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COMPREHENSIVE ANNUAL FINANCIAL REPORT

Sedgwick County, Kansas

For the year ended December 31, 2008

Sedgwick County...
working for you

COMPREHENSIVE
ANNUAL FINANCIAL REPORT
of
**THE COUNTY OF
SEDGWICK, KANSAS**
for the
Year Ended December 31, 2008



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

2008

Chairman
Thomas G. Winters

Chair Pro-Tem
Tim R. Norton

Commissioner
Kelly D. Parks

Commissioner
David M. Unruh

Commissioner
Gwen Welshimer

COUNTY MANAGER
William P. Buchanan

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

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, 2008

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SEDGWICK COUNTY, KANSAS

COMPREHENSIVE ANNUAL FINANCIAL REPORT YEAR ENDED DECEMBER 31, 2008

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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 26, 2009

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, 2008. 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 26, 2009

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, 2008. 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 478,882 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 2,762 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 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. 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-25 as part of the basic financial statements. For governmental funds other than the General Fund with legal appropriated annual budgets, this comparison is presented in the governmental fund subsection of this report, 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 most of 2009. The Wichita economy continues to outperform the U.S. economy due to its different industry make-up. The Wichita MSA unemployment rate increased from 3.8% in December 2007 to 4.9% in December 2008. In comparison, the December 2008 national rate stood at 7.2%. Wage and salary employment increased 0.4% from December 2007 to December 2008. Consumers' major concerns are the credit and housing markets and health care costs as well as declining values of retirement accounts. For 2008, the value of new residential construction permits decreased 17.4%; home sales decreased 15.9%. Home values, though, remain stable. The number of outbound airline passengers increased 1.2% while the outbound airfreight shipments decreased 11%. The Wichita MSA's hotel occupancy rates decreased 1.4%.

Manufacturing

In the Wichita MSA, manufacturing employment accounts for 21% of all jobs. In spite of weakening aviation markets, order backlogs remain at record highs.

Highlights of the manufacturing sector are as follows:

- In April, Cessna announced that its newest and largest business jet, the Citation Columbus, will be built in Wichita. In addition, a stand-alone plant will be built to house engineering offices and final assembly of the plan. Approximately 1,000 new direct jobs will be added over the next five years.
- In May, Hawker Beechcraft Corp. announced its newest light business jet, the Beechcraft Premier II, which feature an all-composite fuselage.
- Foley Equipment Co. announced its purchase of the 125,000-square-foot former Optima Bus Corp. facility. Foley plans to use the building to expand the branch of its business that remanufactures engines.
- Koch Industries Inc. plans to construct a heat transfer and mass transfer research facility near its northeast Wichita headquarters.
- Great Plains Ventures, a holding company for Great Plains Industries, Powder Tech LLC, Aerospace Systems & Components Inc. and Ventures Business Park, plans to build a new headquarters at Ventures Business Park in northeast Wichita. The building is expected to be completed by early 2009.
- Both Hawker Beechcraft and Cessna have made adjustments to their 2009 production schedules because of order delays or cancellations.
- Cessna has announced company-wide layoffs totaling 4,600, with about 4,000 of those in Kansas. Cessna's backlog was up by \$1.9 billion at the end of 2008; however, production is affected by canceled or delayed orders.
- Since November 2008 Hawker Beechcraft has announced upcoming layoffs of 2,800 jobs in Wichita.
- Boeing laid off about 800 of its 3,000 Wichita workers late in 2008.
- Boeing announced that its last test Model 787 is being assembled. Boeing said that there are 31 787's currently in production throughout its supply chain and that it has orders for 878 of the planes from 57 customers. The forward fuselage section and pylons that hold the engine are made in Wichita by Spirit AeroSystems Inc.
- Cessna announced a delay of the engineering portion of the new Citation Columbus project by six months but emphasized that the delay will not result in more layoffs.

Other Sectors

Retail and wholesale trades together gained 700 new jobs in 2008. 14.5% of all jobs in the Wichita MSA are held within the retail and wholesale sector. New developments, such as NewMarket Square and the Waterfront, continue to add tenants and move into planned expansion phases. Towne East Square is undergoing a multimillion-dollar renovation that is expected to be completed in 2009.

Additional information regarding other employment sectors follows:

- ❑ Natural resources, mining and construction accounted for 5.5% of all jobs in the Wichita MSA in 2008.
- ❑ While professional and business services experienced strong increases in employment for 2007, a decrease of 2.4% occurred in 2008.
- ❑ Education and health services employment accounted for 43,733 jobs in 2008, about 14% of all jobs in the Wichita MSA. Jobs in this sector increased by 773, or 1.8%, this year.
- ❑ The government sector employed 42,800 at the end of 2008, an increase of 2.6% over 2007.
- ❑ The transportation, warehouse and utilities sector employed 8,200 people and accounted for 2.7% of all jobs in the Wichita MSA in 2008. Wichita's Mid-Continent Airport has received two grants, nearly \$13 million, from the Federal Aviation Administration to help pay for a new airport terminal. The \$150 million terminal will take about three years to build and will be funded by federal funds and airport revenue.

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 future fiscal conditions and to guide policy and programmatic decisions. The financial plan is a management tool that presents forecasted information based on current and projected financial conditions and identifying future revenue and expenditure trends that may have an immediate or long-term influence on County policies, strategic 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 will face a variety of challenges. The financial plan shows that operating income for funds receiving statutorily authorized tax support is projected to remain positive throughout the planning horizon. Nevertheless, other funds, particularly grant funds are projected to experience operating deficits. After 2008, the operating deficits in the grant funds are projected to exceed the operating income generated in the tax-supported funds. Consequently, the financial plan anticipates that slight operating deficits could be realized for all operating funds if adjustments to grant funded operations are not implemented over the planning horizon. The projections in the financial plan reflect the trend of grant funding from the Federal and State levels that does not keep pace with inflationary growth.

Major initiatives of the County include the following:

- ❑ Sedgwick County is building a world-class entertainment venue in downtown Wichita. The Intrust Bank Arena will be located near Old Town to provide a multi-purpose entertainment package for residents and visitors. The Intrust Bank Arena will provide 15,000 seats for basketball or up to 17,000 seats for concerts, 22 luxury suites, and two restaurants. The arena complex is scheduled for completion in the first quarter of 2010. Costs associated with the Intrust Bank Arena are being funded without debt from the proceeds of a special one-cent County sales tax, which was 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. The Arena sales tax revenues have exceeded the projected revenues and total \$206.5 million.
- ❑ 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 help encourage training programs to 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 late in 2010, the National Center for Aviation Training (NCAT) complex will be capable of training 600 workers per semester in avionics and airframe and powerplant maintenance, and 600 workers per semester in advanced

manufacturing processes. The Center also will 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 also will 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, and 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 with significant substance abuse histories that are not eligible for State programs and are too addicted to be successful in less intense diversion programs.
- Fire District #1 relocation projects for five fire stations will 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 two of five planned stations. Station 33 was relocated to the City of Maize in 2007 and Station 32, which includes fire administration and fire prevention offices, was relocated in Park City and occupied in early 2008. Two stations, a new Station 39 in western Sedgwick County and a relocated Station 35 near Goddard, will begin construction in mid 2009. The remaining station in the relocation plan, Station 36, is still in the planning stage and will likely be completed sometime in the last quarter of 2010.

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 2008 budget year and projects it for 2009 through 2013, the planning years of the program. Planned capital spending for 2008 totaled almost \$43.4 million, including projects for road improvements, construction of two new Emergency Medical Services posts, a new fire station, Clifton channel drainage improvements, 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 2008, 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, 2008. The weighted average maturity was 205 days and the average yield to maturity was 1.31%. The fair value of investments totaled \$607,390,454 at December 31, 2008.

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,

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, 2007. This was the 27th 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 2008 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 24 consecutive years (fiscal years 1985-2008).

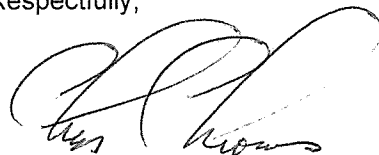
For the first time in 2008 Sedgwick County received GFOA's Popular Annual Financial Reporting (PAFR) Award. GFOA's PAFR award program encourages governments to publish concise annual financial reports specifically designed to be readily accessible and easily understandable to the general public. The 2008 PAFR was our first effort at publishing such a report; many favorable comments were received from citizens. 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,

A handwritten signature in black ink, appearing to read "Chris Chronis", written over a horizontal line.

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, 2007

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.



A handwritten signature in black ink, appearing to read "M. L. R. R. R.", positioned above the title "President".

President

A handwritten signature in black ink, appearing to read "Jeffrey R. Enen", positioned above the title "Executive Director".

Executive Director

PRINCIPAL OFFICIALS
March 2, 2009

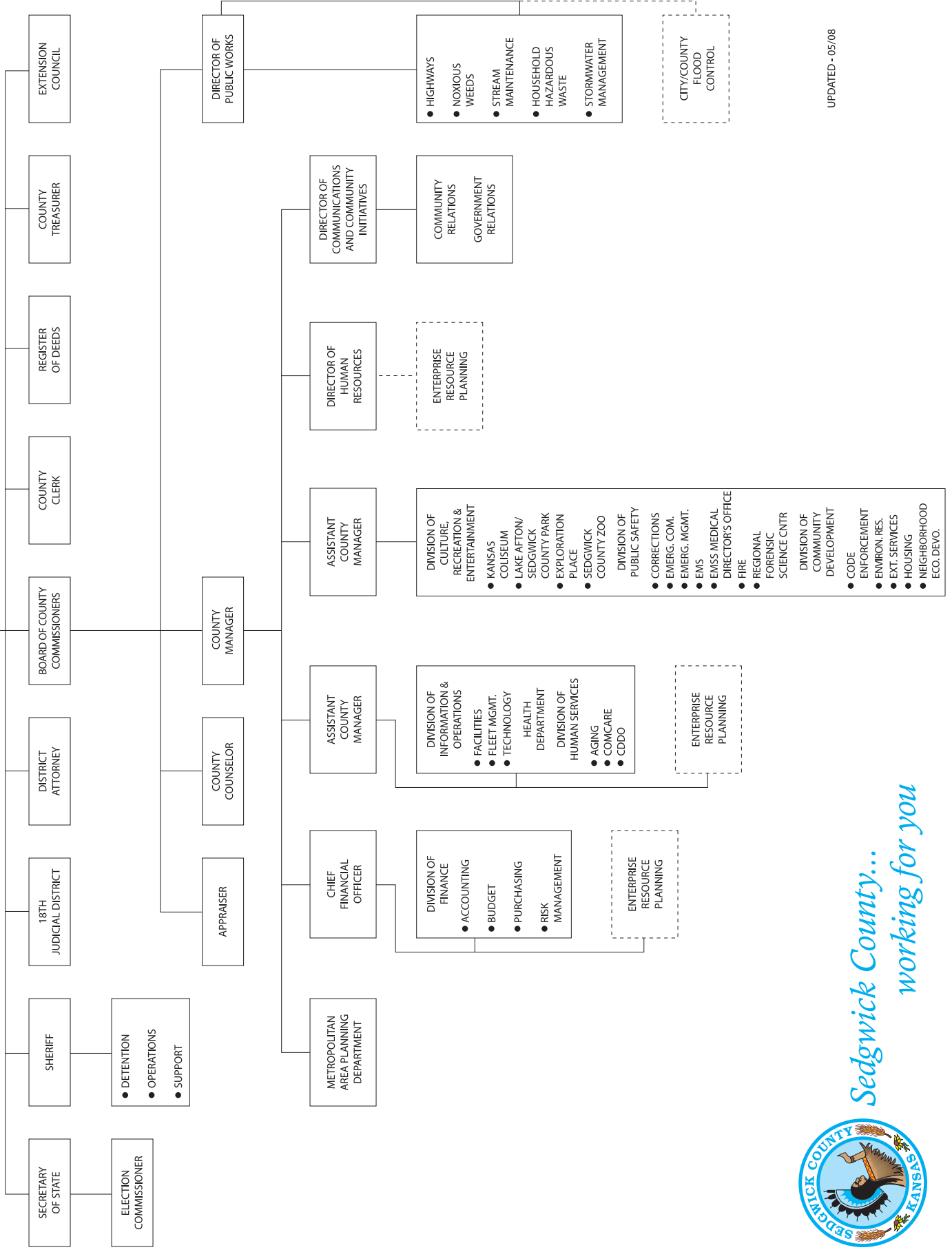
Elected Positions	Name	Date of Appointment
Commissioner, 1 st District	David M. Unruh	January 13, 2003
Commissioner, 2 nd District	Tim R. Norton	January 8, 2001
Commissioner, 3 rd District	Karl Peterjohn	January 11, 2009
Commissioner, 4 th District	Kelly D. Parks	January 7, 2007
Commissioner, 5 th District	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

VOTERS

SEDGWICK COUNTY, KS



UPDATED - 05/08

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Sedgwick County...
working for you

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, 2008, 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, 2008, and the respective changes in financial position and cash flows, where applicable, thereof and the respective budgetary comparison for the general fund 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 26, 2009, 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.

Management's Discussion and Analysis and the required supplementary information as listed in the table of contents are not a required part of the basic financial statements but is 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 26, 2009
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, 2008. 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 9.3% or \$54.9 million to \$642.6 million, indicating the overall financial health of Sedgwick County improved significantly during 2008. Of this total, \$74.6 million is reported as unrestricted net assets and may be used to meet the government's ongoing obligations to citizens and creditors.
- Land and construction in progress increased 89.7% to \$199.0 million reflecting several construction projects currently underway, including the Intrust Bank Arena and the National Center for Aviation Training.
- Sales tax revenues decreased \$84.6 million (76.3%) because the voter-approved one-cent local option tax to generate funds to build the Intrust Bank Arena expired on December 31, 2007.
- Investment earnings were down 26.2% in 2008, partially due to a smaller investment portfolio because cash was used to pay construction costs of the Intrust Bank Arena and partially due to lower yields on investments.

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-61 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-25 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 Downtown 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 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 \$642.6 million at the end of 2008.

Sedgwick County, Kansas
Net Assets
As of December 31, 2008
With Comparatives as of December 31, 2007
(millions of dollars)

	Governmental Activities		Business-Type Activities		Total Primary Government	
	2008	2007	2008	2007	2008	2007
Assets:						
Current and other assets	\$384.5	\$330.9	\$ 102.5	\$177.0	\$487.0	\$507.9
Capital assets	380.8	343.2	110.8	41.5	491.6	384.7
Total assets	<u>765.3</u>	<u>674.1</u>	<u>213.3</u>	<u>218.5</u>	<u>978.6</u>	<u>892.6</u>
Liabilities:						
Long-term liabilities	191.2	155.5	-	-	191.2	155.5
Other liabilities	144.5	144.1	0.4	5.3	144.9	149.4
Total liabilities	<u>335.7</u>	<u>299.6</u>	<u>0.4</u>	<u>5.3</u>	<u>336.1</u>	<u>304.9</u>
Net assets:						
Invested in capital assets, net of related debt	204.6	198.4	110.8	41.5	315.4	239.9
Restricted	150.9	103.8	101.7	171.3	252.6	275.1
Unrestricted	74.2	72.3	0.4	0.4	74.6	72.7
Total net assets	<u>\$429.7</u>	<u>\$374.5</u>	<u>\$ 212.9</u>	<u>\$213.2</u>	<u>\$642.6</u>	<u>\$587.7</u>

The largest portion of the County's net assets (49.1 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 39.3% of net assets and are resources that are subject to external restrictions on how they may be used. The remaining balance of \$74.6 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 \$55.2 million (14.7 percent) after taking into consideration the prior period adjustment of \$12.6 million to record construction in progress for road, bridge and building improvements which should have been recorded in prior years. These projects were completed and capitalized in 2008. Net assets of the County's business-type activity decreased \$0.3 million during 2008. Changes in net assets were as follows:

Sedgwick County, Kansas
Change in Net Assets
Fiscal Year Ended December 31, 2008
With Comparatives for the Year Ended December 31, 2007
(millions of dollars)

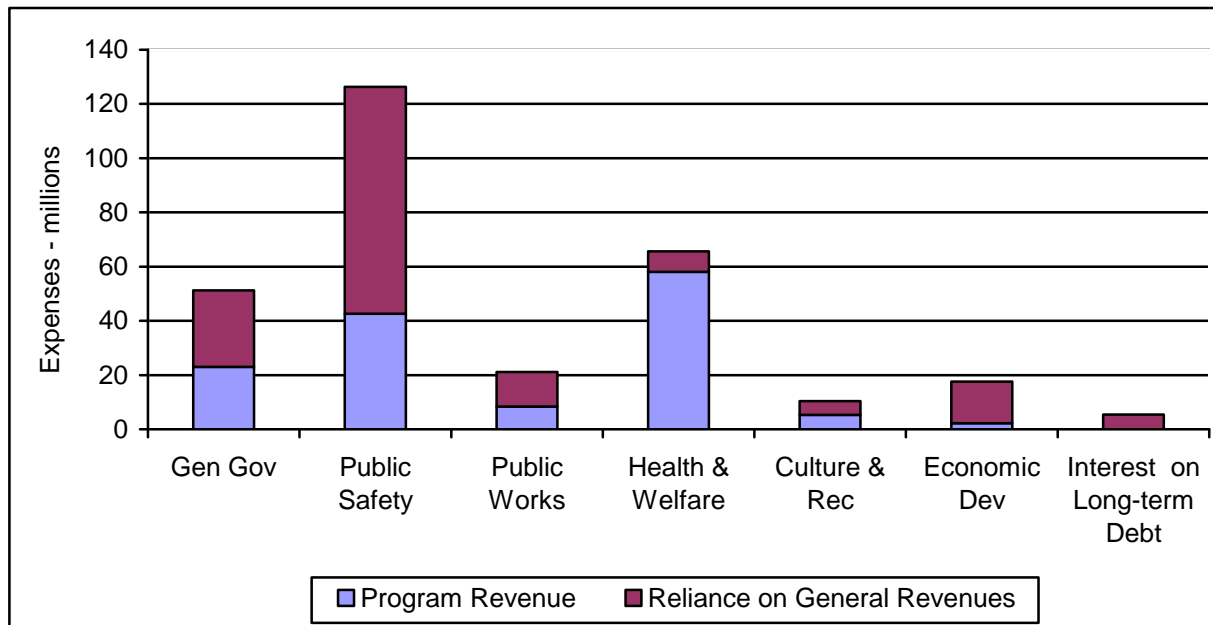
	Governmental Activities		Business-Type Activities		Total Primary Government	
	2008	2007	2008	2007	2008	2007
Revenues						
Program revenues:						
Charges for services	\$ 83.2	\$ 78.9	\$ 2.6	\$ 2.3	\$ 85.8	\$ 81.2
Operating grants and contributions	50.3	45.3	-	-	50.3	45.3
Capital grants and contributions	6.1	2.0	-	-	6.1	2.0
General revenues:						
Property taxes	155.3	145.3	-	-	155.3	145.3
Sales taxes	26.3	25.8	-	85.1	26.3	110.9
Other taxes	3.3	3.3	-	-	3.3	3.3
Investment earnings	16.4	22.2	-	-	16.4	22.2
Total revenues	<u>340.9</u>	<u>322.8</u>	<u>2.6</u>	<u>87.4</u>	<u>343.5</u>	<u>410.2</u>
Expenses						
General government	51.3	46.6	-	-	51.3	46.6
Public safety	126.4	122.4	-	-	126.4	122.4
Public works	21.2	21.9	-	-	21.2	21.9
Health and welfare	65.6	63.7	-	-	65.6	63.7
Culture and recreation	10.3	10.1	-	-	10.3	10.1
Economic development	17.6	11.2	-	-	17.6	11.2
Interest on long-term debt	5.4	6.3	-	-	5.4	6.3
Coliseum/Arena	-	-	3.4	3.1	3.4	3.1
Total expenses	<u>297.8</u>	<u>282.2</u>	<u>3.4</u>	<u>3.1</u>	<u>301.2</u>	<u>285.3</u>
Increase (decrease) in net assets before transfers	43.1	40.6	(0.8)	84.3	42.3	124.9
Transfers	<u>(0.5)</u>	<u>(0.6)</u>	<u>0.5</u>	<u>0.6</u>	<u>-</u>	<u>-</u>
Increase (decrease) in net assets	42.6	40.0	(0.3)	84.9	42.3	124.9
Prior period adjustment	12.6	(4.0)	-	-	12.6	(4.0)
Net assets, beginning	<u>374.5</u>	<u>338.5</u>	<u>213.2</u>	<u>128.3</u>	<u>587.7</u>	<u>466.8</u>
Net assets, ending	<u><u>\$429.7</u></u>	<u><u>\$374.5</u></u>	<u><u>\$212.9</u></u>	<u><u>\$213.2</u></u>	<u><u>\$642.6</u></u>	<u><u>\$587.7</u></u>

Sedgwick County's one-cent local option sales tax to fund the construction of the Intrust Bank Arena and renovate the pavilions at the Kansas Coliseum ended on December 31, 2007 resulting in no sales tax revenue for business-type activities. The end of this tax reduced overall business-type activity revenue by \$84.8 million compared to 2007. Governmental activity revenue increased \$18.1 million over 2007. The increase was driven by a \$10.0 million increase in property tax due to an increase in property valuations and new construction. The other major increase was \$4.1 million in capital grants and contributions. This increase was the result of a new restaurant and construction on a new tiger exhibit at the Sedgwick County Zoo. Investment earnings fell 26.1% as cash is being used to pay for construction of the Intrust Bank Arena as well as earning lower investment returns. Even though cash for arena construction is held in an enterprise fund, Kansas statutes require that investment earnings be recorded in the general fund, which is in the governmental activities column. The average yield fell from 4.95% at the beginning of 2008 to 1.31% at the end of the year.

Expenses of governmental activities increased \$15.6 million or 5.5% over 2007. Economic Development increased \$6.4 million mainly due to a \$5.0 million forgivable loan to Cessna and a \$0.85 million onetime payment to Spirit Aerosystems. Expenses for Sedgwick County's affordable airfares program designed to keep low cost airlines operating out of Wichita's Mid-continent airport increased \$3.7 million in 2008 which helped push general government expenses up.

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%	\$ 5,439,606
○ Economic development	87.2%	15,353,850
○ Public safety	66.3%	83,766,184
○ Public works	60.3%	12,823,044
○ General government	55.2%	28,293,985
○ Culture and recreation	48.7%	5,032,473
○ Health and welfare	11.4%	7,506,875
Total reliance on general revenues		<u>\$158,216,017</u>

Governmental activities incurred \$297,773,648 in expenses during 2008. The following list breaks this expense down into percentage by function with the corresponding dollar amount:

○ Public safety	42.4%	\$126,348,632
○ Health and welfare	22.0%	65,583,467
○ General government	17.2%	51,279,084
○ Public works	7.1%	21,171,258
○ Economic development	5.9%	17,607,805
○ Culture and recreation	3.5%	10,343,796
○ Interest on long-term debt	1.9%	5,439,606
Total governmental activities expenses		<u>\$297,773,648</u>

Business-type Activity

Sedgwick County has one business-type activity, the Coliseum/Arena fund. Net assets for fiscal year 2008 decreased by \$0.3 million to \$212.9 million. The Intrust Bank Arena is expected to open in early 2010 and the events currently being held in the Kansas Coliseum's Britt Brown Arena will move to the new arena in downtown Wichita.

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 \$197.2 million, an increase of \$48.9 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	\$ 67,000,166	\$ 66,371,529	\$ (628,637)
Federal/State Assistance	19,944,135	23,121,023	3,176,888
Debt Service	4,086,468	11,609,796	7,523,328
Debt Proceeds	14,171,633	46,683,969	32,512,336
Other Governmental	43,079,257	49,404,763	6,325,506
Total Governmental Funds	\$ 148,281,659	\$ 197,191,080	\$48,909,421

The General Fund is the chief operating fund of Sedgwick County. Ending fund balance in the General Fund decreased \$0.6 million, compared to an increase of \$24.5 million a year ago. Sedgwick County lowered the tax rate by 1 mill for the 2008 fiscal year and property tax revenue fell \$4.6 million. Investment income fell \$4.7 million due to lower returns and a smaller portfolio than 2007 as explained at the bottom of page A-7. General Fund revenues ended the year \$9.6 million lower than 2007 while expenditures increased \$9.2 million. The increase in General Fund expenditures is from the \$5.0 million forgivable loan to Cessna, the \$0.85 million one-time payment to Spirit Aerosystems and an increase of \$3.2 million in personnel costs.

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 42.4% of total General Fund expenditures, while total fund balance represents 46.7%.

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 \$23.1 million which is \$3.2 million more than 2007. Revenues increased \$6.9 million over the prior year. New funding included a grant for Corrections called Risk Reduction that was received in late 2007 and \$0.8 million was deferred to 2008, FEMA reimbursements for ice storm cleanup in the amount of \$0.2 million and finally a \$0.1 million grant from the Kansas Department of Transportation for Sedgwick County's automatic vehicle location system. Medicaid waiver revenues increased \$3.3 million because a new State of Kansas Medicaid plan increased the fee for service rates paid by the waiver. The following are 2008 increases in millions of dollars to existing programs: Section 5307 Urban Transportation \$0.1, Maternal and Child Health \$0.2, Women, Infants and Children (WIC) \$0.5, Bio Terrorism Preparedness \$0.3 and Pandemic Influenza Preparedness \$0.1.

Expenditures in the Federal/State Assistance Fund were up \$6.7 million compared to 2007. The affordable airfares program is recorded in this fund and as explained at the top of page A-8, expenditures for this program increased \$3.7 million in 2008. Personnel costs were up \$2.9 million and capital outlay expenditures for a new computer aided dispatch system that were partially funded by this fund were \$1.7 million. Of the \$23.1 million fund balance, 97.1% is unreserved.

The Debt Service fund has a total fund balance of \$11.6 million, all of which is reserved for the payment of debt service. Sedgwick County anticipated paying debt service on a new jail expansion, but the project has been put on hold. Issuance of bonds for the construction of the National Center for Aviation Training took place later than expected and occurred December 2008, pushing the first principal and interest payment into 2009. These two factors caused fund balance to increase \$7.5 million.

The Debt Proceeds fund is a capital projects fund that receives proceeds from general obligation bond issues and other long-term financing sources. During 2008 the fund received \$43.8 million in proceeds from debt issuance. \$10.9 million was transferred out to other capital project funds during the year. Transfers out to other capital projects funds included \$5.7 for the National Center for Aviation Training facility, \$4.7 million for the Juvenile Court Building and \$0.5 million for courthouse improvements.

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 is currently under construction. Operations at the Kansas Coliseum resulted in an operating loss of \$1.2 million. Net assets in the fund decreased \$0.3 million to \$212.9 million in 2008. \$101.8 million is currently restricted for the Intrust Bank Arena construction project. The new arena is expected to open in early 2010.

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 a slight operating surplus in 2008 of \$18,819. The workers' compensation fund closed out several large claims during 2008 which caused an operating loss of \$526,283. Sedgwick County expended \$1.0 million for property and liability insurance during 2008 and also paid a large claim for storm damage at the Sedgwick County Zoo. The Risk Management fund experienced a loss of nearly \$1.0 million in 2008. 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 \$1.5 million during 2008 increasing net assets by the same amount.

General Fund Budgetary Highlights

The County did not amend the budget during fiscal year 2008, although appropriations were shifted between line items in the General Fund.

Actual revenue was \$11.2 million above both the original and final budgets. All major revenue sources exceeded budget except for charges for services which ended the year \$3.8 million below budget. 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. Investment income exceeded the original and final budgets by \$10.4 million and property tax revenue exceeded both budgets by \$2.4 million.

Expenditures for personnel services were less than the original and final budgets by \$4.2 million and \$3.6 million, respectively. Contractual services ended the year \$1.6 million lower than the final budget. Overall budgetary fund balance in the General Fund increased \$2.7 million in 2008.

Capital Asset and Debt Administration

Sedgwick County's investment in capital assets for its governmental and business-type activities as of December 31, 2008, totaled \$491,600,611 (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 2008 fiscal year included the following:

- \$184.5 million is recorded as construction in progress. The main projects are the Intrust Bank Arena and the National Center for Aviation Training.
- The official ground-breaking ceremony for the construction of the National Center for Aviation Training took place March 17, 2008.

Capital Assets December 31, 2008 (net of depreciation)

	Governmental Activities	Business-Type Activities	Total
Land	\$ 13,058,858	\$ 1,514,844	\$ 14,573,702
Buildings and improvements	125,091,433	10,111,735	135,203,168
Improvements other than buildings	10,644,676	-	10,644,676
Machinery and equipment	12,630,269	97,176	12,727,445
Infrastructure	133,976,694	-	133,976,694
Construction in progress	85,432,258	99,042,668	184,474,926
Total	\$ 380,834,188	\$ 110,766,423	\$491,600,611

Additional information regarding capital assets can be found in Note III. B, beginning on page A-45.

Long-term Debt

At the end of 2008, Sedgwick County had total general obligation bonds outstanding of \$82,730,000. This amount includes \$12,540,000 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 \$88,685,000 and a loan from the Kansas Department of Transportation with a 2008 ending balance of \$2,937,940. 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.

During 2008, the Sedgwick County Public Building Commission issued \$43,830,000 in revenue bonds to partially fund the design, construction, furnishing and equipping of the National Center for Aviation Training (NCAT). NCAT will test and train new and existing employees for the five major aircraft companies located in Sedgwick County.

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 county governments may issue to three percent of its total valuation. After subtracting deductions allowed by the statutes, Sedgwick County's legal debt margin is \$99,469,000.

Additional information about the County's long-term debt can be found in Note III. C, beginning on page A-47 of this report.

Economic Factors and Next Year's Budgets and Rates

- The unemployment rate in the Wichita MSA stood at 4.9% at the end of 2008, as compared to 3.8% at the end of 2007.
- The 2008 County mill levy funds the 2009 budget. The 2008 mill levy rate is 30.377, almost one mill less than the 2007 rate of 31.333 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 \$78.2 billion in combined backlog. Boeing has \$327 billion in backlog company-wide.
- Sedgwick County has the second highest concentration of manufacturing jobs in the United States.
- Cost of living in Wichita is a moderate 89.8, roughly 10% below the national urban area average of 100.

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.

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Sedgwick County...
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SEDGWICK COUNTY, KANSAS

Statement of Net Assets

December 31, 2008

	Primary Government			Component Unit
	Governmental Activities	Business-type Activities	Total	SCPBC
Assets				
Cash, including investments	\$ 202,584,400	\$ 547,476	\$ 203,131,876	\$ -
Receivables, net	173,110,375	45,293	173,155,668	-
Due from other agencies	4,602,048	-	4,602,048	-
Inventories, at cost	1,089,533	-	1,089,533	-
Prepaid expenses	3,082,255	-	3,082,255	-
Restricted assets:				
Cash, including investments	-	101,916,129	101,916,129	-
Net investment in direct financing lease	-	-	-	88,762,701
Costs of issuance	-	-	-	1,016,513
Bond discount	-	-	-	53,732
Capital assets:				
Land and construction in progress	98,491,116	100,557,512	199,048,628	-
Other capital assets, net of depreciation	282,343,072	10,208,911	292,551,983	-
Total assets	765,302,799	213,275,321	978,578,120	89,832,946
Liabilities				
Accounts payable and other current liabilities	3,486,128	641	3,486,769	-
Accrued interest payable	2,265,411	-	2,265,411	742,204
Unearned revenue	138,768,009	353,992	139,122,001	-
Noncurrent liabilities:				
Due within one year	21,321,566	-	21,321,566	4,835,000
Due in more than one year	169,821,392	-	169,821,392	83,850,000
Less: deferred refunding	-	-	-	(553,868)
Bond premium	-	-	-	959,610
Total liabilities	335,662,506	354,633	336,017,139	89,832,946
Net Assets				
Invested in capital assets, net of related debt	204,548,962	-	204,548,962	-
Invested in capital assets	-	110,766,423	110,766,423	-
Restricted for:				
Capital improvements	58,929,372	101,769,649	160,699,021	-
Debt service	29,453,789	-	29,453,789	-
Federal/State Assistance	28,609,175	-	28,609,175	-
Equipment and technology improvements	13,830,618	-	13,830,618	-
Fire protection	6,585,898	-	6,585,898	-
Court operations	2,088,440	-	2,088,440	-
Other purposes	11,364,116	-	11,364,116	-
Unrestricted	74,229,923	384,616	74,614,539	-
Total net assets	\$ 429,640,293	\$ 212,920,688	\$ 642,560,981	\$ -

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

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SEDGWICK COUNTY, KANSAS

Statement of Activities For the Year Ended December 31, 2008

		Program Revenues		
			Operating	Capital
	Expenses	Charges for	Grants and	Grants and
		Services	Contributions	Contributions
Primary government:				
Governmental activities:				
General government	\$ 51,279,084	\$ 21,901,043	\$ 1,084,056	\$ -
Public safety	126,348,632	24,960,511	17,621,937	-
Public works	21,171,258	1,275,836	5,796,503	1,275,875
Health and welfare	65,583,467	34,497,702	23,578,890	-
Culture and recreation	10,343,796	502,431	-	4,808,892
Economic development	17,607,805	90,778	2,163,177	-
Interest on long-term debt	5,439,606	-	-	-
Total governmental activities	<u>297,773,648</u>	<u>83,228,301</u>	<u>50,244,563</u>	<u>6,084,767</u>
Business-type activities:				
Coliseum/Arena	<u>3,407,526</u>	<u>2,552,686</u>	<u>-</u>	<u>-</u>
Total business-type activities	<u>3,407,526</u>	<u>2,552,686</u>	<u>-</u>	<u>-</u>
Total primary government	<u>\$ 301,181,174</u>	<u>\$ 85,780,987</u>	<u>\$ 50,244,563</u>	<u>\$ 6,084,767</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
Transfers

Total general revenue and transfers

Change in net assets

Net assets, beginning of year
Prior period adjustment

Net assets, end of year

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

Net (Expense) Revenue and Changes in Net Assets			
Primary Government			Component
Governmental Activities	Business-Type Activities	Total	Unit SCPBC
\$ (28,293,985)	\$ -	\$ (28,293,985)	\$ -
(83,766,184)	-	(83,766,184)	-
(12,823,044)	-	(12,823,044)	-
(7,506,875)	-	(7,506,875)	-
(5,032,473)	-	(5,032,473)	-
(15,353,850)	-	(15,353,850)	-
(5,439,606)	-	(5,439,606)	-
(158,216,017)	-	(158,216,017)	-
-	(854,840)	(854,840)	-
-	(854,840)	(854,840)	-
(158,216,017)	(854,840)	(159,070,857)	-
-	-	-	-
-	-	-	-
155,298,965	-	155,298,965	-
26,330,302	-	26,330,302	-
3,303,621	-	3,303,621	-
16,402,810	-	16,402,810	-
(534,989)	534,989	-	-
200,800,709	534,989	201,335,698	-
42,584,692	(319,851)	42,264,841	-
374,450,280	213,240,539	587,690,819	-
12,605,321	-	12,605,321	-
<u>\$ 429,640,293</u>	<u>\$ 212,920,688</u>	<u>\$ 642,560,981</u>	<u>\$ -</u>

SEDGWICK COUNTY, KANSAS

Balance Sheet Governmental Funds December 31, 2008

	General Fund	Federal/State Assistance Fund	Debt Service Fund
<u>Assets</u>			
Cash, including investments	\$ 54,995,219	\$ 23,237,927	\$ 11,629,959
Advance receivable	679,177	-	-
Due from other funds	-	-	-
Due from other agencies	31,570	1,363,869	-
Accounts receivable	3,927,065	1,170,255	-
Property tax receivable	87,922,656	-	12,367,858
Sales tax receivable	4,242,426	-	-
Interest receivable	2,463,716	-	-
Prepaid expenses	3,082,255	-	-
Note receivable	2,106,100	-	-
Special assessments receivable:			
Deferred	-	-	18,132,489
Delinquent (including interest)	-	-	1,951,130
Inventories, at cost	-	86,047	-
	<hr/>	<hr/>	<hr/>
Total assets	\$ 159,450,184	\$ 25,858,098	\$ 44,081,436
	<hr/>	<hr/>	<hr/>
<u>Liabilities and Fund Balances</u>			
Liabilities:			
Accounts payable	\$ 1,218,124	\$ 804,716	\$ -
Due to other funds	-	-	-
Due to other agencies	257	-	-
Due to other entities	-	-	-
Advance payable	-	-	-
Deferred revenue	91,860,274	1,932,359	32,451,477
Matured bonds and coupons payable	-	-	20,163
Total liabilities	93,078,655	2,737,075	32,471,640
	<hr/>	<hr/>	<hr/>
Fund balances:			
Reserved for:			
Encumbrances	214,204	582,393	-
Inventories	-	86,047	-
Debt service	-	-	11,609,796
Advance receivable	679,177	-	-
Note receivable	2,106,100	-	-
Prepaid expenses	3,082,255	-	-
Unreserved:			
Designated for:			
Subsequent year's budget	28,857,971	-	-
Capital improvements	-	-	-
Division of highways	2,121,213	-	-
Reported in Special Revenue Funds:			
Subsequent year's budget	-	-	-
Undesignated	29,310,609	22,452,583	-
Undesignated, reported in			
Special Revenue Funds	-	-	-
Capital Projects Funds	-	-	-
Total fund balances	66,371,529	23,121,023	11,609,796
	<hr/>	<hr/>	<hr/>
Total liabilities and fund balances	\$ 159,450,184	\$ 25,858,098	\$ 44,081,436
	<hr/>	<hr/>	<hr/>

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

Debt Proceeds Fund	Other Governmental Funds	Total Governmental Funds
\$ 40,897,988	\$ 55,892,519	\$ 186,653,612
-	-	679,177
5,785,981	-	5,785,981
-	3,206,609	4,602,048
-	4,417,062	9,514,382
-	34,409,618	134,700,132
-	-	4,242,426
-	-	2,463,716
-	-	3,082,255
-	-	2,106,100
-	-	18,132,489
-	-	1,951,130
-	671,425	757,472
<u>\$ 46,683,969</u>	<u>\$ 98,597,233</u>	<u>\$ 374,670,920</u>
\$ -	\$ 694,024	\$ 2,716,864
-	5,785,981	5,785,981
-	-	257
-	-	-
-	679,177	679,177
-	42,033,288	168,277,398
-	-	20,163
<u>-</u>	<u>49,192,470</u>	<u>177,479,840</u>
-	43,493,366	44,289,963
-	671,425	757,472
-	25,785	11,635,581
-	-	679,177
-	-	2,106,100
-	-	3,082,255
-	-	28,857,971
46,683,969	-	46,683,969
-	-	2,121,213
-	8,025,265	8,025,265
-	-	51,763,192
-	21,740,232	21,740,232
-	(24,551,310)	(24,551,310)
<u>46,683,969</u>	<u>49,404,763</u>	<u>197,191,080</u>
<u>\$ 46,683,969</u>	<u>\$ 98,597,233</u>	<u>\$ 374,670,920</u>

SEDGWICK COUNTY, KANSAS

Reconciliation of the Statement of Net Assets to the Balance Sheet for Governmental Funds December 31, 2008

Total fund balances of governmental funds \$ 197,191,080

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 \$547,094,958 and the accumulated depreciation is \$178,509,490. 368,585,468

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. 26,511,406

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. 29,509,386

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	\$ (82,730,000)	
Direct financing lease payable	(88,685,000)	
Revolving loan payable	(2,937,940)	
Capital lease payable	(1,932,286)	
Compensated absences	(6,500,000)	
Other postemployment benefits other than pensions	(7,106,410)	
Accrued interest payable	(2,265,411)	(192,157,047)

Net assets of governmental activities \$ 429,640,293

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

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SEDGWICK COUNTY, KANSAS

Statement of Revenues, Expenditures and Changes in Fund Balances

Governmental Funds

For the Year Ended December 31, 2008

	General Fund	Federal/State Assistance Fund	Debt Service Fund
Revenues			
Property taxes	\$ 95,361,897	\$ -	\$ 19,721,263
Emergency telephone services taxes	-	-	-
Sales taxes	26,330,302	-	-
Special assessments	-	-	3,527,804
Other taxes	267,806	51,645	-
Intergovernmental	3,104,608	37,894,481	-
Charges for services	17,059,305	34,352,539	80,500
Uses of money and property	15,973,768	25,621	-
Fines and forfeits	205,796	252,425	-
Licenses and permits	486,968	-	-
Reimbursed expenditures	4,182,659	6,800,332	-
Other	1,287,325	263,243	-
Total revenues	<u>164,260,434</u>	<u>79,640,286</u>	<u>23,329,567</u>
Expenditures			
Current:			
General government	34,120,893	9,595,878	-
Public safety	79,403,082	11,392,200	-
Public works	2,402,729	-	-
Health and welfare	8,600,093	52,746,037	-
Cultural and recreation	8,205,861	-	-
Economic development	9,217,831	1,599,648	-
Debt service:			
Principal	-	-	12,078,691
Interest and fiscal charges	-	724	5,875,896
Debt issuance costs	-	-	-
Capital outlay	257,273	1,713,088	-
Total expenditures	<u>142,207,762</u>	<u>77,047,575</u>	<u>17,954,587</u>
Excess (deficiency) of revenues over (under) expenditures	<u>22,052,672</u>	<u>2,592,711</u>	<u>5,374,980</u>
Other financing sources (uses)			
Transfers from other funds	1,309,334	618,177	2,148,348
Transfers to other funds	(23,990,643)	(34,000)	-
Premium from issuance of general obligation bonds	-	-	-
Issuance of general obligation bonds	-	-	-
Total other financing sources (uses)	<u>(22,681,309)</u>	<u>584,177</u>	<u>2,148,348</u>
Net change in fund balance	(628,637)	3,176,888	7,523,328
Fund balances, beginning of year	<u>67,000,166</u>	<u>19,944,135</u>	<u>4,086,468</u>
Fund balances, end of year	<u>\$ 66,371,529</u>	<u>\$ 23,121,023</u>	<u>\$ 11,609,796</u>

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

Debt Proceeds Fund	Other Governmental Funds	Total Governmental Funds
\$ -	\$ 40,215,804	\$ 155,298,964
-	2,881,932	2,881,932
-	-	26,330,302
-	3	3,527,807
-	102,237	421,688
-	9,245,473	50,244,562
-	16,844,542	68,336,886
169,271	153,653	16,322,313
-	-	458,221
-	92,413	579,381
-	43,049	11,026,040
-	280,014	1,830,582
<u>169,271</u>	<u>69,859,120</u>	<u>337,258,678</u>
-	4,371,835	48,088,606
-	31,703,788	122,499,070
-	12,577,594	14,980,323
-	5,341,370	66,687,500
-	195	8,206,056
-	6,798,738	17,616,217
-	324,223	12,402,914
-	86,881	5,963,501
390,469	-	390,469
-	32,410,487	34,380,848
<u>390,469</u>	<u>93,615,111</u>	<u>331,215,504</u>
<u>(221,198)</u>	<u>(23,755,991)</u>	<u>6,043,174</u>
-	35,504,137	39,579,996
(11,844,172)	(5,422,640)	(41,291,455)
747,706	-	747,706
43,830,000	-	43,830,000
<u>32,733,534</u>	<u>30,081,497</u>	<u>42,866,247</u>
32,512,336	6,325,506	48,909,421
<u>14,171,633</u>	<u>43,079,257</u>	<u>148,281,659</u>
<u>\$ 46,683,969</u>	<u>\$ 49,404,763</u>	<u>\$ 197,191,080</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, 2008

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

Net change in fund balances - total governmental funds		\$ 48,909,421
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	\$ 35,210,984	
Depreciation expense	<u>(14,730,729)</u>	
		20,480,255
Revenues reported in the funds that do not provide current financial resources are reported as revenues in the statement of activities.		7,540,774
The net effect of various transactions involving capital assets (i.e., annexations, sales, and trade-ins) is to decrease net assets.		(395,616)
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	\$ 9,375,000	
Direct financing lease payable	2,570,000	
Revolving loan payable	133,691	
Capital lease payable	<u>324,223</u>	
		12,402,914
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.		(43,830,000)
In the statement of activities, interest is accrued on outstanding bonds, whereas in governmental funds, interest expenditures are not reported until due.		166,658
In the statement of activities, compensated absences are measured by the amounts earned during the year, instead of by the amount paid.		(490,000)
In the statement of activities, other postemployment benefits is measured by the amount due during the year, instead of by the amount paid.		(3,499,662)
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>1,299,948</u>
Change in net assets of governmental activities		<u>\$ 42,584,692</u>

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

SEDGWICK COUNTY, KANSAS

Statement of Revenues, Expenditures and Changes in Fund Balances Budget to Actual - Budgetary Basis General Fund For the Year Ended December 31, 2008

	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget Positive/ (Negative)
Revenues				
Property taxes	\$ 92,932,644	\$ 92,932,644	\$ 95,361,897	\$ 2,429,253
Sales taxes	26,045,214	26,045,214	26,754,282	709,068
Other taxes	227,258	227,258	267,806	40,548
Intergovernmental	2,888,792	2,888,792	3,086,739	197,947
Charges for services	20,815,532	20,815,532	17,057,358	(3,758,174)
Uses of money and property	7,845,278	7,845,278	18,284,098	10,438,820
Fines and forfeits	91,495	91,495	205,796	114,301
Licenses and permits	525,579	525,579	486,968	(38,611)
Reimbursed expenditures	4,107,109	4,107,109	4,182,659	75,550
Other	400,018	400,018	1,430,749	1,030,731
Total revenues	<u>155,878,919</u>	<u>155,878,919</u>	<u>167,118,352</u>	<u>11,239,433</u>
Expenditures				
Current:				
Personnel services	94,404,222	93,716,827	90,165,123	3,551,704
Contractual services	53,244,333	47,024,712	45,431,392	1,593,320
Commodities	5,317,771	6,514,380	5,756,841	757,539
Capital outlay	3,239,683	552,164	421,778	130,386
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
Total debt service	-	-	-	-
Total expenditures	<u>156,206,009</u>	<u>147,808,083</u>	<u>141,775,134</u>	<u>6,032,949</u>
Revenues over expenditures	<u>(327,090)</u>	<u>8,070,836</u>	<u>25,343,218</u>	<u>17,272,382</u>
Other financing sources (uses)				
Transfers from other funds	-	-	1,309,334	1,309,334
Transfers to other funds	(15,644,334)	(24,042,260)	(23,990,643)	51,617
Total other financing sources (uses)	<u>(15,644,334)</u>	<u>(24,042,260)</u>	<u>(22,681,309)</u>	<u>1,360,951</u>
Net change in fund balances	(15,971,424)	(15,971,424)	2,661,909	18,633,333
Fund balances, beginning of year	<u>15,971,424</u>	<u>15,971,424</u>	<u>53,031,100</u>	<u>37,059,676</u>
Fund balances, end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 55,693,009</u>	<u>\$ 55,693,009</u>

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

SEDGWICK COUNTY, KANSAS

Balance Sheet Proprietary Funds December 31, 2008

	Business-type Activity - Enterprise Fund Coliseum/Arena Fund	Governmental Activities - Internal Service Funds
<u>Assets</u>		
Current assets:		
Cash, including investments	\$ 547,476	\$ 15,930,788
Accounts receivable, net	45,293	-
Inventories, at cost	-	332,061
Restricted assets:		
Cash, including investments	101,916,129	-
Total current assets	102,508,898	16,262,849
Noncurrent assets:		
Capital assets:		
Land	1,514,844	-
Buildings and improvements	20,656,700	8,303,571
Machinery and equipment	971,754	23,387,982
Construction in progress	99,042,668	-
Less accumulated depreciation	(11,419,543)	(19,442,830)
Total capital assets (net of accumulated depreciation)	110,766,423	12,248,723
Total assets	\$ 213,275,321	\$ 28,511,572
<u>Liabilities</u>		
Current liabilities:		
Accounts payable and accrued expenses	\$ 641	\$ 748,844
Estimated claims costs payable	-	1,010,528
Unearned revenue	353,992	-
Total current liabilities	354,633	1,759,372
Noncurrent liabilities:		
Estimated claims costs payable	-	240,794
Total liabilities	354,633	2,000,166
<u>Net assets</u>		
Invested in capital assets	110,766,423	12,248,723
Restricted for capital improvements	101,769,649	-
Unrestricted	384,616	14,262,683
Total net assets	212,920,688	26,511,406
Total liabilities and net assets	\$ 213,275,321	\$ 28,511,572

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, 2008

	Business-type Activity - Enterprise Fund Coliseum/Arena Fund	Governmental Activities - Internal Service Funds
Operating revenues:		
Charges for services	\$ 2,252,671	\$ 32,203,720
Reimbursements	-	705,822
Other revenue	300,015	654,334
Total operating revenues	<u>2,552,686</u>	<u>33,563,876</u>
Operating expenses:		
Salaries and benefits	1,412,739	1,806,685
Contractual services	439,923	1,410,356
Utilities	424,017	84,555
Supplies and fuel	250,882	3,433,312
Administrative charges	255,485	111,030
Depreciation expense	624,480	2,824,263
Claims expense	-	23,834,867
Other expense	-	67,759
Total operating expenses	<u>3,407,526</u>	<u>33,572,827</u>
Operating income (loss)	<u>(854,840)</u>	<u>(8,951)</u>
Nonoperating revenues:		
Investment income	-	86,798
Gain on sale of assets	-	45,631
Total nonoperating revenues	<u>-</u>	<u>132,429</u>
Income (loss) before transfers	(854,840)	123,478
Transfers:		
Transfers from other funds	534,989	1,212,375
Transfers to other funds	<u>-</u>	<u>(35,905)</u>
Change in net assets	(319,851)	1,299,948
Net assets, beginning of year	<u>213,240,539</u>	<u>25,211,458</u>
Net assets, end of year	<u>\$ 212,920,688</u>	<u>\$ 26,511,406</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, 2008

	Business-type Activity - Enterprise Fund Arena/Coliseum Fund	Governmental Activities - Internal Service Funds
Cash flows from operating activities		
Receipts from customers and users	\$ 1,970,604	\$ 32,970,382
Other operating revenues	-	593,494
Payments to suppliers for goods and services	(5,740,759)	(28,177,774)
Payments to employees for services	(1,412,739)	(1,806,685)
Net cash provided by (used in) operating activities	(5,182,894)	3,579,417
Cash flows from noncapital financing activities		
Transfers from other funds	534,989	1,212,375
Transfers to other funds	-	(35,905)
Net cash provided by (used in) noncapital financing activities	534,989	1,176,470
Cash flows from capital and related financing activities		
Sales tax receipts	15,440,344	-
Proceeds from sale of capital assets	-	220,026
Purchases and construction of capital assets	(69,825,147)	(3,086,547)
Net cash provided by (used in) capital and related financing activities	(54,384,803)	(2,866,521)
Cash flows from investing activities		
Interest on investments	-	86,798
Net cash provided by investing activities	-	86,798
Net increase in cash and cash equivalents	(59,032,708)	1,976,164
Cash and cash equivalents, beginning of the year	161,496,313	13,954,624
Cash and cash equivalents, end of the year	\$ 102,463,605	\$ 15,930,788
Reconciliation of operating loss to net cash provided by operating activities		
Operating loss	\$ (854,840)	\$ (8,951)
Adjustments to reconcile operating (loss) to net cash provided by operating activities:		
Depreciation expense	624,480	2,824,263
Decrease in accounts receivable	8,700	-
Decrease in inventory	-	109,223
Increase (decrease) in accounts payable	(4,370,452)	462,943
Increase in estimated claims payable	-	191,939
(Decrease) in unearned revenue	(590,782)	-
Net cash provided by (used in) operating activities	\$ (5,182,894)	\$ 3,579,417

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

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, 2008

	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget
				Positive/ (Negative)
Revenues				
Taxes	\$ 68,431	\$ 68,431	\$ 58,907	\$ (9,524)
Reimbursed expenditures			-	
Total revenues	68,431	68,431	58,907	(9,524)
Expenditures				
Current:				
Contractual services	12,960	13,651	11,731	1,920
Total expenditures	12,960	13,651	11,731	1,920
Revenues over (under) expenditures	55,471	54,780	47,176	(7,604)
Other financing (uses)				
Transfers to other funds	(55,471)	(54,780)	(47,176)	7,604
Total other financing (uses)	(55,471)	(54,780)	(47,176)	7,604
Net change in fund balances	-	-	-	-
Fund balances, beginning of year	-	-	-	-
Fund balances, end of year	\$ -	\$ -	\$ -	\$ -

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SEDGWICK COUNTY, KANSAS

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2008

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SEDGWICK COUNTY, KANSAS

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2008

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 unincorporated 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, 2008

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, 2008

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, 2008

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, 2008

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 2008, 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, 2008

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 by the County Treasurer at the end of the year, and further, the amounts thereof 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, 2008 the note balance was \$2,106,100, with the rate changing to 1.87% at April 1, 2008.

SEDGWICK COUNTY, KANSAS

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2008

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 Expenses

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 \$3,082,255 remains at December 31, 2008.

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	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	5
Vehicles	3

SEDGWICK COUNTY, KANSAS

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2008

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 expenses – 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, 2008

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, 2008

II. Stewardship, Compliance and Accountability (continued)

A. Budgetary Information (continued)

There were no budget amendments during 2008.

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. 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, 2008
Fund balance, budgetary basis	\$ 55,693,009
Current year encumbrances	214,204
Fair value adjustment of investments	933,533
Accrued revenues	<u>9,530,783</u>
Fund balance, GAAP basis	<u>\$ 66,371,529</u>

SEDGWICK COUNTY, KANSAS

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2008

II. Stewardship, Compliance and Accountability (continued)

C. Deficit Fund Equity

The Street, Bridge and Other Fund had a fund balance deficit of \$5,785,989 as of December 31, 2008. This deficit 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."

At December 31, 2008, 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	\$ 24,125,508	0.147	3.92
U.S. agency coupon securities	196,749,299	1.107	32.35
U.S. agency discount securities	4,921,133	0.490	0.81
Repurchase agreement	263,505,000	-	43.45
Kansas Municipal Investment Pool ¹	70,954,633	-	11.70
Mutual funds	29,697,118	-	4.90
Collateralized deposits	17,437,763	-	2.87
Total value	<u>\$607,390,454</u>		<u>100.00</u>
Portfolio modified duration		<u>.378</u>	

¹Interest rate risk for the Kansas Municipal Investment Pool is based on the weighted average maturity of the pool. As of December 31, 2008 the weighted average maturity of the pool was 205 days.

SEDGWICK COUNTY, KANSAS

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2008

III. Detailed Notes on All Funds (continued)

A. Deposits and Investments (continued)

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 \$115,182,416 of agency coupons securities and \$19,107,148 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, 2008, the market value of assets pledged to the County as collateral complied with the investment policy.

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, 2008, 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, 2008.

SEDGWICK COUNTY, KANSAS

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2008

III. Detailed Notes on All Funds (continued)

A. Deposits and Investments (continued)

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:

<u>Investment Type</u>	<u>Maximum Percentage Of Portfolio</u>
Repurchase agreements	15
Collateralized time and demand deposits	25
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

Additionally, 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 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 \$55.1 million, or 9%, of its portfolio in investments issued by Federal Home Loan Mortgage Loan Corp., \$52.8 million, or 8.7%, in investments issued by the Federal Home Loan Bank and investments totaling \$87.3 million, or 14.4%, were held with the Federal National Mortgage Association.

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

Cash, including investments, Statement of Net Assets	\$ 203,131,876
Restricted cash, including investments, Statement of Net Assets	101,916,129
Cash, including investments, Statement of Fiduciary Net Assets	314,464,903
Total	<u>\$ 619,512,908</u>

SEDGWICK COUNTY, KANSAS

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2008

III. Detailed Notes on All Funds (continued)

B. Capital Assets

Capital assets activity of the primary government for the year ended December 31, 2008 was as follows:

	December 31, 2007	Prior Period Adjustment	Increases	Decreases	December 31, 2008
Governmental activities:					
Capital assets, not being depreciated:					
Land	\$ 11,989,952	\$ -	\$ 1,068,906	\$ -	\$ 13,058,858
Construction in progress	62,220,574	12,605,321	21,254,027	(10,647,664)	85,432,258
Total capital assets, not being depreciated	<u>74,210,526</u>	<u>12,605,321</u>	<u>22,322,933</u>	<u>(10,647,664)</u>	<u>98,491,116</u>
Capital assets, being depreciated:					
Buildings and improvements	191,356,966	-	4,803,241	(933,878)	195,226,329
Leasehold improvements	2,234,871	-	-	-	2,234,871
Improvements other than buildings	20,871,070	-	35,546	-	20,906,616
Machinery and equipment	55,687,947	-	6,082,123	(2,311,212)	59,458,858
Infrastructure	182,444,861	-	20,545,793	(521,933)	202,468,721
Total capital assets being depreciated	<u>452,595,715</u>	<u>-</u>	<u>31,466,703</u>	<u>(3,767,023)</u>	<u>480,295,395</u>
Less accumulated depreciation for:					
Buildings	(65,386,589)	-	(5,415,821)	554,093	(70,248,317)
Leasehold improvements	(2,077,411)	-	(44,039)	-	(2,121,450)
Improvements other than buildings	(8,987,893)	-	(1,482,552)	208,505	(10,261,940)
Machinery and equipment	(44,398,761)	-	(4,565,838)	2,136,010	(46,828,589)
Infrastructure	(62,708,140)	-	(6,046,742)	262,855	(68,492,027)
Total accumulated depreciation	<u>(183,558,794)</u>	<u>-</u>	<u>(17,554,992)</u>	<u>3,161,463</u>	<u>(197,952,323)</u>
Total capital assets being depreciated, net	<u>269,036,921</u>	<u>-</u>	<u>13,911,711</u>	<u>(605,560)</u>	<u>282,343,072</u>
Governmental activities capital assets, net	<u>\$ 343,247,447</u>	<u>\$ 12,605,321</u>	<u>\$ 36,234,644</u>	<u>\$ (11,253,224)</u>	<u>\$ 380,834,188</u>

Prior period adjustment

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

SEDGWICK COUNTY, KANSAS

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2008

III. Detailed Notes on All Funds (continued)

B. Capital Assets (continued)

	December 31, 2007	Increases	Decreases	December 31, 2008
Business-type activities:				
Capital assets, not being depreciated:				
Land	\$ 1,514,844	\$ -	\$ -	\$ 1,514,844
Construction in progress	29,217,521	69,825,147	-	99,042,668
Total capital assets, not being depreciated	30,732,365	69,825,147	-	100,557,512
Capital assets, being depreciated:				
Buildings and improvements	20,656,700	-	-	20,656,700
Machinery and equipment	971,754	-	-	971,754
Total capital assets being depreciated	21,628,454	-	-	21,628,454
Less accumulated depreciation for:				
Buildings and improvements	(9,920,485)	(624,480)	-	(10,544,965)
Machinery and equipment	(874,578)	-	-	(874,578)
Total accumulated depreciation	(10,795,063)	(624,480)	-	(11,419,543)
Total capital assets being depreciated, net	10,833,391	(624,480)	-	10,208,911
Business-type activities capital assets, net	\$ 41,565,756	\$ 69,200,667	\$ -	\$ 110,766,423

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

Governmental activities:	
General government	\$ 1,749,117
Public safety	3,518,528
Public works, including depreciation of general infrastructure assets	7,350,788
Health and welfare	81,714
Culture and recreation	2,030,582
Capital assets held by the government's internal service funds are charged to the various functions based on their usage of the assets	2,824,263
Total depreciation expense – governmental activities	<u>\$17,554,992</u>
Business-type activities:	
Coliseum/Arena fund	\$ 624,480
Total depreciation expense – business-type activities	<u>\$ 624,480</u>

Construction Commitments

The County had outstanding construction commitments for various capital projects and improvements totaling \$40,061,216 at December 31, 2008. 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 downtown arena totaled \$68,520,886 at December 31, 2008. 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.

SEDGWICK COUNTY, KANSAS

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2008

III. Detailed Notes on All Funds (continued)

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.

General obligation bonds outstanding at December 31, 2008 are as follows:

Purpose	Interest Rate	Amount
Governmental Activities – Road and Bridge	3.00 – 4.95%	\$ 30,240,837
Governmental Activities – Facilities	3.00 – 6.00%	33,465,875
Governmental Activities – Storm Water	4.00 – 4.95%	1,273,288
Governmental Activities – Refunding	3.00 – 4.75%	<u>5,210,000</u>
Total general obligation bonds outstanding		<u>\$ 70,190,000</u>

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

Year ending December 31	Governmental Activities		
	Principal	Interest	Totals
2009	\$ 7,155,000	\$ 2,955,411	\$ 10,110,411
2010	6,380,000	2,687,231	9,067,231
2011	5,620,000	2,443,668	8,063,668
2012	5,395,000	2,220,074	7,615,074
2013	5,585,000	1,997,108	7,582,108
2014 – 2018	27,595,000	6,476,351	34,071,351
2019 - 2023	10,660,000	1,639,713	12,299,713
2024 - 2026	<u>1,800,000</u>	<u>124,130</u>	<u>1,924,130</u>
Totals	<u>\$ 70,190,000</u>	<u>\$ 20,543,685</u>	<u>\$ 90,733,685</u>

SEDGWICK COUNTY, KANSAS

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2008

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%	\$12,540,000

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

Year ending December 31	Governmental Activities		
	Principal	Interest	Totals
2009	1,785,000	558,786	2,343,786
2010	1,875,000	480,185	2,355,185
2011	1,960,000	397,595	2,357,595
2012	2,050,000	311,669	2,361,669
2013	1,535,000	220,788	1,755,788
2014 - 2018	2,845,000	355,086	3,200,086
2019 - 2021	490,000	34,169	524,169
Totals	<u>\$ 12,540,000</u>	<u>\$ 2,358,278</u>	<u>\$ 14,898,278</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 9 to 20 years. The current bonds outstanding are as follows:

Purpose	Interest Rate	Amount
Public Services Administration Building	3.00 – 4.50%	\$ 2,325,000
Exploration Place	2.50 – 4.00%	11,835,000
Juvenile Justice Complex 2003-1	2.75 – 4.65%	17,055,000
Juvenile Justice Complex 2007-1	3.75 – 4.125%	13,640,000
Technical Education Complex 2008-1	4.00 – 5.25%	43,830,000
Total		<u>\$88,685,000</u>

SEDGWICK COUNTY, KANSAS

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2008

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
2009	4,835,000	3,139,134	7,974,134
2010	4,250,000	3,749,213	7,999,213
2011	4,375,000	3,581,987	7,956,987
2012	4,375,000	3,421,385	7,796,385
2013	4,535,000	3,238,453	7,773,453
2014 - 2018	24,100,000	13,129,043	37,229,043
2019 - 2023	25,465,000	7,753,047	33,218,047
2024 - 2028	16,750,000	2,539,706	19,289,706
Totals	<u>\$ 88,685,000</u>	<u>\$ 40,551,968</u>	<u>\$129,236,968</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, 2008:

Minimum lease payments receivable	\$ 2,782,000
Less unearned income	<u>554,616</u>
Net investment in direct financing lease	<u>\$2,227,384</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
2009	220,000	82,105	302,105
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 - 2017	<u>1,135,000</u>	<u>114,305</u>	<u>1,249,305</u>
Total	<u>\$ 2,325,000</u>	<u>\$ 457,000</u>	<u>\$ 2,782,000</u>

SEDGWICK COUNTY, KANSAS

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2008

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, to be 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, 2008:

Minimum lease payments receivable	\$ 15,853,578
Less unearned income	<u>4,467,471</u>
Net investment in direct financing lease	<u>\$ 11,386,107</u>

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

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

Year ended December 31	Principal	Interest	Total
2009	645,000	462,557	1,107,557
2010	660,000	443,207	1,103,207
2011	685,000	423,408	1,108,408
2012	710,000	401,488	1,111,488
2013	745,000	377,348	1,122,348
2014 - 2018	4,230,000	1,439,525	5,669,525
2019 - 2022	<u>4,160,000</u>	<u>471,045</u>	<u>4,631,045</u>
Total	<u>\$11,835,000</u>	<u>\$ 4,018,578</u>	<u>\$15,853,578</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, to be 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, 2008:

Minimum lease payments receivable	\$ 23,441,652
Less unearned income	<u>6,221,615</u>
Net investment in direct financing lease	<u>\$17,220,037</u>

SEDGWICK COUNTY, KANSAS

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2008

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
2009	870,000	695,452	1,565,452
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 - 2018	5,565,000	2,241,575	7,806,575
2019 - 2023	6,865,000	959,690	7,824,690
Total	<u>\$17,055,000</u>	<u>\$6,386,652</u>	<u>\$23,441,652</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, 2008:

Minimum lease payments receivable	\$ 18,441,606
Less unearned income	4,602,726
Net investment in direct financing lease	<u>\$ 13,838,880</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
2009	910,000	541,175	1,451,175
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 - 2018	3,935,000	1,461,450	5,396,450
2019 - 2023	3,005,000	807,450	3,812,450
2024 - 2026	2,120,000	177,169	2,297,169
Total	<u>\$13,640,000</u>	<u>\$ 4,801,606</u>	<u>\$18,441,606</u>

SEDGWICK COUNTY, KANSAS

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2008

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, 2008:

Minimum lease payments receivable	\$ 68,718,132
Less unearned income	24,532,968
Net investment in direct financing lease	<u>\$ 44,185,164</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
2009	2,190,000	1,357,844	3,547,844
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 - 2018	9,235,000	7,872,188	17,107,188
2019 - 2023	11,435,000	5,514,863	16,949,863
2024 - 2028	14,630,000	2,362,537	16,992,537
Total	<u>\$43,830,000</u>	<u>\$24,888,132</u>	<u>\$68,718,132</u>

Kansas Transportation Project Loan

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
2009	138,852	113,404	252,256
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 - 2018	906,320	354,960	1,261,280
2019 - 2023	1,095,275	166,005	1,261,280
2024	186,381	7,195	193,576
Totals	<u>\$ 2,937,940</u>	<u>\$ 1,039,476</u>	<u>\$ 3,977,416</u>

SEDGWICK COUNTY, KANSAS

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2008

III. Detailed Notes on All Funds (continued)

C. Long-Term Debt (continued)

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:

	Governmental Activities
Asset:	
Machinery and equipment	\$ 2,798,411
Less: accumulated depreciation	831,994
Total	<u>\$ 1,966,417</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
2009	411,104
2010	411,104
2011	395,656
2012	351,596
2013	244,708
2014 - 2015	<u>367,060</u>
Total minimum lease payments	2,181,228
Less: amount representing interest	<u>(248,942)</u>
Total	<u>\$ 1,932,286</u>

SEDGWICK COUNTY, KANSAS

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2008

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 \$1,251,322 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, 2008, is as follows:

	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
Governmental activities:					
Bonds payable:					
General obligation bonds	\$ 77,855,000	\$ -	\$ 7,665,000	\$ 70,190,000	\$ 7,155,000
Special assessment debt with government commitment	14,250,000	-	1,710,000	12,540,000	1,785,000
Total bonds payable	92,105,000	-	9,375,000	82,730,000	8,940,000
KDOT Revolving Loan	3,071,631	-	133,691	2,937,940	138,852
Direct financing lease	47,425,000	43,830,000	2,570,000	88,685,000	4,835,000
Capital lease payable	2,256,509		324,223	1,932,286	337,186
Claims payable	1,059,383	1,737,651	1,545,712	1,251,322	1,010,528
Other postemployment benefits	3,606,748	3,550,461	50,799	7,106,410	-
Compensated absences	6,010,000	6,552,555	6,062,555	6,500,000	6,060,000
Governmental activities Noncurrent liabilities	<u>\$ 155,534,271</u>	<u>\$ 55,670,667</u>	<u>\$ 20,061,980</u>	<u>\$ 191,142,958</u>	<u>\$ 21,321,566</u>
Component unit: SCPBC					
Bonds payable:					
Revenue bonds	\$ 47,425,000	\$ 43,830,000	\$ 2,570,000	\$ 88,685,000	\$ 4,835,000
Premium on revenue bonds	224,220	747,706	12,316	959,610	49,702
SCPBC noncurrent liabilities	<u>\$ 47,649,220</u>	<u>\$ 44,577,706</u>	<u>\$ 2,582,316</u>	<u>\$ 89,644,610</u>	<u>\$ 4,884,702</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, 2008 was \$424,657,992 for the Industrial Revenue Bonds and \$652,132,388 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, 2008

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	\$ -	\$ 413,354	\$ 1,597,566	\$ 20,362,295	\$ 1,082,439	\$ 534,989	\$ 23,990,643
Federal/State Assistance Funds	-	-	-	34,000	-	-	34,000
Debt Proceeds Fund	875,075	-	-	10,969,097	-	-	11,844,172
Nonmajor Governmental Funds	434,259	204,823	550,782	4,138,745	94,031	-	5,422,640
Internal Service Funds	-	-	-	-	35,905	-	35,905
Total	<u>\$ 1,309,334</u>	<u>\$ 618,177</u>	<u>\$ 2,148,348</u>	<u>\$ 35,504,137</u>	<u>\$ 1,212,375</u>	<u>\$ 534,989</u>	<u>\$ 41,327,360</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, 2008 is as follows:

	Interfund Receivable	Interfund Payable
Debt Proceeds Fund	\$ 5,785,981	\$ -
Nonmajor Capital Projects Funds:		
Street, Bridge and Other Fund	-	5,785,981
	<u>\$ 5,785,981</u>	<u>\$ 5,785,981</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 7 years. This advance receivable and payable as of December 31, 2008 is as follows:

	Advance Receivable	Advance Payable
General Fund	\$ 679,177	\$ -
Nonmajor Capital Projects Fund:		
Capital Improvement Fund	-	679,177
	<u>\$ 679,177</u>	<u>\$ 679,177</u>

SEDGWICK COUNTY, KANSAS

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2008

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 2008, the County paid 83% and participating employees paid 17% of the cost of the health plan benefit.

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

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

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

	<u>Workers' Compensation</u>
January 1, 2007 liability balances	\$ 1,060,750
Claims and changes in estimates	1,754,727
Claim payments	<u>(1,756,094)</u>
December 31, 2007 liability balances	1,059,383
Claims and changes in estimates	1,737,651
Claim payments	<u>(1,545,712)</u>
December 31, 2008 liability balances	<u>\$ 1,251,322</u>

SEDGWICK COUNTY, KANSAS

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2008

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	\$ 2,994,006
Workers' Compensation Reserve Fund	692,360
Risk Management Reserve Fund	2,264,192

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.

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. Kansas law establishes the KPERS member-employee contribution rate at 4% of covered salary and the KP&F member-employee contribution rate at 7% of covered salary. The employer collects and remits member-employee contributions according to the provisions of Section 414(h) of the Internal Revenue Code. Kansas law provides that the employer contribution rates be determined annually based on the results of an annual actuarial valuation. KPERS and KP&F are funded on an actuarial reserve basis. Kansas law sets a limitation on annual increases in the employer contribution rates.

SEDGWICK COUNTY, KANSAS

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2008

IV. Other Information (continued)

D. Defined Benefit Pension Plans (continued)

The KPERS employer rate established by statute for 2008 is 5.93%. The County's contributions to KPERS for the years ended December 31, 2008, 2007, and 2006 were \$4,594,653, \$3,921,299 and \$3,314,684, respectively, equal to the statutory required contributions for each year. The KP&F employer rates for 2008 are 14.33% for the Emergency Medical Services Department, 13.88% for the Fire Department, and 14.23% 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, 2008, 2007, and 2006 were \$4,247,102, \$3,949,413 and \$3,591,339, 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, 2008

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 2008:

Annual OPEB Cost and Obligation for 2008	Amount
Annual required contribution (ARC)	\$ 3,606,748
Interest on Net OPEB Obligation	144,270
Adjustment to the ARC	(200,557)
Annual OPEB cost (expense)	3,550,461
Contributions made	(50,799)
Increase in net OPEB obligation	3,499,662
Net OPEB obligation—beginning of year	3,606,748
Net OPEB obligation—end of year	<u>\$ 7,106,410</u>

Employer Contribution for 2008	Amount
Premiums Paid on Behalf of Retirees	\$ 352,769
Retiree Contribution	(352,769)
Net Employer Contribution	<u>\$ -</u>

Schedule of Employer Contributions			
Year	Annual Required Contributions	Net Employer Contributions	Percentage Contributed
2007	\$3,606,748	\$ -	- %
2008	3,550,461	50,799	-

Funded Status and Funding Progress. As of December 31, 2006, the most recent actuarial valuation date, the plan was not funded. The actuarial accrued liability for benefits was \$26.7 million, and there was no actuarial value of assets, resulting in an unfunded actuarial accrued liability (UAAL) of \$26.7 million. The covered payroll (annual payroll of active employees covered by the plan) was \$101.1 million, and the ratio of the UAAL to the covered payroll was 26.4 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, 2008

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 December 31, 2006, 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 6.25 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, 2008, was twenty-eight years.

SEDGWICK COUNTY, KANSAS

REQUIRED SUPPLEMENTARY INFORMATION December 31, 2008

I. Other Postemployment Benefits Other Than Pensions

Schedule of Funding Progress						UAAL as a Percentage of Covered Payroll
Actuarial Valuation Date	Actuarial Value of Assets	Actuarial Accrued Liability (AAL)	Unfunded AAL (UAAL)	Funded Ratio	Covered Payroll	
12/31/2006	-	26,700,137	26,700,137	-	101,102,772	26.4%

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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



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SEDGWICK COUNTY, KANSAS

Combining Balance Sheet Nonmajor Governmental Funds December 31, 2008

	Special Revenue Funds	Fire District Debt Service	Capital Projects Funds	Totals
Assets				
Cash, including investments	\$ 33,749,842	\$ 25,785	\$ 22,116,892	\$ 55,892,519
Due from other agencies	256,059	-	2,950,550	3,206,609
Accounts receivable	4,417,062	-	-	4,417,062
Property tax receivable	34,409,618	-	-	34,409,618
Inventories, at cost	671,425	-	-	671,425
Total assets	\$ 73,504,006	\$ 25,785	\$ 25,067,442	\$ 98,597,233
Liabilities and Fund Balances				
Liabilities:				
Accounts payable	\$ 552,196	\$ -	\$ 141,828	\$ 694,024
Due to other funds	-	-	5,785,981	5,785,981
Advance payable	-	-	679,177	679,177
Deferred revenue	39,082,738	-	2,950,550	42,033,288
Total liabilities	39,634,934	-	9,557,536	49,192,470
Fund balances (deficits):				
Reserved for:				
Encumbrances	3,432,150	-	40,061,216	43,493,366
Inventories	671,425	-	-	671,425
Debt service	-	25,785	-	25,785
Designated for:				
Capital improvements	-	-	-	-
Division of highways	-	-	-	-
Subsequent year's budget	8,025,265	-	-	8,025,265
Undesignated	21,740,232	-	(24,551,310)	(2,811,078)
Total fund balances	33,869,072	25,785	15,509,906	49,404,763
Total liabilities and fund balances	\$ 73,504,006	\$ 25,785	\$ 25,067,442	\$ 98,597,233

SEDGWICK COUNTY, KANSAS

Combining Balance Sheet Nonmajor Governmental Funds - Special Revenue Funds December 31, 2008

	Wichita State University Program Development	Comprehensive Community Care	Emergency Medical Services	Aging Services
Assets				
Cash, including investments	\$ 163,195	\$ 407,837	\$ 5,321,628	\$ 247,314
Due from other agencies	-	-	-	-
Accounts receivable	-	-	4,417,062	-
Property tax receivable	6,019,061	2,820,425	4,201,832	2,293,008
Inventories, at cost	-	-	359,630	-
Total assets	<u>\$ 6,182,256</u>	<u>\$ 3,228,262</u>	<u>\$ 14,300,152</u>	<u>\$ 2,540,322</u>
Liabilities and Fund Balances				
Liabilities:				
Accounts payable	\$ 153,695	\$ 15,335	\$ 174,907	\$ 10,514
Advance payable	-	-	-	-
Deferred revenue	6,019,061	2,820,425	8,618,894	2,293,008
Total liabilities	<u>6,172,756</u>	<u>2,835,760</u>	<u>8,793,801</u>	<u>2,303,522</u>
Fund balances:				
Reserved for:				
Encumbrances	-	4,890	28,243	215
Inventories	-	-	359,630	-
Designated for:				
Capital improvements	-	-	-	-
Division of highways	-	-	-	-
Subsequent year's budget	-	92,576	3,244,350	47,747
Undesignated	9,500	295,036	1,874,128	188,838
Total fund balances	<u>9,500</u>	<u>392,502</u>	<u>5,506,351</u>	<u>236,800</u>
Total liabilities and fund balances	<u>\$ 6,182,256</u>	<u>\$ 3,228,262</u>	<u>\$ 14,300,152</u>	<u>\$ 2,540,322</u>

Public Works Highways	Noxious Weeds	Solid Waste	Special Parks and Recreation	Emergency Telephone Services	Court Trustee Operations
\$ 1,794,856	\$ 55,190	\$ 839,135	\$ 5,293	\$ 1,727,022	\$ 2,003,081
256,059	-	-	-	-	-
-	-	-	-	-	-
5,637,692	384,302	-	-	-	-
311,795	-	-	-	-	-
<u>\$ 8,000,402</u>	<u>\$ 439,492</u>	<u>\$ 839,135</u>	<u>\$ 5,293</u>	<u>\$ 1,727,022</u>	<u>\$ 2,003,081</u>
\$ 36,793	\$ 739	\$ 17,074	\$ 85	\$ 35,218	\$ 15,644
-	-	-	-	-	-
5,893,750	384,302	-	-	-	-
<u>5,930,543</u>	<u>385,041</u>	<u>17,074</u>	<u>85</u>	<u>35,218</u>	<u>15,644</u>
85,435	-	-	295	170,681	-
311,795	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
552,065	15,569	789,931	4,778	968,666	997,194
1,120,564	38,882	32,130	135	552,457	990,243
<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>\$ 8,000,402</u>	<u>\$ 439,492</u>	<u>\$ 839,135</u>	<u>\$ 5,293</u>	<u>\$ 1,727,022</u>	<u>\$ 2,003,081</u>

(Continued)

SEDGWICK COUNTY, KANSAS

Combining Balance Sheet (continued)

Nonmajor Governmental Funds - Special Revenue Funds

December 31, 2008

	Special Alcohol and Drug Programs	Auto License	Court Alcohol/Drug Safety Action Program	Convention Tourism Visitors Promotion
Assets				
Cash, including investments	\$ 1,286	\$ 322,297	\$ 102,902	\$ 1,074
Due from other agencies	-	-	-	-
Accounts receivable	-	-	-	-
Property tax receivable	-	-	-	-
Inventories, at cost	-	-	-	-
Total assets	<u>\$ 1,286</u>	<u>\$ 322,297</u>	<u>\$ 102,902</u>	<u>\$ 1,074</u>
Liabilities and Fund Balances				
Liabilities:				
Accounts payable	\$ 1,286	\$ 17,195	\$ 1,899	\$ -
Advance payable	-	-	-	-
Deferred revenue	-	-	-	-
Total liabilities	<u>1,286</u>	<u>17,195</u>	<u>1,899</u>	<u>-</u>
Fund balances:				
Reserved for:				
Encumbrances	-	3,758	-	-
Inventories	-	-	-	-
Designated for:				
Capital improvements	-	-	-	-
Division of highways	-	-	-	-
Subsequent year's budget	-	211,114	-	-
Undesignated	-	90,230	101,003	1,074
Total fund balances	<u>-</u>	<u>305,102</u>	<u>101,003</u>	<u>1,074</u>
Total liabilities and fund balances	<u>\$ 1,286</u>	<u>\$ 322,297</u>	<u>\$ 102,902</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
\$ 76,867	\$ 12,453,886	\$ 1,398,315	\$ 1,861,071	\$ 4,691,341	\$ 83,715
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	13,053,298	-	-
-	-	-	-	-	-
<u>\$ 76,867</u>	<u>\$ 12,453,886</u>	<u>\$ 1,398,315</u>	<u>\$ 14,914,369</u>	<u>\$ 4,691,341</u>	<u>\$ 83,715</u>
\$ -	\$ 6,361	\$ 15,222	\$ 44,976	\$ 5,253	\$ -
-	-	-	-	-	-
-	-	-	13,053,298	-	-
-	6,361	15,222	13,098,274	5,253	-
-	3,024,940	20,270	49,813	43,610	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
6,999	-	-	1,094,276	-	-
69,868	9,422,585	1,362,823	672,006	4,642,478	83,715
76,867	12,447,525	1,383,093	1,816,095	4,686,088	83,715
<u>\$ 76,867</u>	<u>\$ 12,453,886</u>	<u>\$ 1,398,315</u>	<u>\$ 14,914,369</u>	<u>\$ 4,691,341</u>	<u>\$ 83,715</u>

(Continued)

SEDGWICK COUNTY, KANSAS

Combining Balance Sheet (continued) ***Nonmajor Governmental Funds - Special Revenue Funds*** ***December 31, 2008***

	Township Dissolution	Totals
<u>Assets</u>		
Cash, including investments	\$ 192,537	\$ 33,749,842
Due from other agencies	-	256,059
Accounts receivable	-	4,417,062
Property tax receivable	-	34,409,618
Inventories, at cost	-	671,425
	<hr/>	<hr/>
Total assets	\$ 192,537	\$ 73,504,006
	<hr/>	<hr/>
<u>Liabilities and Fund Balances</u>		
Liabilities:		
Accounts payable	\$ -	\$ 552,196
Advance payable	-	-
Deferred revenue	-	39,082,738
	<hr/>	<hr/>
Total liabilities	-	39,634,934
	<hr/>	<hr/>
Fund balances:		
Reserved for:		
Encumbrances	-	3,432,150
Inventories	-	671,425
Designated for:		
Capital improvements	-	-
Division of highways	-	-
Subsequent year's budget	-	8,025,265
Undesignated	192,537	21,740,232
	<hr/>	<hr/>
Total fund balances	192,537	33,869,072
	<hr/>	<hr/>
Total liabilities and fund balances	\$ 192,537	\$ 73,504,006
	<hr/>	<hr/>

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SEDGWICK COUNTY, KANSAS

Combining Balance Sheet ***Nonmajor Capital Projects Funds*** ***December 31, 2008***

	Building and Equipment	Street, Bridge and Other	Sales Tax Road and Bridge
<u>Assets</u>			
Cash, including investments	\$ 3,705,946	\$ -	\$ 8,645,222
Due from other agencies	-	-	2,950,550
Total assets	\$ 3,705,946	\$ -	\$ 11,595,772
<u>Liabilities and Fund Balances</u>			
Liabilities:			
Accounts payable	\$ 52,900	\$ 8	\$ 52,865
Due to other funds	-	5,785,981	-
Advance payable	-	-	-
Deferred revenue	-	-	2,950,550
Total liabilities	52,900	5,785,989	3,003,415
Fund balances (deficits):			
Reserved for:			
Encumbrances	37,566,085	143,000	1,347,612
Unreserved	(33,913,039)	(5,928,989)	7,244,745
Total fund balances (deficits)	3,653,046	(5,785,989)	8,592,357
Total liabilities and fund balances	\$ 3,705,946	\$ -	\$ 11,595,772

Road and Bridge Equipment	Highway Improvement	Capital Improvements	Totals
\$ 412,095	\$ 42,163	\$ 9,311,466	\$ 22,116,892
-	-	-	2,950,550
<u>\$ 412,095</u>	<u>\$ 42,163</u>	<u>\$ 9,311,466</u>	<u>\$ 25,067,442</u>
\$ -	\$ -	\$ 36,055	\$ 141,828
-	-	-	5,785,981
-	-	679,177	679,177
-	-	-	2,950,550
<u>-</u>	<u>-</u>	<u>715,232</u>	<u>9,557,536</u>
45,175	-	959,344	40,061,216
<u>366,920</u>	<u>42,163</u>	<u>7,636,890</u>	<u>(24,551,310)</u>
<u>412,095</u>	<u>42,163</u>	<u>8,596,234</u>	<u>15,509,906</u>
<u>\$ 412,095</u>	<u>\$ 42,163</u>	<u>\$ 9,311,466</u>	<u>\$ 25,067,442</u>

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SEDGWICK COUNTY, KANSAS

Combining Statement of Revenues, Expenditures and Changes in Fund Balances Nonmajor Governmental Funds For the Year Ended December 31, 2008

	Special Revenue Funds	Fire District Debt Service	Capital Projects Funds	Totals
Revenues				
Property taxes	\$ 40,215,765	\$ 39	\$ -	\$ 40,215,804
Emergency telephone services taxes	2,881,932	-	-	2,881,932
Special assessments	-	3	-	3
Other taxes	102,237	-	-	102,237
Intergovernmental	8,326,256	-	919,217	9,245,473
Charges for services	16,844,542	-	-	16,844,542
Uses of money and property	153,653	-	-	153,653
Licenses and permits	92,413	-	-	92,413
Reimbursed expenditures	43,049	-	-	43,049
Other	90,475	-	189,539	280,014
Total revenues	<u>68,750,322</u>	<u>42</u>	<u>1,108,756</u>	<u>69,859,120</u>
Expenditures				
Current:				
General government	4,371,835	-	-	4,371,835
Public safety	31,703,788	-	-	31,703,788
Public works	12,577,594	-	-	12,577,594
Health and welfare	5,341,370	-	-	5,341,370
Culture and recreation	195	-	-	195
Economic development	6,798,738	-	-	6,798,738
Debt service:				
Principal	324,223	-	-	324,223
Interest and fiscal charges	86,881	-	-	86,881
Capital outlay	2,951,568	-	29,458,919	32,410,487
Total expenditures	<u>64,156,192</u>	<u>-</u>	<u>29,458,919</u>	<u>93,615,111</u>
Excess (deficiency) of revenues over (under) expenditures	<u>4,594,130</u>	<u>42</u>	<u>(28,350,163)</u>	<u>(23,755,991)</u>
Other financing sources (uses)				
Transfers from other funds	3,231,771	-	32,272,366	35,504,137
Transfers to other funds	(5,405,385)	-	(17,255)	(5,422,640)
Total other financing sources (uses)	<u>(2,173,614)</u>	<u>-</u>	<u>32,255,111</u>	<u>30,081,497</u>
Net change in fund balances	2,420,516	42	3,904,948	6,325,506
Fund balances, beginning of year	<u>31,448,556</u>	<u>25,743</u>	<u>11,604,958</u>	<u>43,079,257</u>
Fund balances, end of year	<u>\$ 33,869,072</u>	<u>\$ 25,785</u>	<u>\$ 15,509,906</u>	<u>\$ 49,404,763</u>

SEDGWICK COUNTY, KANSAS

Combining Statement of Revenues, Expenditures and Changes in Fund Balances

Nonmajor Special Revenue Funds

For the Year Ended December 31, 2008

	Wichita State University Program Development	Comprehensive Community Care	Emergency Medical Services	Aging Services
Revenues				
Property taxes	\$ 6,798,738	\$ 2,864,500	\$ 7,571,165	\$ 2,615,288
Emergency telephone services taxes	-	-	-	-
Other taxes	-	-	-	-
Intergovernmental	-	348,890	-	4,032
Charges for services	9,500	-	9,914,878	-
Uses of money and property	-	-	-	-
Licenses and permits	-	-	-	-
Reimbursed expenditures	-	8	5,690	-
Other	-	10	417	103
Total revenues	<u>6,808,238</u>	<u>3,213,408</u>	<u>17,492,150</u>	<u>2,619,423</u>
Expenditures				
Current:				
General government	-	-	-	-
Public safety	-	-	14,129,711	-
Public works	-	-	-	-
Health and welfare	-	3,047,175	-	2,282,464
Culture and recreation	-	-	-	-
Economic development	6,798,738	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
Capital outlay	-	-	231,920	-
Total expenditures	<u>6,798,738</u>	<u>3,047,175</u>	<u>14,361,631</u>	<u>2,282,464</u>
Excess (deficiency) of revenues over (under) expenditures	<u>9,500</u>	<u>166,233</u>	<u>3,130,519</u>	<u>336,959</u>
Other financing sources (uses)				
Transfers from other funds	-	-	-	-
Transfers to other funds	-	-	(1,982,724)	(140,764)
Proceeds from capital lease	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>(1,982,724)</u>	<u>(140,764)</u>
Net change in fund balances	9,500	166,233	1,147,795	196,195
Fund balances, beginning of year	<u>-</u>	<u>226,269</u>	<u>4,358,556</u>	<u>40,605</u>
Fund balances, end of year	<u>\$ 9,500</u>	<u>\$ 392,502</u>	<u>\$ 5,506,351</u>	<u>\$ 236,800</u>

Public Works Highways	Noxious Weeds	Solid Waste	Special Parks and Recreation	Emergency Telephone Services	Court Trustee Operations
\$ 5,487,708	\$ 399,302	\$ -	\$ -	\$ -	\$ -
-	-	-	-	2,881,932	-
-	-	-	43,330	-	-
5,548,228	-	-	-	-	2,385,329
23,006	71,021	1,055,736	-	1,821	812,372
-	-	-	-	538	-
7,005	-	77,504	-	-	-
8,222	-	-	-	-	-
18,046	40	15,221	-	-	1,845
<u>11,092,215</u>	<u>470,363</u>	<u>1,148,461</u>	<u>43,330</u>	<u>2,884,291</u>	<u>3,199,546</u>
-	-	-	-	-	-
-	-	-	-	1,593,834	3,067,515
10,911,402	457,484	1,208,708	-	-	-
-	-	-	-	-	-
-	-	-	195	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
10,095	-	-	-	-	-
<u>10,921,497</u>	<u>457,484</u>	<u>1,208,708</u>	<u>195</u>	<u>1,593,834</u>	<u>3,067,515</u>
<u>170,718</u>	<u>12,879</u>	<u>(60,247)</u>	<u>43,135</u>	<u>1,290,457</u>	<u>132,031</u>
-	-	-	-	-	-
(247,847)	-	(79,379)	(43,000)	(951,251)	-
-	-	-	-	-	-
<u>(247,847)</u>	<u>-</u>	<u>(79,379)</u>	<u>(43,000)</u>	<u>(951,251)</u>	<u>-</u>
(77,129)	12,879	(139,626)	135	339,206	132,031
<u>2,146,988</u>	<u>41,572</u>	<u>961,687</u>	<u>5,073</u>	<u>1,352,598</u>	<u>1,855,406</u>
<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>

SEDGWICK COUNTY, KANSAS

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

Nonmajor Special Revenue Funds

For the Year Ended December 31, 2008

	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	58,907	-	-	-
Intergovernmental	-	22,575	-	-
Charges for services	-	3,925,630	148,392	-
Uses of money and property	-	-	-	-
Licenses and permits	-	-	-	-
Reimbursed expenditures	-	26,417	-	-
Other	-	5,476	-	-
Total revenues	58,907	3,980,098	148,392	-
Expenditures				
Current:				
General government	-	3,546,211	-	-
Public safety	-	-	134,097	-
Public works	-	-	-	-
Health and welfare	11,731	-	-	-
Culture and recreation	-	-	-	-
Economic development	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
Capital outlay	-	-	-	-
Total expenditures	11,731	3,546,211	134,097	-
Excess (deficiency) of revenues over (under) expenditures	47,176	433,887	14,295	-
Other financing sources (uses)				
Transfers from other funds	-	-	-	-
Transfers to other funds	(47,176)	(433,887)	-	-
Proceeds from capital lease	-	-	-	-
Total other financing sources (uses)	(47,176)	(433,887)	-	-
Net change in fund balances	-	-	14,295	-
Fund balances, beginning of year	-	305,102	86,708	1,074
Fund balances, end of year	\$ -	\$ 305,102	\$ 101,003	\$ 1,074

Prosecuting Attorney Training	Equipment Reserve	Register of Deeds Technology	Fire District Operating	Fire District Special Equipment	Fire District Research and Development
\$ -	\$ -	\$ -	\$ 14,479,064	\$ -	\$ -
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
17,661	-	701,321	163,204	-	-
-	-	5,134	93,214	53,660	1,107
-	1	-	7,903	-	-
2,532	-	-	180	-	-
-	-	-	17,297	-	32,020
20,193	1	706,455	14,760,862	53,660	33,127
-	-	825,624	-	-	-
34,189	-	-	12,719,512	-	24,930
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	324,223	-	-
-	-	-	86,881	-	-
-	2,272,288	-	-	437,265	-
34,189	2,272,288	825,624	13,130,616	437,265	24,930
(13,996)	(2,272,287)	(119,169)	1,630,246	(383,605)	8,197
-	1,846,446	-	-	1,385,325	-
-	-	-	(1,479,357)	-	-
-	-	-	-	-	-
-	1,846,446	-	(1,479,357)	1,385,325	-
(13,996)	(425,841)	(119,169)	150,889	1,001,720	8,197
90,863	12,873,366	1,502,262	1,665,206	3,684,368	75,518
\$ 76,867	\$ 12,447,525	\$ 1,383,093	\$ 1,816,095	\$ 4,686,088	\$ 83,715

SEDGWICK COUNTY, KANSAS

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

Nonmajor Special Revenue Funds

For the Year Ended December 31, 2008

	Township Dissolution	Totals
Revenues		
Property taxes	\$ -	\$ 40,215,765
Emergency telephone services taxes	-	2,881,932
Other taxes	-	102,237
Intergovernmental	17,202	8,326,256
Charges for services	-	16,844,542
Uses of money and property	-	153,653
Licenses and permits	-	92,413
Reimbursed expenditures	-	43,049
Other	-	90,475
	<hr/>	<hr/>
Total revenues	17,202	68,750,322
	<hr/>	<hr/>
Expenditures		
Current:		
General government	-	4,371,835
Public safety	-	31,703,788
Public works	-	12,577,594
Health and welfare	-	5,341,370
Culture and recreation	-	195
Economic development	-	6,798,738
Debt service:		
Principal	-	324,223
Interest	-	86,881
Capital outlay	-	2,951,568
	<hr/>	<hr/>
Total expenditures	-	64,156,192
	<hr/>	<hr/>
Excess (deficiency) of revenues over (under) expenditures	17,202	4,594,130
	<hr/>	<hr/>
Other financing sources (uses)		
Transfers from other funds	-	3,231,771
Transfers to other funds	-	(5,405,385)
Proceeds from capital lease	-	-
	<hr/>	<hr/>
Total other financing sources (uses)	-	(2,173,614)
	<hr/>	<hr/>
Net change in fund balances	17,202	2,420,516
	<hr/>	<hr/>
Fund balances, beginning of year	175,335	31,448,556
	<hr/>	<hr/>
Fund balances, end of year	\$ 192,537	\$ 33,869,072
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SEDGWICK COUNTY, KANSAS

Combining Statement of Revenues, Expenditures and Changes in Fund Balances (Deficits) Nonmajor Capital Projects Funds For the Year Ended December 31, 2008

	Building and Equipment	Street, Bridge and Other	Sales Tax Road and Bridge
Revenues			
Special assessments	\$ -	\$ -	\$ -
Other revenue	3,769	24	-
Intergovernmental	670,942	-	248,275
Total revenues	<u>674,711</u>	<u>24</u>	<u>248,275</u>
Expenditures			
Capital outlay	10,154,388	2,817,917	13,169,536
Total expenditures	<u>10,154,388</u>	<u>2,817,917</u>	<u>13,169,536</u>
(Deficiency) of revenues (under) expenditures	<u>(9,479,677)</u>	<u>(2,817,893)</u>	<u>(12,921,261)</u>
Other financing sources (uses)			
Transfers from other funds	15,550,328	-	11,779,575
Transfers to other funds	-	-	-
Total other financing sources (uses)	<u>15,550,328</u>	<u>-</u>	<u>11,779,575</u>
Net change in fund balances	6,070,651	(2,817,893)	(1,141,686)
Fund balances (deficits), beginning of year	<u>(2,417,605)</u>	<u>(2,968,096)</u>	<u>9,734,043</u>
Fund balances (deficits), end of year	<u><u>\$ 3,653,046</u></u>	<u><u>\$ (5,785,989)</u></u>	<u><u>\$ 8,592,357</u></u>

Road and Bridge Equipment	Highway Improvement	Capital Improvements	Totals
\$ -	\$ -	\$ -	\$ -
-	-	185,746	189,539
-	-	-	919,217
-	-	185,746	1,108,756
50,730	52,498	3,213,850	29,458,919
50,730	52,498	3,213,850	29,458,919
(50,730)	(52,498)	(3,028,104)	(28,350,163)
247,847	-	4,694,616	32,272,366
-	-	(17,255)	(17,255)
247,847	-	4,677,361	32,255,111
197,117	(52,498)	1,649,257	3,904,948
214,978	94,661	6,946,977	11,604,958
<u>\$ 412,095</u>	<u>\$ 42,163</u>	<u>\$ 8,596,234</u>	<u>\$ 15,509,906</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, 2008

	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget Positive/ (Negative)
Revenues				
Taxes	\$ 6,567,927	\$ 6,567,927	\$ 6,798,738	\$ 230,811
Charges for services	-	-	9,500	9,500
Other	289,868	289,868	-	(289,868)
Total revenues	<u>6,857,795</u>	<u>6,857,795</u>	<u>6,808,238</u>	<u>(49,557)</u>
Expenditures				
Current:				
Contractual services	<u>6,857,795</u>	<u>6,857,795</u>	<u>6,798,738</u>	<u>59,057</u>
Total expenditures	<u>6,857,795</u>	<u>6,857,795</u>	<u>6,798,738</u>	<u>59,057</u>
Revenues over (under) expenditures	-	-	9,500	9,500
Net change in fund balances	-	-	9,500	9,500
Fund balances, beginning of year	-	-	-	-
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, 2008

	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget Positive/ (Negative)
Revenues				
Taxes	\$ 2,766,127	\$ 2,766,127	\$ 2,864,500	\$ 98,373
Intergovernmental	349,832	349,832	348,890	(942)
Reimbursed expenditures	-	-	8	8
Other	-	-	10	10
Total revenues	<u>3,115,959</u>	<u>3,115,959</u>	<u>3,213,408</u>	<u>97,449</u>
Expenditures				
Current:				
Personnel services	2,039,227	2,046,177	1,970,217	75,960
Contractual services	976,505	970,555	970,544	11
Commodities	112,311	111,311	111,305	6
Capital outlay	-	-	-	-
Total expenditures	<u>3,128,043</u>	<u>3,128,043</u>	<u>3,052,066</u>	<u>75,977</u>
Revenues over (under) expenditures	<u>(12,084)</u>	<u>(12,084)</u>	<u>161,342</u>	<u>173,426</u>
Net change in fund balances	<u>(12,084)</u>	<u>(12,084)</u>	<u>161,342</u>	<u>173,426</u>
Fund balances, beginning of year	<u>12,084</u>	<u>12,084</u>	<u>226,268</u>	<u>173,426</u>
Fund balances, end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 387,610</u>	<u>387,610</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, 2008

	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget Positive/ (Negative)
Revenues				
Taxes	\$ 7,312,631	\$ 7,312,631	\$ 7,571,165	\$ 258,534
Charges for services	8,694,661	8,694,661	9,914,878	1,220,217
Reimbursed expenditures	-	-	5,690	5,690
Other	8,251	8,251	417	(7,834)
Total revenues	16,015,543	16,015,543	17,492,150	1,476,607
Expenditures				
Current:				
Personnel services	11,123,847	10,784,461	10,761,496	22,965
Contractual services	2,669,782	2,705,552	2,674,430	31,122
Commodities	941,899	900,129	900,294	(165)
Capital outlay	1,637,724	-	-	-
Total expenditures	16,373,252	14,390,142	14,336,220	53,922
Revenues over (under) expenditures	(357,709)	1,625,401	3,155,930	53,922
Other financing (uses)				
Transfers from other funds			-	-
Transfers to other funds	-	(1,983,110)	(1,982,724)	386
Total other financing (uses)	-	(1,983,110)	(1,982,724)	386
Net change in fund balances	(357,709)	(357,709)	1,173,206	1,530,915
Fund balances, beginning of year	357,709	357,709	3,930,476	3,572,767
Fund balances, end of year	\$ -	\$ -	\$ 5,103,682	\$ 5,103,682

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, 2008

	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget Positive/ (Negative)
Revenues				
Taxes	\$ 2,528,944	\$ 2,528,944	\$ 2,615,288	\$ 86,344
Intergovernmental	12,534	12,534	4,032	(8,502)
Reimbursed expenditures	256	256	-	(256)
Other	-	-	103	103
Total revenues	<u>2,541,734</u>	<u>2,541,734</u>	<u>2,619,423</u>	<u>77,689</u>
Expenditures				
Current:				
Personnel services	656,800	656,709	656,709	-
Contractual services	1,619,880	1,619,971	1,619,756	215
Commodities	6,000	6,000	6,000	-
Total expenditures	<u>2,282,680</u>	<u>2,282,680</u>	<u>2,282,465</u>	<u>215</u>
Revenues over (under) expenditures	<u>259,054</u>	<u>259,054</u>	<u>336,958</u>	<u>77,904</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	118,290	118,290	196,194	77,904
Fund balances, beginning of year	<u>-</u>	<u>-</u>	<u>40,390</u>	<u>40,390</u>
Fund balances, end of year	<u>\$ 118,290</u>	<u>\$ 118,290</u>	<u>\$ 236,584</u>	<u>\$ 118,294</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, 2008

	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget Positive/ (Negative)
Revenues				
Taxes	\$ 5,293,404	\$ 5,293,404	\$ 5,487,708	\$ 194,304
Intergovernmental	5,325,450	5,325,450	5,548,228	222,778
Charges for services	23,512	23,512	23,006	(506)
Licenses and permits	6,080	6,080	7,005	925
Reimbursed expenditures	11,863	11,863	8,222	(3,641)
Other	8,882	8,882	18,046	9,164
Total revenues	<u>10,669,191</u>	<u>10,669,191</u>	<u>11,092,215</u>	<u>423,024</u>
Expenditures				
Current:				
Personnel services	6,379,460	6,224,802	5,910,036	314,766
Contractual services	4,084,598	3,967,088	3,902,443	64,645
Commodities	647,798	643,614	564,692	78,922
Capital outlay	-	13,505	13,505	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
Total expenditures	<u>11,111,856</u>	<u>10,849,009</u>	<u>10,390,676</u>	<u>458,333</u>
Revenues over (under) expenditures	<u>(442,665)</u>	<u>(179,818)</u>	<u>701,539</u>	<u>881,357</u>
Other financing sources (uses)				
Transfers from other funds	-	-	-	-
Transfers to other funds	-	(262,847)	(247,847)	15,000
Total other financing sources (uses)	<u>-</u>	<u>(262,847)</u>	<u>(247,847)</u>	<u>15,000</u>
Net change in fund balances	(442,665)	(442,665)	453,692	896,357
Fund balances, beginning of year	<u>442,665</u>	<u>442,665</u>	<u>1,231,083</u>	<u>788,418</u>
Fund balances, end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,684,775</u>	<u>\$ 1,684,775</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, 2008

	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget Positive/ (Negative)
Revenues				
Taxes	\$ 384,744	\$ 384,744	\$ 399,302	\$ 14,558
Charges for services	63,520	63,520	71,021	7,501
Other	-	-	40	40
Total revenues	<u>448,264</u>	<u>448,264</u>	<u>470,363</u>	<u>22,099</u>
Expenditures				
Current:				
Personnel services	251,472	263,720	263,885	(165)
Contractual services	100,098	96,228	96,053	175
Commodities	105,925	97,547	97,547	-
Capital outlay	-	-	-	-
Total expenditures	<u>457,495</u>	<u>457,495</u>	<u>457,485</u>	<u>10</u>
Revenues over (under) expenditures	<u>(9,231)</u>	<u>(9,231)</u>	<u>12,878</u>	<u>22,109</u>
Other financing sources (uses)				
Transfers from other funds	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balances	(9,231)	(9,231)	12,878	22,109
Fund balances, beginning of year	<u>9,231</u>	<u>9,231</u>	<u>41,573</u>	<u>32,342</u>
Fund balances, end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 54,451</u>	<u>\$ 54,451</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, 2008

	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget Positive/ (Negative)
Revenues				
Charges for services	\$ 1,026,735	\$ 1,026,735	\$ 1,055,736	\$ 29,001
Licenses and permits	77,310	77,310	77,504	194
Reimbursed expenditures	-	-	-	-
Other	81	81	15,221	15,140
Total revenues	<u>1,104,126</u>	<u>1,104,126</u>	<u>1,148,461</u>	<u>44,335</u>
Expenditures				
Current:				
Personnel services	699,165	699,165	657,434	41,731
Contractual services	877,374	872,374	521,550	350,824
Commodities	80,957	85,957	29,725	56,232
Capital outlay	-	-	-	-
Total expenditures	<u>1,657,496</u>	<u>1,657,496</u>	<u>1,208,709</u>	<u>448,787</u>
Revenues over (under) expenditures	<u>(553,370)</u>	<u>(553,370)</u>	<u>(60,248)</u>	<u>493,122</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	(632,749)	(632,749)	(139,627)	493,122
Fund balances, beginning of year	<u>632,749</u>	<u>632,749</u>	<u>962,814</u>	<u>330,065</u>
Fund balances, end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 823,187</u>	<u>\$ 823,187</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, 2008

	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget
				Positive/ (Negative)
Revenues				
Taxes	\$ 59,093	\$ 59,093	\$ 43,330	\$ (15,763)
Other	-	-	-	-
Total revenues	<u>59,093</u>	<u>59,093</u>	<u>43,330</u>	<u>(15,763)</u>
Expenditures				
Current:				
Personnel services	-	-	-	-
Contractual services	-	600	195	405
Commodities	-	-	-	-
Capital outlay	-	-	-	-
Total expenditures	<u>-</u>	<u>600</u>	<u>195</u>	<u>405</u>
Revenues over (under) expenditures	<u>59,093</u>	<u>58,493</u>	<u>43,135</u>	<u>(15,358)</u>
Other financing (uses)				
Transfers to other funds	(59,093)	(58,493)	(43,000)	(15,493)
Total other financing (uses)	<u>(59,093)</u>	<u>(58,493)</u>	<u>(43,000)</u>	<u>(15,493)</u>
Net change in fund balances	-	-	135	135
Fund balances, beginning of year	<u>-</u>	<u>-</u>	<u>4,778</u>	<u>4,778</u>
Fund balances, end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 4,913</u>	<u>\$ 4,913</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, 2008

	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget Positive/ (Negative)
Revenues				
Taxes	\$ 2,629,786	\$ 2,629,786	\$ 2,881,932	\$ 252,146
Charges for services	-	-	1,821	1,821
Uses of money and property	101,587	101,587	538	(101,049)
Reimbursed expenditures	379	379	-	(379)
Other	-	-	-	-
Total revenues	<u>2,731,752</u>	<u>2,731,752</u>	<u>2,884,291</u>	<u>152,539</u>
Expenditures				
Current:				
Contractual services	1,315,000	1,315,653	1,178,327	137,326
Commodities	67,500	82,468	63,928	18,540
Capital outlay	877,849	382,379	138,326	244,053
Total expenditures	<u>2,260,349</u>	<u>1,780,500</u>	<u>1,380,581</u>	<u>399,919</u>
Revenues over (under) expenditures	<u>471,403</u>	<u>951,252</u>	<u>1,503,710</u>	<u>552,458</u>
Other financing (uses)				
Transfers to other funds	(471,403)	(951,252)	(951,252)	-
Total other financing (uses)	<u>(471,403)</u>	<u>(951,252)</u>	<u>(951,252)</u>	<u>-</u>
Net change in fund balances	-	-	552,458	552,458
Fund balances, beginning of year	-	-	968,666	968,666
Fund balances, end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,521,124</u>	<u>\$ 1,521,124</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, 2008

	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget
				Positive/ (Negative)
Revenues				
Taxes	\$ 68,431	\$ 68,431	\$ 58,907	\$ (9,524)
Reimbursed expenditures			-	
Total revenues	68,431	68,431	58,907	(9,524)
Expenditures				
Current:				
Contractual services	12,960	13,651	11,731	1,920
Total expenditures	12,960	13,651	11,731	1,920
Revenues over (under) expenditures	55,471	54,780	47,176	(7,604)
Other financing (uses)				
Transfers to other funds	(55,471)	(54,780)	(47,176)	7,604
Total other financing (uses)	(55,471)	(54,780)	(47,176)	7,604
Net change in fund balances	-	-	-	-
Fund balances, beginning of year	-	-	-	-
Fund balances, end of year	\$ -	\$ -	\$ -	\$ -

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, 2008

	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, 2008

	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget Positive/ (Negative)
Revenues				
Taxes	\$ 14,102,253	\$ 14,102,253	\$ 14,479,064	\$ 376,811
Intergovernmental	29,056	29,056	-	(29,056)
Charges for services	149,773	149,773	163,204	13,431
Uses of money and property	143,735	143,735	93,214	(50,521)
Licenses and permits	6,043	6,043	7,903	1,860
Reimbursed expenditures	743	743	180	(563)
Other	4,802	4,802	17,297	12,495
Total revenues	14,436,405	14,436,405	14,760,862	324,457
Expenditures				
Current:				
Personnel services	11,066,354	11,066,354	11,051,153	15,201
Contractual services	1,193,381	1,119,531	1,093,679	25,852
Commodities	549,302	623,152	617,827	5,325
Capital outlay	1,534,762	149,437	626	148,811
Debt service:				
Principal	519,215	444,930	324,223	120,707
Interest	138,019	118,272	86,881	31,391
Total expenditures	15,001,033	13,521,676	13,174,389	347,287
Revenues over (under) expenditures	(564,628)	914,729	1,586,473	671,744
Other financing sources (uses)				
Transfers from other funds	-	-	-	-
Transfers to other funds	-	(1,479,357)	(1,479,357)	-
Total other financing sources (uses)	-	(1,479,357)	(1,479,357)	-
Net change in fund balances	(564,628)	(564,628)	107,116	671,744
Fund balances, beginning of year	564,628	564,628	1,658,904	1,094,276
Fund balances, end of year	\$ -	\$ -	\$ 1,766,020	\$ 1,766,020

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, 2008

	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget Positive/ (Negative)
Revenues				
Taxes	\$ 22,649,718	\$ 22,649,718	\$ 23,249,067	\$ 599,349
Charges for services	83,289	83,289	80,500	(2,789)
Uses of money and property	-	-	-	-
Reimbursed expenditures	-	-	-	-
Other	-	-	-	-
Total revenues	<u>22,733,007</u>	<u>22,733,007</u>	<u>23,329,567</u>	<u>596,560</u>
Expenditures				
Current:				
Contractual services	8,815	10,815	9,494	1,321
Debt service:				-
Principal	18,333,828	18,332,428	12,078,691	6,253,737
Interest and fiscal charges	<u>7,857,355</u>	<u>7,856,755</u>	<u>5,866,402</u>	<u>1,990,353</u>
Total expenditures	<u>26,199,998</u>	<u>26,199,998</u>	<u>17,954,587</u>	<u>8,245,411</u>
Revenues over (under) expenditures	<u>(3,466,991)</u>	<u>(3,466,991)</u>	<u>5,374,980</u>	<u>8,841,971</u>
Other financing sources				
Transfers from other funds	<u>2,148,348</u>	<u>2,148,348</u>	<u>2,148,348</u>	-
Total other financing sources	<u>2,148,348</u>	<u>2,148,348</u>	<u>2,148,348</u>	-
Net change in fund balances	(1,318,643)	(1,318,643)	7,523,328	8,841,971
Fund balances, beginning of year	<u>1,318,643</u>	<u>1,318,643</u>	<u>4,086,467</u>	<u>2,767,824</u>
Fund balances, end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 11,609,795</u>	<u>\$ 11,609,795</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, 2008

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive/ (Negative)
	Original	Final		
Revenues				
Taxes	\$ -	\$ -	\$ 42	\$ 42
Total revenues	-	-	42	42
Revenues over (under) expenditures	-	-	42	42
Net change in fund balances	-	-	42	42
Fund balances, beginning of year	-	-	25,743	25,743
Fund balances, end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 25,785</u>	<u>\$ 25,785</u>

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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



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SEDGWICK COUNTY, KANSAS

Combining Schedule of Net Assets Coliseum/Arena Fund December 31, 2008

	Kansas Coliseum Subfund	Downtown Arena Subfund	Totals Coliseum/Arena Fund
Assets			
Current assets:			
Cash, including investments	\$ 547,476	\$ -	\$ 547,476
Accounts receivable, net	45,293	-	45,293
Total current assets	592,769	-	592,769
Restricted assets:			
Cash, including investments	-	101,916,129	101,916,129
Total restricted assets	-	101,916,129	101,916,129
Noncurrent assets:			
Capital assets:			
Land	1,514,844	-	1,514,844
Buildings and improvements	20,656,700	-	20,656,700
Machinery and equipment	971,754	-	971,754
Construction in progress	-	99,042,668	99,042,668
Less accumulated depreciation	(11,419,543)	-	(11,419,543)
Total capital assets (net of accumulated depreciation)	11,723,755	99,042,668	110,766,423
Total assets	\$ 12,316,524	\$ 200,958,797	\$ 213,275,321
Liabilities			
Current liabilities:			
Accounts payable and accrued expenses	\$ 641	\$ -	\$ 641
Unearned revenue	207,512	146,480	353,992
Total liabilities	208,153	146,480	354,633
Net Assets			
Invested in capital assets	11,723,755	99,042,668	110,766,423
Restricted for capital improvements	-	101,769,649	101,769,649
Unrestricted	384,616	-	384,616
Total net assets	12,108,371	200,812,317	212,920,688
Total liabilities and net assets	\$ 12,316,524	\$ 200,958,797	\$ 213,275,321

SEDGWICK COUNTY, KANSAS

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

Coliseum/Arena Fund

For the Year Ended December 31, 2008

	Kansas Coliseum Subfund	Downtown Arena Subfund	Totals Coliseum/Arena Fund
Operating revenues			
Charges for services	\$ 2,252,671	\$ -	\$ 2,252,671
Other revenue	15	300,000	300,015
Total operating revenues	<u>2,252,686</u>	<u>300,000</u>	<u>2,552,686</u>
Operating expenses			
Salaries and benefits	1,412,739	-	1,412,739
Contractual services	439,923	-	439,923
Utilities	424,017	-	424,017
Supplies and fuel	250,882	-	250,882
Administrative charges	255,485	-	255,485
Depreciation expense	624,480	-	624,480
Other expenses	-	-	-
Total operating expenses	<u>3,407,526</u>	<u>-</u>	<u>3,407,526</u>
Operating revenue (loss)	<u>(1,154,840)</u>	<u>300,000</u>	<u>(854,840)</u>
Nonoperating revenues	-	-	-
Income (loss) before transfers	(1,154,840)	300,000	(854,840)
Transfers			
Transfers from other funds	534,989	-	534,989
Transfers to other funds	<u>-</u>	<u>-</u>	<u>-</u>
Change in net assets	(619,851)	300,000	(319,851)
Total net assets, beginning of year	<u>12,728,222</u>	<u>200,512,317</u>	<u>213,240,539</u>
Total net assets, end of year	<u>\$ 12,108,371</u>	<u>\$ 200,812,317</u>	<u>\$ 212,920,688</u>

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INTERNAL SERVICE FUNDS

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

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

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

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

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



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SEDGWICK COUNTY, KANSAS

Combining Balance Sheet Internal Service Funds December 31, 2008

	Fleet Management	Health/Dental/ Life Insurance Reserve	Workers' Compensation Reserve
<u>Assets</u>			
Current assets:			
Cash, including investments	\$ 8,237,540	\$ 3,138,106	\$ 2,127,000
Inventories, at cost	332,061	-	-
Total current assets	8,569,601	3,138,106	2,127,000
Noncurrent assets:			
Capital assets:			
Buildings and improvements	8,303,571	-	-
Machinery and equipment	23,387,982	-	-
Less accumulated depreciation	(19,442,830)	-	-
Total capital assets (net of accumulated depreciation)	12,248,723	-	-
Total assets	\$ 20,818,324	\$ 3,138,106	\$ 2,127,000
<u>Liabilities</u>			
Current liabilities:			
Accounts payable and accrued expenses	\$ 257,476	\$ 144,100	\$ 183,318
Estimated claims costs payable	-	-	1,010,528
Total current liabilities	257,476	144,100	1,193,846
Noncurrent liabilities:			
Estimated claims costs payable	-	-	240,794
Total liabilities	257,476	144,100	1,434,640
<u>Net assets</u>			
Invested in capital assets	12,248,723	-	-
Unrestricted	8,312,125	2,994,006	692,360
Total net assets	20,560,848	2,994,006	692,360
Total liabilities and net assets	\$ 20,818,324	\$ 3,138,106	\$ 2,127,000

Risk Management Reserve	Totals
\$ 2,428,142	\$ 15,930,788
-	332,061
<u>2,428,142</u>	<u>16,262,849</u>
-	8,303,571
-	23,387,982
-	(19,442,830)
-	<u>12,248,723</u>
<u>\$ 2,428,142</u>	<u>\$ 28,511,572</u>
\$ 163,950	\$ 748,844
-	1,010,528
<u>163,950</u>	<u>1,759,372</u>
-	240,794
<u>163,950</u>	<u>2,000,166</u>
-	12,248,723
<u>2,264,192</u>	<u>14,262,683</u>
<u>2,264,192</u>	<u>26,511,406</u>
<u>\$ 2,428,142</u>	<u>\$ 28,511,572</u>

SEDGWICK COUNTY, KANSAS

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

For the Year Ended December 31, 2008

	Fleet Management	Health/Dental/ Life Insurance Reserve	Workers' Compensation Reserve
Operating revenues:			
Charges for services	\$ 7,897,285	\$ 22,800,149	\$ 1,506,286
Reimbursements	21,551	-	61,962
Other revenue	60,840	556,065	135
Total operating revenues	<u>7,979,676</u>	<u>23,356,214</u>	<u>1,568,383</u>
Operating expenses:			
Salaries and benefits	1,250,672	90,541	286,998
Contractual services	223,313	15,677	192,175
Utilities	84,555	-	-
Supplies and fuel	3,399,265	-	703
Administrative charges	111,030	-	-
Depreciation	2,824,263	-	-
Claims expense	-	21,770,314	1,614,790
Other	67,759	-	-
Total operating expenses	<u>7,960,857</u>	<u>21,876,532</u>	<u>2,094,666</u>
Operating income (loss)	<u>18,819</u>	<u>1,479,682</u>	<u>(526,283)</u>
Nonoperating revenues:			
Investment income	-	31,841	29,408
Gain on sale of assets	45,631	-	-
Total nonoperating revenues	<u>45,631</u>	<u>31,841</u>	<u>29,408</u>
Income (loss) before transfers	64,450	1,511,523	(496,875)
Transfers			
Transfers from other funds	153,774	-	-
Transfers to other funds	<u>-</u>	<u>-</u>	<u>-</u>
Change in net assets	218,224	1,511,523	(496,875)
Net assets, beginning of year	20,342,624	1,482,483	1,189,235
Prior period adjustment	<u>-</u>	<u>-</u>	<u>-</u>
Net assets, end of year	<u>\$ 20,560,848</u>	<u>\$ 2,994,006</u>	<u>\$ 692,360</u>

Risk Management Reserve	Totals
\$ -	\$ 32,203,720
622,309	705,822
37,294	654,334
<u>659,603</u>	<u>33,563,876</u>
178,474	1,806,685
979,191	1,410,356
-	84,555
33,344	3,433,312
-	111,030
-	2,824,263
449,763	23,834,867
-	67,759
<u>1,640,772</u>	<u>33,572,827</u>
<u>(981,169)</u>	<u>(8,951)</u>
25,549	86,798
-	45,631
<u>25,549</u>	<u>132,429</u>
(955,620)	123,478
1,058,601	1,212,375
<u>(35,905)</u>	<u>(35,905)</u>
67,076	1,299,948
2,197,116	25,211,458
-	-
<u>\$ 2,264,192</u>	<u>\$ 26,511,406</u>

SEDGWICK COUNTY, KANSAS

Combining Statement of Cash Flows Internal Service Funds For the year ended December 31, 2008

	Fleet Management	Health/Dental/ Life Insurance Reserve	Workers' Compensation Reserve
Cash flows from operating activities			
Receipts from customers and users	\$ 7,979,676	\$ 22,800,149	\$ 1,568,248
Other operating revenues	-	556,065	135
Payments to suppliers for goods and services	(3,683,851)	(21,749,018)	(1,437,260)
Payments to employees for services	(1,250,672)	(90,541)	(286,998)
Net cash provided by (used in) operating activities	<u>3,045,153</u>	<u>1,516,655</u>	<u>(155,875)</u>
Cash flows from noncapital financing activities			
Transfers from other funds	153,774	-	-
Transfers to other funds	-	-	-
Net cash provided (used in) noncapital financing activities	<u>153,774</u>	<u>-</u>	<u>-</u>
Cash flows from capital and related financing activities			
Proceeds on disposal of capital assets	220,026	-	-
Purchases of capital assets	(3,086,547)	-	-
Net cash provided by (used in) capital and related financing activities	<u>(2,866,521)</u>	<u>-</u>	<u>-</u>
Cash flows from investing activities			
Interest on investments	-	31,841	29,408
Net cash provided by investing activities	<u>-</u>	<u>31,841</u>	<u>29,408</u>
Net increase (decrease) in cash and cash equivalents	332,406	1,548,496	(126,467)
Cash and cash equivalents, beginning of year	7,905,134	1,589,610	2,253,467
Cash and cash equivalents, end of year	<u>\$ 8,237,540</u>	<u>\$ 3,138,106</u>	<u>\$ 2,127,000</u>
Reconciliation of operating income (loss) to net cash provided by (used in) operating activities			
Operating income (loss)	\$ 18,819	\$ 1,479,682	\$ (526,283)
Adjustments to reconcile operating income (loss) to net cash provided by (used in) operating activities:			
Depreciation expense	2,824,263	-	-
(Increase) in inventories	109,223	-	-
Increase (decrease) in accounts payable	92,848	36,973	178,469
Increase (decrease) in estimated claims payable	-	-	191,939
Total adjustments	<u>3,026,334</u>	<u>36,973</u>	<u>370,408</u>
Net cash provided by (used in) operating activities	<u>\$ 3,045,153</u>	<u>\$ 1,516,655</u>	<u>\$ (155,875)</u>

Risk Management Reserve	Totals
\$ 622,309	\$ 32,970,382
37,294	593,494
(1,307,645)	(28,177,774)
(178,474)	(1,806,685)
<u>(826,516)</u>	<u>3,579,417</u>
1,058,601	1,212,375
<u>(35,905)</u>	<u>(35,905)</u>
1,022,696	1,176,470
-	220,026
<u>-</u>	<u>(3,086,547)</u>
-	(2,866,521)
25,549	86,798
<u>25,549</u>	<u>86,798</u>
221,729	1,976,164
<u>2,206,413</u>	<u>13,954,624</u>
<u>\$ 2,428,142</u>	<u>\$ 15,930,788</u>
<u>\$ (981,169)</u>	<u>\$ (8,951)</u>
-	2,824,263
-	109,223
154,653	462,943
-	191,939
<u>154,653</u>	<u>3,588,368</u>
<u>\$ (826,516)</u>	<u>\$ 3,579,417</u>

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AGENCY FUNDS

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

Tax Collection/Distribution Accounts
Clearing/Other Fee Collections



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SEDGWICK COUNTY, KANSAS

Combining Statement of Changes in Assets and Liabilities All Agency Funds For the Year Ended December 31, 2008

	Balance January 1, 2008	Additions	Deductions	Balance December 31, 2008
<u>TOTALS - ALL AGENCY FUNDS</u>				
Assets				
Cash	\$ 298,645,221	\$ 1,970,286,773	\$ (1,954,467,091)	\$ 314,464,903
Accounts receivable	1,325	467	-	1,792
Property tax levied	<u>242,115,382</u>	<u>551,810,585</u>	<u>(539,048,103)</u>	<u>254,877,864</u>
Total assets	<u>\$ 540,761,928</u>	<u>\$ 2,522,097,825</u>	<u>\$ (2,493,515,194)</u>	<u>\$ 569,344,559</u>
Liabilities				
Accrued liabilities	\$ 8,723,465	\$ 1,307,837,765	\$ (1,305,035,027)	\$ 11,526,203
Due to other governmental units	<u>532,038,463</u>	<u>1,214,260,060</u>	<u>(1,188,480,167)</u>	<u>557,818,356</u>
Total liabilities	<u>\$ 540,761,928</u>	<u>\$ 2,522,097,825</u>	<u>\$ (2,493,515,194)</u>	<u>\$ 569,344,559</u>
<u>TAX COLLECTION AND DISTRIBUTION ACCOUNTS</u>				
Assets				
Cash	\$ 289,923,081	\$ 662,449,475	\$ (649,432,064)	\$ 302,940,492
Property tax levied	<u>242,115,382</u>	<u>551,810,585</u>	<u>(539,048,103)</u>	<u>254,877,864</u>
Total assets	<u>\$ 532,038,463</u>	<u>\$ 1,214,260,060</u>	<u>\$ (1,188,480,167)</u>	<u>\$ 557,818,356</u>
Liabilities				
Due to other governmental units	<u>\$ 532,038,463</u>	<u>\$ 1,214,260,060</u>	<u>\$ (1,188,480,167)</u>	<u>\$ 557,818,356</u>
Total liabilities	<u>\$ 532,038,463</u>	<u>\$ 1,214,260,060</u>	<u>\$ (1,188,480,167)</u>	<u>\$ 557,818,356</u>
<u>CLEARING/OTHER FEE COLLECTIONS</u>				
Assets				
Cash	\$ 8,722,140	\$ 1,307,837,298	\$ (1,305,035,027)	\$ 11,524,411
Accounts receivable	<u>1,325</u>	<u>467</u>	<u>-</u>	<u>1,792</u>
Total assets	<u>\$ 8,723,465</u>	<u>\$ 1,307,837,765</u>	<u>\$ (1,305,035,027)</u>	<u>\$ 11,526,203</u>
Liabilities				
Accrued liabilities	<u>\$ 8,723,465</u>	<u>\$ 1,307,837,765</u>	<u>\$ (1,305,035,027)</u>	<u>\$ 11,526,203</u>
Total liabilities	<u>\$ 8,723,465</u>	<u>\$ 1,307,837,765</u>	<u>\$ (1,305,035,027)</u>	<u>\$ 11,526,203</u>

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COMPONENT UNIT

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



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SEDGWICK COUNTY, KANSAS

Statement of Cash Flows

Component Unit - Sedgwick County Public Building Commission

For the Year Ended December 31, 2008

Cash flows from capital and related financing activities:

Received on direct financing lease	\$ 4,431,840
Debt service - principal	(2,570,000)
Debt service - interest expense	<u>(1,861,840)</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>

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STATISTICAL SECTION

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



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SEDGWICK COUNTY, KANSAS

STATISTICAL SECTION

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

<u>Contents</u>	<u>Page</u>
Financial Trends <i>These schedules contain trend information to help the reader understand how the County's financial performance and well-being have changed over time.</i>	G - 2
Revenue Capacity <i>These schedules contain information to help the reader assess the County's most significant local revenue source, the property tax.</i>	G - 6
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.

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

	Fiscal Year						
	2002	2003	2004	2005	2006	2007	2008
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
Restricted	45,438,250	96,685,495	87,933,415	106,459,311	97,202,499	103,756,016	150,861,408
Unrestricted	76,066,168	52,638,473	49,039,454	48,780,818	49,132,760	72,304,957	74,229,923
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>
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
Restricted	-	-	-	36,869,001	113,402,445	171,294,796	101,769,649
Unrestricted	783,483	472,032	288,610	220,110	134,256	379,987	384,616
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>
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
Restricted	45,438,250	96,685,495	87,933,415	143,328,312	210,604,944	275,050,812	252,631,057
Unrestricted	76,849,651	53,110,505	49,328,064	49,000,928	49,267,016	72,684,944	74,614,539
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>

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 Seven 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>
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
Public safety	82,167,365	86,161,021	90,329,891	94,875,022	116,403,399	122,371,034	126,348,632
Public works	18,717,784	29,331,078	23,710,531	15,462,330	24,948,572	21,920,559	21,171,258
Health and welfare	55,010,015	58,815,151	62,317,632	61,857,647	65,515,975	63,734,178	65,583,467
Culture and recreation	7,661,687	7,139,230	6,952,194	7,869,915	8,778,118	10,110,047	10,343,796
Economic development	11,719,936	12,896,137	14,279,223	12,247,263	14,302,864	11,156,066	17,607,805
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
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>
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
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>
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>
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
Public safety	15,226,982	15,432,238	14,239,648	14,836,964	18,755,303	19,807,231	24,960,511
Public works	1,349,820	1,974,186	1,038,116	1,393,981	1,232,909	1,335,895	1,275,836
Health and welfare	20,001,934	28,694,484	34,107,631	31,870,736	31,042,066	33,120,649	34,497,702
Culture and recreation	511,285	520,298	379,438	388,293	633,362	488,140	502,431
Economic development	895,885	723,044	911,998	606,056	76,210	1,793,518	90,778
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
Public safety	13,056,847	15,539,593	13,005,593	12,265,843	12,526,097	14,904,521	17,621,937
Public works	5,917,140	6,375,111	11,688,318	7,785,059	7,142,161	5,614,317	5,796,503
Health and welfare	23,888,519	15,500,871	22,713,306	22,997,389	25,409,052	22,074,899	23,578,890
Economic development	1,716,835	1,886,253	1,945,840	1,613,765	2,595,006	1,621,763	2,163,177
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
Culture and recreation	-	-	-	-	-	-	4,808,892
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>

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

	1999	2000	2001	2002	2003	2004	2005	2006	2007	2008
General Fund										
Reserved	\$ 2,224,414	\$ 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
Unreserved	17,083,187	21,104,409	27,070,677	26,814,560	24,696,983	31,487,300	36,665,136	40,836,970	60,925,726	60,289,793
Total general fund	\$ 19,307,601	\$ 23,302,472	\$ 28,516,166	\$ 27,775,913	\$ 26,700,033	\$ 33,101,976	\$ 38,068,364	\$ 42,480,017	\$ 67,000,166	\$ 66,371,529
All Other Governmental Funds										
Reserved	17,447,606	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
Unreserved										
Designated										
Special revenue funds	15,703,046	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
Capital projects funds	9,312,169	13,878,234	8,572,716	16,426,399	48,746,047	34,787,640	19,651,350	13,031,065	14,171,633	46,683,969
Undesignated										
Special revenue funds	20,522,698	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
Capital projects funds	721,116	1,568,197	4,193,887	(5,100,776)	(31,907,388)	(19,107,968)	8,445,813	(1,231,505)	(1,830,687)	(24,551,310)
Total all other governmental funds	\$ 63,706,635	\$ 63,192,191	\$ 61,963,194	\$ 81,279,825	\$ 91,218,802	\$ 73,361,494	\$ 87,240,062	\$ 73,213,087	\$ 81,281,493	\$ 130,819,551

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

	Fiscal Year									
	1999	2000	2001	2002	2003	2004	2005	2006	2007	2008
Revenues										
Taxes	\$ 117,570	\$ 122,411	\$ 125,340	\$ 128,230	\$ 132,429	\$ 143,008	\$ 149,211	\$ 156,092	\$ 174,395	\$ 184,933
Special assessments	4,326	4,383	4,230	3,919	4,138	4,113	3,797	3,711	3,654	3,528
Intergovernmental	45,375	44,075	45,743	50,266	42,073	52,317	47,763	47,329	45,329	50,245
Charges for services	22,048	25,888	35,102	48,139	59,852	62,864	63,966	63,949	66,664	68,337
Uses of money and property	7,956	11,799	10,824	8,031	4,104	5,591	8,023	13,336	22,229	16,322
Fines and forfeits	298	463	490	426	283	175	180	296	288	458
Licenses and permits	123	143	186	283	597	451	604	637	450	579
Reimbursed expenditures	5,538	4,304	4,083	5,339	4,951	4,419	4,345	7,676	12,205	11,026
Other	1,807	1,257	1,914	1,507	1,865	2,274	902	1,139	1,074	1,831
Total revenues	205,041	214,723	227,912	246,140	250,092	275,212	278,561	294,599	326,288	337,259
Expenditures										
General government	36,102	41,217	46,669	45,918	45,966	44,616	46,242	37,885	42,320	48,089
Public safety	67,228	74,948	81,466	78,953	84,507	88,796	92,932	115,244	118,380	122,499
Public works	10,057	21,675	24,721	12,489	13,002	14,084	11,338	12,652	13,467	14,980
Health and welfare	32,955	36,002	46,775	55,496	59,892	63,980	63,109	66,994	64,632	66,688
Culture and recreation	4,746	5,661	5,839	6,202	5,703	5,575	6,236	7,176	7,883	8,206
Economic development	9,538	10,837	10,790	11,921	13,162	14,453	12,239	14,337	11,170	17,616
Debt service										
Principal	12,961	13,853	11,119	28,956	10,967	12,846	12,097	12,445	12,574	12,403
Interest and fiscal charges	6,578	6,086	5,543	5,577	5,432	5,688	5,743	6,078	6,084	5,964
Debt issuance costs	170	87	190	160	60	169	-	-	309	390
Capital outlay	37,589	3,877	5,353	24,106	38,749	35,004	27,453	34,493	32,412	34,381
Total expenditures	217,924	214,243	238,465	269,778	277,440	285,211	277,389	307,304	309,231	331,216
Excess of revenues over (under) expenditures	(12,883)	480	(10,553)	(23,638)	(27,348)	(9,999)	1,172	(12,705)	17,057	6,043
Other financing sources (uses)										
Transfers from other funds	36,288	33,849	27,989	32,198	27,120	34,856	41,701	31,005	35,793	39,580
Transfers to other funds	(36,077)	(34,561)	(29,158)	(34,094)	(28,825)	(36,459)	(42,029)	(32,980)	(37,551)	(41,291)
Direct financing lease	6,251	-	-	-	212	928	-	-	-	-
Proceeds of advance from health insurance funds	423	-	-	-	-	-	-	-	-	-
Issuance of revolving loan	-	-	-	-	-	-	3,412	-	-	-
Issuance of capital lease	-	-	-	-	-	-	-	-	1,658	-
Debt premium	-	-	-	-	-	-	-	-	186	748
Debt issuance	12,124	3,930	11,220	43,758	37,802	-	14,515	5,065	15,445	43,830
Payment to refunding bond escrow agent	-	-	-	-	-	(5,025)	-	-	-	-
Total other financing sources (uses)	19,009	3,218	10,051	41,862	36,309	(5,700)	17,599	3,090	15,531	42,867
Net change in fund balances	\$ 6,126	\$ 3,698	\$ (502)	\$ 18,224	\$ 8,961	\$ (15,699)	\$ 18,771	\$ (9,615)	\$ 32,588	\$ 48,910
Debt service as a percentage of noncapital expenditures	12.3%	10.5%	7.8%	16.4%	7.2%	7.9%	7.8%	7.1%	7.3%	6.8%

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

SEDGWICK COUNTY PRIMARY GOVERNMENT
(Dollars in Thousands)

Fiscal Year ²	Real Property		Personal Property		Total ¹		Assessed/ Actual Ratio	Total Direct Tax Rate ³
	Assessed Value	Estimated Actual Value	Assessed Value	Estimated Actual Value	Assessed Value	Estimated Actual Value		
1999	2,000,772	14,128,911	1,024,492	4,222,712	3,025,264	18,351,623	16.48%	28.699
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

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		
1999	340,366	2,466,254	286,725	1,168,354	627,091	3,634,607	17.25%	15.978
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

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

² Taxes levied support the subsequent year's budget, e.g., 2008 taxes finance 2009 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)

	1999	2000	2001	2002	2003	2004	2005	2006	2007	2008
County Direct Rates										
General	\$ 17.521	\$ 19.186	\$ 19.899	\$ 18.984	\$ 21.818	\$ 21.845	\$ 21.225	\$ 23.925	\$ 20.887	\$ 21.958
Road and bridge	1.912	2.176	1.662	1.882	1.014	0.736	1.400	1.015	1.239	1.408
Mental health	1.582	1.130	1.025	1.017	0.476	0.595	0.673	0.589	0.638	0.704
Community health	-	-	-	0.710	0.717	-	-	-	-	-
Noxious weeds	0.131	0.135	0.117	0.118	0.067	0.073	0.089	0.089	0.088	0.096
Agricultural extension council	0.362	0.348	0.367	0.377	0.288	-	-	-	-	-
Junior college tuition	0.591	0.460	-	-	-	-	-	-	-	-
Employee benefits	-	-	-	-	-	-	-	-	-	-
Emergency medical services	0.790	1.333	1.314	1.487	0.473	1.178	1.152	1.363	1.722	1.049
Aging	0.750	0.688	0.680	0.655	0.553	0.583	0.529	0.545	0.582	0.573
WSU program development	1.500	1.543	1.500	1.500	1.500	1.495	1.500	1.500	1.500	1.500
Debt service	3.560	1.601	2.090	2.046	1.911	2.258	2.190	2.289	4.677	3.089
Total direct rate	28.699	28.600	28.654	28.776	28.817	28.763	28.758	31.315	31.333	30.377
Fire District Rates										
	15.631	15.426	15.373	15.407	16.695	18.579	18.556	18.469	18.482	18.501
City Rates										
Andale	26.931	28.659	32.329	32.638	38.392	41.845	38.842	39.374	40.929	41.894
Bentley	46.376	46.750	52.516	52.265	48.983	48.616	48.763	48.566	45.556	45.033
Cheney	47.520	47.442	46.418	48.646	49.742	49.661	49.519	53.674	53.674	56.605
Clearwater	42.532	42.301	40.946	40.831	42.954	42.846	42.743	44.294	43.964	43.661
Colwich	22.696	59.073	54.057	52.096	23.692	33.508	37.932	34.249	42.227	42.227
Derby	40.830	45.635	45.791	45.940	45.790	48.331	48.352	48.176	48.155	47.756
Eastborough	25.157	23.852	23.993	27.264	30.007	35.006	37.642	58.221	60.252	62.241
Garden Plain	47.130	43.802	45.954	46.730	46.781	46.852	45.869	48.250	47.300	49.863
Goddard	20.569	20.533	19.807	19.276	16.724	14.720	14.075	14.053	14.061	16.426
Haysville	41.673	41.967	43.371	43.326	48.310	45.673	45.402	45.204	48.441	48.408
Kechi	19.386	18.490	18.454	18.392	18.353	18.431	18.246	21.154	24.037	23.954
Maize	29.641	34.941	37.254	37.319	37.172	37.397	39.654	41.321	43.251	43.022
Mount Hope	46.957	47.164	46.922	50.224	51.052	49.730	51.587	51.357	51.049	51.008
Mulvane	44.895	44.676	49.969	47.390	49.811	48.633	48.411	56.664	53.330	53.359
Sedgwick	43.973	47.203	48.541	52.246	51.729	51.480	51.291	51.210	47.993	51.033
Valley Center	35.864	39.012	40.028	39.679	47.969	47.813	49.666	49.731	48.761	48.367
Viola	6.975	7.432	7.005	7.213	9.428	9.420	9.493	14.408	14.928	14.200
Wichita	31.406	31.359	31.474	31.845	31.905	31.828	31.898	31.953	31.979	32.056
Bel Aire	11.567	11.558	14.857	15.787	23.861	21.975	22.831	23.959	33.503	34.908
Park City	30.633	32.389	33.991	33.687	36.193	36.178	35.043	37.236	37.145	37.450
Townships	.511-17.660	.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
School Districts	33.115-66.480	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	40.441-52.334
Cemetery Districts	.022-1.959	.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
Drainage Districts	1.299-5.156	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
Improvement Districts	.446-7.709	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
Sewer Districts	1.975	1.658	-	-	-	-	-	-	-	-
Other Districts	1.608-14.043	.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

Source: Sedgwick County Tax Administration System

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

	Fiscal Year 2008				Fiscal Year 1999			
	Assessed Value	Rank	Percentage of Total County Taxable Assessed Value		Assessed Value	Rank	Percentage of Total County Taxable Assessed Value	
Spirit Aerosystems, Inc.	\$ 83,392,475	1	1.98%		-	-		
Kansas Gas & Electric - A Westar Co.	78,798,917	2	1.87%		\$ 86,717,519	1	3.40%	
The Boeing Company	47,073,931	3	1.12%		64,815,532	2	2.30%	
Southwestern Bell Telephone	40,656,789	4	0.96%		58,078,479	3	2.30%	
Wesley Medical Center, LLC	32,852,959	5	0.78%		18,283,746	5	1.00%	
Simon Property Group	31,131,602	6	0.74%		28,963,622	4	1.10%	
Cessna Aircraft	30,050,329	7	0.71%		18,926,608	6	0.60%	
Kansas Gas Service	22,892,028	8	0.54%		12,695,443	10	0.50%	
Hawker Beechcraft Corp	15,573,891	9	0.37%		-	-		
Raytheon Aircraft Company	14,609,855	10	0.35%		15,493,642	8	0.50%	
Vulcan Materials		-			14,589,263	9	0.50%	
Koch Industries, Inc.		-			14,227,791	7	0.50%	
	\$ 397,032,776		9.42%		\$ 332,791,645		12.70%	

Source: Sedgwick County Clerk

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

SEDGWICK COUNTY PRIMARY GOVERNMENT

Tax Year ¹	Taxes Levied for the Fiscal Year (Original Levy)	Adjustments	Total Adjusted Levy	Collected within the Fiscal Year of the Levy		Collections in Subsequent Years ³	Total Collections to Date	
				Amount ²	Percentage of Original Levy		Amount	Percentage of Adjusted Levy
1998	72,676,852	(99,820)	72,577,032	70,999,015	97.69%	1,083,337	72,082,352	99.32%
1999	75,369,869	(272,440)	75,097,430	72,924,106	96.75%	1,285,117	74,209,223	98.82%
2000	80,139,081	(770,034)	79,369,047	77,184,854	96.31%	1,464,328	78,649,182	99.09%
2001	84,524,755	(4,974)	84,519,780	81,564,178	96.50%	1,766,997	83,331,175	98.59%
2002	87,885,050	(249,660)	87,635,391	84,773,787	96.46%	1,623,887	86,397,674	98.59%
2003	94,601,506	(520,803)	94,080,703	91,068,224	96.27%	2,061,898	93,130,122	98.99%
2004	98,203,643	455,308	97,748,335	94,695,003	96.43%	1,845,727	96,540,730	98.76%
2005	103,184,139	(473,529)	102,710,610	99,887,609	96.81%	1,988,035	101,875,644	99.19%
2006	121,793,520	(473,822)	121,319,698	117,958,001	96.85%	2,362,066	120,320,067	99.18%
2007	128,747,504	(440,767)	128,306,737	124,575,078	96.76%	<i>Not Applicable</i>	124,575,078	97.09%

SEDGWICK COUNTY FIRE DISTRICT #1

Tax Year ¹	Taxes Levied for the Fiscal Year (Original Levy)	Adjustments	Total Adjusted Levy	Collected within the		Collections in Subsequent Years ³	Total Collections to Date	
				Fiscal Year of the Levy	Percentage of Original Levy		Amount	Percentage of Adjusted Levy
1998	8,011,163	(8,377)	8,002,786	7,877,417	98.33%	102,090	7,979,507	99.71%
1999	8,285,951	(48,636)	8,237,315	8,041,212	97.05%	100,913	8,142,125	98.84%
2000	8,012,656	(19,824)	7,992,831	7,831,508	97.74%	129,246	7,960,754	99.60%
2001	8,103,411	(18,527)	8,084,884	7,854,202	96.92%	129,171	7,983,373	98.74%
2002	8,251,806	(23,550)	8,228,256	8,028,002	97.29%	131,099	8,159,101	99.16%
2003	9,731,825	(38,665)	9,693,160	9,423,315	96.83%	165,951	9,589,266	98.93%
2004	11,376,138	(30,074)	11,346,064	11,091,213	97.50%	146,803	11,238,016	99.05%
2005	11,996,353	(60,712)	11,935,641	11,716,988	97.67%	155,771	11,872,759	99.47%
2006	12,109,011	(52,953)	12,056,058	11,815,566	97.58%	176,676	11,992,242	99.47%
2007	13,009,881	(56,695)	12,953,186	12,680,055	97.46%	<i>Not Applicable</i>	12,680,055	97.89%

¹ Taxes levied support the subsequent year's budget, e.g., 2007 taxes financed 2008 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				
1999	73,228,459	21,385,000	29,516,541	-	135,000	1,629,486		125,894,486	1.1%	287
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

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-12 and 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			
1999	94,613,459	(3,762,449)	90,851,010	0.74%	0.50%	203
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	Unavailable	0.48%	308

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>1999</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>
Statutory debt capacity:										
Equalized assessed valuation of taxable tangible property	\$ 2,586,868	\$ 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
Estimated tangible valuation of motor vehicles	438,396	427,454	444,891	457,923	471,166	483,967	497,788	512,707	530,651	543,445
Estimated tangible valuation for computation of bonded indebtedness limitations	<u>\$ 3,025,264</u>	<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>
Debt limit (3% of total valuation)	\$ 90,758	\$ 96,747	\$ 101,555	\$ 105,325	\$ 113,312	\$ 117,606	\$ 123,270	\$ 129,280	\$ 136,672	\$ 142,865
Amount of debt applicable to limit										
Total bonded indebtedness	106,245	96,115	96,455	125,965	153,595	140,795	146,754	139,505	142,602	174,353
Less exempt issues	<u>(69,493)</u>	<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>
Total net debt applicable to limit	36,752	34,180	31,784	43,772	53,394	46,070	53,269	48,064	47,065	43,396
Legal debt margin	<u>\$ 54,006</u>	<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>
Total net debt applicable to the limit as a percentage of debt limit	40.49%	35.33%	31.30%	41.56%	47.12%	39.17%	43.21%	37.18%	34.44%	30.38%

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

Year	Population ¹	Personal Income ² (thousands of dollars)	Per Capita Personal Income ²	Public School Enrollment ³	Unemployment Rate ⁴
1999	448,050	12,295,388	27,442	84,024	3.4%
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	87,654	3.8%
2008	478,882	Not Available	Not Available	86,197	4.9%

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 2008			Fiscal Year 1999		
	Civilian Employees	Rank	Percentage of Total Wichita MSA ¹	Civilian Employees	Rank	Percentage of Total Wichita MSA ¹
Cessna Aircraft Company	11,300	1	3.53%	9,283	2	3.49%
Spirit AeroSystems, Inc.	10,900	2	3.41%	-	-	-
Hawker Beechcraft	6,767	3	2.12%	-	-	-
Unified School District #259	5,391	4	1.69%	4,703	5	1.77%
Via Christi Health System	4,809	5	1.50%	3,919	7	1.48%
State of Kansas	4,094	6	1.28%	5,226	4	1.97%
City of Wichita	3,103	7	0.97%	2,847	10	1.07%
Boeing IDS Wichita/Boeing Company	3,005	8	0.94%	20,600	1	7.75%
Sedgwick County	2,762	9	0.86%	-	-	-
United States Government	2,524	10	0.79%	4,100	6	1.54%
Bombardier Aerospace Learjet, Inc.	-	-	-	3,451	9	1.30%
Koch Industries	-	-	-	3,482	8	1.31%
Raytheon Aircraft Corporation	-	-	-	8,825	3	3.32%
	<u>54,655</u>		<u>17.09%</u>	<u>66,436</u>		<u>25.00%</u>

¹ Includes Sedgwick, Butler, Harvey and Sumner counties for 2006. Data for 1998 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>1999</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>
General government	464	475	480	484	466	451	450	454	617	593
Public safety	1,301	1,372	1,386	1,407	1,368	1,355	1,411	1,443	1,296	1,336
Public works	152	157	157	145	132	135	136	132	126	126
Health and welfare	290	313	318	546	534	534	541	549	560	593
Culture and recreation	125	126	127	132	134	132	134	135	126	103
Economic development	4	4	8	5	7	7	8	9	13	11
	<u>2,336</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>2,762</u>

Source: Sedgwick County finance department

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

Function/Program	Fiscal Year									
	1999	2000	2001	2002	2003	2004	2005	2006	2007	2008
General government										
Number of registered voters	235,143	236,029	227,245	232,739	200,042	233,181	230,246	236,000	237,135	246,928
Number of taxable real estate parcels	185,350	186,573	190,091	192,819	196,664	199,609	202,235	205,079	207,530	210,889
Documents filed with register of deeds	103,109	89,813	104,676	117,798	137,648	104,371	104,116	97,789	94,454	84,578
Real estate records processed	*	*	*	*	40,750	64,895	65,208	66,900	67,956	68,456
Average monthly investment portfolio (in millions)	*	*	*	*	\$ 186.2	\$ 218.7	\$ 226.4	\$ 288.3	\$ 377.7	\$ 413.3
Average number of bids per purchase	*	*	*	*				4.5	4.5	4.7
Public safety										
Average monthly number of 911 calls	34,695	33,672	34,719	36,210	35,560	36,615	36,305	36,030	37,722	35,170
Average monthly number of EMS responses	*	*	*	3,665	3,543	3,503	3,512	3,834	4,040	4,000
Number of residential structural fires per 100,000 population	*	*	*	*	*	*	*	65.9	89.4	112.5
Average monthly number of medical responses by Fire	*	*	*	*	*	219	216	214	239	288
Average daily population, juveniles in detention	110	101	115	103	108	108	116	124	120	109
Average daily population in custody of Sheriff	1,068	1,153	1,203	1,301	1,285	1,382	1,501	1,514	1,522	1,533
Percent of autopsy reports filed within 90 days	*	*	*	*	97	97	97	94	78	62
Public works										
Miles of road improved	*	*	152	97	163	146	78	103	88	113
Miles of road maintained	*	*	*	*	*	622	622	622	622	622
Household hazardous waste tonnage disposed	*	*	*	100	267	261	332	394	457	489
Health and welfare										
Number of mental health program clients	*	*	*	*	9,479	10,463	11,588	12,246	13,319	12,253
Number of individuals eligible for developmental disability services	*	*	*	1,537	1,674	1,698	1,812	1,958	2,082	2,102
Number of health clinic patient encounters	*	*	*	*	*	149,037	167,530	149,507	165,039	178,812
Number of immunizations provided	*	*	*	*	*	22,324	27,659	29,000	27,170	26,015
Number of tuberculosis encounters	2,263	2,002	3,574	3,187	3,253	6,343	7,629	8,005	6,223	6,357
Culture and recreation										
Number of events per year at Kansas Coliseum	178	192	163	196	177	164	143	123	137	122
Annual attendance at Kansas Coliseum events	702,992	722,569	610,113	696,689	721,588	571,406	532,804	541,949	557,334	543,519
Annual attendance at Sedgwick County Zoo	470,469	484,086	455,623	429,646	491,462	591,687	502,367	484,014	593,428	584,076
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
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
Average monthly number of Sec. 8 housing clients	*	*	*	*	322	323	301	315	304	318

* Information not available.

Source: County operating departments

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

Function/Program	Fiscal Year									
	<u>1999</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>
General government										
Auto License buildings	4	4	4	4	4	4	4	4	4	4
Total Fleet vehicles	*	*	*	*	*	*	*	460	462	464
Public safety										
Adult detention facility capacity	1,032	1,032	1,032	1,032	1,032	1,032	1,032	1,122	1,115	1,145
Fire stations	8	8	8	8	8	8	8	8	8	8
EMS posts	*	*	*	12	13	13	13	13	13	14
Public Safety vehicles	*	*	*	*	*	*	*	*	260	278
Public works										
Bridges maintained	657	650	653	653	653	650	651	652	645	645
Miles of roads maintained	626	626	626	626	626	622	622	622	622	622
Culture and recreation										
Sedgwick County Park acreage	400	400	400	400	400	400	400	400	400	400
Lake Afton Park acreage	780	780	780	780	828	828	828	828	828	828

* Information not available.

Source: County budget department and individual county departments.