,410	3,550,461	50,799	1.0%
2009	9,936,852	3,185,059	354,617	11.0%

Funded Status and Funding Progress. As of January 1, 2009, the most recent actuarial valuation date, the plan was not funded. The actuarial accrued liability for benefits was \$28.5 million, and there was no actuarial value of assets, resulting in an unfunded actuarial accrued liability (UAAL) of \$28.5 million. The covered payroll (annual payroll of active employees covered by the plan) was \$113.1 million, and the ratio of the UAAL to the covered payroll was 25.2 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.

SEDGWICK COUNTY, KANSAS

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2009

IV. Other Information (continued)

E. Other Postemployment Benefits Other Than Pensions (continued)

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, 2009 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 9 percent initially, reduced by decrements to an ultimate rate of 6 percent after eight years. The UAAL is being amortized as a level percentage of projected payroll on an open basis. The remaining amortization period at December 31, 2009, was thirty years.

During 2009 an error was discovered in the calculation of the retiree benefits for December 31, 2008. The employer contributions were reported as \$50,799 rather than \$195,975, a difference of \$145,176. The net OPEB obligation for 2009 has been adjusted to correct the error.

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

F. Subsequent event

The Britt Brown arena, located in part of the Kansas Coliseum complex near Park City, was closed following the last scheduled event in February 2010. The Pavilions portion of the Coliseum complex, used for various livestock events, remains open for shows and events.

SEDGWICK COUNTY, KANSAS

REQUIRED SUPPLEMENTARY INFORMATION

December 31, 2009

Schedule of Revenues, Expenditures and Changes in Fund Balances Budget to Actual – Budgetary Basis General Fund For the Year Ended December 31, 2009

	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget Positive/ (Negative)
Revenues				
Property taxes	\$ 99,529,048	\$ 99,529,048	\$ 101,945,322	\$ 2,416,274
Sales taxes	28,141,384	28,141,384	25,232,783	(2,908,601)
Other taxes	269,590	269,590	199,239	(70,351)
Intergovernmental	2,952,821	2,952,821	4,527,348	1,574,527
Charges for services	19,450,590	19,450,590	14,858,570	(4,592,020)
Uses of money and property	9,711,149	9,711,149	9,466,409	(244,740)
Fines and forfeits	120,924	120,924	108,454	(12,470)
Licenses and permits	374,378	374,378	460,873	86,495
Reimbursed expenditures	4,266,831	4,266,831	9,661,189	5,394,358
Other	535,082	535,082	2,823,245	2,288,163
Total revenues	165,351,797	165,351,797	169,283,432	3,931,635
Expenditures				
Current:				
Personnel services	100,325,991	99,917,220	95,855,970	4,061,250
Contractual services	56,092,133	55,443,455	42,309,910	13,133,545
Commodities	6,111,942	6,540,701	6,378,400	162,301
Capital outlay	6,363,375	707,774	369,665	338,109
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
Total debt service	-	-	-	-
Total expenditures	168,893,441	162,609,150	144,913,945	17,695,205
Revenues over expenditures	(3,541,644)	2,742,647	24,369,487	21,626,840
Other financing sources (uses)				
Transfers from other funds	358,321	358,321	809,065	450,744
Transfers to other funds	(15,947,194)	(22,231,485)	(20,846,810)	1,384,675
Total other financing sources (uses)	(15,588,873)	(21,873,164)	(20,037,745)	1,835,419
Net change in fund balances	(19,130,517)	(19,130,517)	4,331,742	23,462,259
Fund balances, beginning of year	19,130,517	19,130,517	55,693,009	36,562,492
Fund balances, end of year	\$ -	\$ -	\$ 60,024,751	\$ 60,024,751

SEDGWICK COUNTY, KANSAS

REQUIRED SUPPLEMENTARY INFORMATION

December 31, 2009

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, 2009
Fund balance, budgetary basis	\$ 60,024,751
Current year encumbrances	1,011,075
Fair value adjustment of investments	(446,556)
Accrued revenues	<u>8,220,153</u>
Fund balance, GAAP basis	<u>\$ 68,809,423</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%

This page intentionally left blank.



Sedgwick County...
working for you

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
Convention Tourism Visitors Promotion
Prosecuting Attorney Training
Equipment Reserve
Register of Deeds Technology
Fire District Operating
Fire District Special Equipment
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



Sedgwick County...
working for you

SEDGWICK COUNTY, KANSAS

Combining Balance Sheet Nonmajor Governmental Funds December 31, 2009

	Special Revenue Funds	Fire District Debt Service	Capital Projects Funds	Totals
<u>Assets</u>				
Cash, including investments	\$ 31,137,699	\$ 25,783	\$ 22,584,030	\$ 53,747,512
Due from other agencies	783,346	-	1,155,608	1,938,954
Accounts receivable	3,300,682	-	-	3,300,682
Property tax receivable	34,346,306	-	-	34,346,306
Inventories, at cost	1,113,813	-	-	1,113,813
Total assets	\$ 70,681,846	\$ 25,783	\$ 23,739,638	\$ 94,447,267
<u>Liabilities and Fund Balances</u>				
Liabilities:				
Accounts payable	\$ 1,095,448	\$ -	\$ 133,030	\$ 1,228,478
Due to other funds	-	-	6,676,910	6,676,910
Advance payable	-	-	563,855	563,855
Deferred revenue	38,430,334	-	806,568	39,236,902
Total liabilities	39,525,782	-	8,180,363	47,706,145
Fund balances (deficits):				
Reserved for:				
Encumbrances	4,138,314	-	22,222,618	26,360,932
Inventories	1,113,813	-	-	1,113,813
Debt service	-	25,783	-	25,783
Designated for:				
Capital improvements	-	-	-	-
Division of highways	-	-	-	-
Subsequent year's budget	7,303,953	-	-	7,303,953
Undesignated	18,599,984	-	(6,663,343)	11,936,641
Total fund balances	31,156,064	25,783	15,559,275	46,741,122
Total liabilities and fund balances	\$ 70,681,846	\$ 25,783	\$ 23,739,638	\$ 94,447,267

SEDGWICK COUNTY, KANSAS

Combining Balance Sheet Nonmajor Governmental Funds - Special Revenue Funds December 31, 2009

	Wichita State University Program Development	Comprehensive Community Care	Emergency Medical Services	Aging Services
<u>Assets</u>				
Cash, including investments	\$ 9,500	\$ 893,650	\$ 5,681,350	\$ 423,984
Due from other agencies	-	-	-	-
Accounts receivable	-	-	3,300,682	-
Property tax receivable	6,132,454	2,475,480	3,690,515	2,288,958
Inventories, at cost	-	-	386,401	-
Total assets	<u>\$ 6,141,954</u>	<u>\$ 3,369,130</u>	<u>\$ 13,058,948</u>	<u>\$ 2,712,942</u>
<u>Liabilities and Fund Balances</u>				
Liabilities:				
Accounts payable	\$ -	\$ 41,874	\$ 264,053	\$ 22,583
Advance payable	-	-	-	-
Deferred revenue	6,132,454	2,475,480	6,991,197	2,288,958
Total liabilities	<u>6,132,454</u>	<u>2,517,354</u>	<u>7,255,250</u>	<u>2,311,541</u>
Fund balances:				
Reserved for:				
Encumbrances	-	6,598	17,795	215
Inventories	-	-	386,401	-
Designated for:				
Capital improvements	-	-	-	-
Division of highways	-	-	-	-
Subsequent year's budget	-	467,263	2,049,971	314,818
Undesignated	9,500	377,915	3,349,531	86,368
Total fund balances	<u>9,500</u>	<u>851,776</u>	<u>5,803,698</u>	<u>401,401</u>
Total liabilities and fund balances	<u>\$ 6,141,954</u>	<u>\$ 3,369,130</u>	<u>\$ 13,058,948</u>	<u>\$ 2,712,942</u>

Public Works Highways	Noxious Weeds	Solid Waste	Special Parks and Recreation	Emergency Telephone Services	Court Trustee Operations
\$ 2,234,162	\$ 86,874	\$ 692,547	\$ 6,085	\$ 1,459,024	\$ 2,377,560
783,346	-	-	-	-	-
-	-	-	-	-	-
6,146,107	329,799	-	-	-	-
727,412	-	-	-	-	-
<u>\$ 9,891,027</u>	<u>\$ 416,673</u>	<u>\$ 692,547</u>	<u>\$ 6,085</u>	<u>\$ 1,459,024</u>	<u>\$ 2,377,560</u>
\$ 31,751	\$ 839	\$ 12,178	\$ 85	\$ 21,066	\$ 27,200
-	-	-	-	-	-
6,929,453	329,799	-	-	-	-
<u>6,961,204</u>	<u>330,638</u>	<u>12,178</u>	<u>85</u>	<u>21,066</u>	<u>27,200</u>
70,816	250	-	-	78,623	-
727,412	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
808,826	63,116	663,257	4,913	1,621,126	1,199,108
1,322,769	22,669	17,112	1,087	(261,791)	1,151,252
<u>2,929,823</u>	<u>86,035</u>	<u>680,369</u>	<u>6,000</u>	<u>1,437,958</u>	<u>2,350,360</u>
<u>\$ 9,891,027</u>	<u>\$ 416,673</u>	<u>\$ 692,547</u>	<u>\$ 6,085</u>	<u>\$ 1,459,024</u>	<u>\$ 2,377,560</u>

(Continued)

SEDGWICK COUNTY, KANSAS

Combining Balance Sheet (continued) Nonmajor Governmental Funds - Special Revenue Funds December 31, 2009

	Special Alcohol and Drug Programs	Auto License	Court Alcohol/Drug Safety Action Program	Convention Tourism Visitors Promotion
Assets				
Cash, including investments	\$ 5,861	\$ 352,049	\$ 102,342	\$ 1,074
Due from other agencies	-	-	-	-
Accounts receivable	-	-	-	-
Property tax receivable	-	-	-	-
Inventories, at cost	-	-	-	-
Total assets	<u>\$ 5,861</u>	<u>\$ 352,049</u>	<u>\$ 102,342</u>	<u>\$ 1,074</u>
Liabilities and Fund Balances				
Liabilities:				
Accounts payable	\$ 1,161	\$ 42,578	\$ 1,954	\$ -
Advance payable	-	-	-	-
Deferred revenue	-	-	-	-
Total liabilities	<u>1,161</u>	<u>42,578</u>	<u>1,954</u>	<u>-</u>
Fund balances:				
Reserved for:				
Encumbrances	-	4,369	-	-
Inventories	-	-	-	-
Designated for:				
Capital improvements	-	-	-	-
Division of highways	-	-	-	-
Subsequent year's budget	-	-	98,688	-
Undesignated	4,700	305,102	1,700	1,074
Total fund balances	<u>4,700</u>	<u>309,471</u>	<u>100,388</u>	<u>1,074</u>
Total liabilities and fund balances	<u>\$ 5,861</u>	<u>\$ 352,049</u>	<u>\$ 102,342</u>	<u>\$ 1,074</u>

Prosecuting Attorney Training	Equipment Reserve	Register of Deeds Technology	Fire District Operating	Fire District Special Equipment	Fire District Research and Development
\$ 61,101	\$ 11,583,755	\$ 1,678,682	\$ 2,456,061	\$ 755,148	\$ 84,353
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	13,282,993	-	-
-	-	-	-	-	-
<u>\$ 61,101</u>	<u>\$ 11,583,755</u>	<u>\$ 1,678,682</u>	<u>\$ 15,739,054</u>	<u>\$ 755,148</u>	<u>\$ 84,353</u>
\$ 700	\$ 426,648	\$ 55,379	\$ 134,259	\$ 11,140	\$ -
-	-	-	-	-	-
-	-	-	13,282,993	-	-
<u>700</u>	<u>426,648</u>	<u>55,379</u>	<u>13,417,252</u>	<u>11,140</u>	<u>-</u>
5,000	1,877,812	3,938	135,834	1,937,064	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
12,867	-	-	-	-	-
42,534	9,279,295	1,619,365	2,185,968	(1,193,056)	84,353
<u>60,401</u>	<u>11,157,107</u>	<u>1,623,303</u>	<u>2,321,802</u>	<u>744,008</u>	<u>84,353</u>
<u>\$ 61,101</u>	<u>\$ 11,583,755</u>	<u>\$ 1,678,682</u>	<u>\$ 15,739,054</u>	<u>\$ 755,148</u>	<u>\$ 84,353</u>

(Continued)

SEDGWICK COUNTY, KANSAS

Combining Balance Sheet (continued) Nonmajor Governmental Funds - Special Revenue Funds December 31, 2009

	Township Dissolution	Totals
<u>Assets</u>		
Cash, including investments	\$ 192,537	\$ 31,137,699
Due from other agencies	-	783,346
Accounts receivable	-	3,300,682
Property tax receivable	-	34,346,306
Inventories, at cost	-	1,113,813
	<hr/>	<hr/>
Total assets	\$ 192,537	\$ 70,681,846
	<hr/>	<hr/>
<u>Liabilities and Fund Balances</u>		
Liabilities:		
Accounts payable	\$ -	\$ 1,095,448
Advance payable	-	-
Deferred revenue	-	38,430,334
	<hr/>	<hr/>
Total liabilities	-	39,525,782
	<hr/>	<hr/>
Fund balances:		
Reserved for:		
Encumbrances	-	4,138,314
Inventories	-	1,113,813
Designated for:		
Capital improvements	-	-
Division of highways	-	-
Subsequent year's budget	-	7,303,953
Undesignated	192,537	18,599,984
	<hr/>	<hr/>
Total fund balances	192,537	31,156,064
	<hr/>	<hr/>
Total liabilities and fund balances	\$ 192,537	\$ 70,681,846
	<hr/>	<hr/>

This page intentionally left blank.



Sedgwick County...
working for you

SEDGWICK COUNTY, KANSAS

Combining Balance Sheet ***Nonmajor Capital Projects Funds*** ***December 31, 2009***

	Building and Equipment	Street, Bridge and Other	Sales Tax Road and Bridge
<u>Assets</u>			
Cash, including investments	\$ -	\$ -	\$ 5,146,353
Due from other agencies	345,800	-	806,568
Total assets	\$ 345,800	\$ -	\$ 5,952,921
<u>Liabilities and Fund Balances</u>			
Liabilities:			
Accounts payable	\$ 84,298	\$ 7,189	\$ 41,543
Due to other funds	1,366,291	5,310,619	-
Advance payable	-	-	-
Deferred revenue	-	-	806,568
Total liabilities	1,450,589	5,317,808	848,111
Fund balances (deficits):			
Reserved for:			
Encumbrances	15,582,533	833,212	1,002,202
Unreserved	(16,687,322)	(6,151,020)	4,102,608
Total fund balances (deficits)	(1,104,789)	(5,317,808)	5,104,810
Total liabilities and fund balances	\$ 345,800	\$ -	\$ 5,952,921

Road and Bridge Equipment	Highway Improvement	Capital Improvements	Totals
\$ 175,286	\$ 42,163	\$ 17,220,228	\$ 22,584,030
-	-	3,240	1,155,608
<u>\$ 175,286</u>	<u>\$ 42,163</u>	<u>\$ 17,223,468</u>	<u>\$ 23,739,638</u>
\$ -	\$ -	\$ -	\$ 133,030
-	-	-	6,676,910
-	-	563,855	563,855
-	-	-	806,568
<u>-</u>	<u>-</u>	<u>563,855</u>	<u>8,180,363</u>
15,754	-	4,788,917	22,222,618
<u>159,532</u>	<u>42,163</u>	<u>11,870,696</u>	<u>(6,663,343)</u>
<u>175,286</u>	<u>42,163</u>	<u>16,659,613</u>	<u>15,559,275</u>
<u>\$ 175,286</u>	<u>\$ 42,163</u>	<u>\$ 17,223,468</u>	<u>\$ 23,739,638</u>

This page intentionally left blank.



Sedgwick County...
working for you

SEDGWICK COUNTY, KANSAS

Combining Statement of Revenues, Expenditures and Changes in Fund Balances Nonmajor Governmental Funds For the Year Ended December 31, 2009

	Special Revenue Funds	Fire District Debt Service	Capital Projects Funds	Totals
Revenues				
Property taxes	\$ 40,331,104	\$ (2)	\$ -	\$ 40,331,102
Emergency telephone services taxes	2,715,339	-	-	2,715,339
Special assessments	-	-	-	-
Other taxes	109,633	-	-	109,633
Intergovernmental	7,857,058	-	5,050,887	12,907,945
Charges for services	17,210,785	-	-	17,210,785
Uses of money and property	16,413	-	-	16,413
Licenses and permits	71,330	-	-	71,330
Reimbursements	13,446	-	-	13,446
Other	710,009	-	123,881	833,890
Total revenues	<u>69,035,117</u>	<u>(2)</u>	<u>5,174,768</u>	<u>74,209,883</u>
Expenditures				
Current:				
General government	4,733,722	-	-	4,733,722
Public safety	33,727,410	-	-	33,727,410
Public works	12,102,416	-	-	12,102,416
Health and welfare	5,585,721	-	-	5,585,721
Culture and recreation	120	-	-	120
Economic development	7,076,919	-	-	7,076,919
Debt service:				
Principal	337,186	-	-	337,186
Interest and fiscal charges	73,918	-	-	73,918
Capital outlay	7,394,931	-	45,721,233	53,116,164
Total expenditures	<u>71,032,343</u>	<u>-</u>	<u>45,721,233</u>	<u>116,753,576</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(1,997,226)</u>	<u>(2)</u>	<u>(40,546,465)</u>	<u>(42,543,693)</u>
Other financing sources (uses)				
Transfers from other funds	3,161,748	-	41,025,598	44,187,346
Transfers to other funds	(3,877,530)	-	(429,764)	(4,307,294)
Total other financing sources (uses)	<u>(715,782)</u>	<u>-</u>	<u>40,595,834</u>	<u>39,880,052</u>
Net change in fund balances	(2,713,008)	(2)	49,369	(2,663,641)
Fund balances, beginning of year	<u>33,869,072</u>	<u>25,785</u>	<u>15,509,906</u>	<u>49,404,763</u>
Fund balances, end of year	<u>\$ 31,156,064</u>	<u>\$ 25,783</u>	<u>\$ 15,559,275</u>	<u>\$ 46,741,122</u>

SEDGWICK COUNTY, KANSAS

Combining Statement of Revenues, Expenditures and Changes in Fund Balances

Nonmajor Special Revenue Funds

For the Year Ended December 31, 2009

	Wichita State University Program Development	Comprehensive Community Care	Emergency Medical Services	Aging Services
Revenues				
Property taxes	\$ 7,076,919	\$ 3,278,447	\$ 5,334,950	\$ 2,706,261
Emergency telephone services taxes	-	-	-	-
Other taxes	-	-	-	-
Intergovernmental	-	348,890	-	4,032
Charges for services	-	-	10,199,486	-
Uses of money and property	-	-	-	-
Licenses and permits	-	-	-	-
Reimbursements	-	43	452	-
Other	-	-	7,880	-
Total revenues	<u>7,076,919</u>	<u>3,627,380</u>	<u>15,542,768</u>	<u>2,710,293</u>
Expenditures				
Current:				
General government	-	-	-	-
Public safety	-	-	15,103,226	-
Public works	-	-	-	-
Health and welfare	-	3,168,106	-	2,404,928
Culture and recreation	-	-	-	-
Economic development	7,076,919	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
Capital outlay	-	-	16,112	-
Total expenditures	<u>7,076,919</u>	<u>3,168,106</u>	<u>15,119,338</u>	<u>2,404,928</u>
Excess (deficiency) of revenues over (under) expenditures	<u>-</u>	<u>459,274</u>	<u>423,430</u>	<u>305,365</u>
Other financing sources (uses)				
Transfers from other funds	-	-	-	-
Transfers to other funds	-	-	(126,083)	(140,764)
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>(126,083)</u>	<u>(140,764)</u>
Net change in fund balances	-	459,274	297,347	164,601
Fund balances, beginning of year	<u>9,500</u>	<u>392,502</u>	<u>5,506,351</u>	<u>236,800</u>
Fund balances, end of year	<u>\$ 9,500</u>	<u>\$ 851,776</u>	<u>\$ 5,803,698</u>	<u>\$ 401,401</u>

Public Works Highways	Noxious Weeds	Solid Waste	Special Parks and Recreation	Emergency Telephone Services	Court Trustee Operations
\$ 6,527,243	\$ 447,927	\$ -	\$ -	\$ -	\$ -
-	-	-	-	2,715,339	-
-	-	-	41,594	-	-
4,706,397	-	-	-	-	2,775,514
23,207	64,171	1,124,298	-	-	865,420
-	-	-	-	1,289	-
6,370	-	57,275	-	-	-
8,373	-	1,087	-	100	-
12,125	-	-	-	-	201
<u>11,283,715</u>	<u>512,098</u>	<u>1,182,660</u>	<u>41,594</u>	<u>2,716,728</u>	<u>3,641,135</u>
-	-	-	-	-	-
-	-	-	-	1,136,397	3,232,552
10,383,803	480,514	1,238,099	-	-	-
-	-	-	-	-	-
-	-	-	120	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	6,874	-	64,964	45,660
<u>10,383,803</u>	<u>480,514</u>	<u>1,244,973</u>	<u>120</u>	<u>1,201,361</u>	<u>3,278,212</u>
<u>899,912</u>	<u>31,584</u>	<u>(62,313)</u>	<u>41,474</u>	<u>1,515,367</u>	<u>362,923</u>
752	-	-	-	-	-
(40,700)	-	(79,379)	(40,682)	(1,769,213)	-
(39,948)	-	(79,379)	(40,682)	(1,769,213)	-
859,964	31,584	(141,692)	792	(253,846)	362,923
<u>2,069,859</u>	<u>54,451</u>	<u>822,061</u>	<u>5,208</u>	<u>1,691,804</u>	<u>1,987,437</u>
<u>\$ 2,929,823</u>	<u>\$ 86,035</u>	<u>\$ 680,369</u>	<u>\$ 6,000</u>	<u>\$ 1,437,958</u>	<u>\$ 2,350,360</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, 2009

	Special Alcohol and Drug Programs	Auto License	Court Alcohol/Drug Safety Action Program	Convention Tourism Visitors Promotion
Revenues				
Property taxes	\$ -	\$ -	\$ -	\$ -
Emergency telephone services taxes	-	-	-	-
Other taxes	68,039	-	-	-
Intergovernmental	-	22,225	-	-
Charges for services	-	3,933,944	153,769	-
Uses of money and property	-	-	-	-
Licenses and permits	-	-	-	-
Reimbursements	-	637	-	-
Other	-	7,459	-	-
Total revenues	68,039	3,964,265	153,769	-
Expenditures				
Current:				
General government	-	3,540,380	-	-
Public safety	-	-	154,384	-
Public works	-	-	-	-
Health and welfare	12,687	-	-	-
Culture and recreation	-	-	-	-
Economic development	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
Capital outlay	-	12,071	-	-
Total expenditures	12,687	3,552,451	154,384	-
Excess (deficiency) of revenues over (under) expenditures	55,352	411,814	(615)	-
Other financing sources (uses)				
Transfers from other funds	-	-	-	-
Transfers to other funds	(50,652)	(407,445)	-	-
Total other financing sources (uses)	(50,652)	(407,445)	-	-
Net change in fund balances	4,700	4,369	(615)	-
Fund balances, beginning of year	-	305,102	101,003	1,074
Fund balances, end of year	\$ 4,700	\$ 309,471	\$ 100,388	\$ 1,074

Prosecuting Attorney Training	Equipment Reserve	Register of Deeds Technology	Fire District Operating	Fire District Special Equipment	Fire District Research and Development
\$ -	\$ -	\$ -	\$ 14,959,357	\$ -	\$ -
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
25,884	-	726,816	93,790	-	-
-	-	2,257	9,613	3,136	118
-	-	-	7,685	-	-
537	-	-	1,155	-	1,062
-	85,500	-	562,793	-	34,051
<u>26,421</u>	<u>85,500</u>	<u>729,073</u>	<u>15,634,393</u>	<u>3,136</u>	<u>35,231</u>
-	704,479	488,863	-	-	-
42,887	699,110	-	13,251,892	72,369	34,593
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	337,186	-	-
-	-	-	73,918	-	-
-	1,883,321	-	271,302	5,094,627	-
<u>42,887</u>	<u>3,286,910</u>	<u>488,863</u>	<u>13,934,298</u>	<u>5,166,996</u>	<u>34,593</u>
<u>(16,466)</u>	<u>(3,201,410)</u>	<u>240,210</u>	<u>1,700,095</u>	<u>(5,163,860)</u>	<u>638</u>
-	1,910,992	-	27,808	1,222,196	-
-	-	-	(1,222,196)	(416)	-
-	1,910,992	-	(1,194,388)	1,221,780	-
(16,466)	(1,290,418)	240,210	505,707	(3,942,080)	638
<u>76,867</u>	<u>12,447,525</u>	<u>1,383,093</u>	<u>1,816,095</u>	<u>4,686,088</u>	<u>83,715</u>
<u>\$ 60,401</u>	<u>\$ 11,157,107</u>	<u>\$ 1,623,303</u>	<u>\$ 2,321,802</u>	<u>\$ 744,008</u>	<u>\$ 84,353</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, 2009

	Township Dissolution	Totals
Revenues		
Property taxes	\$ -	\$ 40,331,104
Emergency telephone services taxes	-	2,715,339
Other taxes	-	109,633
Intergovernmental	-	7,857,058
Charges for services	-	17,210,785
Uses of money and property	-	16,413
Licenses and permits	-	71,330
Reimbursements	-	13,446
Other	-	710,009
	<hr/>	<hr/>
Total revenues	-	69,035,117
	<hr/>	<hr/>
Expenditures		
Current:		
General government	-	4,733,722
Public safety	-	33,727,410
Public works	-	12,102,416
Health and welfare	-	5,585,721
Culture and recreation	-	120
Economic development	-	7,076,919
Debt service:		
Principal	-	337,186
Interest	-	73,918
Capital outlay	-	7,394,931
	<hr/>	<hr/>
Total expenditures	-	71,032,343
	<hr/>	<hr/>
Excess (deficiency) of revenues over (under) expenditures	-	(1,997,226)
	<hr/>	<hr/>
Other financing sources (uses)		
Transfers from other funds	-	3,161,748
Transfers to other funds	-	(3,877,530)
	<hr/>	<hr/>
Total other financing sources (uses)	-	(715,782)
	<hr/>	<hr/>
Net change in fund balances	-	(2,713,008)
Fund balances, beginning of year	192,537	33,869,072
	<hr/>	<hr/>
Fund balances, end of year	\$ 192,537	\$ 31,156,064
	<hr/> <hr/>	<hr/> <hr/>

This page intentionally left blank.



Sedgwick County...
working for you

SEDGWICK COUNTY, KANSAS

Combining Statement of Revenues, Expenditures and Changes in Fund Balances (Deficits) Nonmajor Capital Projects Funds For the Year Ended December 31, 2009

	Building and Equipment	Street, Bridge and Other	Sales Tax Road and Bridge
Revenues			
Special assessments	\$ -	\$ -	\$ -
Other revenue	-	-	8,558
Intergovernmental	3,824,058	-	1,226,829
Total revenues	3,824,058	-	1,235,387
Expenditures			
Capital outlay	26,409,642	5,452,819	15,741,759
Total expenditures	26,409,642	5,452,819	15,741,759
(Deficiency) of revenues (under) expenditures	(22,585,584)	(5,452,819)	(14,506,372)
Other financing sources (uses)			
Transfers from other funds	17,827,749	5,921,000	11,018,825
Transfers to other funds	-	-	-
Total other financing sources (uses)	17,827,749	5,921,000	11,018,825
Net change in fund balances	(4,757,835)	468,181	(3,487,547)
Fund balances (deficits), beginning of year	3,653,046	(5,785,989)	8,592,357
Fund balances (deficits), end of year	\$ (1,104,789)	\$ (5,317,808)	\$ 5,104,810

Road and Bridge Equipment	Highway Improvement	Capital Improvements	Totals
\$ -	\$ -	\$ -	\$ -
-	-	115,323	123,881
-	-	-	5,050,887
-	-	115,323	5,174,768
236,809	-	(2,119,796)	45,721,233
236,809	-	(2,119,796)	45,721,233
(236,809)	-	2,235,119	(40,546,465)
-	-	6,258,024	41,025,598
-	-	(429,764)	(429,764)
-	-	5,828,260	40,595,834
(236,809)	-	8,063,379	49,369
412,095	42,163	8,596,234	15,509,906
<u>\$ 175,286</u>	<u>\$ 42,163</u>	<u>\$ 16,659,613</u>	<u>\$ 15,559,275</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, 2009

	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget Positive/ (Negative)
Revenues				
Taxes	\$ 6,862,379	\$ 6,862,379	\$ 7,076,919	\$ 214,540
Charges for services	-	-	-	-
Other	216,224	216,224	-	(216,224)
Total revenues	<u>7,078,603</u>	<u>7,078,603</u>	<u>7,076,919</u>	<u>(1,684)</u>
Expenditures				
Current:				
Contractual services	<u>7,078,603</u>	<u>7,078,603</u>	<u>7,076,919</u>	<u>1,684</u>
Total expenditures	<u>7,078,603</u>	<u>7,078,603</u>	<u>7,076,919</u>	<u>1,684</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, 2009

	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget Positive/ (Negative)
Revenues				
Taxes	\$ 3,200,769	\$ 3,200,769	\$ 3,278,447	\$ 77,678
Intergovernmental	348,890	348,890	348,890	-
Reimbursements	-	-	43	43
Other	-	-	-	-
Total revenues	<u>3,549,659</u>	<u>3,549,659</u>	<u>3,627,380</u>	<u>77,721</u>
Expenditures				
Current:				
Personnel services	2,191,667	2,191,667	2,024,258	167,409
Contractual services	1,152,927	1,152,877	1,029,940	122,937
Commodities	116,480	116,530	115,615	915
Capital outlay	-	-	-	-
Total expenditures	<u>3,461,074</u>	<u>3,461,074</u>	<u>3,169,813</u>	<u>291,261</u>
Revenues over (under) expenditures	<u>88,585</u>	<u>88,585</u>	<u>457,567</u>	<u>368,982</u>
Net change in fund balances	88,585	88,585	457,567	368,982
Fund balances, beginning of year	<u>-</u>	<u>-</u>	<u>387,610</u>	<u>387,610</u>
Fund balances, end of year	<u>\$ 88,585</u>	<u>\$ 88,585</u>	<u>\$ 845,177</u>	<u>756,592</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, 2009

	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget Positive/ (Negative)
Revenues				
Taxes	\$ 5,200,429	\$ 5,200,429	\$ 5,334,950	\$ 134,521
Charges for services	8,106,516	8,106,516	10,199,486	2,092,970
Reimbursements	121	121	452	331
Other	349	349	7,880	7,531
Total revenues	13,307,415	13,307,415	15,542,768	2,235,353
Expenditures				
Current:				
Personnel services	11,547,485	11,538,181	11,395,146	143,035
Contractual services	3,144,513	2,791,165	2,590,354	200,811
Commodities	985,028	1,221,597	1,134,219	87,378
Capital outlay	48,100	48,100	16,112	31,988
Total expenditures	15,725,126	15,599,043	15,135,831	463,212
Revenues over (under) expenditures	(2,417,711)	(2,291,628)	406,937	1,772,141
Other financing (uses)				
Transfers from other funds	-	-	-	-
Transfers to other funds	-	(126,083)	(126,083)	-
Total other financing (uses)	-	(126,083)	(126,083)	-
Net change in fund balances	(2,417,711)	(2,417,711)	280,854	2,698,565
Fund balances, beginning of year	2,417,711	2,417,711	5,103,682	2,685,971
Fund balances, end of year	\$ -	\$ -	\$ 5,384,536	\$ 5,384,536

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, 2009

	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget Positive/ (Negative)
Revenues				
Taxes	\$ 2,619,948	\$ 2,619,948	\$ 2,706,261	\$ 86,313
Intergovernmental	13,052	13,052	4,032	(9,020)
Reimbursements	277	277	-	(277)
Other	-	-	-	-
Total revenues	<u>2,633,277</u>	<u>2,633,277</u>	<u>2,710,293</u>	<u>77,016</u>
Expenditures				
Current:				
Personnel services	656,105	669,404	668,676	728
Contractual services	1,745,054	1,731,624	1,730,200	1,424
Commodities	6,000	6,131	6,051	80
Total expenditures	<u>2,407,159</u>	<u>2,407,159</u>	<u>2,404,927</u>	<u>2,232</u>
Revenues over (under) expenditures	<u>226,118</u>	<u>226,118</u>	<u>305,366</u>	<u>79,248</u>
Other financing (uses)				
Transfers to other funds	(140,764)	(140,764)	(140,764)	-
Total other financing (uses)	<u>(140,764)</u>	<u>(140,764)</u>	<u>(140,764)</u>	<u>-</u>
Net change in fund balances	85,354	85,354	164,602	79,248
Fund balances, beginning of year	-	-	236,584	236,584
Fund balances, end of year	<u>\$ 85,354</u>	<u>\$ 85,354</u>	<u>\$ 401,186</u>	<u>\$ 315,832</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, 2009

	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget Positive/ (Negative)
Revenues				
Taxes	\$ 6,373,536	\$ 6,373,536	\$ 6,527,243	\$ 153,707
Intergovernmental	5,387,788	5,387,788	4,706,397	(681,391)
Charges for services	15,392	15,392	23,207	7,815
Licenses and permits	6,929	6,929	6,370	(559)
Reimbursements	6,578	6,578	8,373	1,795
Other	20,448	20,448	12,125	(8,323)
Total revenues	<u>11,810,671</u>	<u>11,810,671</u>	<u>11,283,715</u>	<u>(526,956)</u>
Expenditures				
Current:				
Personnel services	6,645,050	6,645,050	6,363,400	281,650
Contractual services	4,410,947	4,369,947	3,930,669	439,278
Commodities	689,552	689,552	490,732	198,820
Capital outlay	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
Total expenditures	<u>11,745,549</u>	<u>11,704,549</u>	<u>10,784,801</u>	<u>919,748</u>
Revenues over (under) expenditures	<u>65,122</u>	<u>106,122</u>	<u>498,914</u>	<u>392,792</u>
Other financing sources (uses)				
Transfers from other funds	-	-	752	752
Transfers to other funds	-	(41,000)	(40,700)	300
Total other financing sources (uses)	<u>-</u>	<u>(41,000)</u>	<u>(39,948)</u>	<u>1,052</u>
Net change in fund balances	65,122	65,122	458,966	393,844
Fund balances, beginning of year	-	-	1,684,775	1,684,775
Fund balances, end of year	<u>\$ 65,122</u>	<u>\$ 65,122</u>	<u>\$ 2,143,741</u>	<u>\$ 2,078,619</u>

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, 2009

	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget Positive/ (Negative)
Revenues				
Taxes	\$ 436,812	\$ 436,812	\$ 447,927	\$ 11,115
Charges for services	75,332	75,332	64,171	(11,161)
Other	57	57	-	(57)
Total revenues	<u>512,201</u>	<u>512,201</u>	<u>512,098</u>	<u>(103)</u>
Expenditures				
Current:				
Personnel services	276,829	277,816	277,813	3
Contractual services	123,260	122,273	105,571	16,702
Commodities	102,243	102,243	97,380	4,863
Capital outlay	-	-	-	-
Total expenditures	<u>502,332</u>	<u>502,332</u>	<u>480,764</u>	<u>21,568</u>
Revenues over (under) expenditures	<u>9,869</u>	<u>9,869</u>	<u>31,334</u>	<u>21,465</u>
Other financing sources (uses)				
Transfers from other funds	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balances	9,869	9,869	31,334	21,465
Fund balances, beginning of year	<u>-</u>	<u>-</u>	<u>54,451</u>	<u>54,451</u>
Fund balances, end of year	<u>\$ 9,869</u>	<u>\$ 9,869</u>	<u>\$ 85,785</u>	<u>\$ 75,916</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, 2009

	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget Positive/ (Negative)
Revenues				
Charges for services	\$ 1,108,268	\$ 1,108,268	\$ 1,124,298	\$ 16,030
Licenses and permits	77,313	77,313	57,275	(20,038)
Reimbursements	-	-	1,087	1,087
Other	83	83	-	(83)
Total revenues	<u>1,185,664</u>	<u>1,185,664</u>	<u>1,182,660</u>	<u>(3,004)</u>
Expenditures				
Current:				
Personnel services	731,881	695,081	645,699	49,382
Contractual services	1,080,015	1,132,715	540,210	592,505
Commodities	84,320	60,420	52,190	8,230
Capital outlay	-	8,000	6,874	1,126
Total expenditures	<u>1,896,216</u>	<u>1,896,216</u>	<u>1,244,973</u>	<u>651,243</u>
Revenues over (under) expenditures	<u>(710,552)</u>	<u>(710,552)</u>	<u>(62,313)</u>	<u>648,239</u>
Other financing (uses)				
Transfers to other funds	(79,379)	(79,379)	(79,379)	-
Total other financing (uses)	<u>(79,379)</u>	<u>(79,379)</u>	<u>(79,379)</u>	<u>-</u>
Net change in fund balances	(789,931)	(789,931)	(141,692)	648,239
Fund balances, beginning of year	<u>789,931</u>	<u>789,931</u>	<u>823,187</u>	<u>33,256</u>
Fund balances, end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 681,495</u>	<u>\$ 681,495</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, 2009

	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget Positive/ (Negative)
Revenues				
Taxes	\$ 60,275	\$ 60,275	\$ 41,594	\$ (18,681)
Other	-	-	-	-
Total revenues	<u>60,275</u>	<u>60,275</u>	<u>41,594</u>	<u>(18,681)</u>
Expenditures				
Current:				
Personnel services	-	-	-	-
Contractual services	-	350	(175)	525
Commodities	-	-	-	-
Capital outlay	-	-	-	-
Total expenditures	<u>-</u>	<u>350</u>	<u>(175)</u>	<u>525</u>
Revenues over (under) expenditures	<u>60,275</u>	<u>59,925</u>	<u>41,769</u>	<u>(18,156)</u>
Other financing (uses)				
Transfers to other funds	(60,275)	(59,925)	(40,682)	(19,243)
Total other financing (uses)	<u>(60,275)</u>	<u>(59,925)</u>	<u>(40,682)</u>	<u>(19,243)</u>
Net change in fund balances	-	-	1,087	1,087
Fund balances, beginning of year	<u>-</u>	<u>-</u>	<u>4,913</u>	<u>4,913</u>
Fund balances, end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 6,000</u>	<u>\$ 6,000</u>

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, 2009

	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget Positive/ (Negative)
Revenues				
Taxes	\$ 2,879,609	\$ 2,879,609	\$ 2,715,339	\$ (164,270)
Charges for services	-	-	-	-
Uses of money and property	93,668	93,668	1,289	(92,379)
Reimbursements	179	179	100	(79)
Other	-	-	-	-
Total revenues	<u>2,973,456</u>	<u>2,973,456</u>	<u>2,716,728</u>	<u>(256,728)</u>
Expenditures				
Current:				
Contractual services	1,402,000	1,087,212	1,054,745	32,467
Commodities	20,000	49,186	41,457	7,729
Capital outlay	1,082,243	64,964	13,101	51,863
Total expenditures	<u>2,504,243</u>	<u>1,201,362</u>	<u>1,109,303</u>	<u>92,059</u>
Revenues over (under) expenditures	<u>469,213</u>	<u>1,772,094</u>	<u>1,607,425</u>	<u>(164,669)</u>
Other financing (uses)				
Transfers to other funds	(469,213)	(1,772,094)	(1,769,213)	2,881
Total other financing (uses)	<u>(469,213)</u>	<u>(1,772,094)</u>	<u>(1,769,213)</u>	<u>2,881</u>
Net change in fund balances	-	-	(161,788)	(161,788)
Fund balances, beginning of year	-	-	1,521,124	1,521,124
Fund balances, end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,359,336</u>	<u>\$ 1,359,336</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, 2009

	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget
				Positive/ (Negative)
Revenues				
Taxes	\$ 67,130	\$ 67,130	\$ 68,039	\$ 909
Reimbursements	\$ -	\$ -	-	\$ -
Total revenues	67,130	67,130	68,039	909
Expenditures				
Current:				
Contractual services	12,426	13,076	12,687	389
Total expenditures	12,426	13,076	12,687	389
Revenues over (under) expenditures	54,704	54,054	55,352	1,298
Other financing (uses)				
Transfers to other funds	(54,704)	(54,054)	(50,652)	3,402
Total other financing (uses)	(54,704)	(54,054)	(50,652)	3,402
Net change in fund balances	-	-	4,700	4,700
Fund balances, beginning of year	-	-	-	-
Fund balances, end of year	\$ -	\$ -	\$ 4,700	\$ 4,700

SEDGWICK COUNTY, KANSAS

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

Special Revenue Fund: Convention Tourism Visitors Promotion
For the Year Ended December 31, 2009

	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget
				Positive/ (Negative)
Revenues				
Taxes	\$ -	\$ -	\$ -	\$ -
Charges for services	-	-	-	-
Intergovernmental	-	-	-	-
Other	-	-	-	-
Total revenues	-	-	-	-
Expenditures				
Current:	-	-	-	-
Total expenditures	-	-	-	-
Revenues over (under) expenditures	-	-	-	-
Net change in fund balances	-	-	-	-
Fund balances, beginning of year	-	-	1,074	1,074
Fund balances, end of year	\$ -	\$ -	\$ 1,074	\$ 1,074

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, 2009

	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget Positive/ (Negative)
Revenues				
Taxes	\$ 14,763,135	\$ 14,763,135	\$ 14,959,357	\$ 196,222
Intergovernmental	-	-	-	-
Charges for services	111,628	111,628	93,790	(17,838)
Uses of money and property	155,862	155,862	9,613	(146,249)
Licenses and permits	14,416	14,416	7,685	(6,731)
Reimbursements	83,325	83,325	1,155	(82,170)
Other	10,447	10,447	33,747	23,300
Total revenues	15,138,813	15,138,813	15,105,347	(33,466)
Expenditures				
Current:				
Personnel services	11,773,604	11,674,874	11,583,704	91,170
Contractual services	1,129,928	1,103,488	1,033,288	70,200
Commodities	729,767	748,426	721,890	26,536
Capital outlay	788,475	271,795	271,792	3
Debt service:				
Principal	828,291	337,186	337,186	-
Interest	181,820	73,920	73,918	2
Total expenditures	15,431,885	14,209,689	14,021,778	187,911
Revenues over (under) expenditures	(293,072)	929,124	1,083,569	154,445
Other financing sources (uses)				
Transfers from other funds	-	-	556,853	556,853
Transfers to other funds	-	(1,222,196)	(1,222,196)	-
Total other financing sources (uses)	-	(1,222,196)	(665,343)	556,853
Net change in fund balances	(293,072)	(293,072)	418,226	711,298
Fund balances, beginning of year	293,072	293,072	1,766,020	1,472,948
Fund balances, end of year	\$ -	\$ -	\$ 2,184,246	\$ 2,184,246

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, 2009

	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget Positive/ (Negative)
Revenues				
Taxes	\$ 18,588,693	\$ 18,588,693	\$ 19,007,857	\$ 419,164
Charges for services	800,000	800,000	81,667	(718,333)
Uses of money and property	-	-	-	-
Reimbursements	-	-	-	-
Other	-	-	-	-
Total revenues	<u>19,388,693</u>	<u>19,388,693</u>	<u>19,089,524</u>	<u>(299,169)</u>
Expenditures				
Current:				
Contractual services	8,815	10,670	10,265	405
Debt service:				
Principal	14,895,476	14,894,233	13,913,852	980,381
Interest and fiscal charges	7,336,578	7,335,966	6,759,391	576,575
Total expenditures	<u>22,240,869</u>	<u>22,240,869</u>	<u>20,683,508</u>	<u>1,557,361</u>
Revenues over (under) expenditures	<u>(2,852,176)</u>	<u>(2,852,176)</u>	<u>(1,593,984)</u>	<u>1,258,192</u>
Other financing sources				
Transfers from other funds	2,146,159	2,146,159	2,146,158	(1)
Total other financing sources	<u>2,146,159</u>	<u>2,146,159</u>	<u>2,146,158</u>	<u>(1)</u>
Net change in fund balances	(706,017)	(706,017)	552,174	1,258,191
Fund balances, beginning of year	<u>706,017</u>	<u>706,017</u>	<u>11,609,795</u>	<u>10,903,778</u>
Fund balances, end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 12,161,969</u>	<u>\$ 12,161,969</u>

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, 2009

	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	-	-	25,785	25,785
Fund balances, end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 25,783</u>	<u>\$ 25,783</u>

This page intentionally left blank.



Sedgwick County...
working for you

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.

Coliseum/Arena Fund
Kansas Coliseum Subfund
Downtown Arena Subfund



Sedgwick County...
working for you

This page intentionally left blank.



Sedgwick County...
working for you

SEDGWICK COUNTY, KANSAS

Combining Schedule of Net Assets Coliseum/Arena Fund December 31, 2009

	Kansas Coliseum Subfund	Downtown Arena Subfund	Totals Coliseum/Arena Fund
Assets			
Current assets:			
Cash, including investments	\$ -	\$ -	\$ -
Accounts receivable, net	20,042	-	20,042
Total current assets	<u>20,042</u>	<u>-</u>	<u>20,042</u>
Restricted assets:			
Cash, including investments	-	21,671,754	21,671,754
Accounts receivable	-	28,603	28,603
Total restricted assets	<u>-</u>	<u>21,700,357</u>	<u>21,700,357</u>
Noncurrent assets:			
Capital assets:			
Land	1,514,844	12,817,886	14,332,730
Buildings and improvements	20,656,700	155,968,455	176,625,155
Machinery and equipment	971,754	3,902,789	4,874,543
Construction in progress	-	-	-
Less accumulated depreciation	(12,044,022)	(392,352)	(12,436,374)
Total capital assets (net of accumulated depreciation)	<u>11,099,276</u>	<u>172,296,778</u>	<u>183,396,054</u>
Total assets	<u><u>\$ 11,119,318</u></u>	<u><u>\$ 193,997,135</u></u>	<u><u>\$ 205,116,453</u></u>
Liabilities			
Current liabilities:			
Accounts payable and accrued expenses	\$ 6,051	\$ 489,915	\$ 495,966
Unearned revenue	3,200	21,460	24,660
Total liabilities	<u>9,251</u>	<u>511,375</u>	<u>520,626</u>
Net Assets			
Invested in capital assets	11,099,276	172,296,778	183,396,054
Restricted for capital improvements and operations	-	21,188,982	21,188,982
Unrestricted	10,791	-	10,791
Total net assets	<u>11,110,067</u>	<u>193,485,760</u>	<u>204,595,827</u>
Total liabilities and net assets	<u><u>\$ 11,119,318</u></u>	<u><u>\$ 193,997,135</u></u>	<u><u>\$ 205,116,453</u></u>

SEDGWICK COUNTY, KANSAS

Combining Schedule of Revenues, Expenses, and Changes in Fund Net Assets Coliseum/Arena Fund For the Year Ended December 31, 2009

	Kansas Coliseum Subfund	Downtown Arena Subfund	Totals Coliseum/Arena Fund
Operating revenues			
Charges for services	\$ 1,702,730	\$ 240,000	\$ 1,942,730
Other revenue	5,378	8,443	13,821
Total operating revenues	<u>1,708,108</u>	<u>248,443</u>	<u>1,956,551</u>
Operating expenses			
Salaries and benefits	1,278,391	-	1,278,391
Contractual services	575,695	-	575,695
Utilities	463,069	-	463,069
Supplies and fuel	149,213	-	149,213
Administrative charges	224,529	-	224,529
Depreciation expense	624,479	392,352	1,016,831
Other expenses	-	-	-
Total operating expenses	<u>3,315,376</u>	<u>392,352</u>	<u>3,707,728</u>
Operating (loss)	<u>(1,607,268)</u>	<u>(143,909)</u>	<u>(1,751,177)</u>
Nonoperating revenues			
Proceeds from disposal of assets	-	-	-
Total nonoperating revenues	<u>-</u>	<u>-</u>	<u>-</u>
Income (loss) before contributions and transfers	(1,607,268)	(143,909)	(1,751,177)
Special Item:			
Infrastructure improvements	-	(7,182,648)	(7,182,648)
Transfers			
Transfers from other funds	608,964	-	608,964
Transfers to other funds	<u>-</u>	<u>-</u>	<u>-</u>
Change in net assets	(998,304)	(7,326,557)	(8,324,861)
Net assets	<u>12,108,371</u>	<u>200,812,317</u>	<u>212,920,688</u>
Total net assets, end of year	<u>\$ 11,110,067</u>	<u>\$ 193,485,760</u>	<u>\$ 204,595,827</u>

This page intentionally left blank.



Sedgwick County...
working for you

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.



Sedgwick County...
working for you

This page intentionally left blank.



Sedgwick County...
working for you

SEDGWICK COUNTY, KANSAS

Combining Balance Sheet Internal Service Funds December 31, 2009

	Fleet Management	Health/Dental/ Life Insurance Reserve	Workers' Compensation Reserve
<u>Assets</u>			
Current assets:			
Cash, including investments	\$ 7,280,302	\$ 3,922,559	\$ 2,231,690
Inventories, at cost	426,954	-	-
Total current assets	7,707,256	3,922,559	2,231,690
Noncurrent assets:			
Capital assets:			
Buildings and improvements	8,303,571	-	-
Machinery and equipment	25,133,490	-	-
Less accumulated depreciation	(19,681,425)	-	-
Total capital assets (net of accumulated depreciation)	13,755,636	-	-
Total assets	\$ 21,462,892	\$ 3,922,559	\$ 2,231,690
<u>Liabilities</u>			
Current liabilities:			
Accounts payable and accrued expenses	\$ 202,134	\$ 148,224	\$ 49,474
Estimated claims costs payable	-	-	949,331
Total current liabilities	202,134	148,224	998,805
Noncurrent liabilities:			
Estimated claims costs payable	-	-	492,568
Total liabilities	202,134	148,224	1,491,373
<u>Net assets</u>			
Invested in capital assets	13,755,636	-	-
Unrestricted	7,505,122	3,774,335	740,317
Total net assets	21,260,758	3,774,335	740,317
Total liabilities and net assets	\$ 21,462,892	\$ 3,922,559	\$ 2,231,690

Risk Management Reserve	Totals
\$ 2,331,015	\$ 15,765,566
-	426,954
<u>2,331,015</u>	<u>16,192,520</u>
-	8,303,571
-	25,133,490
-	(19,681,425)
-	<u>13,755,636</u>
<u>\$ 2,331,015</u>	<u>\$ 29,948,156</u>
\$ 42,076	\$ 441,908
-	949,331
<u>42,076</u>	<u>1,391,239</u>
-	492,568
<u>42,076</u>	<u>1,883,807</u>
-	13,755,636
<u>2,288,939</u>	<u>14,308,713</u>
<u>2,288,939</u>	<u>28,064,349</u>
<u>\$ 2,331,015</u>	<u>\$ 29,948,156</u>

SEDGWICK COUNTY, KANSAS

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

For the Year Ended December 31, 2009

	Fleet Management	Health/Dental/ Life Insurance Reserve	Workers' Compensation Reserve
Operating revenues:			
Charges for services	\$ 7,480,842	\$ 24,929,019	\$ 1,871,909
Reimbursements	45,522	8,475	17,286
Other revenue	207,793	-	63
Total operating revenues	<u>7,734,157</u>	<u>24,937,494</u>	<u>1,889,258</u>
Operating expenses:			
Salaries and benefits	1,259,247	92,378	248,196
Contractual services	307,876	17,610	163,814
Utilities	84,735	-	-
Supplies and fuel	2,554,398	-	32,900
Administrative charges	119,586	-	-
Depreciation	2,958,525	-	-
Claims expense	-	24,052,221	1,399,251
Other	-	-	-
Total operating expenses	<u>7,284,367</u>	<u>24,162,209</u>	<u>1,844,161</u>
Operating income (loss)	<u>449,790</u>	<u>775,285</u>	<u>45,097</u>
Nonoperating revenues:			
Investment income	-	5,044	2,860
Gain on sale of assets	206,615	-	-
Total nonoperating revenues	<u>206,615</u>	<u>5,044</u>	<u>2,860</u>
Income (loss) before transfers	656,405	780,329	47,957
Transfers			
Transfers from other funds	43,505	-	-
Transfers to other funds	<u>-</u>	<u>-</u>	<u>-</u>
Change in net assets	699,910	780,329	47,957
Net assets, beginning of year	<u>20,560,848</u>	<u>2,994,006</u>	<u>692,360</u>
Net assets, end of year	<u>\$ 21,260,758</u>	<u>\$ 3,774,335</u>	<u>\$ 740,317</u>

Risk Management Reserve	Totals
\$ -	\$ 34,281,770
199,138	270,421
200	208,056
<u>199,338</u>	<u>34,760,247</u>
188,931	1,788,752
718,332	1,207,632
-	84,735
61,054	2,648,352
-	119,586
-	2,958,525
186,108	25,637,580
-	-
<u>1,154,425</u>	<u>34,445,162</u>
<u>(955,087)</u>	<u>315,085</u>
2,794	10,698
-	206,615
<u>2,794</u>	<u>217,313</u>
(952,293)	532,398
1,011,671	1,055,176
<u>(34,631)</u>	<u>(34,631)</u>
24,747	1,552,943
<u>2,264,192</u>	<u>26,511,406</u>
<u>\$ 2,288,939</u>	<u>\$ 28,064,349</u>

SEDGWICK COUNTY, KANSAS

Combining Statement of Cash Flows Internal Service Funds For the year ended December 31, 2009

	Fleet Management	Health/Dental/ Life Insurance Reserve	Workers' Compensation Reserve
Cash flows from operating activities			
Receipts from customers and users	\$ 7,734,157	\$ 24,937,494	\$ 1,889,195
Other operating revenues	-	-	63
Payments to suppliers for goods and services	(3,216,830)	(24,065,707)	(1,539,232)
Payments to employees for services	(1,259,247)	(92,378)	(248,196)
Net cash provided by (used in) operating activities	<u>3,258,080</u>	<u>779,409</u>	<u>101,830</u>
Cash flows from noncapital financing activities			
Transfers from other funds	43,505	-	-
Transfers to other funds	-	-	-
Net cash provided (used in) noncapital financing activities	<u>43,505</u>	<u>-</u>	<u>-</u>
Cash flows from capital and related financing activities			
Proceeds on disposal of capital assets	252,212	-	-
Purchases of capital assets	(4,511,035)	-	-
Net cash provided by (used in) capital and related financing activities	<u>(4,258,823)</u>	<u>-</u>	<u>-</u>
Cash flows from investing activities			
Interest on investments	-	5,044	2,860
Net cash provided by investing activities	<u>-</u>	<u>5,044</u>	<u>2,860</u>
Net increase (decrease) in cash and cash equivalents	(957,238)	784,453	104,690
Cash and cash equivalents, beginning of year	8,237,540	3,138,106	2,127,000
Cash and cash equivalents, end of year	<u>\$ 7,280,302</u>	<u>\$ 3,922,559</u>	<u>\$ 2,231,690</u>
Reconciliation of operating income (loss) to net cash provided by (used in) operating activities			
Operating income (loss)	\$ 449,790	\$ 775,285	\$ 45,097
Adjustments to reconcile operating income (loss) to net cash provided by (used in) operating activities:			
Depreciation expense	2,958,525	-	-
(Increase) in inventories	(94,893)	-	-
Increase (decrease) in accounts payable	(55,342)	4,124	(133,844)
Increase (decrease) in estimated claims payable	-	-	190,577
Total adjustments	<u>2,808,290</u>	<u>4,124</u>	<u>56,733</u>
Net cash provided by (used in) operating activities	<u>\$ 3,258,080</u>	<u>\$ 779,409</u>	<u>\$ 101,830</u>

Risk Management Reserve	Totals
\$ 199,138	\$ 34,759,984
200	263
(1,087,368)	(29,909,137)
(188,931)	(1,788,752)
<u>(1,076,961)</u>	<u>3,062,358</u>
1,011,671	1,055,176
<u>(34,631)</u>	<u>(34,631)</u>
977,040	1,020,545
-	252,212
<u>-</u>	<u>(4,511,035)</u>
-	(4,258,823)
2,794	10,698
<u>2,794</u>	<u>10,698</u>
(97,127)	(165,222)
<u>2,428,142</u>	<u>15,930,788</u>
<u>\$ 2,331,015</u>	<u>\$ 15,765,566</u>
<u>\$ (955,087)</u>	<u>\$ 315,085</u>
-	2,958,525
-	(94,893)
(121,874)	(306,936)
-	190,577
<u>(121,874)</u>	<u>2,747,273</u>
<u>\$ (1,076,961)</u>	<u>\$ 3,062,358</u>

This page intentionally left blank.



Sedgwick County...
working for you

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



Sedgwick County...
working for you

SEDGWICK COUNTY, KANSAS

Combining Statement of Changes in Assets and Liabilities All Agency Funds For the Year Ended December 31, 2009

	Balance January 1, 2009	Additions	Deductions	Balance December 31, 2009
<u>TOTALS - ALL AGENCY FUNDS</u>				
Assets				
Cash	\$ 314,464,903	\$ 1,985,189,115	\$ (1,980,733,334)	\$ 318,920,684
Accounts receivable	1,792	644	-	2,436
Property tax levied	<u>254,877,864</u>	<u>567,370,445</u>	<u>(558,391,923)</u>	<u>263,856,386</u>
Total assets	<u>\$ 569,344,559</u>	<u>\$ 2,552,560,204</u>	<u>\$ (2,539,125,257)</u>	<u>\$ 582,779,506</u>
Liabilities				
Accrued liabilities	\$ 11,526,203	\$ 1,341,424,507	\$ (1,338,249,116)	\$ 14,701,594
Due to other governmental units	<u>557,818,356</u>	<u>1,211,135,697</u>	<u>(1,200,876,141)</u>	<u>568,077,912</u>
Total liabilities	<u>\$ 569,344,559</u>	<u>\$ 2,552,560,204</u>	<u>\$ (2,539,125,257)</u>	<u>\$ 582,779,506</u>
<u>TAX COLLECTION AND DISTRIBUTION ACCOUNTS</u>				
Assets				
Cash	\$ 302,940,492	\$ 643,765,252	\$ (642,484,218)	\$ 304,221,526
Property tax levied	<u>254,877,864</u>	<u>567,370,445</u>	<u>(558,391,923)</u>	<u>263,856,386</u>
Total assets	<u>\$ 557,818,356</u>	<u>\$ 1,211,135,697</u>	<u>\$ (1,200,876,141)</u>	<u>\$ 568,077,912</u>
Liabilities				
Due to other governmental units	<u>\$ 557,818,356</u>	<u>\$ 1,211,135,697</u>	<u>\$ (1,200,876,141)</u>	<u>\$ 568,077,912</u>
Total liabilities	<u>\$ 557,818,356</u>	<u>\$ 1,211,135,697</u>	<u>\$ (1,200,876,141)</u>	<u>\$ 568,077,912</u>
<u>CLEARING/OTHER FEE COLLECTIONS</u>				
Assets				
Cash	\$ 11,524,411	\$ 1,341,423,863	\$ (1,338,249,116)	\$ 14,699,158
Accounts receivable	<u>1,792</u>	<u>644</u>	<u>-</u>	<u>2,436</u>
Total assets	<u>\$ 11,526,203</u>	<u>\$ 1,341,424,507</u>	<u>\$ (1,338,249,116)</u>	<u>\$ 14,701,594</u>
Liabilities				
Accrued liabilities	<u>\$ 11,526,203</u>	<u>\$ 1,341,424,507</u>	<u>\$ (1,338,249,116)</u>	<u>\$ 14,701,594</u>
Total liabilities	<u>\$ 11,526,203</u>	<u>\$ 1,341,424,507</u>	<u>\$ (1,338,249,116)</u>	<u>\$ 14,701,594</u>

This page intentionally left blank.



Sedgwick County...
working for you

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.



Sedgwick County...
working for you

SEDGWICK COUNTY, KANSAS

Statement of Cash Flows

Component Unit - Sedgwick County Public Building Commission

For the Year Ended December 31, 2009

Cash flows from capital and related financing activities:

Received on direct financing lease	\$ 7,974,134
Debt service - principal	(4,835,000)
Debt service - interest expense	<u>(3,139,134)</u>
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>

This page intentionally left blank.



Sedgwick County...
working for you

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.



Sedgwick County...
working for you

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 - 14
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 - 16

Sources: Unless otherwise noted, the information in these schedules is derived from the comprehensive annual financial report for the relevant year. The County implemented GASB Statement 34 in 2002; schedules presenting government-wide information include information beginning in that year.

This page intentionally left blank.



Sedgwick County...
working for you

SEDGWICK COUNTY, KANSAS
NET ASSETS BY COMPONENT
Last Eight 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>
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
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
Unrestricted	<u>76,066,168</u>	<u>52,638,473</u>	<u>49,039,454</u>	<u>48,780,818</u>	<u>49,132,760</u>	<u>72,304,957</u>	<u>74,229,923</u>	<u>84,307,304</u>
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>
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
Restricted	-	-	-	36,869,001	113,402,445	171,294,796	101,769,649	21,188,982
Unrestricted	<u>783,483</u>	<u>472,032</u>	<u>288,610</u>	<u>220,110</u>	<u>134,256</u>	<u>379,987</u>	<u>384,616</u>	<u>10,791</u>
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>
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
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
Unrestricted	<u>76,849,651</u>	<u>53,110,505</u>	<u>49,328,064</u>	<u>49,000,928</u>	<u>49,267,016</u>	<u>72,684,944</u>	<u>74,614,539</u>	<u>84,318,095</u>
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>

Notes:

Accrual-basis financial information for the county government as a whole is available back to 2002 only, the year GASB Statement 34 was implemented

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 Eight 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>
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
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
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
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
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
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
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
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>
Business-type activities:								
Coliseum/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
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>
 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>
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
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
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
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
Culture and recreation	511,285	520,298	379,438	388,293	633,362	488,140	502,431	593,759
Economic development	895,885	723,044	911,998	606,056	76,210	1,793,518	90,778	5,310,076
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
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
Public works	5,917,140	6,375,111	11,688,318	7,785,059	7,142,161	5,614,317	5,796,503	593,326
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
Economic development	1,716,835	1,886,253	1,945,840	1,613,765	2,595,006	1,621,763	2,163,177	505,279
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
Culture and recreation	-	-	-	-	-	-	4,808,892	1,089,882
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>
Business-type activities:								
Charges for services:								
Coliseum/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
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>
 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>
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)
Business-type activities	(275,245)	(716,528)	(454,941)	(849,166)	(1,002,512)	(828,179)	(854,840)	(1,751,177)
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>

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
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
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
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
Miscellaneous	693,060	-	-	-	-	-	-	-
Transfers	56,366	(246,885)	(1,180,305)	821,156	(670,020)	(629,651)	(534,989)	(608,964)
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>

Business-type activities:

Sales taxes	-	-	-	39,018,506	82,384,251	85,135,148	-	-
Special items	-	-	-	-	-	-	-	(7,182,648)
Transfers	(56,366)	246,885	1,180,305	(821,156)	670,020	629,651	534,989	608,964
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>

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>
-----------------------	-----------------------	-----------------------	-----------------------	-----------------------	-----------------------	-----------------------	-----------------------

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
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>
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>

Note: Accrual-basis financial information for the county government as a whole is available back to 2002 only, the year GASB Statement 34 was implemented

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

	Fiscal Year									
	<u>2000</u>	<u>2001</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>
General Fund										
Reserved	\$ 2,198,063	\$ 1,445,489	\$ 961,353	\$ 2,003,050	\$ 1,614,676	\$ 1,403,228	\$ 1,643,047	\$ 6,074,440	\$ 6,081,736	\$ 6,439,464
Unreserved	<u>21,104,409</u>	<u>27,070,677</u>	<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>
Total general fund	<u>\$ 23,302,472</u>	<u>\$ 28,516,166</u>	<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>
 All Other Governmental Funds										
Reserved	20,974,577	20,019,190	32,340,509	49,470,545	22,245,968	20,609,966	22,457,395	24,088,196	56,468,812	40,306,524
Unreserved										
Designated										
Special revenue funds	9,020,694	8,827,523	17,502,934	14,156,619	15,459,654	6,951,752	8,078,864	6,340,911	8,025,265	7,303,953
Capital projects funds	<u>13,878,234</u>	<u>8,572,716</u>	<u>16,426,399</u>	<u>48,746,047</u>	<u>34,787,640</u>	<u>19,651,350</u>	<u>13,031,065</u>	<u>14,171,633</u>	<u>46,683,969</u>	<u>37,306,220</u>
Undesignated										
Special revenue funds	17,750,489	20,349,878	20,110,759	10,752,979	19,976,200	31,581,181	30,877,268	38,511,440	44,192,815	43,354,555
Capital projects funds	<u>1,568,197</u>	<u>4,193,887</u>	<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>
Total all other governmental funds	<u>\$ 63,192,191</u>	<u>\$ 61,963,194</u>	<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>

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

	Fiscal Year									
	2000	2001	2002	2003	2004	2005	2006	2007	2008	2009
Revenues										
Taxes	\$ 122,411	\$ 125,340	\$ 128,230	\$ 132,429	\$ 143,008	\$ 149,211	\$ 156,092	\$ 174,395	\$ 184,933	\$ 185,948
Special assessments	4,383	4,230	3,919	4,138	4,113	3,797	3,711	3,654	3,528	3,615
Intergovernmental	44,075	45,743	50,266	42,073	52,317	47,533	47,763	45,329	50,245	53,060
Charges for services	25,888	35,102	48,139	59,852	62,864	63,966	63,949	66,664	68,337	65,648
Uses of money and property	11,799	10,824	8,031	4,104	5,591	8,023	13,336	22,229	16,322	7,240
Fines and forfeits	463	490	426	283	175	180	296	288	458	361
Licenses and permits	143	186	283	597	451	604	637	450	579	532
Reimbursed expenditures	4,304	4,083	5,339	4,951	4,419	4,345	7,676	12,205	11,026	16,383
Other	1,257	1,914	1,507	1,665	2,274	902	1,139	1,074	1,831	3,721
Total revenues	<u>214,723</u>	<u>227,912</u>	<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>
Expenditures										
General government	41,217	46,669	45,918	45,966	44,616	46,242	37,885	42,320	48,089	45,283
Public safety	74,948	81,466	78,953	84,507	88,796	92,932	115,244	118,380	122,499	131,426
Public works	21,675	24,721	12,489	13,002	14,084	11,338	12,652	13,467	14,980	14,462
Health and welfare	36,002	46,775	55,496	59,892	63,980	63,109	66,994	64,632	66,688	67,811
Culture and recreation	5,661	5,839	6,202	5,703	5,575	6,236	7,176	7,883	8,206	9,536
Economic development	10,837	10,790	11,921	13,162	14,453	12,239	14,337	11,170	17,616	12,612
Debt service										
Principal	13,853	11,119	28,956	10,967	12,846	12,097	12,445	12,574	12,403	14,251
Interest and fiscal charges	6,086	5,543	5,577	5,432	5,688	5,743	6,078	6,084	5,964	7,125
Debt issuance costs	87	190	160	60	169	-	-	309	390	268
Capital outlay	<u>3,877</u>	<u>5,353</u>	<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>
Total expenditures	<u>214,243</u>	<u>238,465</u>	<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>
Excess of revenues over (under) expenditures	<u>480</u>	<u>(10,553)</u>	<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>
Other financing sources (uses)										
Transfers from other funds	33,849	27,989	32,198	27,120	34,856	41,701	31,005	35,793	39,580	47,685
Transfers to other funds	(34,561)	(29,158)	(34,094)	(28,825)	(36,459)	(42,029)	(32,980)	(37,551)	(41,291)	(49,315)
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
Debt premium	-	-	-	-	-	-	-	186	748	1,099
Debt issuance	3,930	11,220	43,758	37,802	-	14,515	5,065	15,445	43,830	27,485
Payment to refunding bond escrow agent	-	-	-	-	(5,025)	-	-	-	-	(18,240)
Total other financing sources (uses)	<u>3,218</u>	<u>10,051</u>	<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>
Net change in fund balances	\$ 3,698	\$ (502)	\$ 18,224	\$ 8,961	\$ (15,699)	\$ 18,771	\$ (9,615)	\$ 32,588	\$ 48,910	\$ (6,774)
Debt service as a percentage of noncapital expenditures	10.5%	7.8%	16.4%	7.2%	7.9%	7.8%	7.1%	7.3%	6.8%	7.6%

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		
2000	2,173,066	15,262,596	1,051,832	4,260,450	3,224,898	19,523,047	16.52%	28.600
2001	2,324,187	16,310,311	1,056,770	4,533,394	3,380,957	20,843,705	16.22%	28.654
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

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		
2000	479,704	3,561,126	286,662	1,222,230	766,366	4,783,356	16.02%	15.426
2001	538,057	3,988,844	287,581	1,230,188	825,638	5,219,033	15.82%	15.373
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

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

² Taxes levied support the subsequent year's budget, e.g., 2009 taxes levied finance 2010 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>2000</u>	<u>2001</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>
County Direct Rates										
General	\$ 19.186	\$ 19.899	\$ 18.984	\$ 21.818	\$ 21.845	\$ 21.225	\$ 23.925	\$ 20.887	\$ 21.958	\$ 23.615
Road and bridge	2.176	1.662	1.882	1.014	0.736	1.400	1.015	1.239	1.408	1.506
Mental health	1.130	1.025	1.017	0.476	0.595	0.673	0.589	0.638	0.704	0.607
Community health	-	-	0.710	0.717	-	-	-	-	-	-
Noxious weeds	0.135	0.117	0.118	0.067	0.073	0.089	0.089	0.088	0.096	0.081
Agricultural extension council	0.348	0.367	0.377	0.288	-	-	-	-	-	-
Junior college tuition	0.460	-	-	-	-	-	-	-	-	-
Employee benefits	-	-	-	-	-	-	-	-	-	-
Emergency medical services	1.333	1.314	1.487	0.473	1.178	1.152	1.363	1.722	1.049	0.904
Aging	0.688	0.680	0.655	0.553	0.583	0.529	0.545	0.582	0.573	0.561
WSU program development	1.543	1.500	1.500	1.500	1.495	1.500	1.500	1.500	1.500	1.500
Debt service	1.601	2.090	2.046	1.911	2.258	2.190	2.289	4.677	3.089	1.094
Total direct rate	28.600	28.654	28.776	28.817	28.763	28.758	31.315	31.333	30.377	29.868
Fire District Rates	15.426	15.373	15.407	16.695	18.579	18.556	18.469	18.482	18.501	18.447
City Rates										
Andale	28.659	32.329	32.638	38.392	41.845	38.842	39.374	40.929	41.894	42.492
Bentley	46.750	52.516	52.265	48.983	48.616	48.763	48.566	45.556	45.033	53.545
Cheney	47.442	46.418	48.646	48.945	49.742	49.661	49.519	53.674	56.605	56.842
Clearwater	42.301	40.946	40.831	42.954	42.846	42.743	44.294	43.964	43.661	41.767
Colwich	59.073	54.057	52.096	23.692	33.508	37.932	34.249	32.100	42.227	53.784
Derby	45.635	45.791	45.940	45.790	48.331	48.352	48.176	48.155	47.756	47.773
Eastborough	23.852	23.993	27.264	30.007	35.006	37.642	58.221	60.252	62.241	58.351
Garden Plain	43.802	45.954	46.730	46.781	46.852	45.869	48.250	47.300	49.863	49.509
Goddard	20.533	19.807	19.276	16.724	14.720	14.075	14.053	14.061	16.426	18.789
Haysville	41.967	43.371	43.326	48.310	45.673	45.402	45.204	48.441	48.408	48.425
Kechi	18.490	18.454	18.392	18.353	18.431	18.246	21.154	24.037	23.954	33.857
Maize	34.941	37.254	37.319	37.172	37.397	39.654	41.321	43.251	43.022	42.427
Mount Hope	47.164	46.922	50.224	51.052	49.730	51.587	51.357	51.049	51.008	50.945
Mulvane	44.676	49.969	47.390	49.811	48.633	48.411	56.664	53.330	53.359	53.414
Sedgwick	47.203	48.541	52.246	51.729	51.480	51.291	51.210	47.993	51.033	51.316
Valley Center	39.012	40.028	39.679	47.969	47.813	49.666	49.731	48.761	48.367	48.516
Viola	7.432	7.005	7.213	9.428	9.420	9.493	14.408	14.928	14.200	14.087
Wichita	31.359	31.474	31.845	31.905	31.828	31.898	31.953	31.979	32.056	32.142
Bel Aire	11.558	14.857	15.787	23.861	21.975	22.831	23.959	33.503	34.908	35.970
Park City	32.389	33.991	33.687	36.193	36.178	35.043	37.236	37.145	37.450	37.332
Townships	.124-13.530	.161-14.550	.547-14.396	.103-14.064	.193-14.813	.112-15.765	.109-16.716	.102-16.041	.088-19.167	.073-21.737
School Districts	30.739-65.250	28.935-67.310	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
Cemetery Districts	.144-1.685	.147-1.660	.150-1.959	.944-1.826	.156-1.754	.159-1.814	.157-1.792	.164-1.772	.194-1.771	.133-2.006
Drainage Districts	1.190-5.154	1.061-4.775	.786-3.386	.501-4.812	.503-6.307	.875-6.207	.902-9.052	.885-2.141	.872-2.997	.888-2.972
Improvement Districts	1.608-8.548	1.496-9.577	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
Sewer Districts	1.658	-	-	-	-	-	-	-	-	-
Other Districts	.763-24.258	0-22.452	.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

Source: Sedgwick County Tax Administration System

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

	<u>Fiscal Year 2009</u>			<u>Fiscal Year 2000</u>		
	<u>Assessed Value</u>	<u>Rank</u>	<u>Percentage of Total County Taxable Assessed Value</u>	<u>Assessed Value</u>	<u>Rank</u>	<u>Percentage of Total County Taxable Assessed Value</u>
Spirit Aerosystems, Inc.	\$ 90,343,449	1	2.13%	-	-	
Kansas Gas & Electric - A Westar Co.	75,005,143	2	1.77%	\$ 81,531,340	1	2.88%
The Boeing Company	50,650,409	3	1.19%	50,637,828	3	1.81%
Southwestern Bell Telephone	36,609,055	4	0.86%	58,985,355	2	2.13%
Wesley Medical Center, LLC	32,769,450	5	0.77%	15,243,342	6	0.54%
Hawker Beechcraft Corp	32,012,332	6	0.75%	-	-	
Simon Property Group	31,131,602	7	0.73%	29,029,019	4	1.03%
Cessna Aircraft	31,055,276	8	0.73%	-	-	
Kansas Gas Service	24,393,595	9	0.57%	11,527,822	9	0.42%
Walmart Stores	24,285,245	10	0.57%	-	-	
Raytheon Aircraft Company		-		17,042,410	7	0.54%
GATX Technology Service Corp.		-		20,339,710	5	0.72%
Vulcan Materials		-		13,796,337	10	0.39%
Koch Industries, Inc.		-		12,113,306	8	0.43%
	<u>\$ 428,255,556</u>		<u>10.09%</u>	<u>\$ 310,246,469</u>		<u>10.89%</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		Total Adjusted Levy	Collected within the Fiscal Year of the Levy		Collections in Subsequent Years ³	Total Collections to Date	
	(Original Levy)	Adjustments		Amount ²	Percentage of Original Levy		Amount	Percentage of Adjusted Levy
1999	75,369,869	(272,440)	75,097,429	72,924,106	96.75%	1,651,199	74,575,305	99.30%
2000	80,139,081	(770,034)	79,369,047	77,184,854	96.31%	1,906,077	79,090,931	99.65%
2001	84,524,755	(4,974)	84,519,781	81,564,178	96.50%	2,172,969	83,737,147	99.07%
2002	87,885,050	(249,660)	87,635,390	84,773,787	96.46%	2,139,362	86,913,149	99.18%
2003	94,601,506	(520,803)	94,080,703	91,068,224	96.27%	2,523,329	93,591,553	99.48%
2004	98,203,643	(455,308)	97,748,335	94,695,003	96.43%	2,342,736	97,037,739	99.27%
2005	103,184,139	(473,529)	102,710,610	99,887,609	96.81%	2,585,802	102,473,411	99.77%
2006	121,793,520	(473,822)	121,319,698	117,958,001	96.85%	3,251,648	121,209,649	99.91%
2007	128,747,504	(440,767)	128,306,737	124,575,078	96.76%	3,442,328	128,017,406	99.77%
2008	130,983,921	(1,035,315)	129,948,606	125,701,736	95.97%	<i>Not Applicable</i>	125,701,736	96.73%

SEDGWICK COUNTY FIRE DISTRICT #1

Tax Year ¹	Taxes Levied for the Fiscal Year		Total Adjusted Levy	Collected within the Fiscal Year of the Levy		Collections in Subsequent Years ³	Total Collections to Date	
	(Original Levy)	Adjustments		Amount ²	Percentage of Original Levy		Amount	Percentage of Adjusted Levy
1999	8,285,951	(48,636)	8,237,315	8,041,212	97.05%	133,223	8,174,435	99.24%
2000	8,012,656	(19,824)	7,992,832	7,831,508	97.74%	160,730	7,992,238	99.99%
2001	8,103,411	(18,527)	8,084,884	7,854,202	96.92%	161,946	8,016,148	99.15%
2002	8,251,806	(23,550)	8,228,256	8,028,002	97.29%	172,586	8,200,588	99.66%
2003	9,731,825	(38,665)	9,693,160	9,423,315	96.83%	202,652	9,625,967	99.31%
2004	11,376,138	(30,074)	11,346,064	11,091,213	97.50%	185,745	11,276,958	99.39%
2005	11,996,353	(60,712)	11,935,641	11,716,988	97.67%	199,940	11,916,928	99.84%
2006	12,109,011	(52,953)	12,056,058	11,815,566	97.58%	224,828	12,040,394	99.87%
2007	13,009,881	(56,695)	12,953,186	12,680,055	97.46%	192,609	12,872,664	99.38%
2008	13,581,460	(160,583)	13,420,877	13,096,204	96.43%	<i>Not Applicable</i>	13,096,204	97.58%

¹ Taxes levied support the subsequent year's budget, e.g., 2008 taxes financed 2009 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			
2000	63,180,000	20,640,000	31,535,000	-	70,000	693,594	116,118,594	0.9%	259
2001	64,954,300	19,865,000	31,500,700	-	-	-	116,320,000	0.9%	257
2002	89,995,000	19,065,000	21,930,000	-	-	-	130,990,000	1.0%	287
2003	97,890,000	40,225,000	20,505,000	-	-	200,523	158,820,523	1.2%	345
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%	318
2006	85,810,000	34,530,000	15,965,000	3,200,353	-	823,251	140,328,604	0.9%	301
2007	77,855,000	47,425,000	14,250,000	3,071,631	-	2,256,509	144,858,140	0.8%	307
2008	70,190,000	88,685,000	12,540,000	2,937,940	-	1,932,286	176,285,226	0.9%	370
2009	75,180,000	83,850,000	7,855,000	7,175,585	-	1,595,100	175,655,685	0.9%	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-14

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			
2000	83,820,000	(4,280,340)	79,539,660	0.63%	0.41%	176
2001	84,819,300	(7,195,893)	77,623,407	0.59%	0.37%	170
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%	308
2009	159,030,000	(478,030)	158,551,970	<i>Unavailable</i>	0.52%	326

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-14

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)

	Fiscal Year									
	<u>2000</u>	<u>2001</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>
Statutory debt capacity:										
Equalized assessed valuation of taxable tangible property	\$ 2,797,444	\$ 2,940,282	\$ 3,052,926	\$ 3,305,893	\$ 3,436,218	\$ 3,611,221	\$ 3,796,641	\$ 4,025,083	\$ 4,218,727	\$ 4,245,447
Estimated tangible valuation of motor vehicles	<u>427,454</u>	<u>444,891</u>	<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>
Estimated tangible valuation for computation of bonded indebtedness limitations	<u>\$ 3,224,898</u>	<u>\$ 3,385,173</u>	<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>
Debt limit (3% of total valuation)	\$ 96,747	\$ 101,555	\$ 105,325	\$ 113,312	\$ 117,606	\$ 123,270	\$ 129,280	\$ 136,672	\$ 142,865	\$ 143,484
Amount of debt applicable to limit										
Total bonded indebtedness	96,115	96,455	125,965	153,595	140,795	146,754	139,505	142,602	174,353	174,061
Less exempt issues	<u>(61,935)</u>	<u>(64,671)</u>	<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>
Total net debt applicable to limit	34,180	31,784	43,772	53,394	46,070	53,269	48,064	47,065	43,396	40,282
Legal debt margin	<u>\$ 62,567</u>	<u>\$ 69,771</u>	<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>
Total net debt applicable to the limit as a percentage of debt limit	35.33%	31.30%	41.56%	47.12%	39.17%	43.21%	37.18%	34.44%	30.38%	28.07%

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>
2000	452,869	12,704,787	28,054	85,808	3.8%
2001	456,351	13,250,608	29,036	85,918	4.5%
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	<i>Not Available</i>	<i>Not Available</i>	86,887	7.6%

Notes:

¹ Population is estimated for each year, except 2000. Actual population for 2000 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 Human Resources

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

	Fiscal Year 2009			Fiscal Year 2000		
	Civilian Employees	Rank	Percentage of Total Wichita MSA ¹	Civilian Employees	Rank	Percentage of Total Wichita MSA ¹
Cessna Aircraft Company	12,008	1	3.70%	12,509	2	4.59%
Spirit AeroSystems, Inc.	10,370	2	3.19%	-	-	-
Hawker Beechcraft	7,500	3	2.31%	-	-	-
Unified School District #259	5,508	4	1.70%	5,372	4	1.97%
Via Christi Health System	5,319	5	1.64%	3,747	7	1.38%
State of Kansas	4,084	6	1.26%	4,834	5	1.77%
City of Wichita	3,153	7	0.97%	2,935	9	1.08%
Boeing IDS Wichita/Boeing Company	3,000	8	0.92%	16,800	1	6.17%
Sedgwick County	2,821	9	0.87%	-	-	-
Bombardier Aerospace Learjet, Inc.	2,540	10	0.78%	3,602	8	1.32%
United States Government	-	-	-	4,006	6	1.47%
Raytheon Aircraft Corporation	-	-	-	10,000	3	3.67%
Dillions Food Stores	-	-	-	2,550	10	0.94%
	<u>56,303</u>		<u>17.33%</u>	<u>66,355</u>		<u>24.36%</u>

¹ Includes Sedgwick, Butler, Harvey and Sumner counties for 2009. Data for 2000 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>2000</u>	<u>2001</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>
General government	475	480	484	466	451	450	454	442	446	477
Public safety	1,372	1,386	1,407	1,368	1,355	1,411	1,443	1,471	1,509	1,549
Public works	157	157	145	132	135	136	132	126	126	132
Health and welfare	313	318	546	534	534	541	549	560	593	614
Culture and recreation	126	127	132	134	132	134	135	126	128	127
Economic development	<u>4</u>	<u>8</u>	<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>2,447</u>	<u>2,476</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>

Source: Sedgwick County finance department

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

Function/Program	Fiscal Year									
	2000	2001	2002	2003	2004	2005	2006	2007	2008	2009
General government										
Number of registered voters	236,029	227,245	232,739	200,042	233,181	230,246	236,000	237,135	246,928	252,101
Number of taxable real estate parcels	186,573	190,091	192,819	196,664	199,609	202,235	205,079	207,530	210,889	217,134
Documents filed with register of deeds	89,813	104,676	117,798	137,648	104,371	104,116	97,789	94,454	84,578	83,406
Real estate records processed	*	*	*	40,750	64,895	65,208	66,900	67,956	68,456	78,725
Average monthly investment portfolio (in millions)	*	*	*	\$ 186.2	\$ 218.7	\$ 226.4	\$ 288.3	\$ 377.7	\$ 413.3	\$ 378.0
Average number of bids per purchase	*	*	*	*	*	*	4.5	4.5	4.7	5.0
Public safety										
Average monthly number of 911 calls	33,672	34,719	36,210	35,560	36,615	36,305	36,030	37,722	35,170	38,627
Average monthly number of EMS responses	*	*	3,665	3,543	3,503	3,512	3,834	4,040	4,000	4,150
Number of residential structural fires per 100,000 households	*	320	272	332	276	308	308	208	256	280
Average monthly number of medical responses by Fire	*	*	*	*	219	216	214	239	288	248
Average daily population, juveniles in detention	101	115	103	108	108	116	124	120	109	106
Average daily population in custody of Sheriff	1,153	1,203	1,301	1,285	1,382	1,501	1,514	1,522	1,533	1,645
Percent of autopsy reports filed within 90 days	*	*	*	97	97	97	94	78	62	57
Public works										
Miles of road improved	*	152	97	163	146	78	103	88	113	61
Miles of road maintained	*	*	*	*	622	622	622	622	622	617
Household hazardous waste tonnage disposed	*	*	100	267	261	332	394	457	489	521
Health and welfare										
Number of mental health program clients	*	*	*	9,479	10,463	11,588	12,246	13,319	12,253	11,934
Number of individuals eligible for developmental disability services	*	*	1,537	1,674	1,698	1,812	1,958	2,082	2,102	2,285
Number of health clinic patient encounters	*	*	*	*	149,037	167,530	149,507	165,039	178,812	188,205
Number of immunizations provided	*	*	*	*	22,324	27,659	29,000	27,170	26,015	27,327
Number of tuberculosis encounters	2,002	3,574	3,187	3,253	6,343	7,629	8,005	6,223	6,357	4,742
Culture and recreation										
Number of events per year at Kansas Coliseum	192	163	196	177	164	143	123	137	122	110
Annual attendance at Kansas Coliseum events	722,569	610,113	696,689	721,588	571,406	532,804	541,949	557,334	543,519	500,801
Annual attendance at Sedgwick County Zoo	484,086	455,623	429,646	491,462	591,687	502,367	484,014	593,428	584,076	654,494
Annual attendance at Sedgwick County Park	703,124	705,954	700,650	720,000	626,821	813,676	730,972	932,486	1,131,339	1,060,267
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
Average monthly number of Sec. 8 housing clients	*	*	*	322	323	301	315	304	318	306

* Information not available.

Source: County operating departments

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

Function/Program	Fiscal Year									
	<u>2000</u>	<u>2001</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>
General government										
Auto License buildings	4	4	4	4	4	4	4	4	4	4
Total fleet vehicles	*	*	*	*	*	*	460	462	464	473
Public safety										
Adult detention facility capacity	1,032	1,032	1,032	1,032	1,032	1,032	1,122	1,115	1,145	1,158
Fire stations	8	8	8	8	8	8	8	8	8	9
EMS posts	*	*	12	13	13	13	13	13	14	15
Public Safety vehicles	*	*	*	*	*	*	*	260	278	291
Public works										
Bridges maintained	650	653	653	653	650	651	652	645	645	639
Miles of roads maintained	626	626	626	626	622	622	622	622	622	617
Culture and recreation										
Sedgwick County Park acreage	400	400	400	400	400	400	400	400	400	400
Lake Afton Park acreage	780	780	780	828	828	828	828	828	828	828

* Information not available

Source: County budget department and individual county departments